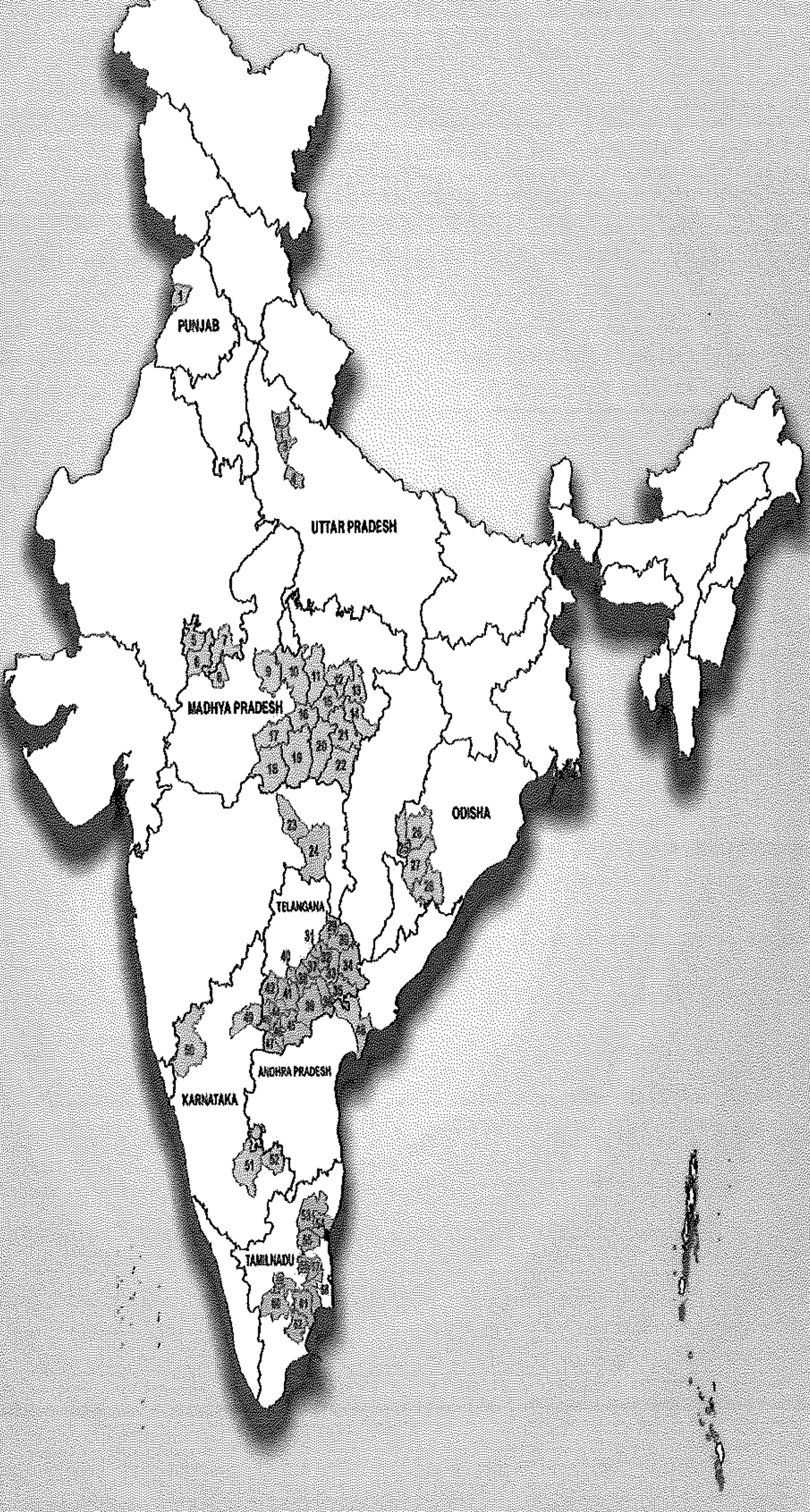
MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

4th ANNUAL REPORT
2024-25



S.No	District	State
1	TARN TARAN	PUNJAB
2	AMROHA	UTTAR PRADESH
3	SAMBHAL	UTTAR PRADESH
4	KASGANJ	UTTAR PRADESH
5	NIMACH	MADHYA PRADESH
6	MANDSAUR	MADHYA PRADESH
7	JHALAWAR	RAJASTHAN
8	AGAR MALWA	MADHYA PRADESH
9	VIDISHA	MADHYA PRADESH
10	SAGAR	MADHYA PRADESH
11	DAMOH	MADHYA PRADESH
12	KATNI	MADHYA PRADESH
13	UMARIA	MADHYA PRADESH
14	DINDORI	MADHYA PRADESH
15	JABALPUR	MADHYA PRADESH
16	NARSHIMAPURA	MADHYA PRADESH
17	HOSHANGABAD	MADHYA PRADESH
18	BETUL	MADHYA PRADESH
19	CHHINDWARA	MADHYA PRADESH
20	SEONI	MADHYA PRADESH
21	MANDLA	MADHYA PRADESH
22	BALAGHAT	MADHYA PRADESH
23	WARDHA	MAHARASHTRA
24	CHANDRAPUR	MAHARASHTRA
25	NUPARHA	ODISHA
26	BOLANGIR (BALANGIR)	ODISHA
27	KALAHANDI	ODISHA
28	RAYAGARHA	ODISHA
29	JAYASHANKAR BHUPALAPALLY	TELANGANA
30	MULUGU	TELANGANA
31	WARANGAL (URBAN)	TELANGANA
32	WARANGAL (RURAL)	TELANGANA
33	MAHABUBABAD	TELANGANA
34	BHADRADRI KOTHAGUDEM	TELANGANA
35	KHAMMAM	TELANGANA
36	SURYAPET	TELANGANA
37	JANGAON	TELANGANA
38	YADADRI BHUVANAGIRI	TELANGANA
39	NALGONDA	TELANGANA
40	MEDCHAL-MALKAJGIRI	TELANGANA
41	RANGAREDDY	TELANGANA
42	VIKARABAD	TELANGANA
43	NARAYANPET	TELANGANA
44	MAHABUBNAGAR	TELANGANA
45	NAGARKURNOOL	TELANGANA
46	WANAPARTHY	TELANGANA
47	JOGULAMBA GADWAL	TELANGANA
48	KRISHNA	ANDHRA PRADESH
49	YADGIR	KARNATAKA
50	BELAGAVI	KARNATAKA
51	TUMAKURU	KARNATAKA
52	CHIKBALLAPUR	KARNATAKA
53	TIRUVANNAMALAI	TAMILNADU
54	VILLUPURAM	TAMILNADU
55	KALLAKURICHI	TAMILNADU
56	PERAMBALUR	TAMILNADU
57	ARIYALUR	TAMILNADU
58	THANJAVUR	TAMILNADU
59	KARUR	TAMILNADU
60	DINDIGUL	TAMILNADU
61	PUDUKKOTTAI	TAMILNADU
62	SIVAGANGA	TAMILNADU

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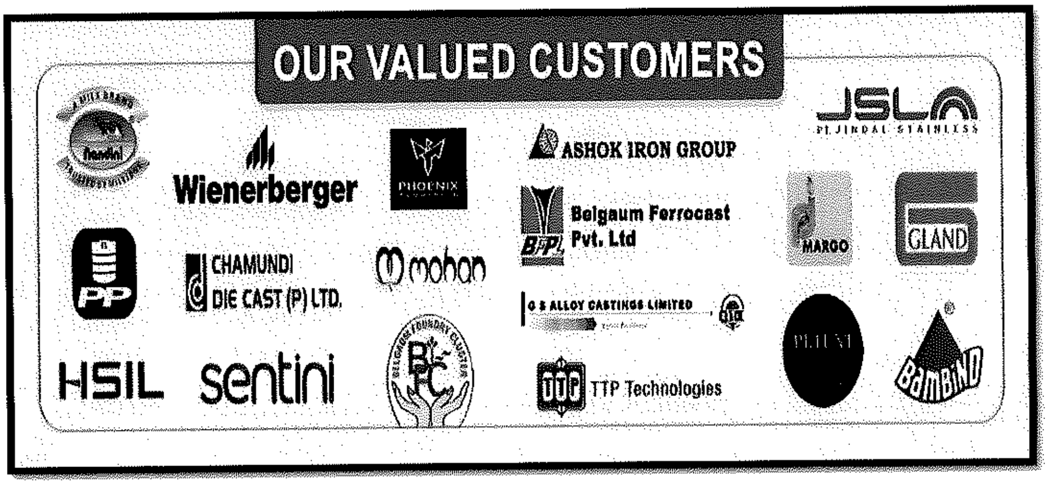
WHO WE ARE

Established in 2021, Megha City Gas Distribution Private Limited, a Part of Megha Engineering and Infrastructures Limited (MEIL), envisages an energy-efficient India. It caters to the country's energy needs by supplying green fuels such as Piped Natural Gas (PNG) for Domestic, commercial, and industrial consumers and Compressed Natural Gas (CNG) to vehicles and establishes CNG stations, City Gate stations (mother stations), and lay the main and distributary network pipelines. Since its inception, Megha Gas launched its maiden CGD activities in Andhra Pradesh's Krishna district, Karnataka's Belgaum and Tumkur, later spreading its service wings to the Telangana's Nalgonda, Rangareddy, Khammam, and Warangal districts. Initially, Megha Gas kick-started its services precisely in seven geographical areas, reaching 16 districts across three states. Further, it is now expanding its service network to 22 Geographical Areas (GA) spanning **62** districts across **10** states in India. The company has 467 employees as on 31 March 2025 and during the year 2024-25 reported a net sales/ turnover of ₹ 887 crore. For details our products please visit our website https://meghagas.com.

Mission | **Vision** | **Mission**

To enhancing people's quality of life by delivering energy safely, reliably and affordably in an environmentally responsible way every day.



|| CORPORATE INFORMATION ||

BOARD OF DIRECTORS:

Mr. Puritipati Venkata Krishna Reddy (DIN: 01815061)	Director
Mr. Rajesh Reddy Peketi (DIN: 02758291)	Director
Mr. Venkatesh Palimpati (DIN: 03588839)	CEO & Whole Time Director
Mrs. Sudharani Puritipati (DIN: 02061208)	Additional Director

KEY MANAGERIAL PERSONNEL:

Mr. Pratap Kumar Dash	Company Secretary
Mr. Dillip Kumar Sahoo	Chief Financial Officer

STATUTORY AUDITORS:
M/S. DARAPANENI & CO.
Chartered Accountants
Plot No.84, Flat No.1A.
Rama Apartments, Srinagar Colony,
Hyderabad-500073, Telangana

SECRETARIAL AUDITOR:
M/s. R & A ASSOCIATES
T-202, Technopolis, 1-10-74B,
Above Ratnadeep Super Market,
Chikoti Gardens, Begumpet,
Hyderabad, Telangana – 500016
Email: INFO@RNA-CS.COM
Mob: +91 40-4003 2244

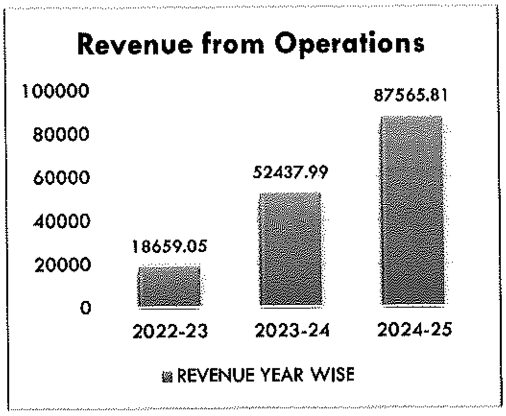
COST AUDITOR:
M/S. NAGESWARA RAO & CO.
Cost Accountants
Plot No. 36, Anantanagar Colony,
Neredmet, Secunderabad – 500056

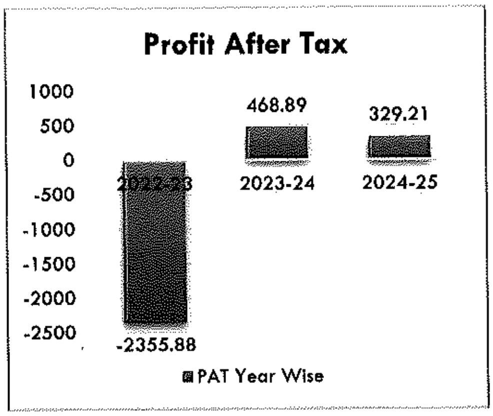
BANKERS:
State Bank of India
Union Bank of India
Yes Bank Ltd

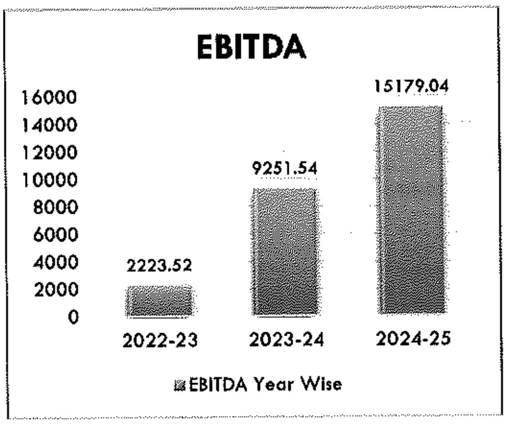
REGISTERED OFFICE:
S-2, Technocrat Industrial Estate
Balanagar, Hyderabad-500037, Telangana
CIN: U40106TG2021PTC154806

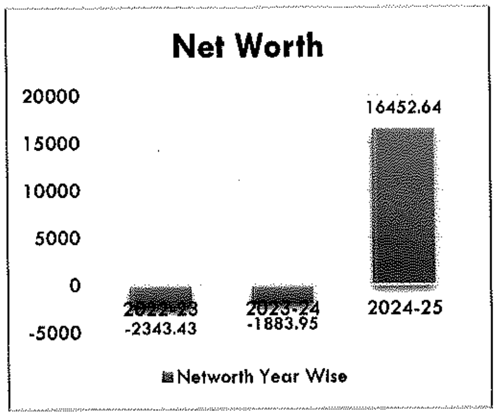
REGISTRAR & TRANSFER AGENT:
VENTURE CAPITAL AND CORPORATE INVESTMENTS PRIVATE LIMITED
"AURUM", 5th Floor, Plot No.57,
Jayabheri Enclave Phase – II, Gachibowli,
Hyderabad – 500032

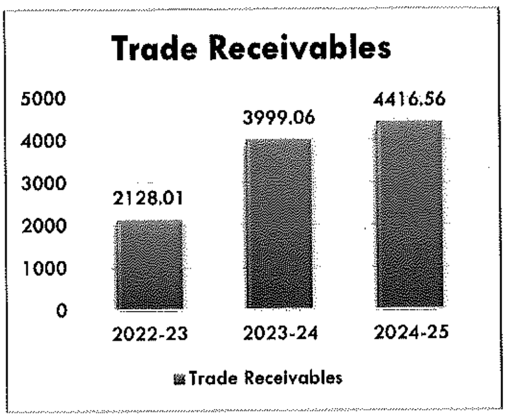
FINANCIAL HIGHLIGHTS (IN INR LAKHS)

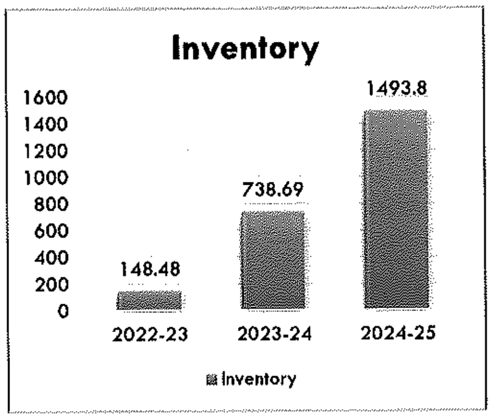




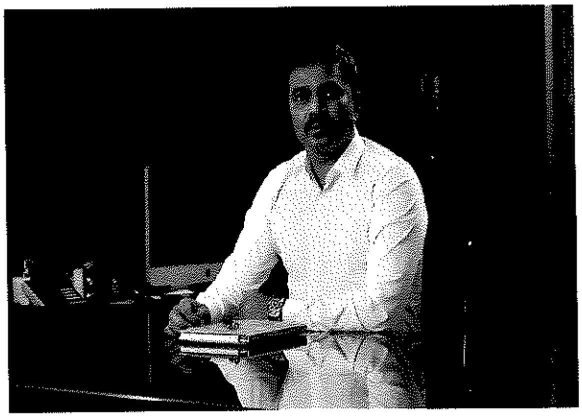








PROMOTER'S MESSAGE



Dear Shareholders,

We live in truly transformative times. India continues to be the fastest-growing major economy in the world and has now emerged as the fourth-largest economy globally. Over the next five years, our nation is poised to become a five-trillion-dollar economy, supported by an investment of nearly one trillion dollars in infrastructure, shared equally between the public and private sectors. A defining pillar of this growth story is India's transition towards becoming a gas-based economy. Globally, natural gas is widely acknowledged as the transition fuel of the future—second only to renewables in terms of growth. This presents us with an extraordinary opportunity to provide millions of Indians with a cleaner, safer, and more sustainable alternative for cooking and transportation.

This has been a landmark year for Megha Gas. Our decision to spin off and independently list our city gas distribution and piped natural gas business came at a pivotal moment—perfectly aligned with the nation's accelerating transition towards cleaner energy sources like natural gas. Today, Megha Gas stands proud as one of the largest private sector players in the industry, with licenses secured across 22 Geographical Areas

On the execution front, our progress has been encouraging. By embracing technology-driven innovations, implementing advanced safety protocols, and delivering superior customer experiences, we are building a strong foundation for sustainable growth. Our strategic priorities include expanding network infrastructure, offering flexible commercial models, deploying access-enabling technologies, and strengthening supply chain integration through new terminals. Together, these initiatives position Megha Gas as a differentiated and forward-looking player in the sector. At the same time, we remain deeply committed to principles of Environment, Social Responsibility, and Governance (ESG). We have strengthened our corporate governance framework by adopting a rigorous policy on related party transactions. This includes assessments by internal teams, reviews by independent external agencies, and oversight by the Board ensuring complete transparency and compliance with both internal and regulatory standards.

As we look ahead, our journey is one of sustained growth, innovation, and responsibility. With the unwavering support of our customers, employees, shareholders, bankers, governments, and our Board, Megha Gas will continue to contribute meaningfully to nation-building, expand its product portfolio, and explore new opportunities that drive value creation for all stakeholders.

Regards,
P. V Krishna Reddy
Director & Promoter

CEO'S MESSAGE

Dear Shareholders,

The Financial Year 2024–25 was a landmark period for the City Gas Distribution (CGD) sector in India. With the expansion of sustainable natural gas infrastructure across 22 Geographical Areas, spanning 62 districts in 10 states, the sector is set for a transformative leap. In the coming years, this progress will extend the benefits of piped natural gas to over 1.2 crore additional households and enable the establishment of 2,000 new CNG stations—empowering customers with greater choice and compelling CGD companies to continuously enhance the retail experience.

For Megha City Gas Distribution Private Limited (MCGDPL), FY 2024–25 was equally significant. We continued to achieve key milestones, expanded our national footprint through new authorisations, and closed the year with a growing network of CNG stations, households, commercial and industrial customers, and vehicles benefitting from natural gas.

At the core of our growth is a strong focus on customer centricity and technology. Through digitization and automation, we are redefining customer experience—whether through seamless partner engagement, AI-powered chatbots, or the upcoming integrated mobile and web application designed to empower customers, partners, and employees alike. Our new initiatives in spot billing, automated meter reading, and digitally signed bills have simplified processes, improved efficiency, and delivered greater transparency.

Safety remains the foundation of our operations. Guided by the principle of Safety First, Productivity First, Quality First, we are advancing pipeline infrastructure and CGD operations with precision and reliability.

As part of the MEIL Group, we remain deeply committed to the philosophy of fuelling the growth of the nation with goodness. Our vision is not only to expand into new geographies and adopt cutting-edge technologies but also to ensure that this growth brings tangible value to our stakeholders and a greener impact to communities across India.

We look forward to building on this momentum, with the continued support of our stakeholders, as we take Megha Gas to greater heights in the years ahead.

Regards,
P. VENKATESH
WTD & Chief Executive Officer

NOTICE

Notice is hereby given that the **4th Annual General Meeting (AGM)** of the members of **M/s. MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED** (CIN: U40106TG2021PTC154806) ("the Company") will be held on Saturday, 27th September 2025 at 10:00 A.M. at the Registered office of the Company situated at S-2, Technocrat Industrial Estate, Balanagar, Hyderabad, Telangana, India, 500037 to transact the following business:

Ordinary Business:

1. **To receive, consider and adopt the Audited Balance Sheet as of 31st March 2025 and the statement of Profit and Loss, Cash flow Statement for the period ended on that date and the Board's Report and Auditor's Report thereon.**

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

   "**RESOLVED THAT** the audited financial statements of the Company including the Balance sheet as of 31st March 2025, the statement of Profit and Loss, the Cash flow statement for the period ended on that date and the reports of the Board of Directors and Auditors thereon be and are hereby received, considered and adopted."

2. **To appoint a director in place of Mr. Puritipati Venkata Krishna Reddy (DIN: 01815061), who retires by rotation and being eligible, offers himself for re-appointment.**

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

   "**RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions, if any of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof) Mr. Puritipati Venkata Krishna Reddy (DIN: 01815061), who retires by rotation and being eligible offers himself for reappointment, be and is hereby re-appointed as a Director of the Company liable to retire by rotation."

Special Business:

3. **Appointment of Mrs. Sudharani Puritipati (DIN: 02061208) as Director of the company.**

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

   "**RESOLVED THAT** pursuant to provisions of Sections 152, 161 and all other applicable provisions, if any, of the Companies Act, 2013 and Companies (Appointment and Qualification of Directors) Rules, 2014, including any enactment, re-enactment or modifications thereof, Mrs. Sudharani Puritipati (DIN: 02061208), who was appointed as Additional Director by the Board of Directors of the company at their meeting held on 22nd March 2025, and who holds office up to the date of this Annual General Meeting, be and is hereby appointed as the Director of the Company liable to retire by rotation.

   RESOLVED FURTHER THAT the Board of Directors and the Company Secretary of the Company be and are hereby severally authorized for and on behalf of the Company to take all necessary steps and to do all such acts, deeds, matters and things which may deem necessary in this behalf."

4. Ratification of remuneration of Cost Auditors for financial year 2025-26:

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

"**RESOLVED THAT** pursuant to the provisions of Section 148 and other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 and Companies (Cost Records and Audit) Rules, 2014 (including any statutory modification(s) or re-enactments(s) thereof, for the time being in force), the remuneration payable to M/s. Nageswara Rao & Co, (Firm Registration No. 010152S) who were appointed by the Board of Directors of the Company, to conduct the audit of cost records of the Company for the financial year 2025-26, amounting to Rs. 50,000/- (Rupees Fifty Thousand Only) plus all applicable taxes and re-imbursement of out-of-pocket expenses incurred by them in connection with the aforesaid audit be and hereby approved and ratified.

RESOLVED FURTHER THAT the Directors and the Company Secretary of the Company, be and are hereby severally authorised to do all such acts, deeds, things and take all such steps as may be necessary, proper or expedient to give effect to this resolution."

By Order of the Board
For **MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED**

PRATAP KUMAR DASH
Company Secretary
M. No.: ACS 47625

Place: Hyderabad
Date: 3rd September 2025

REGISTERED OFFICE:
M/s. MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED
S-2, Technocrat Industrial Estate
Balanagar, Hyderabad-500037, Telangana
CIN: U40106TG2021PTC154806

NOTES:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint another person as a proxy to attend and vote on his / her behalf in the meeting and such person can act as a proxy on behalf of members of the company not exceeding 50 (Fifty) and holding in aggregate not more than 10% (Ten percent) of the total shares. A member holding more than 10% (Ten percent) of the total share capital of the company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

2. The instrument appointing the proxy should be deposited at the registered office of the company duly completed, stamped and signed not later than 48 hours before the commencement of the meeting. Proxy form annexed to the notice.

3. A person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. A member holding more than 10% of the total share capital of the Company carrying voting rights may appoint a single person as proxy and such person shall not act as a proxy for any other person or shareholder.

4. Members/Proxies should bring the duly filled attendance slip enclosed herewith to attend the meeting.

5. Corporate Members are requested to send a duly certified copy of the Board Resolution authorizing their representative to attend and vote at the ensuing Annual General Meeting.

6. Members seeking any information at the Annual General Meeting are requested to write to the Company Secretary of the Company at an early date so as to enable the management to keep the information ready at the ensuing Annual General Meeting.

7. The information required under the Secretarial Standards on General Meetings regarding the Directors who are proposed to be re-appointed is annexed hereto.

8. Mr. Puritipati Venkata Krishna Reddy, Managing Director of the Company, retires by rotation at the ensuing Annual General Meeting and, being eligible, offers himself for re-appointment. The Board of Directors recommends the re-appointment of Mr. Puritipati Venkata Krishna Reddy as Director, liable to retire by rotation.

9. The relevant details as required under Secretarial Standards regarding the person seeking re-appointment as Director are provided in the Annexure to this Notice.

10. In accordance with the Companies Amendment Act, 2017, enforced on 7th May, 2018 by Ministry of Corporate Affairs, the appointment of Statutory Auditors is not required to be ratified at subsequent Annual General Meeting(s). Hence no resolution is proposed in the notice for the ratification of Appointment of Statutory Auditors.

11. Shareholders are requested to intimate change in their address, if any, immediately.

12. The register of directors and key managerial personnel and their shareholding maintained under Section 170 and the register of contracts or arrangements in which directors are interested maintained under Section 189 of the Companies Act, 2013, will be available for inspection by the members at the Annual General Meeting.

13. The route map showing directions to reach the venue of the ensuing Annual General Meeting is enclosed herewith.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2014

As required under Section 102(1) of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013, this Explanatory Statement contains relevant and material information, as detailed herein, to enable the Members to consider for approval of Resolution No. 3 to 4.

Special Business:

Item No. 3:

Appointment of Mrs. Sudharani Puritipati (DIN: 02061208) as Director of the company.

Mrs. Sudharani Puritipati (DIN: 02061208) was appointed as an additional director of the company as per the Articles of Association of the company and as per Section 161(1) of the Companies Act, 2013 w.e.f. 22nd March 2025. Mrs. Sudharani Puritipati (DIN: 02061208) shall hold office only up to the date of the ensuing 4th Annual General Meeting. With respect to the same, the Company has received a notice in writing pursuant to the provisions of Section 160 of the Companies Act, 2013 from the Board of Directors, proposing her candidature for appointment as a Director of the Company.

The Board is of the opinion that the appointment and presence of Mrs. Sudharani Puritipati (DIN: 02061208) on the Board as the Director will be desirable, beneficial and in the best interest of the Company. The relevant details as required under Secretarial Standards regarding the person seeking re-appointment as Director are provided in the Annexure to this Notice.

The Board recommends the resolution set out in item no. 3 of the accompanying Notice for approval and adoption of the Members. None of the Directors of the Company except Mrs. Sudharani Puritipati, is concerned or interested in the proposed resolution.

Item No. 4:

The Board of Directors at its meeting held on 3rd September 2025 has approved the appointment and remuneration of M/s. Nageswara Rao & Co., (Firm Regn No.: 000332), as Cost Auditors to audit the cost records of the Company for the Financial Year 2025-26 at a remuneration Rs. 50,000/- (Rupees Fifty thousand only), excluding applicable taxes and out of pocket expenses.

In terms of the provisions of Section 148 of the Companies Act read with the Companies (Audit and Auditors) Rules, 2014 remuneration payable to the Cost Auditor needs to be ratified by the Members of the Company.

None of the Directors and theirs are, in any way concerned or interested, financially or otherwise in the aforesaid resolution as set out at Item No. 4 of the Notice. The Board accordingly recommends the above proposal as an Ordinary Resolution as set out at Item No. 4 of the accompanying Notice for approval of the members.

By Order of the Board
For **MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED**

PRATAP KUMAR DASH
Company Secretary
M. No.: ACS 47625

Place: Hyderabad
Date: 3rd September 2025

ANNEXURE TO THE NOTICE

Details of Directors seeking Appointment at 4th Annual General Meeting

(Furnished pursuant to clause 1.2.5 of the Secretarial Standard issued by The Institute of Company Secretaries of India and approved by the Central Government under Section 118 (10) of the Companies Act, 2013).

Name of the Director	Mr. Puritipati Venkata Krishna Reddy
DIN	01815061
Age	56 Years
Qualification	Graduation in Commerce
Experience (including expertise in specific functional area)	Mr. P.V. Krishna Reddy has over 34 years of rich experience in infra industry with excellent leadership skills and plays a vital role in all verticals of business. He also has varied experience in execution of various engineering projects in infra sector, such as Irrigation, Roads, Railways, Tunnels, Power Generation, Fabrication, Irrigation, Water Supply, Water Management, Power Transmission, Hydrocarbon, Oil & Gas sector etc.
Nature of appointment (appointment/re-appointment)	Appointment as per the initial terms of appointment.
Remuneration last drawn per annum (including sitting fees, if any)	Nil
Remuneration proposed to be paid	Nil
Date of first appointment on the Board	09th September 2021
Shareholding in the Company as on 31.03.2025	Nil
Relationship with other Directors/Key Managerial Personnel	Spouse of Mrs. Sudharani Puritipati, Additional Director
No. of Board Meetings attended during the period 01/04/2024 – 31/03/2025	8 Board Meeting
Directorships/Designated Partner in other Companies/LLP's as on 04.09.2025	1. Olectra Greentech Limited 2. PVKR Infra Solutions Private Limited 3. Megha Engineering & Infrastructures Limited 4. MEIL Investments (India) Limited 5. Western U. P. Power Transmission Company Limited 6. Evey Trans Private Limited 7. Synycs Infrasoft LLP 8. Countryside Region Developers LLP 9. Terrain Landmarks LLP 10. Spirit Venture Developers LLP 11. Prosperity Infra Developers LLP 12. Sudhakrishna Infraventures LLP 13. Daksha Lifespaces LLP 14. Capital Region Developers LLP 15. TPL Land Developers LLP 16. PVPRANAV Primeregion Developers LLP

Chairman/ Members of the Committees of the Board of other Companies in which he is a Director as on 04.09.2025	**Western U. P. Power Transmission Company Limited** • Chairman of Audit Committee. • Chairman of Nomination and Remuneration Committee. • Chairman of CSR Committee

Name of the Director	**Mrs. Sudharani Puritiparti**
DIN	02061208
Date of Birth	10th December, 1978
Qualification	Graduation
Experience (including expertise in specific functional area)	She has been serving as a Director of the Holding company i.e. Megha Engineering and Infrastructures Limited successfully from 01st September 2008 onwards. She is a Businesswoman, Entrepreneur and Philanthropist. She has done Fashion designing and Graduation in Microbiology. Her primary focus was on MEIL's corporate social outreach, community collaboration, wellness programs and ventures in the hospitality sector. **Awards & Recognition:** She has received several awards, including the National Champions of Change in 2022, and the Woman Pioneer of the Year Award by Asia One in Dubai for her philanthropic work in 2023. 2021: Young Indian Women Achievers Under 45 Award. 2022: Champions of Change Award 2022: Mrs. Sudha received the Fashion 4 Development Philanthropy Award, becoming the first Indian to be honoured, presented at the 2nd Annual Sustainable Goals Banquet alongside the 77th UN General Assembly. 2023: Asia One Award at the 20th Asia-Africa Business and Social Forum in Dubai 2023: Woman Pioneer of the Year 2023 Award for contributions to the fields of business and philanthropy. 2023: She was featured on the cover of Tycoon Global Media & Magazines in December, and she

	appeared on Season 10 of ET Now's Leaders of Tomorrow. 2023: World's Best Leader by the WCRC at the British Parliament 2023: Featured on Season 10 of ET Now's Leaders of Tomorrow.
Nature of appointment (appointment/re-appointment)	Appointment as per the initial terms of appointment.
Remuneration last drawn p.a (including sitting fees, if any)	Nil
Remuneration proposed to be paid	Nil
Date of first appointment on the Board	22nd March 2025
Shareholding in the Company as on 31.03.2025	Nil
Relationship with other Directors/Key Managerial Personnel	Spouse of Mr. Venkata Krishna Reddy Puritipati, Director
No. of Board Meetings attended during the period 01/04/2024 – 31/03/2025	0 Board Meeting
Directorships/Designated Partner in other Companies/LLP's as on 03.09.2025	1. Jewar Transmission Limited 2. Meerut Shamli Power Transmission Limited 3. Tirwa Transmission Limited 4. Megha Fibre Glass Industries Limited 5. Megha Retailmart Private Limited 6. Megha Engineering & Infrastructures Limited 7. Western U. P. Power Transmission Company Limited 8. Camelot Wellness Resorts Private Limited
Chairman/ Members of the Committees of the Board of other Companies in which he is a Director as on 03.09.2025	**Western U. P. Power Transmission Company Limited** • Member of Nomination and Remuneration Committee

BOARD'S REPORT

Dear Members,

The Board of Directors take immense pleasure in presenting the Company's 4th Annual Report and the Company's audited financial statements for the financial year ended 31st March 2025.

FINANCIAL HIGHLIGHTS:

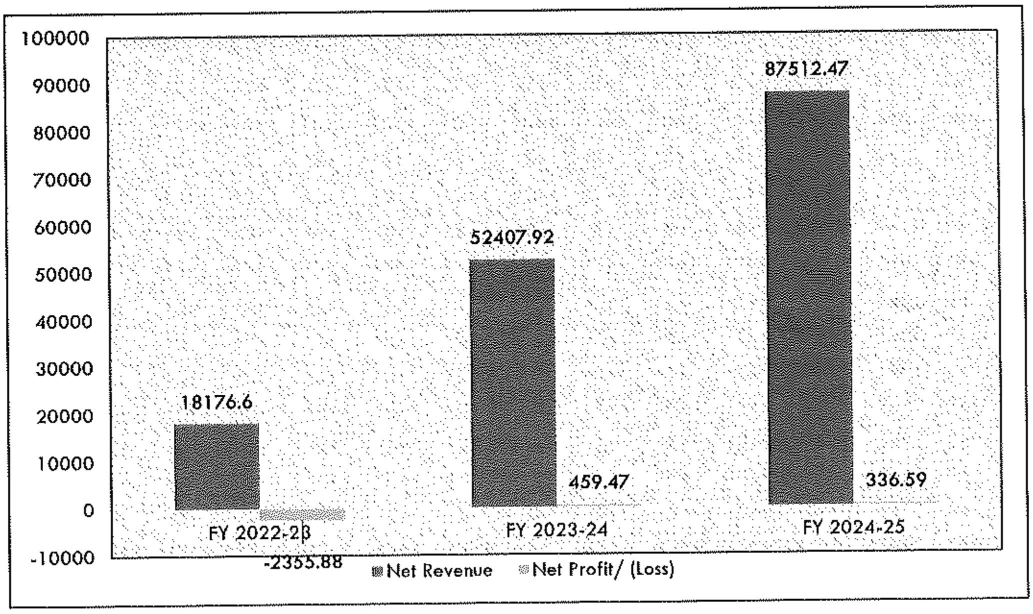
The Company's financial performance for the year ended as on 31st March 2025 is summarized below:

(Rupees in Lakhs)

Particulars	As on 31.03.2025	As on 31.03.2024
Revenue from Operations	87,512.47	52,407.92
Other Income	53.33	30.07
Total Income	**87,565.81**	**52,437.99**
Total Expenditure	**87,115.44**	**52,427.42**
Profit/(Loss) before taxation	**450.36**	**10.57**
Less: Tax Expense	121.15	(458.32)
Profit/(Loss) after tax	**329.21**	**468.89**
Total Comprehensive Income	7.38	(9.42)
Net Profit/(Loss)	**336.59**	**459.47**

SUMMARY OF OPERATION:

During the year under review, your Company has generated revenue of Rs. 87,512.47 Lakhs in the current FY 2024-25 as compared to Rs. 52,407.92 Lakhs in the previous FY 2023-24 & Rs. 18,176.60 Lakhs in the FY 2022-23 and recorded a net profit after tax of Rs. 336.59 Lakhs in the FY 2024-25 as against a net profit after tax of Rs. Rs. 459.47 Lakhs in the previous FY 2023-24 & a net loss of Rs. 2,355.88 in the FY 2022-23.



INDUSTRY OVERVIEW:

M/s. Megha City Gas Distribution Private Limited ("MCGDPL") is a prominent player in the City Gas Distribution (CGD) industry. It caters to the country's energy needs by supplying green fuels such as Piped Natural Gas (PNG) for Domestic, commercial, and industrial consumers and Compressed Natural Gas (CNG) to vehicles and establishes CNG stations, City Gate stations (mother stations), and lay the main and distributary network pipelines. We have the licenses required to establish sustainable natural gas infrastructure, serving a diverse range of consumers, including automobiles, households, and industrial and commercial establishments. MCGDPL is a WOS of Megha Engineering and Infrastructures Limited (MEIL), a renowned global infrastructure and engineering conglomerate with over three decades of experience, operating in more than **20** countries.

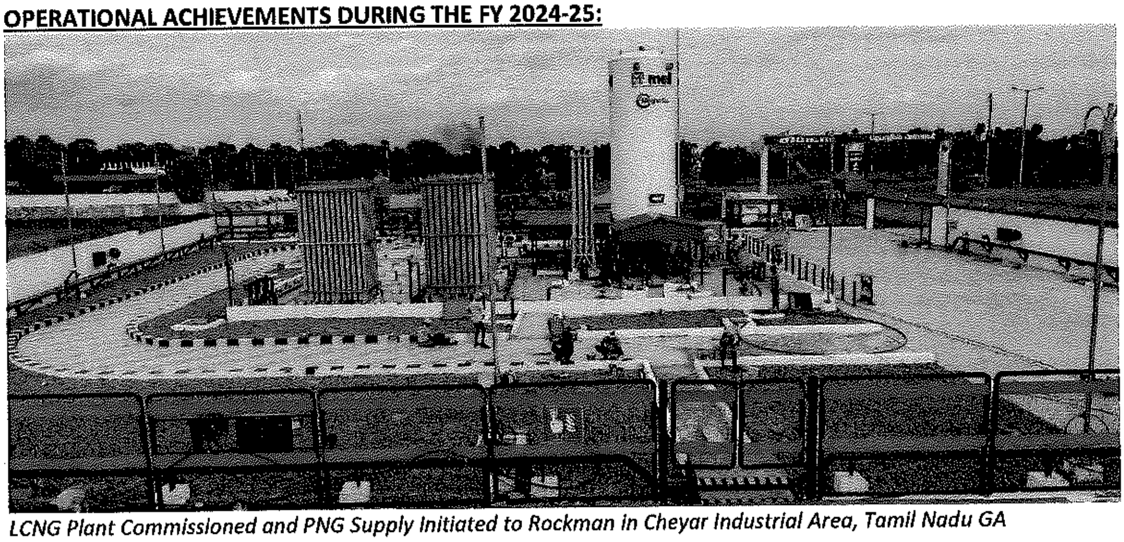
Since its inception, Megha Gas launched its maiden CGD activities in Andhra Pradesh's Krishna district, Karnataka's Belgaum and Tumkur, later spreading its service wings to the Telangana's Nalgonda, Rangareddy, Khammam, and Warangal districts and other parts of india. M/s. Megha City Gas Distribution Private Limited is authorized by the Petroleum and Natural Gas Regulatory Board (PNGRB) to establish and maintain sustainable natural gas infrastructure in **22** Geographical Areas (GA) spanning **62** districts across **10** states in India.

Megha gas is a sprinter in the Indian City Gas Distribution (CGD) Network. It strives to provide environment-friendly natural gas to households with cost-effective piped connections, in addition to CNG for vehicles.

We are dedicated to promoting the adoption of natural gas and enhancing its role in India's energy landscape. Our extensive network comprises over **10735** Km of MDPE and steel pipelines, ensuring convenient access to natural gas. So far, this infrastructure has connected over **120,000** households, **600** industries and commercial establishments to the benefits of natural gas. Additionally, we operate a network of more than **210** CNG stations, guaranteeing a consistent supply of CNG for the transport segment.

In Megha City Gas Distribution Private Limited, we take pride in leading India's energy transformation, providing clean, dependable, and cost-effective natural gas solutions to meet the energy needs of our esteemed customers.

OPERATIONAL ACHIEVEMENTS DURING THE FY 2024-25:



LCNG Plant Commissioned and PNG Supply Initiated to Rockman in Cheyar Industrial Area, Tamil Nadu GA

A series of remarkable milestones achieved by Megha Gas across multiple geographical areas, underscoring its commitment to expanding clean and sustainable energy infrastructure in India. From commissioning the very first piped natural gas (PNG) domestic connection in Rayagada GA to inaugurating new CNG and DBS stations across states such as Maharashtra, Madhya Pradesh, Tamil Nadu, Karnataka, Punjab, and Telangana, the company continues to strengthen its service network. Each launch enhances accessibility to eco-friendly energy, whether for households, industries, or transportation.

Several notable achievements include the inauguration of the first CGS & Mother Station in Tarn Taran, Punjab, the onboarding of NATCO Pharma Limited as a new industrial customer, and the launch of multiple CNG and DBS stations - such as the 25th CNG station at Thimmapalli, Telangana, and the 13th CNG installation in Belagavi, Karnataka. These expansions highlight Megha Gas's dedication to providing communities with reliable, efficient, and environmentally friendly fuel options while supporting India's clean energy transition.

Overall, these developments not only mark growth in operational footprint but also showcase Megha Gas's focus on sustainability, community convenience, and industrial partnerships. By steadily increasing its network of PNG, DBS, and CNG stations, the company is enabling wider adoption of green energy solutions and reinforcing its role as a key player in the country's energy transformation journey.

During the period under review, your Company achieved significant progress in strengthening its city gas distribution network and expanding clean energy infrastructure across multiple Geographical Areas.

1st CGS - Mother Station in Tarn Taran GA

inaugurated by Mr. Venkatesh Palimpati, Wholetime Director & CEO by Mr. Venkatesh Palimpati, Wholetime Director & CEO.

In June 2024, Megha City Gas successfully commercialized its fourth CNG station in Thanjavur at MPVR Petroleum, followed by the launch of the fourth CNG station (DBS) in Chikkaballapur GA at Kudamalakunte. The month also witnessed the eighth CNG station in Warangal GA at Chelpur and further expansion in Belagavi District with the twelfth station at Athani, the thirteenth at Butramatti, and the fourteenth at Kognoli, strategically located on NH-48 near the Karnataka–Maharashtra border. In Rangareddy, the twenty-fifth CNG station was inaugurated at Thimmapalli, while Jabalpur GA recorded the commercialization of its fifth CNG DBS station at Sihora BPCL. The month concluded with the inauguration of the first CGS–Mother Station in Tarn Taran GA.

In July 2024, the Company commenced operations of the fifth CNG station in Tarn Taran GA at Maan Filling Station (IOCL) and inaugurated the tenth CNG station in Khammam GA at Yellandhu, Janapriya Filling Station (IOCL).

The expansion continued in August 2024, with the tenth CNG station in Mahabubnagar GA at Marikal (BPCL, inaugurated by BPCL Territory Manager Shri Guru Raj), the twenty-sixth CNG station in Rangareddy GA at RK Petromart on the Srisailam Highway, and the sixth CNG station in Tarn Taran GA at Roshan Lal Filling Station (BPCL). In the same month, the Company also commercialized the fifth CNG station in Neemuch GA at Maa

Bagalamukhi Filling Station (BPCL) and launched the eleventh CNG station in Mahabubnagar GA at Raghu Vamsi Filling Station (MeghaGas).

Titlagarh LCNG Station Inaugurated by Hon. Minister Smt. Tukuni Sahu, Odisha

In September 2024, Megha City Gas inaugurated its second Mother Station along with a new branch office at Kothur IDA, Telangana. Further, in the Cheyar Industrial Area of Tamil Nadu GA, the Company successfully commissioned an LCNG plant and initiated PNG supply to Rockman, strengthening industrial gas supply.

The Company achieved further milestones in October 2024, including the commissioning of the seventeenth DBS in Nalgonda GA, the sixth DBS in Sagar GA, and the fifth DBS operations in Tiruvannamalai GA at Sri Murugan Agency, Arani. Additionally, CNG sales commenced at the LNG COCO outlet in Cheyyar (Thiruvannamalai GA), while the CGS-cum-Mother Station at Tindivanam, Thiruvannamalai GA was also commissioned during the month.

In November 2024, the Company commercialized a DBS at Vanshika Fuel in Narmadapuram, Chhindwara GA. This was followed in December 2024 by the launch of the eleventh CNG station at Kothagudem, Chunchupally (HPCL) in Khammam GA.

The new calendar year 2025 began with further expansion in Belagavi District, with the launch of the fifteenth CNG station at Kagwad (HPCL-Padmavati Petroleum, NH-160) in January. In February 2025, the Company inaugurated its twelfth CNG station in Khammam GA at BPCL-Sona Service Station, Prakashnagar, beside the Police Commissionerate.

The momentum continued in March 2025, with the grand opening of Sri Sai Green Fuel Agencies CNG DODO Station in Machilipatnam (Krishna GA), the successful commissioning of a Mother Station at Naranamangalam in Perambalur GA, and the commissioning of the twelfth DBS in Mahabubnagar GA.

Collectively, these thirty milestones underline Megha City Gas's unwavering commitment to enhancing energy accessibility, improving infrastructure reliability, and contributing to India's transition towards clean and sustainable fuel solutions.

CHANGE IN NATURE OF BUSINESS:

There is no change in the nature of business carried on by the Company during the year under review.

Grand Opening: Sri Sai Green Fuel Agencies CNG DODO Station Now Open in Machilipatna

STATE OF AFFAIRS:

The Company is engaged in the business to supply, transport and distribute all forms of conventional and non-conventional types of energy, including gaseous fuel and products derived from natural gas for domestic, commercial, industrial lighting, heating, motive power or any other purposes. Your Company has commenced its commercial operations or engaged in any revenue generating activities and incurred the net profit after tax of Rs. 336.59 Lakhs for the year under review.

DIVIDEND:

Keeping in view of the future expansion & financial position of the Company, your Board do not recommend any dividend for the year under review.

APPROPRIATIONS TO RESERVES:

No amount has been transferred to the reserves during the financial year.

TRANSFER OF UNCLAIMED DIVIDEND / DEBENTURE REDEMPTION / DEBENTURE INTEREST TO INVESTOR EDUCATION AND PROTECTION FUND:

Provisions of Section 124 and 125 of the Companies Act, 2013 do not apply to the Company as your Company did not declare any dividend.

MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT:

There were no material changes or commitments affecting the financial position of the company which occurred between the end of the financial year and the date of the Board Report.

DETAILS OF HOLDING, SUBSIDIARY, JOINT VENTURE OR ASSOCIATE COMPANIES:

Your Company does not have any Subsidiary, Joint Venture or Associate Company. Further, your company is a Wholly Owned Subsidiary (WOS) of Megha Engineering and Infrastructures Limited.

CAPITAL STRUCTURE:

As on 31st March 2025, the Authorized Share Capital of the Company is consisting of Rs. 1000,00,00,000/- consisting of 100,00,00,000 No's equity shares of Rs. 10/- each. The paid-up Share Capital stands at Rs. 180,15,00,000/- consisting of 18,01,50,000 No's equity shares of Rs. 10/- each as on 31st March 2025.

BOARD OF DIRECTORS OF THE COMPANY:

As on 31st March 2025, the Board of the Company comprises of 4 (Four) Directors. The Composition of the Board represents an optimal mix of professionalism, knowledge and experience and enables the Board to discharge its responsibilities and provide effective leadership for the business. Details of the Board of Directors are as follows:

Mr. P.V. Krishna Reddy	-	Director
Mr. Rajesh Reddy Peketi	-	Director
Mr. Venkatesh Palimpati	-	Whole Time Director
Mrs. Sudharani Puritipati	-	Additional Director

KEY MANAGERIAL PERSONNELS OF THE COMPANY:

As per the provisions of Section 203 of the Companies Act, 2013, as on 31st March 2025, followings are the Key Managerial Personnels (KMPs) of the Company:

Mr. Venkatesh Palimpati	-	Chief Executive Officer
Mr. Pratap Kumar Dash	-	Company Secretary
Mr. Dileep Kumar Sahoo	-	Chief Financial Officer

CHANGES IN THE COMPOSITION OF THE BOARD OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

Changes during the year under review:

During the year under review, Mr. Venkatesh Palimpati (DIN: 03588839), Director of the Company, has been appointed as the Whole Time Director of the Company w.e.f. 17th January 2025.

As per second Proviso to Section 149(1) read with Rule 3 of The Companies (Appointment and Qualification of directors) Rules, 2014 (Chapter 11), Mrs. Sudharani Puritipati (DIN: 02061208), appointed as Additional Director by the Board of Directors of the company at their meeting held on 22nd March 2025, and she holds office up to the date of this Annual General Meeting.

Further, during the year under review the following persons were appointed as the Key Managerial Personnel of the Company:

Name of the KMP	Designation	Date of Appointment
Mr. Pratap Kumar Dash	Company Secretary (ACS 47625)	03rd September 2024
Mr. Venkatesh Palimpati	Chief Executive Officer	17th January 2025
Mr. Dileep Kumar Sahoo	Chief Financial Officer	17th January 2025

Retire by rotation in the ensuing General Meeting:

In accordance with the provisions of Section 152 of the Companies Act, 2013, Mr. Venkata Krishna Reddy Puritipati (DIN: 01815061), Managing Director of the Company will retire by rotation at the ensuing 4th Annual General Meeting and being eligible offer himself for re-appointment.

The Board of Directors of the Company recommended the appointment of Mrs. Sudharani Puritipati (DIN: 02061208) as the Director of the Company in their Board meeting held on 03rd September 2025. Thus, the appointment of Mrs. Sudharani Puritipati (DIN: 02061208) as the Director of the Company has been placed before the members for their approval at item no. 3 of the Notice.

BOARD COMMITTEES:

As per the provisions of the Companies Act, 2013, the Company is not required to constitute any Committees of the Board as per the provisions of Companies Act, 2013 and Rules made there under.

NUMBER OF MEETINGS OF THE BOARD HELD DURING THE FINANCIAL YEAR:

During the year under review, 11 (Eleven) Board Meetings were convened. The provisions of Companies Act, 2013 and the Secretarial Standard on Meetings of the Board of Directors (SS-1) issued by the Institute of Company Secretaries of India were adhered while considering the periodicity and the maximum gap between any two Board Meetings was less than one 120 days.

Details of Composition of Board & Committees and attendance of the Directors during the period 2024-25:

Sr. No.	Name of the Director	Board Meetings		
		No. of Meetings which director was entitled to attend	No. of Meetings attended	% of attendance
1.	Mr. P. V. Krishna Reddy	11	11	100
2.	Mr. Venkatesh Palimpati	11	11	100
3.	Mr. Rajesh Reddy Peketi	11	11	100
4.	Mrs. Sudharani Puritipati	0	0	0

Sr. No.	Date of Meeting	Total No. of Directors associated as on the date of meeting	No. of Directors attended the meeting
1.	5th April 2024	3	3
2.	8th May 2024	3	3
3.	27th June 2024	3	3
4.	17th July 2024	3	3
5.	16th August 2024	3	3
6.	30th August 2024	3	3
7.	3rd September 2024	3	3
8.	26th September 2024	3	3
9.	12th December 2024	3	3
10.	17th January 2025	3	3
11.	22nd March 2025	3	3

SEPARATE MEETING OF INDEPENDENT DIRECTORS AND STATEMENT ON DECLARATION OF INDEPENDENT DIRECTORS:

As per the provisions of the Companies Act, 2013, your company is not required to appoint Independent Directors.

COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company and hence the Company has not devised any policy relating to appointment of Directors, payment of Managerial remuneration, Director's qualification, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134(5) of the Companies Act, 2013, the Board of Directors confirm to the best of their knowledge and belief that:

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

b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit & loss 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 the Companies Act, 2013 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.

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.

STATUTORY AUDITORS:

The Shareholders of the company at their Annual General meeting held on 30th September 2022 have appointed M/s. Darapaneni & Co, Chartered Accountants, Hyderabad as Statutory Auditors of the Company to audit the accounts of the Company for a period of 5 years from the conclusion of 1st Annual General Meeting until the conclusion of 6th Annual General Meeting to be held on 2027.

EXPLANATIONS OR COMMENTS BY THE BOARD ON QUALIFICATIONS, RESERVATION OR ADVERSE REMARKS OR DISCLAIMER MADE BY AUDITOR IN THE AUDIT REPORT:

M/s. Darapaneni & Co, Chartered Accountants, have conducted the statutory audit and issued the Auditors' Report which is self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation or adverse remark.

MAINTENANCE OF COST RECORDS & COST AUDITOR AND THEIR REPORT:

In accordance with the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, the Board of Directors has appointed M/s. Nageswara Rao & Co., (Firm Registration Number: 000332) Cost Accountants in practice, as the Cost Auditors of your Company to carry out the cost audit for the financial year 2024-25 and they have conducted the audit of the Cost Records.

M/s. Nageswara Rao & Co., (Firm Registration Number: 000332), have given their consents to act as Cost Auditors and they have confirmed that their appointment as Cost Auditor of your Company is in accordance with the limits specified under Section 141 of the Companies Act, 2013 and the Rules framed thereunder. The company also received a certificate from the cost auditor certifying their independence and arm's length relation with the Company.

Further they have been re-appointed for the FY 2025-26 also and the remuneration payable to the cost auditor is required to be placed before the members in the general meeting for their ratification. Accordingly, a resolution seeking members' ratification for the remuneration payable to M/s. Nageswara Rao & Co., (Firm Registration Number: 000332), is included in the Notice convening the Annual General Meeting.

SECRETARIAL AUDITORS AND THEIR REPORT:

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and Rules made thereunder, the Board has appointed M/s. R & A Associates, Practicing Company Secretaries, Hyderabad, to undertake the Secretarial Audit of the Company for the financial year 2024-25. The Secretarial Audit Report is annexed as **Annexure-I** and forms an integral part of this Board's Report.

There are no qualifications, reservations or adverse remarks in the Secretarial Audit Report for the financial year under review.

COMPLIANCE WITH SECRETARIAL STANDARDS:

The Directors have implemented proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and the SS-1 and SS-2 prescribed by the Institute of Company Secretaries of India (ICSI) as notified by the Ministry of Corporate Affairs being implemented by the Company for all its Board and General Meetings.

INTERNAL AUDITORS:

As per the provisions of Section 138 of the Companies Act, 2013 Mr. Tony Thomas, Head – IMAT, was appointed as Internal Auditor of the company and conducted the internal audit.

INTERNAL CONTROL SYSTEMS & THEIR ADEQUACY:

Your Company's internal control systems are commensurate with the nature of its business, the size and complexity of its operations with reference to the Financial Statements are adequate.

Your Company had taken steps to store the systems and has also put in proactive next generation preventive tools and capabilities. Your Board is of the opinion that the internal financial controls are adequate and are operating effectively.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

In terms of Section 135 of the Companies Act, 2013, every company having net worth of rupees five hundred crore or more, or turnover of rupees one thousand crore or more or a net profit of rupees five crore or more during the immediately preceding financial year shall constitute a Corporate Social Responsibility Committee and formulate a Corporate Social Responsibility (CSR) Policy. Since, the Company does not fall under the said criteria, the provisions of Section 135 of the Companies Act, 2013, are not applicable to the Company.

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:

Information in accordance with the provisions of Section 134(3) (m) of the Companies Act, 2013 read with the rules made thereunder, regarding conservation of energy, technology absorption and foreign exchange earnings and outgo is as under: -

A	**Conservation of energy:**		
	The Company continues its efforts to reduce and optimise the use of energy consumption at all its place of business. • Reducing AC operation timing. • Using natural sunlight instead of using light at daytime. Your Company is putting all its best practices to conserve energy.		
B	**Technology Absorption**	NA	
C	**Foreign Exchange Earnings & Outgo**	**Current Year**	**Previous year**
	Foreign Exchange Earnings	Nil	Nil
	Foreign Exchange Outgo	Nil	Nil

LOANS, ADVANCES, GUARANTEES AND INVESTMENTS:

There were no instances of Loans, Guarantees, Securities and Investments made by the Company during the year ended 31st March 2025.

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND YOUR COMPANY'S OPERATIONS IN FUTURE:

No significant and materials orders were passed by the regulators or courts or tribunals impacting the going concern status and your Company's operations in future. There was no application made or proceeding pending against the Company under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year under review.

RELATED PARTY TRANSACTIONS AND PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

All related party transactions that were entered into during the financial year were on an arm's length basis and were in the ordinary course of business. There are no materially significant related party transactions made by your Company with Promoters, Directors, Key Managerial Personnel or other related parties which may have a potential conflict with the interest of your Company at large.

The particulars of contracts or arrangements with related parties are provided in **Annexure II** in Form **AOC-2** pursuant to section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 and forms part of this report.

ANNUAL RETURN:

In accordance with Section 134 (3) (a) of the Act a copy of Annual Return in the prescribed format i.e., Form MGT-7 is placed on the website of your Company and may be accessed at: https:// https://meghagas.com/content/uploads/2024/08/MGT-7-2024-25.pdf.

HUMAN RESOURCES:

Your Company recognizes the critical importance of its human capital. As a technology-led design Company, we continue to focus on attracting and retaining top talent. The health and well-being of our employees is the top priority of your Company. It has been our constant endeavor to ensure employees feel safe, cared for, and supported.

VIGIL MECHANISM:

Your Company believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behavior.

Pursuant to Section 177(9) of the Act, a vigil mechanism was established for directors and employees to report to the management instances of unethical behavior, actual or suspected, fraud or violation of the Company's code of conduct or ethics policy. The Vigil Mechanism provides a mechanism for employees of the Company to approach the Chairman of the Audit Committee of Directors of the Company for redressal. No person has been denied access to the Chairman of the Audit Committee of Directors.

The said policy has also been disclosed on the website of the Parent Company i.e., M/s. Megha Engineering & Infrastructures Limited at the link https://meil.in/whistle-blower.

RISK MANAGEMENT POLICY:

The Company has a business risk management framework to identify and evaluate business risks and opportunities. This framework aims to create transparency, minimize adverse impact on the business objectives and focuses on ensuring that these risks are identified on a timely basis and addressed to protect the interest of all stakeholders.

DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

Your Company strongly supports the rights of all its employees to work in an environment, free from all forms of harassment. Your Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at workplace as per the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder. The policy aims to provide protection to Employees at the workplace and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment, where Employees feel secure. The Company is committed to uphold and maintain the dignity of woman and complies with the requirements of the aforesaid provisions through the ICC constituted by Megha Engineering & Infrastructures Limited, the holding company.

Your Company has not received any complaint of sexual harassment during the year.

COMPLIANCE WITH THE PROVISIONS RELATING TO THE MATERNITY BENEFITS ACT, 1961.

Your Company complies with the provisions of the Maternity Benefit Act, 1961, extending all statutory benefits to eligible women employees, including paid maternity leave, continuity of salary and service during the leave period, and post-maternity support such as nursing breaks and flexible return-to-work options, as applicable. Your company remains committed to fostering an inclusive and supportive work environment that upholds the rights and welfare of its women employees in accordance with applicable laws.

OTHER DISCLOSURES:

Your directors state that no disclosure or reporting is required in respect of the following matters as there were no transactions on these matters during the year under review.

a) No fraud has been reported by the Auditors to the Board.
b) The Company has not made any application under the Insolvency and Bankruptcy Code, 2016. There is no proceeding pending under the Insolvency and Bankruptcy Code, 2016

c) There was no instance of one-time settlement with any Bank or Financial Institution
d) The being an unlisted Company is not required to provide the details of remuneration under the provisions of section 197(12) of the Companies Act, 2013 vis-vis Rule 5(1), 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014
e) During the financial year under review, your Company has not accepted ant deposits from the public with the meaning of Section 73 and other applicable provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules.

ACKNOWLEDGEMENT:

We thank our clients, vendors, Shareholders and bankers for their faith, trust and confidence reposed in your Company and continued support during the year. We place on record our appreciation for the contribution made by our employees at all levels. Our consistent growth was made possible by their hard work, solidarity, co-operation and support.

We thank the governments of various countries wherever we have our operations. We thank the Government of India and various state governments and look forward to their continued support in the future. We also thank the Overseas governments wherever the Company is having its subsidiaries and branches.

Your Directors wish to place on record their sincere appreciation for the dedicated efforts and consistent contribution made by the employees at all levels, to ensure that your Company continues to grow and excel.

By Order of the Board
For **MEGA CITY GAS DISTRIBUTION PRIVATE LIMITED**

P. V. KRISHNA REDDY
Director
DIN: 01815061

P. VENKATESH
Whole time Director & CEO
DIN: 03588839

Date: 03.09.2025
Place: Hyderabad

MEGHA CITY GAS DISTRIBUTION PVT LTD

ANNEXURE-II

Form No. AOC-2

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

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

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

All the contracts or arrangements or transactions of the Company with related parties have been priced at arm's length basis.

2. Details of material contracts or arrangements or transactions at Arm's length basis:

The following are the contracts/arrangements/transactions entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 which are at arm's length basis.

Name(s) of the related party	Nature of relationship	Nature of Contract/ arrangements/ transactions	Duration of the Contract/ arrangements/ transactions	Salient terms of the contracts/ arrangements/ transactions including the value, if any	Date(s) of approval by the Board, if any	Advances, if any	Total Amount (Rs. in Lakhs)
Megha Engineering & Infrastructures Limited	Holding Company	Lease Rent	As per terms and conditions of Agreement/ arrangement/ contract	As per terms and conditions of Agreement/ arrangement/ contract	Not applicable	Nil	58.41
Megha Engineering & Infrastructures Limited	Holding Company	Sale of Gas	As per terms and conditions of Agreement/ arrangement/ contract	As per terms and conditions of Agreement/ arrangement/ contract	Not applicable	Nil	10.40

By Order of the Board
For **MEGA CITY GAS DISTRIBUTION PRIVATE LIMITED**

Date: 03.09.2025
Place: Hyderabad

P.V. KRISHNA REDDY
Director
DIN: 01815061

P.VENKATESH
CEO & Whole Time Director
DIN: 03588839

MEGHA CITY GAS DISTRIBUTION PVT. LTD.

INDIA

DARAPANENI & Co.,
CHARTERED ACCOUNTANTS
Flat No 1A, Rama Apartments, Plot No.84,
Srinagar Colony, Hyderabad - 500073.
Phone : 7981254750, E-mail: darapaneni1986@gmail.com

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **M/s Megha City Gas Distribution Private Limited (the "Company")**, which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash Flows and the Statement of Changes in Equity for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS"), and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025 and its profit, other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Companies Act, 2013 (the "Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Financial Statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of IND AS the Financial statements of the current financial year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. **There are no key audit matters communicated during the financial year.**

DARAPANENI & Co. Hyderabad Chartered Accountants

Information Other than the Financial Statements and Auditor's Report Thereon ('other information')

The Boards of Directors of the Company is responsible for the preparation of other information. The other information comprise the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon.

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

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

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

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these 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 Ind AS and other accounting principles generally accepted in India.

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

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

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

Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the Financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement

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resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

• Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

• Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

• Obtain sufficient appropriate audit evidence regarding the financial information of the Company to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, to the extent applicable that:

   a) We have sought and obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.

   b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

DARAPANENI & Co. Hyderabad Chartered Accountants

c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.

e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended. In our opinion and to the best of our information and according to the explanations given to us, during the year no managerial remuneration has been paid or provided by the Company.

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, 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 financial statements;

ii. The Company did not have any material foreseeable losses against long-term contracts including derivative contracts and thereby requirement for making provision in this respect is not applicable to the company;

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company;

iv. a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) other than as disclosed in the notes on accounts, have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on

Hyderabad
Chartered Accountants

behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c. Based on the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material mis-statement; and

v. No Dividend has been declared or paid during the year by the company.

vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with

Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the company with effect from April 01, 2023, and accordingly, reporting under Rule 11(g) of Companies (Audit and Auditors) Rules, 2014 is not applicable for the financial year ended 31st March, 2025.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Darapaneni & Co.
Chartered Accountants,
FRN: 000685S

Sree Rama Chandra Murthy Ch
Partner
M. No: 233010
UDIN: 25233010BMIBFF5502

Date: 03-09-2025
Place: Hyderabad

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under "Report on Other Legal and Regulatory Requirements" section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **M/s Megha City Gas Distribution Private Limited** (the "Company") as of March 31, 2025 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date which includes internal financial controls over financial reporting.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to respective 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.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company, based on our audit.

We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing ("SA"s) prescribed under Section 143(10) of the Companies Act, 2013 (the "Act"), to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting 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 financial statements, whether due to fraud or error.

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

DARAPANENI & Co. Hyderabad Chartered Accountants

Meaning of Internal Financial Controls Over Financial Reporting

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

Inherent Limitations of Internal Financial Controls Over Financial Reporting

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

Opinion

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2025, based on the criteria for internal financial control over financial reporting established by the respective 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 Darapaneni & Co.
Chartered Accountants,
FRN: 000685S

DARAPANENI & Co. Hyderabad Chartered Accountants

Date: 03-09-2025
Place: Hyderabad

Sree Rama Chandra Murthy Ch
Partner
M. No: 233010
UDIN: 25233010BMIBFF5502

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **M/s Megha City Gas Distribution Private Limited** of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

(i) In respect of the Company's property, plant and equipment and intangible assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment, capital work-in progress, investment properties and relevant details of right-of-use assets.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The Company has a program of physical verification of its major part of property, plant and equipment and investment properties in a phased manner over periodical intervals, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain assets were due for verification during the year and were physically verified by the Management during the year. No material discrepancies were noticed on such verification.

(c) With respect to immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements as a part of property, plant and equipment and based on the examination of the registered sale deed / transfer deed /conveyance deed provided to us, we report that, the title deeds of such immovable properties are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) and intangible assets during the year.

(e) No proceedings have been initiated or is pending against the company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

(ii) In respect of the Company's inventories:

(a) The inventories, which consists of natural gas in pipelines / cascades / tanks which are not physically verifiable. However the company has been ascertaining the measurements of such natural gas in pipelines / cascades / tanks in our opinion the procedure of such measurements by the management is appropriate; According to the information and explanation given to us no material discrepancies were noticed on such measurements.

(b) The company has not been sanctioned working capital limits in excess of five crore rupees, in aggregate, at any point of time during the year, from bank on the basis of security of current assets and hence reporting under clause (ii) (b) of the Order is not applicable.

(iii) During the year, the Company has not made any investment in, provided any guarantee or security to companies, firms, limited liability partnerships or any other parties. During the year, the Company has granted unsecured loans to other parties in respect of which:

(a) Aggregate amount of loan provided to associate is Rs. Nil and balance outstanding at the balance sheet date is Rs. Nil.

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(b) **During the year, aggregate amount of loan provided to employees is Rs. 0.4943 crores and balance outstanding at the balance sheet date is Rs. 0.5325 crores.**

(c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are regular as per stipulation.

(d) In respect of loans granted by the Company, there is no amount overdue for more than 90 days at the balance sheet date.

(e) During the year, the company has not given any loans or advance in the nature of loan granted which has fallen due during the year. No loans have been renewed or extended or fresh loans granted to settle overdues of existing loans. Hence clause 3(e) of the order is not applicable.

(f) The Company has not granted any loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause (iii)(f) is not applicable.

(iv) The company has not given any loans or guarantees/made any investments within the meaning of sections 185 & 186 of The Companies Act, 2013.

(v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause (v) of the Order is not applicable.

(vi) We have broadly reviewed the books of account maintained by the Company in respect of products (Natural Gas) pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013, and are of the opinion that prima facie, the specified accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.

(vii) In respect of statutory dues:

(a) The Company has generally been regular in depositing undisputed statutory dues, including Provident Fund, Employees' State Insurance, Income-tax, Goods and Service Tax, Sales Tax, duty of Custom, duty of Excise, Value Added Tax and corresponding cess and other material statutory dues applicable to it to the appropriate authorities.

(b) There were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income-tax, Goods and Service Tax, Sales Tax, duty of Custom, duty of Excise, Value Added Tax and corresponding cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.

(c) There are no statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2025 on account of disputes.

(viii) The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause (viii) of the Order is not applicable to the Company

(ix) In respect of borrowings:

(a) In our opinion, during the year, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

DARAPANENI & Co. Hyderabad Chartered Accountants

(c) On the basis of overall examination of financial statements of the Company, there are no Term loans availed by the Company during the year.

(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries or associates or joint ventures.

(f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Hence, the requirement to report on clause (ix)(f) of the Order is not applicable to the Company

(x) In respect of issue of securities:

(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause (x)(a) of the Order is not applicable.

(b) **During the year, the Company has made a preferential allotment of Equity Shares. In our opinion and according to the information and explanation given to us, the company has complied with section 62 of The Companies Act, 2013 and also utilised funds raised by way of preferential allotment of equity shares for the purpose for which they were raised.**

(xi) In respect of fraud:

(a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) As represented to us by the management, there are no whistle blower complaints received by the company during the year, accordingly, provisions of clause 3(xi)(c) of the order are not applicable.

(xii) The Company is not a Nidhi Company. Therefore, reporting under clause (xii) of the Order is not applicable.

(xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Act, where applicable, for all transactions with the related parties undertaken during the year and the details of such related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.

(xiv) **As per section 138 of the Company Act 2013, the company was required to appoint an internal auditor, however no such appointment has been made by the company during the year.**

(xv) In our opinion, during the year the Company has not entered any non-cash transactions with its Directors or persons connected to its Directors and hence provisions of section 192 of the Act are not applicable.

(xvi) (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause (xvi)(a), (b) and (c) of the Order is not applicable.

Darapaneni & Co. Hyderabad Chartered Accountants

(b) The Company is not a Core Investment Company (CIC). Hence reporting under this clause is not applicable

(xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx) Section 135 of Companies Act, 2013 is not applicable on the company, hence, the requirement to report on clause (xx) is not applicable on the company.

For Darapaneni & Co.,
Chartered Accountants,
FRN: 000685S

DARAPANENI & Co. Hyderabad Chartered Accountants

Sree Rama Chandra Murthy Ch
Partner
M. No: 233010
UDIN: 25233010BMIBFF5502

Date: 03-09-2025
Place: Hyderabad

MeghaGas | MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

CIN : U40106TG2021PTC154806

S-2, Technocrat Industrial Estate, Balanagar, Hyderabad, TG 500037, IN

BALANCE SHEET AS AT MARCH 31, 2025

(All amounts are in rupees lakhs unless specified)

	Particulars	Note	As at March 31, 2025	As at March 31, 2024
I	**ASSETS**			
1	**Non-Current Assets**			
	(a) Property,Plant and Equipment	3	1,34,751.94	1,19,490.91
	(b) Other Intangible assets	3A	64.17	74.23
	(c) Capital Work-in-Progress	4	5,651.57	2,578.78
	(d) Right of Use Assets	5	293.62	330.46
	(e) Financial Assets			
	(i) Other Financial Assets	6	526.97	505.17
	(f) Other Non-Current Assets	7	194.92	104.75
	Total Non-Current Assets		**1,41,483.19**	**1,23,084.30**
2	**Current Assets**			
	(a) Inventories	8	1,493.80	738.69
	(b) Financial Assets			
	i) Investments	9	-	775.69
	ii) Trade Receivables	10	4,616.56	3,779.06
	iii) Cash and Cash Equivalents	11	615.31	702.41
	iv) Bank balances other than (iii) above	11A	533.33	296.15
	v) Other Financial Assets	12	94.49	50.00
	(c) Current Tax Assets	13	124.29	57.65
	(d) Other Current Assets	14	3,766.88	1,817.16
	Total Current Assets		**11,244.66**	**8,216.81**
	Total Assets (1+2)		**1,52,727.85**	**1,31,301.11**
II	**EQUITY AND LIABILITIES**			
1	**Equity**			
	a) Equity Share Capital	15	18,015.00	15.00
	b) Other Equity	16	(1,562.38)	(1,898.95)
	Total Equity		**16,452.62**	**(1,883.95)**
2	**Liabilities**			
	A. Non-Current Liabilities			
	(a) Financial Liabilities			
	i) Borrowings	17	99,698.00	61,500.00
	ii) Lease Liabilities	18	278.91	305.84
	(b) Provisions	19	101.52	83.30
	(c) Deferred Tax Liabilities (net)	20	2,295.22	2,171.58
	Total Non-Current Liabilities		**1,02,373.65**	**64,060.72**
	B. Current Liabilities			
	(a) Financial Liabilities			
	i) Borrowings	21	1,037.40	969.42
	ii) Trade Payables	22		
	A. Total outstanding dues of MSMEs		-	-
	B. Total outstanding dues of creditors other than MSMEs		5,351.35	2,201.01
	iii) Lease Liabilities	23	26.93	20.16
	iv) Other Financial Liabilities	24	24,924.47	63,019.65
	(b) Other Current Liabilities	25	2,556.70	2,910.28
	(c) Provisions	26	4.73	3.82
	Total Current Liabilities		**33,901.58**	**69,124.34**
	Total Liabilities (A+B)		**1,36,275.23**	**1,33,185.06**
	Total Equity and Liabilities (1+2)		**1,52,727.85**	**1,31,301.11**

Notes forming part of financial statement from 1 to 58

In terms of our report attached
For Darapaneni & Co
Chartered Accountants
Firm Registration No. 000685S

DARAPANENI & Co. Hyderabad Chartered Accountants

CH. Sree Ramachandra Murthy
Partner
Membership No. 233010
UDIN:
Place : Hyderabad
Date: 03.09.2025

For and on behalf of the Board of Directors

P.V.Krishna Reddy
Director
DIN: 1815061

P. Venkatesh
Whole Time Director & CEO
DIN: 03588839

Dillip Kumar Sahoo
Chief Financial Officer

Pratap Kumar Dash
Company Secretary
M.No. 47625

MEGHA CITY GAS DISTRIBUTION PVT LTD

MeghaGas | MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

CIN : U40106TG2021PTC154806

S-2, Technocrat Industrial Estate, Balanagar, Hyderabad, TG 500037, IN

Statement of Profit and Loss for the year ended March 31, 2025

(All amounts are in rupees lakhs unless specified)

	Particulars	Note	For the year ended March 31, 2025	For the year ended March 31, 2024
I.	**Income**			
	Revenue from Operations	27	87,512.47	52,407.92
	Other Income	28	53.33	30.07
	Total Income		**87,565.80**	**52,437.99**
II.	**Expenses:**			
	Cost of Material Consumed	29	56,685.88	34,158.18
	Other Direct Cost	30	4,253.60	2,655.06
	Excise duty		6,556.77	3,714.92
	Employee Benefits Expenses	31	1,052.61	912.58
	Finance Costs	32	8,027.10	5,860.67
	Depreciation and Amortization Expenses	33	6,701.57	3,380.30
	Other Expenses	34	3,837.92	1,745.71
	Total Expenses		**87,115.45**	**52,427.42**
III.	**Profit Before Tax (I-II)**		**450.35**	**10.57**
IV.	**Tax Expense:**			
	(1) Deferred tax	35	121.15	(458.32)
			121.15	**(458.32)**
V.	**Profit/(Loss) for the year (III-IV)**		**329.20**	**468.89**
VI.	**Other Comprehensive Income**			
	(i) Items that will not be reclassified to profit and Loss			
	Loss on re-measurements of defined benefit obligations		9.86	(12.59)
	(ii) Income tax relating to items that will not be reclassified to profit or loss		(2.48)	3.17
	Total Other Comprehensive Income		**7.38**	**(9.42)**
VII.	**Total Comprehensive Income for the year (V+VI)**		**336.58**	**459.47**
VIII.	**Earnings per equity share of face value of Rs.10 each**			
	(1) Basic		0.19	306.31
	(2) Diluted		0.19	306.31

Notes forming part of financial statement from 1 to 58

In terms of our report attached.
For Darapaneni & Co
Chartered Accountants
Firm Registration No.000685S

Darapaneni & Co. Hyderabad Chartered Accountants

CH. Sree Ramachandra Murthy
Partner
Membership No. 233010
UDIN:
Place : Hyderabad
Date: 03.09.2025

For and on behalf of the Board of Directors

P.V.Krishna Reddy
Director
DIN: 1815061

P. Venkatesh
Whole Time Director & CEO
DIN: 03588839

Dillip Kumar Sahoo
Chief Financial Officer

Pratap Kumar Dash
Company Secretary
M.No. 47625

MEGHA CITY GAS DISTRIBUTION PVT.LTD. S2, TIE, BALANAGAR, HYDERABAD-37.

MeghaGas | MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

CIN : U40106TG2021PTC154806

S-2, Technocrat Industrial Estate Balanagar Hyderabad TG 500037 IN

Statement of Cash Flows for the year ended 31.03.2025

(All amounts are in rupees lakhs unless specified)

Particulars	For the year ended 31.03.2025	For the year ended 31.03.2024
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	**450.35**	**10.57**
Adjustments for :		
Interest expense on inter corporate deposit	7,744.03	5,610.53
Interest expense on lease obligations	29.34	31.00
Interest income on fixed deposits	(43.36)	(16.77)
Interest income on income tax refunds	(2.57)	(1.05)
Dividend income	(1.83)	(7.74)
Depreciation of Right of use assets	36.84	36.84
Depreciation of property, plant and equipment	6,664.73	3,343.46
Operating Profit Before Working Capital Changes	**14,877.53**	**9,006.85**
Movements in working capital :		
(Increase)/decrease in Inventories	(755.11)	(590.21)
(Increase)/decrease in Trade Receivables	(837.50)	(1,650.97)
(Increase)/decrease in other assets	(1,990.60)	(1,689.13)
Increase/(decrease) in Trade Payables	3,150.34	2,110.64
Increase/(decrease)in other liabilities and provisions	(1,522.53)	3,192.65
Cash Generated from Operations	**12,922.13**	**10,379.82**
Income Taxes Paid	(64.07)	(37.83)
Net Cash Generated From Operating Activities	**12,858.06**	**10,341.99**
B. CASH FLOW FROM INVESTING ACTIVITIES		
Payments for property, plant and equipment and Capital work in progress (net of capital advances)	(63,896.06)	(8,851.48)
(Increase)/decrease in fixed deposits	1.90	(142.05)
Interest received on fixed deposits	16.06	2.89
Dividend received on mutual funds	1.83	7.74
(Purchase)/redemption of investments in mutual funds	775.69	(775.69)
Net Cash Used in Investing Activities	**(63,100.58)**	**(9,758.58)**
C. Cash Flow From Financing Activities		
Proceeds from non current borrowings	38,198.00	-
Proceeds from current borrowings	0.00	(0.01)
Proceeds from issuance of share capital	18,000.00	-
Interest paid	(5,755.90)	(561.05)
Payment of lease liabilities	(49.50)	(44.30)
Net Cash Generated From/(Used in) Financing Activities	**50,392.60**	**(605.36)**
D. Net Increase/(Decrease) in Cash and Cash Equivalents	**150.08**	**(21.96)**
E. Cash and Cash Equivalents at the beginning of the year	**998.56**	**1,020.51**
F. Cash and Cash Equivalents at the end of the year	**1,148.64**	**998.56**
Cash & Cash Equivalents comprise:		
Cash in hand	100.88	29.81
Balance with banks in current accounts	514.43	672.60
Other bank balances	533.33	296.15
Total Cash & Cash Equivalents	**1,148.64**	**998.56**

In terms of our report attached.

For Darapaneni & Co.

Chartered Accountants

Firm Registration No. 000685S

DARAPANENI & Co. Hyderabad Chartered Accountants

CH. Sree Ramachandra Murthy

Partner

Membership No. 233010

UDIN:

Place : Hyderabad

Date: 03.09.2025

MEGHA CITY GAS DISTRIBUTION PVT. LTD. S2 TIE BALANAGAR HYDERABAD-37.

For and on behalf of the Board of Directors

P.V.Krishna Reddy

Director

DIN: 1815061

P. Venkatesh

Whole Time Director & CEO

DIN: 03588839

Dillip Kumar Sahoo

Chief Financial Officer

Pratap Kumar Dash

Company Secretary

M.No. 47625

MeghaGas | MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

CIN : U40106TG2021PTC154806

S-2, Technocrat Industrial Estate, Balanagar, Hyderabad, TG 500037, IN

Statement of changes (Draft) in equity for the year ended March 31, 2025

(All amounts are in rupees lakhs unless specified)

A. Equity share capital

1) Balance as at March 31, 2025

Balance as at 01st April 2024	Changes in equity share capital during the current year	Balance as at 31st March 2025
15.00	18,000.00	18,015.00

2) Balance as at March 31, 2024

Balance as at 01st April 2023	Changes in equity share capital during the current year	Balance as at 31st March 2024
15.00	-	15.00

B. Other equity

1) Balance as at March 31, 2025

Particulars	Reserves & surplus
	Retained earnings
Balance as at 01st April 2024	(1,898.95)
Add: Profit for the year	336.58
Balance as at 31st March 2025	**(1,562.38)**

2) Balance as at March 31, 2024

Particulars	Reserves & surplus
	Retained earnings
Balance as at 01st April 2023	(2,358.43)
Add: Profit for the year	459.48
Balance as at 31st March 2024	**(1,898.95)**

For Darapaneni & Co
Chartered Accountants
Firm Registration No. 000685S

Darapaneni & Co. Hyderabad Chartered Accountants

CH. Sree Ramachandra Murthy
Partner
Membership No. 233010
UDIN:
Place : Hyderabad
Date: 03.09.2025

For and on behalf of the Board of Directors

P.V.Krishna Reddy
Director
DIN: 1815061

P. Venkatesh
Whole Time Director & CEO
DIN: 03588839

Dillip Kumar Sahoo
Chief Financial Officer

Pratap Kumar Dash
Company Secretary
M.No. 47625

MEGHA CITY GAS DISTRIBUTION PVT. LTD. S2 TIE BALANAGAR HYDERABAD-37.

1. Corporate Information

Megha City Gas Distribution Private Limited is a Private Limited Company incorporated on September 09, 2021 under the provision of the Companies Act, 2013 having its registered office at S-2, T.I.E, Balanagar, Hyderabad-500037, Telangana, India. The Company is engaged in City Gas Distribution ("CGD") business and supplies natural gas to domestic, commercial, industrial and supplies gas to vehicles running with natural gas.

2. MATERIAL ACCOUNTING POLICIES

I. Basis of preparation and presentation

a. Statement of compliance

The Company's financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Amendment Rules, 2016 as applicable. In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations require a different treatment.

The financial statements are presented in Indian rupees except when otherwise stated. All amounts have been rounded off to the nearest lakhs, unless otherwise indicated. The financial statements have been approved for issue by the board of directors at its meeting held on 3rd September, 2025

b. Basis of accounting

These financial statements are prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values and the provisions of the Companies Act, 2013 ('Act').

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, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Fair value measurements under Ind AS are categorized as below based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the company can access at measurement date;
- Level 2 inputs are inputs, other than quoted prices included in level 1, that are observable for the asset or liability, either directly or indirectly; and

- Level 3 inputs are unobservable inputs for the valuation of assets/liabilities

c. Presentation of financial statements

The Balance Sheet and the Statement of Profit and Loss are prepared and presented in the format prescribed in the Schedule III to the Companies Act, 2013 ("the Act"). The statement of cash flows has been prepared and presented as per the requirements of Ind AS 7 "Statement of Cash flows". The disclosure requirements with respect to items in the Balance Sheet and Statement of Profit and Loss, as prescribed in the Schedule III to the Act, are presented by way of notes forming part of the financial statements along with the other notes required to be disclosed under the notified Accounting Standards.

- **Operating cycle for current and non-current classification**

  The Company has ascertained its normal operating cycle as twelve months for the purpose of current/non-current classification of assets and liabilities. This is based on the nature of services and time between acquisition of assets or inventories for processing and their realisation in cash and cash equivalents.

d. Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in these financial statements have been disclosed.

Estimates and judgements are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the Company and that are believed to be reasonable under the circumstances. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

Summary of material accounting policies.

Revenue Recognition:

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation Income is recognized when control of the goods has transferred i.e., at a point of time. The Company recognizes revenue on satisfaction of performance obligation to its customer. Revenue is measured based on the consideration specified in a contract with the customer and excludes taxes collected on behalf of the government authorities. The amount recognized as revenue is stated inclusive of excise duty and exclusive of sales tax /value added tax (VAT) and Goods and service tax (GST).

Revenue from sale of Natural Gas is recognized at the point in time when control is transferred to the customer, generally on delivery of the gas on metered/assessed measurements facility Sales are billed bi-monthly for domestic customers, fortnightly for commercial and non-commercial customers and fortnightly basis for industrial customers.

Revenue from sale of Compressed Natural Gas (CNG) is recognized at the point in time when control is transferred to the customer, generally on delivery of the gas to consumers from retail outlets and is billed fortnightly cycle in case of OMC customers.

Gas transmission income is recognized over the period in which the related volumes of gas are delivered to the customers.

Gas transportation income is recognized in the same period in which the related volumes of gas are delivered to the customers.

Other income:

Interest income:

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

Income in respect of interest/ late payment charges on delayed realizations from customers and cheque bounce charges, if any, is recognized on grounds of prudence and on the basis of certainty of collection.

e. Property, plant and equipment (PPE)

Property, plant and equipment is recognised 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. Property, plant and equipment is stated at original cost net of tax/duty credits availed, if any, less accumulated depreciation and cumulative impairment, if any. Property, plant and equipment acquired on hire purchase basis are recognised at their cash values. The cost of property, plant and equipment comprises its purchase price and other attributable expenditure incurred in making the asset ready for its intended use and interest on borrowings attributable to acquisition of qualifying property, plant, and equipment up to the date the asset is ready for its intended use.

The gas distribution networks are treated as commissioned when supply of gas commences to the customer(s). Considering the voluminous data and materiality involved, the Pipeline Network project assets and connection equipment project assets are capitalized when the assets are commissioned and completed.

Assets installed at customer premises, including meters and regulators where applicable, are recognised as property plant and equipment if they meet the definition provided under Ind AS-16 subject to materiality as determined by the management and followed consistently.

Property, plant and equipment not ready for the intended use on the date of the Balance Sheet are disclosed as "capital work-in-progress". (Also refer to policies on leases, borrowing costs, impairment of assets and foreign currency transactions infra).

Depreciation

Depreciation is calculated using the straight-line method, net of their residual value, considering the useful life prescribed in Schedule II of the Companies Act, 2013 except in respect of following assets, in which case, useful lives of the assets have been assessed as per the below table considering the nature of asset, the estimated usage of the asset and the operating conditions of the asset etc.,

Asset	Useful life
Pipelines	20 years
Gas distribution and processing unit	20 years
GNG Plant and other assets	20 years

Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

Depreciation on additions to/deductions from, owned assets is calculated pro rata to the period of use.

Depreciation charge for impaired assets is adjusted in future periods in such a manner that the revised carrying amount of the asset is allocated over its remaining useful life.

Capital work in Progress:

Capital Work in Progress includes expenditure incurred on assets, which are yet to be commissioned and capital inventory, which comprises stock of capital items/construction materials at respective city gas network.

All the directly identifiable and ascertainable expenditure, incidental and related to construction incurred during the period of construction on a project, till itis commissioned, are kept as Capital work in progress (CWIP) and disclosed under 'Capital work-in progress' and after commissioning the same is transferred/allocated to the respective category of property, plant and equipment.

Further, advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date are classified as capital advances under other non- current assets.

Impairment of assets

Property, plant and equipment

Property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. The recoverable amount (i.e., the higher of the fair value less cost to sell and the value in use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets for the purpose of impairment testing. In such cases, the recoverable amount is determined for the CGU to which the asset belongs. If such assets considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

f. Employee Benefits

Short term employee benefits:

Employee benefits such as salaries, wages, short term compensated absences, expected cost of bonus, ex-gratia and performance-linked rewards falling due wholly within twelve months of rendering the service are classified as short-term employee benefits and are treated as expense in the period in which the employee renders the related service.

Post-employment benefits

Defined contribution plans

The Company's contributions to Superannuation fund and Provident fund to Regional Provident Fund Commissioner, are considered as defined contribution plans and are charged as an expense based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

Contribution to Gratuity fund is considered as defined benefit plan. the cost of providing benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Remeasurement, comprising actuarial gains and losses, the effect of the changes to the asset ceiling (if applicable) and the return on plan assets (excluding net interest), is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Re measurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss. Past service cost is recognised in profit or loss in the period of a plan amendment. Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset.

g. Leases (as per IND AS 116)

The determination of whether an agreement is, or contains, a lease is based on the substance of the agreement at the date of inception.

(i) **Finance leases**

a. Leases where the company has substantially all the risks and rewards of ownership of the related assets are classified as finance leases. Assets under finance leases are capitalized at the commencement of the lease at the lower of the fair value or the present value of minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost, to obtain a constant periodic rate of interest on the outstanding liability for each period.

b. Assets given under a finance lease are recognized as receivable at an amount equal to the net investment in the lease. Lease income is recognized over the period of the lease so as to yield a constant rate of return on the net investment in the lease.

(ii) **Operating leases**

The leases which are not classified as finance lease are operating leases.

The Company recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the site on which it is located, less any lease incentives received.

Certain lease arrangements include the option to extend or terminate the lease before the end of the lease term. The right-of-use assets and lease liabilities include these options when it is reasonably certain that the option will be exercised.

The lease liability is initially measured at the present value of the lease payments, discounted using the Company's incremental borrowing rate. It is remeasured when there is a change in future lease payments arising from a change in an index or a rate, or a change in the estimate of the guaranteed residual value, or a change in the assessment of purchase, extension, or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right of-use asset or is recorded in the Statement of Profit and Loss if the carrying amount of the right-of-use asset has been reduced to zero.

The right-of-use asset is measured by applying cost model i.e., right-of-use asset at cost less accumulated depreciation and cumulative impairment, if any. The right-of-use asset is depreciated using the straight-line method from the commencement date to the end of the lease term or useful life of the underlying asset whichever is earlier. The carrying amount of lease liability is increased by interest on lease liability and reduced by lease payments made.

Lease payments associated with following leases are recognized as expenses on straight Line basis:
1) Low value leases and 2) Leases which are short term.

Lease payments have been classified as financing activities in the Statement of Cash Flow.

The Company has elected not to recognize right of-use assets and lease liabilities for short term leases that have a lease term of less than or equal to 12 months with no purchase option and assets with low value leases. The Company recognizes the lease payments associated with these leases as an expense in statement of profit and loss over the lease term. The related cash flows are classified as operating activities.
The Company recognises lease payments in case of assets given on operating leases as income on a straight-line basis. The Company presents underlying assets subject to operating lease in its balance sheet under the respective class of asset

h. Financial Instruments

Financial assets and/or financial liabilities are recognised when the company becomes party to a contract embodying the related financial instruments. All financial assets, financial liabilities and financial guarantee contracts are initially measured at transaction values and where such values are different from the fair value, at fair value. Transaction costs that are attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from as the case may be, the fair value of such assets or liabilities, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

A financial asset and a financial liability are offset and presented on net basis in the balance sheet when there is a current legally enforceable right to set-off the recognised amounts and it is intended to either settle on net basis or to realise the asset and settle the liability simultaneously.

a. **Financial assets:**

(i) Financial assets carried at amortised cost:

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

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

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows that give rise on specified dates to solely payments of principal and interest on the principal amount outstanding and by selling financial assets.

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

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognized in profit or loss.

A. A financial asset is primarily derecognized when:

i. The right to receive cash flows from the asset has expired, or

ii. 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 (a) the company has transferred substantially all the risks and rewards of the asset, or b) the company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

On derecognition of a financial asset in its entirety, the difference between the carrying amount measured at the date of derecognition and the consideration received is recognised in profit or loss.

B. Impairment of financial assets: The Company recognizes impairment loss on trade receivables using the expected credit loss model, which involves use of a provision matrix constructed based on historical credit loss experience as permitted under Ind AS 109. Impairment loss on investments

b. **Financial liabilities:**

Financial liabilities, including derivatives and embedded derivatives, which are designated for measurement at FVTPL are subsequently measured at fair value. Financial guarantee contracts are subsequently measured at the amount of impairment loss allowance, or the amount recognized at inception net of cumulative amortization, whichever is higher. All other financial liabilities including loans and borrowings are measured at amortized cost using the Effective Interest Rate (EIR) method.

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

c. **Fair value of financial instruments**

In determining the fair value of its financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value result in general approximation of value and such value may or may not be realized.

d. **Fair value measurement**

The Company measures certain financial instruments at fair value at each reporting date. Fair value is the price that would be received on sale of 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:

a. In the principal market for the asset or liability, or

b. In the absence of 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 economic best interest. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

i. Inventories

Inventory of Gas (including inventory in pipeline and CNG cascades) is valued at lower of cost and net realizable value. Cost is determined on purchase cost of gas.

j. Cash and bank balances

Cash and bank balances also include fixed deposits, margin money deposits, earmarked balances with banks and other bank balances which have restrictions on repatriation. Short term and liquid investments being subject to more than insignificant risk of change in value, are not included as part of cash and cash equivalents.

k. Borrowing Costs

Borrowing costs include interest expense calculated using the effective interest method, finance charges in respect of assets acquired on finance lease and exchange differences arising on foreign currency borrowings to the extent they are regarded as an adjustment to interest costs.

Borrowing costs net of any investment income from the temporary investment of related borrowings that are attributable to the acquisition, construction or production of a qualifying asset are capitalised/inventoried as part of cost of such asset till such time the asset is ready for its intended use or sale. A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale. All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

m. Taxes on income

Income tax expense represents sum of the tax currently payable and deferred tax

Current Tax

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary differences arise from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that In addition, deferred tax liabilities are not recognised if the temporary difference arises from the initial recognition of goodwill.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

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

Current and deferred tax for the year

Current and deferred tax are recognised in profit or loss, except when they relate to items that are recognised in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognised in other comprehensive income or directly in equity respectively.

n. Provisions, contingent liabilities and contingent assets

Provisions are recognised only when:

a. The company has a present obligation (legal or constructive) as a result of a past event.
b. it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation; and
c. a reliable estimate can be made of the amount of the obligation.

Provision is measured using the cash flows estimated to settle the present obligation and when the effect of time value of money is material, the carrying amount of the provision is the present value of those cash flows. Reimbursement expected in respect of expenditure required to settle a provision is recognised only when it is reasonably certain that the reimbursement will be received.

Contingent liability is disclosed in case of:

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

Contingent assets are disclosed where an inflow of economic benefits is probable.

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

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision.

o. Commitments

Commitments are future liabilities for contractual expenditure, classified and disclosed as follows:

a. estimated amount against contracts remaining to be executed on capital account and not provided for
b. uncalled liability on shares and other investments partly paid;
c. funding related commitment to subsidiary, associate and joint venture companies; and
d. other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.

Other commitments related to sales/procurements made in the normal course of business are not disclosed to avoid excessive details.

p. Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities based on the available information. Cash flow from operating activities is reported using indirect method, adjusting the net profit for the effects of:

I. changes during the period in inventories and operating receivables and payables transactions of a non-cash nature;
II. non-cash items such as depreciation, provisions, deferred taxes, unrealized foreign currency gains and losses, and undistributed profits of associates; and
III. all other items for which the cash effects are investing or financing cash flows.

Cash comprises cash on hand and demand deposits with banks.

Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

q. Earnings Per Share:

Basic earnings per equity share are computed by dividing the net profit for the year attributable to the Equity Shareholders by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is computed by dividing the net profit for the year, adjusted for the effects of dilutive potential equity shares, attributable to the Equity Shareholders by the weighted average number of the equity shares and dilutive potential equity shares outstanding during the year except where the results are anti-dilutive.

r. Critical Accounting Judgments and key sources of estimation uncertainty

Useful life of property, plant and equipment

Determination of useful life of property, plant and equipment is based on the life prescribed in Schedule II to the Companies Act, 2013 or based on technical estimates, considering the nature of the asset, estimated usage and operating conditions of the asset. Management reviews its estimate of the useful lives of depreciable assets at each reporting date, based on the expected utility of the assets.

Fair value measurements and valuation

In estimating the fair value of an asset or a liability, the Company uses market-observable data to the extent it is available. Where Level 1 inputs are not available, the Company engages third party / internal qualified valuers to perform the valuation. Finance team works closely with the qualified external / internal valuers to establish the appropriate valuation techniques and inputs to the model. The management reports the valuation committee's findings to the Board of Directors about the causes of fluctuations in the fair value of the assets and liabilities.

Provision for employee benefits

The Company uses actuarial assumptions to determine the obligations for employee benefits at each reporting period. These assumptions include the discount rate, expected long-term rate of return on plan assets, rate of increase in compensation levels and mortality rates.

Provision for taxes

The Company's tax jurisdiction is India. Significant judgements are involved in estimating budgeted profits for the purpose of paying advance tax, determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions. Significant management judgement is also required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies, including estimates of temporary differences reversing on account of available benefits from the Income Tax Act, 1961.

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Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note 3 : Property, Plant and Equipment

Description	GROSS BLOCK				DEPRECIATION AND AMORTISATION				NET BLOCK	
	As at 1st April, 2024	Additions	Deletions/ Adjustments	As at 31st March, 2025	As at 1st April, 2024	for the Year	Deletions/ Adjustments	As at 31st March, 2025	As at 31st March, 2025	As at 31st Mar, 2024
3. TANGIBLE ASSTETS										
Free Hold Land	1,683.86	348.31	-	2,032.17	-	-	-	-	2,032.17	1,683.86
Lease Hold Land	1,330.18	385.28	-	1,715.47	-	-	-	-	1,715.47	1,330.18
ROU Land	-			-	-			-	-	-
Factory Buildings	7,872.13	-		7,872.13	30.32	324.39		354.71	7,517.42	7,841.81
Temporary Structures	44.42	-	-	44.42	30.46	13.16	-	43.62	0.80	13.96
Plant and Machinery	1,11,955.27	21,064.29	-	1,33,019.56	4,645.34	6,047.26	-	10,692.60	1,22,326.96	1,07,309.94
Earth Moving Machinery	18.23		-	18.23	4.59	2.91	-	7.50	10.73	13.64
Light vehicles	271.79	25.04	-	296.83	69.23	41.21	-	110.44	186.39	202.56
Heavy vehicles	1,342.27	92.78	-	1,435.06	323.75	208.37	-	532.12	902.94	1,018.52
Furniture and Fittings	79.29	-	-	79.29	16.83	10.68	-	27.51	51.78	62.46
Office Equipment	26.02	-	-	26.02	12.05	6.69	-	18.74	7.28	13.97
Computers & Data processing units	0.03	-	-	0.03	0.03	-	-	0.03	-	-
Total (3)	**1,24,623.51**	**21,915.70**	-	**1,46,539.21**	**5,132.60**	**6,654.67**	-	**11,787.28**	**1,34,751.94**	**1,19,490.91**
3A. INTANGIBLE ASSTETS										
Software	76.76	-	-	76.76	2.53	10.06	-	12.59	64.17	74.23
Total (3A)	**76.76**	-	-	**76.76**	**2.53**	**10.06**	-	**12.59**	64.17	74.23
Total (3+3A)	**1,24,700.27**	**21,915.70**	-	**1,46,615.97**	**5,135.13**	**6,664.73**	-	**11,799.87**	**1,34,816.11**	**1,19,565.14**
Previous year	**56,625.87**	**68,074.40**	-	**1,24,700.27**	**1,791.67**	**3,343.46**	-	**5,135.13**	**1,19,565.14**	**54,834.20**

Note :

1) The Company has not revalued any item of the property, plant and equipment (including right of use asset) or intangible asset during the current year and previous year.

Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note : 4
Capital Work-in-Progress

Particulars	As at 31st March 2025	As at 31st March 2024
Capital Work in Progress	5,651.57	2,578.78
Total	**5,651.57**	**2,578.78**

4.1 Capital Work in Progress (CWIP) ageing schedule for the year ended 31st March 2025

Particulars	Amount in Capital Work in Progress for a period of	
	Less than 1 Year	1-2 Years
Project in progress	5,651.57	-

4.2 Capital Work in Progress (CWIP) ageing schedule for the year ended 31st March 2024

Particulars	Amount in Capital Work in Progress for a period of	
	Less than 1 Year	1-2 Years
Project in progress	2,578.78	-

4.3 Capital Work in Progress (CWIP) consists of expenses pertains to Installation of Plant and machinery items and buildings under construction during the current period and previous year.

4.4 During the current year and previous year, the Company does not have projects in Capital work in progress whose completion is overdue or projects whose cost has exceeded its costs as per its original plan.

Note : 5
Right-of-Use assets

Particulars	As at 31st March 2025	As at 31st March 2024
Land	293.62	330.46
Total	**293.62**	**330.46**

Particulars	Land
<u>Cost</u>	
Balance as at 31st March 2024	388.50
Additions	-
Balance as at 31st March 2025	**388.50**

Particulars	Land
<u>Accumulated depreciation</u>	
Balance as at 31st March 2024	58.04
Depreciation	36.84
Balance as at 31st March 2025	**94.88**

Particulars	Land
Net Carrying amount as at 31st March 2025	**293.62**
Net Carrying amount as at 31st March 2024	330.46

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Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note : 6
Other Non-Current Financial Assets

Particulars	As at 31st March 2025	As at 31st March 2024
Unsecured, considered good		
a) Security Deposits	386.82	363.12
b) Bank deposits with remaining maturity more than 12 months	140.14	142.05
Total	**526.97**	**505.17**

Note : 7
Other Non-Current Assets

Particulars	As at 31st March 2025	As at 31st March 2024
Capital advances	194.92	104.75
Total	**194.92**	**104.75**

Note : 8
Inventories

Particulars	As at 31st March 2025	As at 31st March 2024
Stock in trade		
Natural Gas	603.24	332.82
Consumables	395.93	158.09
Stores and spares	494.63	247.78
Total	**1,493.80**	**738.69**

Note : 9
Investments

Particulars	As at 31st March 2025	As at 31st March 2024
Investment in mutual funds - quoted (valued at fair value through profit or loss)		
Nil (March 31, 2024 62499.08 units) (NAV : Nil (March 31, 2024 -1241.1220)) of LIC Mutual Funds Overnight Fund-Direct Plan -Growth	-	775.69
Total	**-**	**775.69**

Note : 10
Trade Receivables

Particulars	As at 31st March 2025	As at 31st March 2024
Unsecured, considered good	4,616.56	3,779.06
Total	**4,616.56**	**3,779.06**

10.1 Trade receivables

The average credit period allowed to customers is between 15 days to 60 days. The credit period is considered from the date of invoice.

The Company evaluates, the financial health, market reputation and credit rating of the customer, before entering into the

10.2 Trade receivables ageing as at 31.03.2025

Particulars	Outstanding for following periods from due date of payment			
	Less than 6 months	6 months - 1 year	1-2 years	Total
Undisputed Trade Receivables - Considered good	4,616.56	-	-	**4,616.56**

Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

10.3 The Company does not have any disputed receivables and receivables for which there is increase significant risk.

10.4 Trade receivables ageing as at 31.03.2024

Particulars	Outstanding for following periods from due date of payment			
	Less than 6 months	6 months - 1 year	1-2 years	Total
Undisputed Trade Receivables - Considered good	3,779.06		-	3,779.06

10.5 Refer note 36 for disclosures related to Contract balances

Note : 11
Cash and Cash Equivalents

Particulars	As at 31st March 2025	As at 31st March 2024
Cash on Hand	100.88	29.81
Balances with banks		
-In Current Accounts	514.43	672.60
Total (A)	**615.31**	**702.41**

Note : 11A
Other Bank Balances

Particulars	As at 31st March 2025	As at 31st March 2024
Deposits with maturity of more than 3 months and less than 12 months	533.33	296.15
Total (B)	**533.33**	**296.15**
Cash & Cash equivalent considered for Statement of Cashflows (A)+(B)	**1,148.64**	**998.56**

Note : 12
Other Current Financial Assets

Particulars	As at 31st March 2025	As at 31st March 2024
Loans and advances to employees	53.26	36.07
Interest receivable	41.23	13.93
Total	**94.49**	**50.00**

Note : 13
Current Tax Assets

Particulars	As at 31st March 2025	As at 31st March 2024
TDS receivable	124.29	57.65
Total	**124.29**	**57.65**

Note : 14
Other Current Assets

Particulars	As at 31st March 2025	As at 31st March 2024
Prepaid expenses	3,313.13	1,424.28
Advances to suppliers	241.24	157.09
Balances with government authorities		
- GST credit receivable	209.35	86.65
- VAT credit receivable	3.16	149.14
Total	**3,766.88**	**1,817.16**

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Notes forming part of financial statements for the year ended March 31, 2025

Note : 15 **(All amounts are in rupees lakhs unless specified)**

Equity Share Capital

Particulars	As at 31st March 2025		As at 31st March 2024	
	Number	Amount	Number	Amount
Authorised Equity shares of Rs.10/- each	1,00,00,00,000	1,00,000	1,00,00,00,000	1,00,000
Issued,Subscribed & Paid Up Equity shares of Rs.10/- each fully paid up	18,01,50,000	18,015	1,50,000	15
Total	**18,01,50,000**	**18,015**	**1,50,000**	**15**

(i) Reconciliation of number of shares and amount outstanding at the beginning and at the end of the year

Equity shares with voting rights

Particulars	As at 31st March 2025		As at 31st March 2024	
	In Number	Amount	In Number	Amount
Shares outstanding at the beginning of the year	1,50,000	15	1,50,000	15
Shares Issued during the year	18,00,00,000	18,000	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the period/year	**18,01,50,000**	**18,015**	**1,50,000**	**15**

(ii) Rights, preferences and restrictions attached to the equity shares

The Company has only one class of equity shares having a par value of ₹ 10 each per share (31st March 2024: ₹ 10 each per share). Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders. Every holder of equity shares present at a meeting in person or by proxy is entitled to one vote, and upon a poll each share is entitled to one vote

(iii) None of the Shareholders during the current year and previous year are considered as Promoters of the company.

Name of Promotor	As at 31st March 2025		As at 31st March 2024		% of Change during the Year 24-25
	No. of Shares held	% of Holding	No. of Shares held	% of Holding	
Megha Engineering & Infrastructures Limited	18,01,50,000	100%	1,50,000	100%	0%

(iv) Particulars of share holders holding more than 5% shares during the year

Name of Shareholder	As at 31st March 2025		As at 31st March 2024	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Megha Engineering & Infrastructures Limited	18,01,50,000	100%	1,50,000	100%
Total	**18,01,50,000**	**100%**	**1,50,000**	**100%**

(v) There are no shares issued for consideration other than cash

(vi) There are no shares reserved for issue under options

Note : 16

Other Equity

i) Retained Earnings

Particulars	As at 31st March 2025	As at 31st March 2024
Balance at the beginning of the period/year	(1,898.95)	(2,358.43)
Restatements		
Add:Profit/(loss) for the year	336.59	459.48
Balance at the end of the period/ year	(1,562.36)	(1,898.95)

Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note : 17
Borrowings-Non Current

Particulars	As at 31st March 2025	As at 31st March 2024
Unsecured - at amortised cost		
From others		
Inter corporate deposit from Holding company	99,698.00	61,500.00
Total	**99,698.00**	**61,500.00**

17.1 Terms of Inter corporate deposit

The Inter corporate deposit was the amount borrowed from the Holding Company i.e.Mega Engineering and Infrastructure Limited during the previous year.This ICD carries Interest rate of 9% and repayable after 7 years.

Note : 18
Lease Liabilities - Non-Current

Particulars	As at 31st March 2025	As at 31st March 2024
Lease liability	278.91	305.84
Total	**278.91**	**305.84**

Note : 19
Provisions-Non Current

Particulars	As at 31st March 2025	As at 31st March 2024
Provision for employee benefits		
Gratuity	101.52	83.30
Total	**101.52**	**83.30**

Note : 20
Deferred Tax Liabilities (Net)

Particulars	As at 31st March 2025	As at 31st March 2024
Deferred tax liability	7,547.52	5,280.54
Deferred tax asset	(5,252.30)	(3,108.96)
Total	**2,295.22**	**2,171.58**

Particulars	As at 31st March 2025	As at 31st March 2024
A. Deferred Tax liability in relation to		
Property, Plant and Equipment	7,547.52	5,280.54
B.Deferred Tax assets in relation to		
Unabsorbed depreciation and carry forward of business loss	5,218.04	3,081.23
Provision for retirement benefits	24.26	21.93
Right-of-use assets	10.00	5.80
Total	**2,295.22**	**2,171.58**

Note : 21
Borrowings-Current

Particulars	As at 31st March 2025	As at 31st March 2024
Unsecured - at amortised cost		
Inter corporate deposit from fellow subsidiary (refer note 21.1)	839.23	839.23
Interest accrued but not due	198.17	130.20
Total	1,037.40	969.42

Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Terms of Inter corporate deposit

21.1 The Inter corporate deposit is the amount borrowed from the fellow subsidiary i.e.MEIL Holdings Limited.The loan carries Interest rate of 9% and repayable on demand.

Note : 22
Trade Payables

Particulars	As at 31st March 2025	As at 31st March 2024
Trade Payables		
(a) total outstanding dues of micro and small enterprises	-	-
(b) total outstanding dues other than (a) above	5,351.35	2,201.01
Total	**5,351.35**	**2,201.01**

Trade Payables ageing schedule for the year ended 31st March 2025

Particulars	Outstanding for following periods from accounting date		
	Less than one year	1-2 years	Total
Micro and small enterprises	-	-	-
Others	4,949.92	401.43	5,351.35

Trade Payables ageing schedule for the year ended 31st March 2024

Particulars	Outstanding for following periods from accounting date		
	Less than one year	1-2 years	Total
Micro and small enterprises	-	-	-
Others	2,201.01	-	2,201.01

Note : 23
Lease liabilities - Current

Particulars	As at 31st March 2025	As at 31st March 2024
Lease liability	26.92	20.16
Total	**26.92**	**20.16**

Note : 24
Other Current financial Liabilities

Particulars	As at 31st March 2025	As at 31st March 2024
Creditors for Capital Goods	13,194.61	52,012.00
Interest accrued but not due on long term borrowings	6,942.59	5,022.44
Retention money payable	4,571.55	3,831.36
Reimbursement expenses payable	-	2,036.84
Other Payable	215.72	116.99
Total	**24,924.47**	**63,019.65**

Note : 25
Other Current Liabilities

Particulars	As at 31st March 2025	As at 31st March 2024
Employee benefits payable		
Statutory remittances	2,161.51	2,515.80
Other payables	395.19	394.47
Total	**2,556.70**	**2,910.28**

Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note : 26
Provisions-Current

Particulars	As at 31st March 2025	As at 31st March 2024
Provision for employee benefits		
Gratuity	4.73	3.82
Total	**4.73**	**3.82**

Note : 27
Revenue from Operations

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Sale of Natural gas	84,547.68	51,369.73
Income form Services (refer to note(i) below)	2,843.46	801.21
Other Operating Income	121.34	236.98
Total	**87,512.47**	**52,407.92**

Notes
Disaggregated revenue information: The Company has disaggregated the revenue basis on the nature of work performed

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
(i) Income from services comprises :		
- Compression Charges	837.76	160.51
- Transportation & Pipeline Maintenance charges	2,005.70	640.70

Note : 28
Other Income

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
i) Interest income from financial assets carried at amortised cost		
- Bank deposits	43.36	16.77
ii) Interest on Income tax refunds	2.57	1.05
iii) Other Non-operating income		
- Dividend on Mutual funds	1.83	7.74
- Miscellaneous income	5.57	4.51
Total	**53.33**	**30.07**

Note : 29
Cost of Material Consumed

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Cost of Natural gas	49,327.89	29,237.09
Compression charges	2,351.11	1,272.83
Transmission charges	3,762.31	2,966.13
Consumables	1,244.57	682.12
Total	**56,685.88**	**34,158.18**

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Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note : 30
Other Direct Cost

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Labour charges	2,388.38	1,714.04
Freight & Transport charges	1,565.85	795.68
Electrical works charges	-	48.47
Testing & Calibration charges	71.23	30.26
Annual Operating Charges	48.08	24.74
Other site expenses	180.06	41.86
TOTAL	**4,253.60**	**2,655.06**

Note : 31
Employee Benefit Expenses

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Salaries, wages & bonus	831.72	730.83
Gratuity	33.23	29.51
Contribution to provident fund & others	29.18	23.13
Staff welfare expenses	158.49	129.11
Total	**1,052.61**	**912.58**

Note : 32
Finance Cost

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Interest expense on		
Inter corporate deposit	7,744.03	5,610.53
Working Capital Loan	17.79	-
Lease obligations	29.34	31.00
Delayed payment of trade payables	12.52	4.73
Delayed payment of income taxes	-	0.48
Delay in payment of GST	16.27	0.97
Other borrowing costs	207.15	212.96
Total	**8,027.10**	**5,860.67**

Note : 33
Depreciation and Amortization expenses

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Depreciation of property, plant and equipment (refer note 2)	6,664.73	3,343.46
Depreciation of Right of use assets (refer to note 5)	36.84	36.84
Total	**6,701.57**	**3,380.30**

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Notes forming part of financial statements for the year ended 31st March, 2025

(All amounts are in rupees lakhs unless specified)

Note : 34

Other Expenses

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Fuel expenses	14.85	98.86
Franchisee Commision	51.84	-
Power & Electricty Charges	1,317.24	580.70
Insurance	164.14	124.90
R&M - Machinery	0.77	17.57
R&M - Others	88.53	83.18
Utility Charges	530.26	138.74
Vehicle maintenance	181.20	111.93
Rates & Taxes	257.85	315.45
Legal & professional charges	309.58	53.58
Travelling & Conveyance Charges	78.74	38.64
Rent	116.38	65.91
Advertisement expenses	1.96	0.18
Bank charges	21.10	9.12
Payment to auditors (refer to note no.46)	6.00	6.00
Hire charges	294.83	8.22
Business promotion expenses	164.05	10.06
Printing & stationery	14.82	29.69
Corporate Social Responsibility expenses	2.10	15.35
Communication Expenses	4.08	2.25
Membership Fee	58.75	17.70
Miscellaneous expenses	158.85	17.67
Total	**3,837.91**	**1,745.71**

Note : 35

Tax Expense

a) Income taxes recognised in statement of profit and loss

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Deferred tax	121.15	(458.32)
Total	**121.15**	**(458.32)**

b) The income tax expense for the year can be reconciled to the accounting profit as follows:

Particulars	For the Year Ended 31.03.2025	For the Year Ended 31.03.2024
Profit/(loss) before tax	**450.36**	**10.57**
Income tax expense calculated	113.35	2.66
Effect of expenses that are not deductible in determining taxable profit	4.62	4.03
Effect of reversal of DTA created in earlier years	-	(478.35)
Effect of tax on OCI	-2.48	3.17
Others	5.66	10.17
Income tax expense recognised in profit and loss account	**121.15**	**(458.32)**

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

36. Related Party disclosure

A. Related parties and transactions with these parties as identified and certified by management are as under:

a) Key Management Personnel

Name	Designation
Mr. Venkata Krishna Reddy Puritipati	Director
Mr. Rajesh Reddy Peketi	Director
Mr. Venkatesh Palimpati	Whole time Director & CEO
Mrs. Sudharani Puritipati	Additional Director
Mr. Pratap Kumar Dash	Company Secretary
Mr. Dillip Kumar Sahoo	Chief Financial Officer

b) List of related parties and relationships:

S.No	Name of the Company	Nature of relationship
1	Megha Engineering & Infrastructures Limited	Holding Company
2	MEIL Media Limited	Fellow subsidiaries
3	MEIL Holdings Limited (MHL)	
4	MEIL Pura Limited	
5	Meghavaram Power Private Limited	
6	MEIL Advanced Technologies Private Limited	
7	TP Power Holdings Private Limited (TPPL)	
8	MEIL Sai Rama Oil & Gas Private Limited	
9	MEIL (Bhubaneswar) Bulk Water Project Private Limited	
10	MEIL Aplus Engineering Private Limited	
11	MEIL Foundation	
12	Western U.P. Power Transmission Co. Limited	
13	MEIL International FZE	
14	MEIL Investments (India) Limited	
15	MEIL Global Holdings. B.V.(MGH)	
16	MEIL EV Trans Limited	
17	MEIL Chengala Roadways Private Limited	
18	MEIL Neeleshwaram Roadways Private Limited	
19	MEIL Renigunta Roadways Private Limited	
20	MEIL Vijayawada Bypass Roadways Private Ltd.	

(All amounts in Indian Rupees lakhs unless otherwise stated)

21	Jetpur industrial pipeline project private limited	Fellow subsidiaries
22	MEIL Balsua-Hiranagar Expressway Private Limited	
23	Khandukhal Rampura Transmission Limited	
24	MEIL Amas Shivrampur Roadways Private Limited	
25	MEIL Ananthapur Roadways Private Limited	
26	MEIL Green Energy Private Limited	
27	MEIL Appa Junction Manneguda Roadways Private Limited	
28	MEIL Energy Private Limited (MEPL)	
29	MEIL Gadwal Julekal Roadways Private Limited	
30	MEIL Ghoman To Tanda Roadways Private Limited	
31	MEIL Hydrogena Private Limited	
32	MEIL International LLC	
33	MEIL Julekal Roadways Private Limited	
34	MEIL Kalyanpur Roadways Private Limited	
35	MEIL Kolhapur Roadways Private Limited	
36	MEIL Pharma Private Limited	
37	MEIL Pileru Kalur Roadways Private Limited	
38	MEIL Ramnagar Four Lane Roadways Private Limited	
39	MEIL Siwan Mashrakh Roadways Private Limited	
40	MEIL Tejajinagar Balwara Roadways Private Limited	
41	MEIL Chillakuru Turpu Kanupur Roadways Private Limited	
42	Mp Power Transmission Package-I Limited	
43	MEIL BV Pkg 5 Roadways Private Limited	
44	MEIL BV Pkg 11 Roadways Private Limited	
45	MEIL BV Pkg 12 Roadways Private Limited	
46	MEIL BV Pkg 14 Roadways Private Limited	
47	MEIL BV Pkg 6 Roadways Private Limited	
48	MEIL Oorugonda Roadways Private Limited	
49	MEIL Pangidipalle Roadways Private Limited	
50	MEIL Narayanmpet Roadways Private Limited	
51	MEIL Puttapaka Roadways Private Limited	
52	MEIL Mallapalle Roadways Private Limited	
53	MEIL Jakkampudi Roadways Private Limited	

(All amounts in Indian Rupees lakhs unless otherwise stated)

54	MEIL Hanamkonda Roadways Private Limited	Subsidiaries of the fellow subsidiaries
55	MEIL Remidicherla Roadways Private Limited	
56	KPS1 Transmission Limited	
57	MEIL-ICC JIGAON PRIVATE LIMITED	
58	MEIL NGBI Link Package 1 Private Limited	
59	MEIL NGBI Link Package 2 Private Limited	
60	MEIL NGBI Link Package 3 Private Limited	
61	Tirwa Transmission Limited	
62	Jewar Transmission Limited	
63	MEIL Anpara Energy Limited	
64	JCE Engineering & Mgmt. Services Limited	
65	KU Power Projects Limited (KPPL)	
66	KU Dhauladhar Hydro Power Private Limited	
67	Mcleod Hydro Power Ventures Private Limited	
68	EVEY Trans Private Limited (ETPL)	
69	Bhadra Productions Limited	
70	Bhadra Entertainments Limited	
71	Olectra Greentech Limited (Olectra)	
72	ICOMM Tele Limited (ICOMM)	
73	Himachal Consortium Power Projects Private Limited	
74	MEIL Lambadug Hydro Power Private Limited	
75	SEPC Power Private Limited	
76	MEIL Infrastructures DMCC	
77	MEIL INC, U.S.A	
78	Petreven S.P.A, Italy (Petreven group)	
79	Drillmec S.P.A, Italy (Drillmec group)	
80	Pretreven S.A, Argentina	
81	Perforazioni Trevi Energie B.V. – Netherlands (PTE B.V)	
82	Petreven do Brasil Servicos Petroleo LTDA – Brazil	
83	Petreven Peru S.A, Peru	
84	Petreven Chile SPA, Chile	
85	Petreven Servicios Y Perforaciones Petroleras C.A Venezuela	
86	OJSC Seismotekhnika – Belarus	

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

87	Idrogena SRL	
88	BLU Vector SRL	
89	Drillmec International Private Limited	
90	Drillmec R OOO – Russia	
91	Drillmec INC U.S.A	
92	Drillmec Argentina S.A	
93	Drillmec Mexico S. De R.L. De C.V.	
94	OHA Commute Private Limited	
95	Evey Trans (IDR) Private Limited	
96	Evey Trans (KTC) Private Limited	
97	Evey Trans (SMC) Private Limited	
98	Evey Trans (MPS) Private Limited	
99	Evey Trans (NSK) Private Limited	
100	Evey Trans (SIL) Private Limited	
101	Evey Trans (UJJ) Private Limited	
102	Evey Trans (UKS) Private Limited	
103	Evey Trans (JAB) Private Limited	
104	Evey Trans (NGP) Private Limited	
105	Evey Trans (THA) Private Limited	Subsidiaries of the fellow subsidiaries
106	Evey Trans (TEL) Private Limited	
107	Evey Trans (MHS) Private Limited	
108	Evey Trans (BLR) Private Limited	
109	EVEY Trans (MSR) Private Limited	
110	EVEY Trans (MUM) Private Limited	
111	EVEY Trans (MAH) Private Limited	
112	EVEY Trans (PDY) Private Limited	
113	Evey Trans (GTC) Private Limited	
114	ICOMM Energy Limited	
115	Vasitva Ispat Limited	
116	ICOMM Limited	
117	ICOMM Electronics Limited	
118	ICOMM International Nigeria Limited	
119	MSKVY Second Solar SPV limited	

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

120	MSKVY Third Solar SPV limited	
121	MSKVY Fourth Solar SPV limited	
122	MSKVY Sixth Solar SPV limited	
123	MSKVY Saptam Solar SPV limited	
124	MSKVY Eight Solar SPV limited	
125	MSKVY Twelth Solar SPV limited	
126	MSKVY Thirteenth Solar SPV limited	
127	MSKVY Chaturdash Solar SPV limited	
128	MEIL Solar Energy Private limted	
129	Megha Fibre Glass Industries Limited	Associates of Holding company
130	MEIL-ICOM-TONBO Tech Private Limited	
131	Rachana Televisions Private Limited	Associates of fellow subsidiary
132	Navayuga Machilipatnam Port Limited	
133	Megha Structures Private Limited	Enterprises over which Key Managerial Personnel or their relatives can exercise significant Influence
134	Mytri Aviation Private Limited	
135	Interactive Data Systems Limited	
136	Capital Region Developers LLP	
137	Capital Newgen Developers LLP	
138	Capital Parkland Developers LLP	
139	Capital Newgen Prime Developers LLP	
140	TPL Prime Developers LLP	
141	TPL Land Developers LLP	
142	PV Manas Prime Region Developers LLP	
143	PV Pranav Prime Region Developers LLP	
144	Camelot Wellness Resorts Private Limited	
145	Daksha Lifespaces LLP	
146	Madhuja Infrastructure LLP	
147	Pinkdiamond Infra LLP	
148	Sudhakrishna Infraventures LLP	
149	Vishwa Dharani Infracon LLP	
150	Megha Retailmart Private Limited	
151	Prosperity Infra Developers LLP	
152	Spirit Venture Developers LLP	

(All amounts in Indian Rupees lakhs unless otherwise stated)

153	Terrain Landmarks LLP	
154	Medhaglobal Infraventures LLP	
155	Countryside Region Developers LLP	
156	Evey Transport Limited	

c) **Transactions with Related parties**

i) **Key management personnel**

Nature of transaction	Related Party	Year ended March 31, 2025	Year ended March 31, 2024
Remuneration to Director	Venkatesh Palimpati	48.38	53.32

ii) **Transactions with other related parties**

Nature of transaction	Related Party	FY 2024-25	FY 2023-24
Transactions during the year			
Inter corporate deposits received	MEIL Holdings Limited	-	-
	Megha Engineering & Infrastructure Limited	40,980.00	-
Inter corporate deposits paid	Megha Engineering & Infrastructure Limited	2,782	-
Interest expense on Inter corporate deposits	MEIL Holdings Limited	75.53	75.53
	Megha Engineering & Infrastructure Limited	7,668.50	5,535.00
Lease rent	Megha Engineering & Infrastructure Limited	58.41	58.41
Purchase of Gas	Megha Engineering & Infrastructure Limited	-	4,219.05
Sale of Gas	Megha Engineering & Infrastructure Limited	10.40	-

(All amounts in Indian Rupees lakhs unless otherwise stated)

Capital Expenditure	Megha Engineering & Infrastructure Limited	20,580.61	55,605.32

Nature of transaction	Related Party	FY 2024-25	FY 2023-24
Closing Balances			
Reimbursement expenses payable	Megha Engineering & Infrastructure Limited	-	2,036.84
Creditors for Capital Goods	Megha Engineering & Infrastructure Limited	13,194.61	52,012.00
Interest accrued on inter corporate deposits	MEIL Holdings Limited	198.17	130.20
	Megha Engineering & Infrastructure Limited	6,942.59	5,022.44
Inter corporate deposits – short term	MEIL Holdings Limited	839.23	839.23
Inter corporate deposits – Long term	Megha Engineering & Infrastructure Limited	99,698.00	61,500.00

37. Contract balances

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

Particulars	Refer Note	As at March 31, 2025	As at March 31, 2024
Trade receivables	10	4,616.56	3,779.06

b) Reconciliation the amount of revenue recognised in the statement of profit and loss with the contracted price

Particulars	As at March 31, 2025	As at March 31, 2024
Revenue as per contracted price	87,512.47	52,407.92
Revenue from contracts with customers	87,512.47	52,407.92

(All amounts in Indian Rupees lakhs unless otherwise stated)

The Company does not have any remaining performance obligation for sale of goods or rendering of services.

38. Financial instruments

Disclosure pursuant to Ind AS 107 "Financial Instruments: Disclosures"

The Company's principle financial assets include Cash & cash equivalents & others. The company's financial liabilities comprise of Borrowings, Trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. In the ordinary course of business, the company is mainly exposed to risks resulting from credit risk and liquidity risk.

- **Credit risk management**

The Company's capital management is intended to maximise the return to shareholders for meeting the long-term and short-term goals of the Company through the optimization of the debt and equity balance.

The Company determines the amount of capital required based on annual and long-term operating plans and strategic investment plans. The funding requirements are met through equity and long-term/short-term borrowings. The Company monitors the capital structure based on Net debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

To capital management, capital includes issued equity capital, securities premium and all other reserves attributable to the equity shareholders of the Company. Net debt includes all long and short-term borrowings as reduced by cash and cash equivalents

Particulars	**As at 31 March 2025**	**As at 31 March 2024**
Total capital (i)	**16,453**	**(1,884)**
Debt (ii)	1,07,678	67,492
Less: Cash & bank balances	1,149	999
Net debt	**1,08,827**	**66,493**
Total Capital and net debt	**1,25,280**	**64,609**
Net debt to Total capital plus Net debt ratio	**0.87**	**1.03**

i) Capital is defined as Equity share capital and other equity.

ii) Debt is defined as non-current borrowings (including current maturities) and Current borrowings and interest accrued on Non-current and Current borrowings.

To achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and

borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no significant breaches in the financial covenants of any interest-bearing loans and borrowing in the current year.
No changes were made in the objectives, policies or processes for managing capital during the period ended March 31, 2025 and year ended March 31, 2024.

- **Liquidity risk management**

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.
Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents based on expected cash flows. Short term liquidity requirements comprise mainly of trade payables arising in the normal course of business and is managed primarily through internal accruals and/or short-term borrowings. Long term liquidity requirement is assessed by the management on periodical basis and managed through internal accruals as well as from long term borrowings.

- **Market Risk**

Market risk is the risk that changes in market prices— such as foreign exchange rates, interest rates & equity prices — will affect the Companies income or the value of its holdings of financial instruments.

- **Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's short-term debt obligations with floating interest rates.
The Company manages its interest rate risk by having a balanced portfolio of variable rate borrowings. The Company does not enter any interest rate swaps.

- **Interest rate sensitivity analysis**

The sensitivity analysis below has been determined based on the exposure to interest rates with respect to the borrowings at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 50-basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates. The Group does not use any derivative instruments to manage its interest rate risk.

(All amounts in Indian Rupees lakhs unless otherwise stated)

If interest rates had been 50 basis points higher/lower and all other variables were held constant, the Company's:

a) Profit for the period ended 31st March 2025 would increase/decrease by ₹502.69
This is mainly attributable to Company's exposure to interest rates on its variable rate borrowings; and
b) There being no debt instrument passing through FVTOCI, there would not be any impact of such change in interest rate, on OCI

39. Other disclosure pursuant to Ind AS 107 "Financial instruments: Disclosures":

(i) Category wise classification of applicable Financial Instruments:

Sl. No	Particulars	As at March 31,2025	As at March 31, 2024
1	**Measured at Amortised cost**		
	(i) Financial Assets		
	a. Investments		775.69
	b. Trade receivables	4,616.56	3,779.06
	c. Cash and cash equivalents	615.31	702.41
	d. Bank balances other than above	533.33	296.15
	e. Other financial assets	621.46	555.17
	(ii) Financial Liabilities		
	a. Borrowings	1,00,735.40	62,469.42
	b. Trade payables	5,351.35	2,201.01
	c. Lease liabilities	305.84	326
	d. Other financial liabilities	24,924.47	63,019.65

(ii) Fair value of financial assets and financial liabilities measured at amortised cost
Financial assets measured at amortised cost:

The carrying amounts of trade receivables and cash and cash equivalents considered to be their fair values due to their short-term nature. The carrying amounts of long-term loans given with floating rate of interest considered to be the fair value.

Financial liabilities measured at amortised cost:

The carrying amounts of trade and other payables considered to be the same as their fair values due to their short-term nature. The carrying amounts of borrowings with floating rate of interest are close to the fair value.

(All amounts in Indian Rupees lakhs unless otherwise stated)

(iii) Maturity profile of financial liabilities

Particulars	As of March 31, 2025			As of March 31, 2024		
	Within twelve months	After twelve months	Total	Within twelve months	After twelve months	Total
Borrowings	1,037.40	99,698.00	1,00,735.40	969.42	61,500.00	62,469.42
Trade payables	5,351.35	-	5,351.35	2201.01	-	2,201.01
Lease liabilities	26.93	278.91	305.84	20.16	305.84	326.00
Other financial liabilities	24,924.47	-	24,924.47	63,019.65	-	63,019.65

(iv) Fair value measurement and Hierarchy

Since the company does not have any financial asset and liability measured at fair value, disclosure of fair value hierarchy and disclosure of category wise assets and liabilities is not relevant. All financial assets and liabilities of the Company have been valued at Amortised cost and their values are not expected to be different than those presented in financial statements.

40. Earnings per share

Particulars	Period ended 31/03/2025	Year ended 31/03/2024
Total comprehensive income for the year	336.59	459.47
Weighted average number of equity shares of Rs. 10 each	18,01,50,000	1,50,000
Nominal value of shares	10	10
Earnings per share (basic/diluted) (Rs.)	0.19	306.31

41. Segment Reporting

The Company is having only one segment of business i.e., Gas distribution and does not have geographical segments, therefore segment reporting in the context of Ind AS 108 – Operating Segments prescribed under Companies (Indian Accounting Standards) Rules, 2015 in not applicable.

(All amounts in Indian Rupees lakhs unless otherwise stated)

42. Contingent Liabilities and Capital commitments

Contingent Liabilities: Nil

Capital commitments:

a) Estimated amount of contracts remaining to be executed on account of capital commitments and not provided for Rs.9,419.27 (Previous year Rs. 17,441.51)

b) Other commitments

i) All term contracts for purchase of natural gas with suppliers, have contractual volume off take obligation of "Take or Pay" (ToP) as specified in individual contracts. Quantification of ToP amount is dependent on various factors like actual purchase quantity, gas purchase prices of respective contracts etc. As these factors are not predictable, ToP commitment amount is not quantifiable.

ii) The Company had been granted authorization for laying, building, operating and expanding CGD network in the total 22 geographical area under the Petroleum and Natural Gas Regulatory Board (Authorizing entities to lay, build, operate or expand city or local Natural Gas Distribution Networks) Regulation 2008, against which Company is required to complete Prescribed Work Programme (PWP) target for development of CGD network under the terms of authorization awarded by Petroleum and Natural Gas Regulatory Board (PNGRB). For this purpose, the holding company, i.e., Megha Engineering and Infrastructure Limited have submitted performance bank guarantees amounting to Rs. 72,860 (Previous year: Rs. 72,860) to the Petroleum and Natural Gas Regulatory Board.

43. Leases (Ind AS 116)

Particulars	**FY 2024-25**	**FY 2023-24**
Lease liability - non-current	278.91	305.84
Lease liability- current	26.93	20.16
Finance cost on lease liability	29.34	31.00
Depreciation charge on ROU asset	36.84	36.84
Total cash outflow for leases*	58.41	58.41

*Inclusive of GST Payments

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

Maturity analysis of Lease liability

Particulars	As at March 31,2025	As at March 31,2024
Maturity Analysis of contractual undiscounted cash flows		
Less than 1 year	54.45	49.50
One to five years	288.59	283.14
More than five years	93.95	153.84
Total undiscounted lease liabilities	**436.98**	**486.48**
Balances of lease liabilities		
Non -current lease liabilities	278.91	305.84
Current lease liabilities	26.93	20.16
Total lease liability	**305.84**	**326.00**

44. There are no amounts payable to enterprises covered under Micro, Small and Medium Enterprises Development Act, 2006 based on the information available with the company.

45. Employee Benefits

Disclosure pursuant to Ind AS 19 "Employee Benefits":

(i) Defined Contribution plans: Employers contribution to Provident fund: Rs. 49.10 (previous year: Rs. 155.78) is recognized as an expense.

(ii) Defined Benefit plans: The amounts recognized in Balance Sheet are as follows:

Reconciliation of opening and closing balances of Obligation

Particulars	2024-25	2023-24
Present value of Obligation at beginning of the year	87.12	49.76
Interest Cost	6.15	3.56
Current service cost	27.07	25.94
Benefits paid (if any)	4.24	4.73
Actuarial (gain)/loss	(9.86)	12.59
Present value of the obligation at the end of the period	106.24	87.12

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

Expenses recognized during the year

Particulars	2024-25	2023-24
In Income Statement		
Interest cost (Net of investment income)	6.15	3.56
Current service cost	27.07	25.94
Expenses to be recognized in the statement of profit and loss accounts	33.22	29.50
In Other Comprehensive Income (OCI)		
Actuarial (Gain)/ Loss	(9.86)	12.59
Net (Income)/Expense for the year recognized in OCI	(9.86)	12.59

Reconciliation of fair value of assets and obligation

Particulars	2024-25	2023-24
Present value of the obligation at the end of the period	106.24	87.12
Net liability/(asset) recognized in Balance Sheet and related analysis	106.24	87.12

Actuarial assumptions

Mortality Table	2024-25	2023-24
Discount Rate	7.02%	7.24%
Salary growth rate	5.00%	5.00%
Mortality (% of IALM 06-08)	100%	100%
Withdrawal rate (per annum)	5.00%	5.00%

46. Remuneration to auditor

Particulars	2024-25	2023-24
To Statutory auditors		
Statutory audit fees	5.00	5.00
Tax audit fees	1.00	1.00
Reimbursement of expenses	0.00	0.00
Total	**6.00**	**6.00**

47. The Company has not initiated any legal proceedings against various parties for recovery of dues.

48. The Company has no transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

49. There is no income surrendered or disclosed as income during the current and previous year in the tax assessments under Income Tax Act, 1961, that has not been recorded in the books of account.

50. During the current year, there are no charges or satisfaction of charges which are yet to be registered with the Registrar of Companies beyond the statutory period.

51. No proceedings have been initiated on or are pending against the Company for holding any benami property under the Prohibition of Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) (formerly Benami Transactions (Prohibition) Act, 1988) (45 of 1988) and Rules made there under.

52. The Company has not been declared as a willful defaulter by any bank or financial institution or government or any government authority during the current year and previous year.

53. The Company has not traded or invested in crypto currency or virtual currency during the current and previous year.

54. The Company has not entered into any scheme of arrangement which has an accounting impact on the current and previous financial year.

55. The Company has not given any loan or advance or invest funds to related parties including foreign entities (Intermediaries) with the understanding that those Intermediaries shall:

i. directly or indirectly lend or invest in businesses of other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
ii. provide any guarantee, security, or the like to or on behalf of the ultimate beneficiary.

(All amounts in Indian Rupees lakhs unless otherwise stated)

56. Financial ratios

Sl.no	Particulars	Numerator	Denominator	F.Y 2024-25	F.Y 2023-24	Variance
1	Current ratio (no of times) *	Current Assets	Current liabilities	0.33	0.12	179%
2	Debt-equity ratio (no of times) **	Borrowings (Current + non-current)	Shareholder's equity	6.13	(33.16)	-118%
3	Debt service coverage ratio (no of times) #	PAT + Interest on Borrowings + Depreciation and amortisation expense + other non-cash items as included in cashflow	Interest on Borrowings + Principal repayments	1.91	1.69	13%
4	Return on equity ratio (%) ##	Profit for the year after tax	Average shareholders' equity	4.52%	-22,18%	-120%
5	Inventory turnover ratio (no of times) @	Cost of material consumed	Average inventory	50.78	77.00	-34%
6	Trade receivables turnover ratio (no of times) @	Revenue from operations	Average gross trade receivables	20.85	17.74	-17%
7	Trade payables turnover ratio (no of times) @	Cost of material consumed + changes in inventories of finished goods and work in progress + Construction expenses + Sub-contract expenses + Other expenses	Average trade payables	18.04	35.38	-49%
8	Net capital turnover ratio (no of times) @	Revenue from operations	Average working capital	(2.09)	(1.64)	-28%
9	Net profit ratio (%) @	Profit for the year after tax	Revenue from operations	0.38%	0.89%	58%
10	Return on capital employed (%) @	Profit before tax + Interest on Borrowings	Tangible net worth + Total Debt	6.10%	8.92%	-23%

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

Sl.no	Particulars	Numerator	Denominator	F.Y 2024-25	F.Y 2023-24	Variance
11	Return on investment (%) @	Earnings before Interest and Tax	Average Total assets	10.46%	9.78%	-7%

Reason for Variances

1. The main reason is due to increase in current assets and decrease in current liabilities which is due to increase in sales resulting increase in cash holdings and advance for expenses.
2. This is mainly due to increase in Shareholders equity and other equity
3. This is mainly due to increase in profit for the period
4. The main reason is due to profit during the current period whereas there was a loss during previous year
5. The main reason for decrease is due to increase in Avg inventory during the current period
6. The main reason for Increase is due to increase in Trade receivables during the current period.
7. The main reason for decrease is due to increase in Avg Trade payables during the current year
8. The main reason for variance is increase in profit during the year
9. The main reason for variance is increase in profit during the year
10. The main reason for variance is increase in profit during the year
11. The main reason for variance is increase in average fixed deposits during the year

57. The Financial statements were approved for issue by the Board of directors on 03/09/2025

58. Previous year's figures have been regrouped and reclassified wherever considered necessary to conform to the current period's classifications.

Notes forming part of financial statements for the period ended March 31, 2025
(All amounts in Indian Rupees lakhs unless otherwise stated)

In terms of our report attached

For Darapaneni & Co. Chartered Accountants (Firm Registration No: 000685S)	**For and on behalf of the Board of Directors**	
CH. Sree Ramachandra Murthy Partner Membership No: 233010	**P.V. Krishna Reddy** Director DIN: 1815061	**P. Venkatesh** Director DIN: 03588839
Place: Hyderabad Date: 03.09.2025	**Dillip Kumar Sahoo** Chief Financial Officer	**Pratap Kumar Dash** Company Secretary M.No. 47625

Form No. MGT- 11

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 of the member (s) : __________________________
Registered address : __________________________
E-mail Id : __________________________
Folio No. : __________________________

I/We, being the member (s) of _____________shares of **M/s. Megha City Gas Distribution Private Limited** hereby appoint

1. Name: ______________________Email id: ____________

   Address: ____

   Signature ___________________________ or failing him.

2. Name: ______________________Email id: ____________

   Address: ____

   Signature ___________________________ or failing him.

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 4th Annual General Meeting of the Company, to be held on Saturday, 27th September 2025 at 10:00 A.M. at S-2, Technocrat Industrial Estate, Balanagar, Hyderabad-500037 or any adjournment thereof in respect of such resolutions as are indicated below:

Sr. No.	Resolution	For	Against
Ordinary Business			
1	To receive, consider and adopt the Audited Balance Sheet as of 31st March 2025 and the Profit and Loss Account, Cash flow Statement for the year ended on that date and the Board's report and Auditor's Report thereon.		
2	To appoint a director in place of Mr. Puritipati Venkata Krishna Reddy (DIN: 01815061), who retires by rotation and being eligible, offers himself for re-appointment.		
Special Business			
3	Appointment of Mrs. Sudharani Puritipati (DIN: 02061208) as Director of the company.		
4	Ratification of remuneration of Cost Auditors for financial year 2025-26.		

Signed this __________day of____________ 2025.

Affix Rs. 1 Revenue Stamp

Signature of Shareholder ____________________

Signature of Proxyholder(s) ____________________

Note: The proxy form must be deposited at the registered office of the company not less than 48 hours before the meeting.

MeghaGas® | MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED

MEGHA CITY GAS DISTRIBUTION PRIVATE LIMITED
CIN: U40106TG2021PTC154806
S-2, TECHNOCRAT INDUSTRIAL ESTATE,
BALANAGAR, HYDERABAD-500037, TELANGANA
www.meghagas.com

ATTENDANCE SLIP
(To be presented at the entrance)
4th ANNUAL GENERAL MEETING

I hereby state that I am a registered shareholder/proxy for the registered shareholder of the Company. I hereby record my presence at the Annual General Meeting of the company held on Saturday, 27th September 2025 at 10:00 A.M. at S-2, Technocrat Industrial Estate, Balanagar, Hyderabad-500037 or/any adjournment thereof.

Name of the attending shareholder (in BLOCK LETTERS) : ______________________

Name of the proxy (to be filled in if proxy attends) : ______________________

Signature of the shareholder : ______________________

Signature of proxy : ______________________

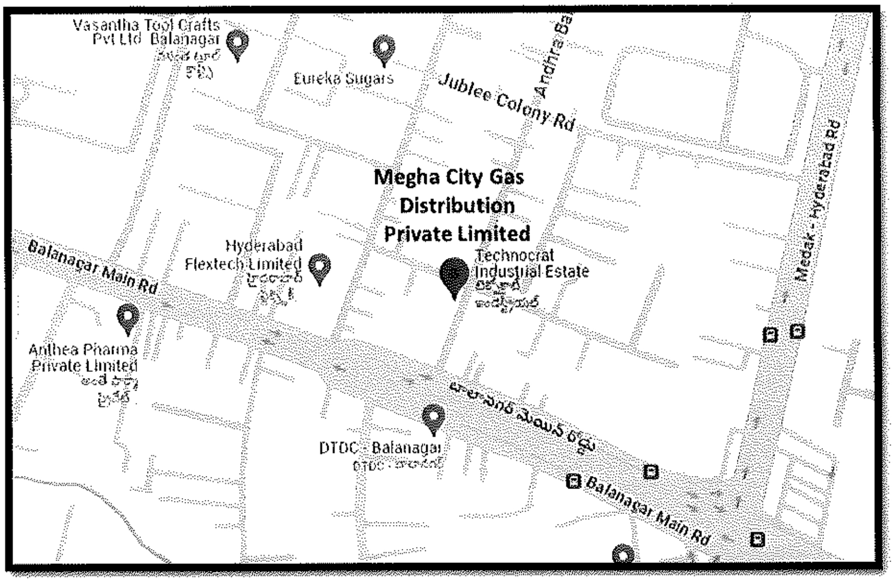
Regd. Folio Number/ DP ID and Client ID: ______________________

Number of shares held : ______________________

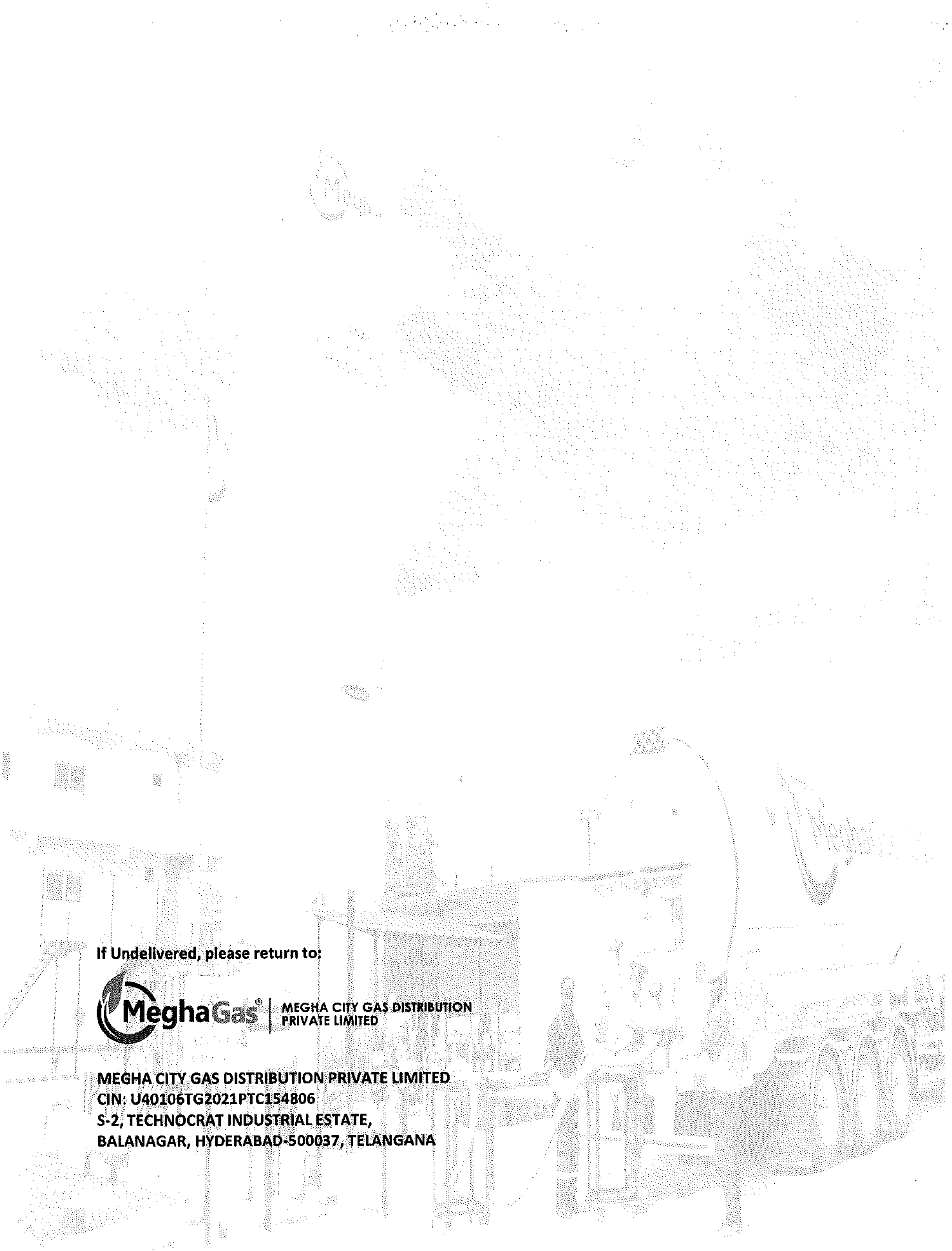
Note:

1. Shareholders/proxy holders are requested to bring the Attendance Slips with them duly completed when they come to the meeting and hand them over at the gate, affixing their signature on them.
2. Shareholders are informed that no duplicate attendance slips will be issued at the venue of the meeting.

ROUTE MAP TO THE VENUE



Address: S-2, Technocrat Industrial Estate, Balanagar, Hyderabad-500037, Telangana



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