

ENERGIZING THE **PROGRESS**

ANNUAL REPORT 2024-25



Bhagyanagar Gas Limited

a joint venture of





ENERGIZING THE
PROGRESS



CLEAN. RELIABLE.

PROGRESSIVE.

BHAGYANAGAR GAS -
ENERGIZING INDIA'S FUTURE.

ENERGIZING THE
PROGRESS

At Bhagyanagar Gas Limited (BGL), we power more than just industries and homes—we fuel progress. As we present our annual report, we reflect on our role as a catalyst for sustainable development, energizing lives while driving India's growth story forward.

Natural gas stands at the heart of our mission, offering a cleaner, more efficient pathway to meet the nation's rising energy demands. Through strategic infrastructure expansion, technological innovation, and unwavering commitment to sustainability, we are lighting the way for a future where energy security and environmental responsibility go hand in hand.

This report captures our milestones—from expanding our CNG and PNG networks to pioneering green initiatives—each step reinforcing our vision of **Energy for Progress**. Together with our stakeholders, we are not just delivering fuel; we are empowering communities, boosting economies, and building a brighter, more sustainable tomorrow.

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**ENERGIZING THE
PROGRESS**



ABOUT US

Bhagyanagar Gas Limited, established in August 2003 as City Gas Distribution Company through a joint venture between GAIL India Limited and HPCL, is entrusted with the task of distributing and marketing Compressed Natural Gas (CNG) and providing Piped Natural Gas (PNG) to Domestic, Commercial, and Industrial sectors within Andhra Pradesh.

Authorized by the Central Government, Bhagyanagar Gas Limited holds the responsibility for constructing, operating, and expanding city gas distribution projects in Hyderabad, Vijayawada, and Kakinada. Operational network comprising 31 online stations 104 daughter booster and daughter stations and 4 mother stations spanning in Hyderabad, Vijayawada and Kakinada.

Our unwavering commitment lies in creating the essential infrastructure to meet the increasing demand for gas among transport, domestic, industrial, and commercial customers within our operational areas. Furthermore, Bhagyanagar Gas Limited is dedicated to the paramount goal of preserving the environment. We strive to achieve this by reducing vehicular emissions and ensuring the convenient and safe availability of cost- effective fuel through our Piped Natural Gas system for Domestic, Commercial, and Industrial Consumers at their fingertips.



VISION

To make BGL an unparalleled natural gas distribution company, providing economically cheaper, eco-friendly alternative fuels to transport, domestic, commercial and industrial sectors with the objective of safeguarding the environment by bringing down pollution levels in the State of Telangana & Andhra Pradesh, India.

MISSION

To provide safe, convenient, reliable and timely gas supply to our customers in transport, domestic, commercial and industrial sectors.

To facilitate conversions of commercial and private vehicles to CNG through external agencies by:

- Making available the quality CNG kits and creating a network of workshops to undertake reliable and speedy conversion to CNG.
- Assist in technology development and use of eco-friendly appliances to small scale industries which are presently on conventional fuels.
- Promoting new technologies in Energy Sector to improve environment and reduce pollution.



CORPORATE INFORMATION

CSR Committee Members

Shri KV Sreenivas Raju, Chairman
Shri Ashish Kumar Purwar, Member
Shri Kaushik Mitra, Member

Company Secretary

Smt. Malleswari.G

Statutory Auditors

M/s A.Rama Chandra Rao & Co.,
Chartered Accountants

Internal Auditors

M/s Niranjan & Narayan.,
Chartered Accountants

Cost Auditors

M/s Ramarao & Co.,
Cost Accountants

Tax Auditors

M/s Dinkar & Co.,
Chartered Accountant

Secretarial Auditors

M/s Nekkanti S.R.V.V.S. Narayana & Co.,
Company Secretaries

Bankers

ICICI Bank Limited

Registered Office:

Second Floor, Parisram Bhawan,
TSIDC Building, Basheer Bagh,
Hyderabad – 500 004.

Tel: 040 – **23236986**

Website: **www.bglgas.com**

Email: **corporatehqo@bglgas.com**

Registrars & Share Transfer Agents:

K Fin Technologies Private Limited
Karvy Selenium Tower B,
Plot No. 31 & 32, Gachibowli,
Financial District, Nanakramguda
Serilingampally, Hyderabad - 500 032.

Registered Office:

Karvy House 46, Avenue 4,
Street No.1, Banjara Hills,
Hyderabad - 500 034.

BOARD OF DIRECTORS



Shri Amit Garg
Chairman



Shri KV Sreenivas Raju
Managing Director



Shri Ashish Kumar Purwar
Director



Shri Kaushik Mitra
Director Commercial cum CFO



BHAGYANAGAR GAS LIMITED

A Joint Venture of GAIL & HPCL

ANNUAL REPORT 2024-25

CIN: U40200TG2003PLC041566



Message from the CHAIRMAN

Dear Valued Shareholders,

As Bhagyanagar Gas Limited (BGL) proudly steps into its 22nd year of operations, I am delighted to share our progress in advancing clean and sustainable energy solutions. Our transformative journey continues to align with India's transformative vision of becoming a gas-based economy and we remain committed to playing a pivotal role in this transition.

Advancing India's Energy Transition

India's natural gas consumption currently stands close to 200 MMSCMD and, supported by ongoing policies and sustained investments, is projected to more than double by 2030. Experts forecast demand reaching 297 MMSCMD under current trends, with the potential to rise to 365 MMSCMD if conditions remain highly favourable. The primary driver of this growth will be the City Gas Distribution (CGD) sector, which has expanded at a compounded

annual growth rate of 11% between FY 2015-16 and FY 2024-25. The industrial segment too has grown strongly, recording a CAGR of 11% in the same period. Recognizing the potential of this sector, the government has extended consistent policy support, with PNGRB authorizations now covering almost the entire population and geographical expanse of the country.

The Government of India's vision to increase the share of natural gas to 15% of the primary energy mix by 2030 presents unprecedented opportunities for CGD companies. Progressive reforms and initiatives such as "One Nation, One Gas Grid" are laying a strong regulatory foundation for growth, reinforcing our confidence in natural gas as a critical bridge fuel in India's decarbonization strategy.

At BGL, our mission remains steadfast — to provide environmentally responsible fuel alternatives that drive economic growth while upholding our commitment to environmental stewardship.



Market Dynamics and Opportunities

India's natural gas sector demonstrated strong resilience in FY 2024-25, with consumption rising by nearly 3.5% to surpass 72,000 MMSCM, driven by sustained demand growth. During the year, domestic natural gas volumes were redirected from GAIL and ONGC to CGD entities, further strengthening the sector. This expansion was further supported by the steady growth of pipeline infrastructure, which has now extended to almost 25,000 km, unlocking new opportunities in Tier-2 and Tier-3 cities. The transportation sector emerged as the fastest-growing consumer segment, creating significant potential for expanding CNG station networks and enhancing service delivery across our operational areas.

BGL's Operational Excellence

BGL's operational achievements in FY 2024-25 reflect our commitment to sustainable growth and customer-centric service delivery. We expanded our pipeline network (Steel & MDPE) by 99 km, taking the total to 2,760 km, thereby strengthening our distribution capabilities in Andhra Pradesh and Telangana. We added 25,951 new domestic connections, bringing the total to 3,41,997 households, and expanded our CNG network to 139 stations, thereby supporting the growing transition to cleaner transportation. Our commercial PNG connections grew from 365 to 415, while our industrial customer base increased from 88 to 97. To meet the additional demand, we sourced domestic gas linked to ceiling prices, particularly to serve domestic and transport sectors.

Every connection we add, every pipeline we extend, and every innovation we implement reflects our commitment to cleaner air, healthier communities, and a brighter future.

Alongside network expansion, we positioned digital transformation as a key driver of operational efficiency. The rollout of SAP S/4 HANA has streamlined business processes, ensured real-time data visibility, and strengthened data integrity. For the domestic segment, a mini-ERP system has been introduced to optimize the end-to-end customer journey, supported by mobile applications for acquisition, meter reading, and billing. We have also digitized vendor and service provider transactions and expanded digital payment options, integrating BBPS, BHIM, UPI, and PAYU to provide greater convenience to our customers. Additionally, the implementation of an Electronic Document Management System (EDMS) has enabled the systematic digitization and management of records.

Building Organizational Capability

Our growth has been complemented by the strengthening of organizational capabilities. Through targeted HR initiatives, we have reinforced governance frameworks while fostering a culture of transparency, professionalism, and performance excellence. The expansion of our workforce across key functions underscores our commitment to building institutional capacity, equipping us with the human capital required to support ambitious growth plans and sustain high service quality. Reflecting this focus, our employee strength increased from 54 to 67 as of March 2025 and continues to scale in line with business expansion.

Sustainability as a Strategic Advantage

At BGL, we regard responsible business practices not only as an ethical obligation but also as a source of strategic advantage. Our decisions are guided by a commitment to harmonize commercial success with environmental responsibility. By advancing the adoption of natural gas as a cleaner fuel, we are actively contributing to the reduction of carbon emissions and supporting India's climate commitments, while delivering sustainable value to our shareholders.

Acknowledgments and Future Outlook

On this occasion, I extend my heartfelt gratitude to the Ministry of Petroleum & Natural Gas, PNGRB, State Governments, Regulatory Authorities, and Local Administrations for their unwavering support and collaboration. I am equally grateful to our customers, shareholders, business partners, and employees, whose trust and dedication remain the cornerstone of our journey.

Looking ahead, the CGD sector is poised to remain the primary growth driver of natural gas consumption, with its share rising to nearly 20% of the total natural gas basket. Driven by rapid urbanization, supportive government policies, and the sustained efforts of PNGRB/CGD companies to expand networks and enhance awareness, this momentum is set to accelerate further. At BGL, we are confident that our strategic initiatives, operational excellence, and sustainability-focused approach will continue to deliver value for all stakeholders. We aim to strengthen our presence across all segments of natural gas usage and evolve into a much larger CGD enterprise in the years to come. Together, we are not only building a successful business but also shaping a cleaner, more sustainable energy future for the nation.

With warm regards.

Amit Garg
Chairman, BGL



Message from the MANAGING DIRECTOR

Dear Valued Shareholders,

It is with immense pride that I present Bhagyanagar Gas Limited's remarkable journey and achievements. As we celebrate another milestone year, I am honoured to share our exceptional performance and vision for a sustainable energy future.

Our Foundation and Vision

BGL was founded with a clear vision: to provide clean, safe, reliable, and eco-friendly energy to the people of Telangana and Andhra Pradesh. Today, we stand as a trusted name in City Gas Distribution—synonymous with innovation, sustainability, and service excellence, positively impacting lakhs of lives daily.

Outstanding Financial Performance

BGL achieved a remarkable gross revenue of, **780.92 crs in FY 2024-25**, demonstrating our commitment to growth and

operational excellence. This milestone reflects our strategic focus on expanding market presence while maintaining the highest service quality standards.

Operational Excellence and Growth

Our operational achievements during FY 2024-25 have been exceptional. During the year we expanded our pipeline network from 2,661 km to **2,760 km**, adding 90 km of MDPE pipeline and 9 km of steel pipeline. We commissioned our second Mother Station at Hafeezpet, Hyderabad, with 45,000 kg/day compression capacity, which significantly reduced our transportation costs while ensuring reliable supply. Additionally, we gasified the Peddapuram area in Kakinada, unlocking the potential to serve over 6,000 customers and expanding our reach in this important region.



Our customer growth has been remarkable across all segments. We added 25,951 new domestic PNG connections, increasing our domestic connections from 3,16,046 to 3,41,997. We increased our commercial customers from 365 to 415, while industrial connections grew from 88 to 97. We strengthened our CNG network by adding 14 CNG stations, comprising 8 new installations and 6 upgrades to existing facilities.

The Volume performance was particularly impressive, with total gas volume increasing from **0.31 MMSCMD** in FY 2023-24 to **0.42 MMSCMD** in FY 2024-25 (35% year-on-year growth). We reached a significant milestone of **0.45 MMSCMD in March 2025**. CNG volumes rose from 1.78 lakh kg/day in FY 2023-24 to **1.99 lakh kg/day** in FY 2024-25.

The Government continued to accord priority to the CGD sector (CNG and PNG) in the Gas Utilization Policy. Recently, the Government has also made CBG blending mandatory in the CNG and PNG domestic segments of the CGD sector w.e.f 2025-26. This will encourage the development of more CBG projects in the country.

BGL has taken proactive steps in this direction. The company has issued Letters of Intent and entered into commercial agreements with one supplier for 8 TPD of CBG, located in Kakinada, in addition to the already committed value of 19 TPD with 3 suppliers.

Digital Transformation and Innovation

BGL's commitment to technological advancement yielded significant improvements. We implemented a comprehensive **mini-ERP system** for Domestic PNG customers and deployed **SAP S/4 HANA Public Cloud** across critical modules including Plant Maintenance, Project Systems, Materials Management, Finance & Controlling, and Sales & Distribution.

Additional digital initiatives included an in-house Bill Tracking System, centralized **Kaspersky Endpoint Detection & Response** system, an Electronic Document Management System on Files Anywhere cloud platform, and integrated digital payment platforms through **BBPS, BHIM, UPI, and PAYU** for completely cashless transactions.

Corporate Social Responsibility

BGL spent **₹75.55 lakhs toward CSR initiatives** in FY 2024-25, supporting LV Prasad Eye Institute for critical surgeries, contributing to Cyberabad Security Council for police equipment, providing infrastructure support to Government ITI College in Kakinada, and supplying equipment to 32 Government schools in Pithapuram Assembly.

Employee Welfare and Team Building

Our people remain our greatest asset. FY 2024-25 initiatives included International Yoga Day celebrations, family outings, participation in marathon, and our 22nd Foundation Day celebrations. We implemented revised CDA rules, salary revisions, and streamlined, payroll, and performance management systems.

Strategic Priorities for the Future

Our roadmap focuses on five clear priorities: Expanding our City Gas Distribution network to new regions, maximizing asset utilization through deeper penetration in existing areas, leveraging digital technologies for customer-centric services, upholding the highest standards of safety, integrity, transparency, and aligning our growth with India's energy security and net-zero goals.

Commitment to Sustainability

BGL remains steadfast in supporting India's transition to a gas-based economy. Every PNG connection replacing polluting fuels, every CNG station enabling clean transport, and every industrial switch to natural gas represents a step toward a cleaner, healthier, and more sustainable India.

Acknowledgments

I extend deepest gratitude to our promoters **GAIL and HPCL**, the Ministry of Petroleum & Natural Gas, PNGRB, state governments, Board of Directors, and all stakeholders for their unwavering support. Most importantly, I thank every member of the BGL family—our dedicated employees and their families, whose encouragement makes this excellence possible.

Looking Forward

As we move forward, BGL is committed to building a future where we are not only larger and stronger, but also respected for our values, admired for our impact, and trusted for our vision. The foundation we have laid this year positions us excellently to capitalize on emerging opportunities in the City Gas Distribution (CGD) sector, which continues to play a pivotal role in India's transition to a gas-based economy.

The CGD sector is witnessing rapid expansion, driven by increasing demand for cleaner fuels, government policy support, and technological advancements. With our growing pipeline network, expanding CNG infrastructure, and proactive steps in adopting Compressed Biogas (CBG), BGL is well-placed to contribute meaningfully to this national agenda. We aim to serve a larger base of domestic, commercial, industrial, and transport customers, ensuring that natural gas reaches every corner of our authorized areas.

With collective effort, innovation, and determination, I am confident that Bhagyanagar Gas Limited will scale even greater heights in the years ahead. Together, we will continue to deliver energy solutions that are safe, sustainable, and affordable, while creating long-term value for all our stakeholders.

Thank you for your continued trust and support in our shared journey toward a cleaner, greener, and more prosperous future.

Warm regards,

KV Sreenivas Raju

Managing Director

Bhagyanagar Gas Limited





NOTICE

Notice is hereby given that 22nd Annual General Meeting (AGM) of the Members of Bhagyanagar Gas Limited will be held on Tuesday, 30th, September 2025 at, 3.00 P.M.(IST) at the registered office of the Company situated at 2nd floor, Parisrama Bhawan, TSIDC Building, Basheer Bagh, Hyderabad-500 004, through Video Conferencing (VC)/ Other Audio-Visual Means (OAVM), to transact the following businesses:-

ORDINARY BUSINESS: -

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2025, and the Reports of the Board of Directors' and Auditors' Report thereon, and to pass the following resolution as an **Ordinary Resolution:-**

"RESOLVED THAT Audited Financial Statements for the financial year ended 31st March 2025 and the report of the Board of Directors and Auditors Report thereon be and are hereby received, considered and adopted."

2. To confirm the payment of Interim Dividend @ Rs. 0.50/- per equity share on the paid-up equity share capital of the Company already paid at the end of March 2025, respectively, and to pass the following resolution as an **Ordinary Resolution:-**

"RESOLVED THAT Interim Dividend @ Rs. 0.50 /- per equity share on the paid-up equity share capital of the Company as approved by the Board and already paid at the end of, March 2025 be and are hereby noted and confirmed".

3. To appoint a director in place of Shri. Ashish Kumar Purwar, (10159925), who retires by rotation and being eligible, offers himself for re-appointment and to pass the following resolution as an **Ordinary Resolution:-**

"RESOLVED THAT, Shri. Ashish Kumar Purwar, (10159925) who offers himself for re-appointment be and is hereby re-appointed as Director of the Company liable to retire by rotation."

4. To authorize the Board of Directors of the Company to fix the remuneration of Statutory Auditors of the Company to be appointed by the Comptroller and Auditor General of India (CAG) for the financial

year 2025-26, in terms of the provisions of Section 142 of the Companies Act, 2013 and to pass the following resolution as an **Ordinary Resolution:-**

"RESOLVED THAT the Board of Directors of the company be and is hereby authorized to fix the remuneration of Statutory Auditors of the Company to be appointed by Comptroller and Auditor General of India for the financial year 2025-26."

SPECIAL BUSINESS: -

5. Appointment of Shri, Kaushik Mitra (10769334) as Director on the Board: -

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

"RESOLVED THAT in accordance with the provisions of Section 152,161 and all other applicable provisions, if any, of the Companies Act, 2013, (the "Act") Shri, Kaushik Mitra (10769334) as Director, who was appointed by the board of directors of the Company as an Additional Director w.e.f 21st June 2025 and, who holds office up to the date of this Annual General Meeting ("AGM") and, in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director be and is hereby appointed as a Director of the Company liable to retire by rotation."

6. Appointment, of Shri, Kaushik Mitra (10769334) as Whole Time Director / Director Commercial, and C.F.O w.e.f, 21st June, 2025 to 20th June 2028,

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

"RESOLVED THAT, pursuant to the provisions of Sections 196, 197,198 and Schedule V and other applicable provisions if any of the Companies Act, 2013, consent of the Company be and is hereby accorded to the appointment of Shri, Kaushik Mitra (10769334), as Whole Time Director / Director Commercial and C.FO for three years with effect from 21st June, 2025 to 20th June 2028, on such terms and conditions as set out in the Explanatory Statement attached to this notice.



RESOLVED FURTHER THAT to give effect to the foregoing resolution, the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things, as it may in its absolute discretion deem necessary, proper or desirable and to settle any question, difficulty or doubt that may arise in the said regard."

7. Appointment of Shri, KV Sreenivas Raju, (10842042) as Director on the Board :-

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

"RESOLVED THAT in accordance with the provisions of Section 152,161 and all other applicable provisions, if any, of the Companies Act, 2013 (the "Act"), Shri, KV Sreenivas Raju, (10842042) who was appointed by the board of directors of the Company as an Additional Director w.e.f 26th June 2025, and, who holds office up to the date of this Annual General Meeting ("AGM") and, in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director be and is hereby appointed as a Director of the Company liable to retire by rotation."

8. Appointment of Shri, K V Sreenivas Raju, (10842042) as Managing Director on the Board :-

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

"RESOLVED THAT pursuant to the provisions of

Sections 196, 197,198, and Schedule V and other applicable provisions if any of the Companies Act, 2013, consent of the Company be and is hereby accorded to the appointment of Shri, KV Sreenivas Raju, (10842042) as Managing Director for a period of three years w.e.f. 26th June 2025 to 25th June 2028 or superannuation, whichever is earlier on such terms and conditions as set out in the Explanatory Statement attached to this notice.

RESOLVED FURTHER THAT for the purpose of giving effect to the foregoing resolution, the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters, and things, as it may in its absolute discretion deem necessary and to settle any question, difficulty or doubt that may arise in the said regard."

**By order of the Board
(Bhagyanagar Gas Limited)**

**Place: Hyderabad
Date : 04-09-2025**

**Sd/-
Malleswari G
Company Secretary**

Membership No: FCS 6574

Registered Office

Parisram Bhavan,
2nd Floor, TSIDC Building,
Basheer Bagh,
Hyderabad -500 004.



NOTES

The following is annexed with the Notice:-

1. Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 (the "Act"), in respect of the Special Business to be transacted at the Annual General Meeting ("AGM") is annexed hereto. Details of Directors whose appointment is proposed pursuant to the Secretarial Standards on General Meeting (SS-2) is also provided.

2. The Ministry of Corporate Affairs ("MCA") has vide its circular dated December 28, 2022 read with circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 (collectively referred to as "MCA Circulars") permitted the holding of the AGM through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), without the physical presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Act, the Listing Regulations and MCA Circulars, the AGM of the Company is being held through VC/OAVM.

The Ministry of Corporate Affairs ("MCA") has vide its circular no 09/2023 dated 25th September 2023, read with circular dated December 28, 2022 and Circular No 14/2020 dated April 08, 2020 and, April 13, 2020 General Circular No.03/2022 dated 5 th May 2022, General Circular No. 11/2022 and December 28, 2022 (collectively referred to as "MCA Circulars") permitted the holding of the AGM through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), without the physical presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Act, and MCA Circulars, the AGM of the Company is being held through VC/OAVM.

3. Since the AGM is being held through VC/OAVM, without physical attendance of Members, the facility for appointment of proxies will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.

4. In compliance with the aforesaid MCA Circulars dated January 05, 2023 and October 7th 2023 Notice of the AGM along with the Annual Report 2024-25 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / National Securities Depositories Limited (NSDL) ("Depositories"). Members may note that the Notice and Annual Report 2024- 25 will also be available on the Company's website at www.bglgas.com.

5. Members holding shares in physical form are requested to consider converting their holding to dematerialized form, by writing a letter to Company Secretary or M/s KFin Technologies Limited, Tower – B, Plot No. 31 & 32 Survey No. 116/22, 115/24, 115/25 Financial District, Nanakramguda Hyderabad, Telangana, India - 500 032

6. Corporate members are required to send to the Company, a certified copy of the Board Resolution/ Authorised nomination Letter pursuant to section 113 of the Companies Act 2013, through e-mail at malleswari@bglgas.com or by post addressing to Company Secretary.

7. If there is any change in the e-mail ID already registered with the Company, members are requested to immediately notify such change to the Company or its RTA in respect of shares held in physical form and to DPs in respect of shares held in electronic form.

8. Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013

9. Since the AGM is being held through VC/OAVM, the Route Map is not annexed in this Notice.



ANNEXURE TO THE NOTICE BRIEF RESUME OF DIRECTOR SEEKING APPOINTMENT/ RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING PURSUANT TO SS-2 OF THE INSTITUTE OF COMPANY SECRETARIES OF INDIA.

Item no.2 of the Notice Shri. Ashish Kumar Purwar, (10159925) information about the appointee:-

Qualifications	Chartered Accountant, Cost Accountant, and Law Graduate.
Experience	33 Years.
Date of First Appointment in BGL	12-05-2023
Relationship with Other Key Managerial Personnel (KMPs) and Directors	No relationship with other Key Managerial Personnel (KMPs) and Directors
Shareholding in the Company (BGL)	Nil
Other Director ship in other Companies	Nil
No.of meetings of the Board attended from 01-04-2024 to 31-03-2025	13

Item no.5 and 6 of the Notice Shri, Kaushik Mitra (10769334) information about the appointee:-

Qualifications	MBA (FINANCE)
Experience	26 Years.
Date of First Appointment in BGL	21st June 2025, in BGL.
Relationship with Other Key Managerial Personnel (KMPs) and Directors	No relationship with other Key Managerial Personnel (KMPs) and Directors
Shareholding in the Company (BGL)	Nil
Other Director ship in other Companies	Nil
No.of meetings of the Board attended from 01-04-2024 to 31-03-2025 after the date of his appointment	Nil



Item no.7 and 8 of the Notice Shri K V Sreenivas Raju (10842042) information about the appointee:-

Qualifications	Civil Engineer from Andhra University and winner of prestigious Dean's 5 Award (MBA), SP Jain Institute of Management and Research (2005).
Experience	34 Years.
Date of First Appointment in BGL	26-06-2025
Relationship with Other Key Managerial Personnel (KMPs) and Directors	No relationship with other Key Managerial Personnel (KMPs) and Directors
Shareholding in the Company (BGL)	Nil
Other Director ship in other Companies	Nil
No.of meetings of the Board attended from 01-04-2024 to 31-03-2025 after the date of his appointment.	Nil



EXPLANATORY STATEMENT

PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 5 & 6

1. The, Board of Directors has appointed Shri, Kaushik Mitra (10769334), nominee of GAIL, as an additional Director of the Company w.e.f 21st June 2025 and Director Commercial and C.F.O of Bhagyanagar Gas Limited for three years with effect from 21st June, 2025 to 20th June 2028, as per the provision of Section 161, 196, 197, 198 and Schedule V of the Companies Act, 2013.
2. In this regard, the Company has received a request in writing from a shareholder of the Company proposing his candidature for appointment as Director Commercial of the Company.
3. Shri Kaushik Mitra is MBA (FINANCE) joined GAIL in 1999 and, posted at Pata Petrochemical plant for 11 years. There he looked after Sales Accounting, Accounts payable and receivables, concurrence of financial proposals etc. ,
4. From 2010 to, 2014 was posted on secondment at Brahmaputra Crackers and Polymer Ltd (BCPL), which is a JV of GAIL, and involved in project finance activities including fund raising from banks and promoters.
5. From 2014 to 2023, he was posted in the Corporate Office and worked in the Corporate Planning department for 3 years and Treasury Department for 6 years.
6. From 2023 to 2025 he was in Gail Gas Ltd, the 100% subsidiary of GAIL, and there he was looking after the overall F&A activities in CGD business.

The terms and conditions of the appointment of Shri, Kaushik Mitra (10769334) who is on deputation to BGL are as under: -

Period

The period of appointment is 3 years w.e.f 21st June 2025 to 20th, June 2028.

Salary

Basic pay per month Rs.1,87,880/- In addition to that he is entitled to variable D.A., Tution Fee, Professional updation allowance, LTC, Catering Exp reimbursement., HRA, Educational Scholarship and other allowances as per rules of GAIL.

Annual Increment as per rules of GAIL.

In addition to salary, perquisites will be provided as per relevant applicable rules of GAIL.

1	PF Contribution	Contribution to Provident Fund, Superannuation Benefit Fund Scheme in accordance with the Rules of GAIL
2	Gratuity	Gratuity as per the applicable rules of GAIL
3	Conveyance	Car with driver at the place of posting, presently Hyderabad
4	Business expenses	Reimbursement of travelling expenses incurred for the business of the Company.
5	Leave	Leave as per the Rules of GAIL
6	Other allowances, benefits and perquisites	Other allowances, benefits and perquisites etc. as per the Rules of GAIL

As per Section 197 (1) of the Companies Act, 2013 the total managerial remuneration payable by public company to its directors, including Managing Director and Whole Time Director and its manger in respect of any financial year shall not exceed 11% of net profits of the company.



However, as per section 197(3) of the Companies Act, 2013 if any financial year, company has no profits or its profits are inadequate, Managerial Remuneration payable to Managing Director and Whole Time Director and its manager shall be as per the limits specified in Section II of Part II of Schedule V of the Companies Act, 2013.

Shri, Kaushik Mitra (10769334) is interested in this Resolutions mentioned at Item No. 5 & 6 of the Notice to the extent of his appointment as Director.

Other than Shri, Kaushik Mitra (10769334), no other Directors, Key Managerial Personnel or their relatives are concerned or interested in the Resolutions mentioned in Item No. 5 & 6 of the Notice.

ITEM NO. 7 & 8

1. The Board of Directors has appointed Shri, KV Sreenivas Raju, (10842042), nominee of HPCL, as an additional Director of the Company w.e.f 26th, June 2025 and Managing Director of Bhagyanagar Gas Limited for three years with effect from 26th June 2025 to 25th, June 2028 or super annuation, whichever is earlier as per the provision of Section 161, 196, 197, 198 and Schedule V of the Companies Act, 2013.
2. In this regard, the Company has received a request in writing from a shareholder of the Company proposing his candidature for appointment as Managing Director of the Company.
3. Shri, KV Sreenivas Raju, (10842042) is a Civil Engineer from Andhra University and winner of prestigious Dean's 5 Award (MBA), SP Jain Institute of Management and Research (2005). He is a results-oriented professional with over 32 years of experience at Hindustan Petroleum Corporation Limited (HPCL), with a strong track record in project execution, team leadership, with strategic vision and business development. Proven ability to manage complex projects, build high-performing teams, and achieve exceptional results.
4. He has a strong experience in, Project & Pipeline Department (1991-2020) of HPCL wherein he led teams in the successful execution of numerous critical infrastructure projects, including the GMR Vasavi Power Plant LSHS Project, Silvasa Lube Building Plant, New white Oil and Black Oil terminals at Vizag and various other terminals across India including Kanpur terminal. The unique Projects executed also include a small Subsea pipeline at Vizag- 6m below the seabed.
5. In 2020, he was assigned Natural Gas Department, where he played a key role in establishing HPCL's CGD business, overseeing project development and operations, and ensuring positive cash flow from the 3rd year of the project.
6. His Key Achievements includes:-
 - Successfully delivered some of HPCL's most modern and sophisticated infrastructure projects.
 - Instrumental in setting up HPCL's City Gas Distribution (CGD) business.
 - Recognized for exceptional leadership and mentorship and was awarded prestigious "HP Icon" in the program's first edition (2010).
 - He participated in prestigious HR development programs i.e, Periscope, Akshay, wherein only a select few are given the opportunity to learn to become leaders.
7. Recently, he has been recognized as "Best Mentor" during the "HP Possible" program.

Period

The appointment period is 3 years w.e.f 26th June 2025 to 25th, June 2028 / superannuation, whichever is earlier

Salary

Basic pay per month Rs.2,62,820/- In addition to that he is entitled to variable D.A., Professional updation allowance, LTC, and other allowances as per rules of HPCL.



Annual Increment as per rules of HPCL.

In addition to salary, perquisites will be provided as per relevant applicable rules of HPCL.

1	PF Contribution	Contribution to Provident Fund, Superannuation Benefits as per the Rules of HPCL.
2	Gratuity	Gratuity as per the applicable rules of HPCL.
3	Conveyance	Car with driver at the place of posting, presently in Hyderabad given by BGL (if opted), cannot claim Driver Salary and Re-imbursement of Vehicle Operating expenses etc.,
4	Business expenses	Reimbursement of travelling expenses incurred for the business of the Company as applicable rules of, HPCL.
5	Leave	Leave as per the Rules of HPCL
6	Other allowances, benefits and perquisites	Other allowances, benefits and perquisites etc. as per the Rules of HPCL.

As per Section 197 (1) of the Companies Act, 2013 the total managerial remuneration payable by public company to its directors, including Managing Director and Whole Time Director and its manager in respect of any financial year shall not exceed 11% of net profits of the company.

However, as per section 197(3) of the Companies Act, 2013 if any financial year, company has no profits or its profits are inadequate, Managerial Remuneration payable to Managing Director and Whole Time Director and its manager shall be as per the limits specified in Section II of Part II of Schedule V of the Companies Act, 2013.

Shri, KV Sreenivas Raju, (10842042) is interested in this Resolutions mentioned at Item No. 7 & 8 of the Notice to the extent of his appointment as Director.

Other than Shri, KV Sreenivas Raju (10842042), no other Directors, Key Managerial Personnel or their relatives are concerned or interested in the Resolutions mentioned in Item No 7 & 8 of the Notice.

Your directors recommend the resolution for approval of shareholders as a Special Resolution.

**By order of the Board
(Bhagyanagar Gas Limited)**

Sd/-

**Malleswari. G
Company Secretary**

Membership No, FCS 6574

**Place: Hyderabad
Date : 04-09-2025**



INAGURATION OF 2ND MOTHER STATION HAFEEZPET





DONATION, TO TG GOVERNMENT



DONATION, TO AP GOVERNMENT



Directors' Report

To

The Shareholders of Bhagyanagar Gas Limited

Your directors are happy to present the 22nd Annual Report along with the Audited Accounts of the Company for the year ended 31st March 2025, together with the Auditors' Report and Comments on the accounts by the Comptroller and Auditor General of India (C&AG).

PERFORMANCE DURING THE YEAR

A. During the year, segment-wise sales turnover and their volume was:-

Product	For the year,			
	2023-24		2024-25	
	Rs.in Cr	Qty (in MMSCM)	Rs.in Cr	Qty (in MMSCM)
Compressed Natural Gas (CNG)	422.7	77.78	575.2	97.94
Piped Natural Gas (PNG)	143.9	30.28	205.7	45.35
Total	566.6	108.06	780.9	143.29

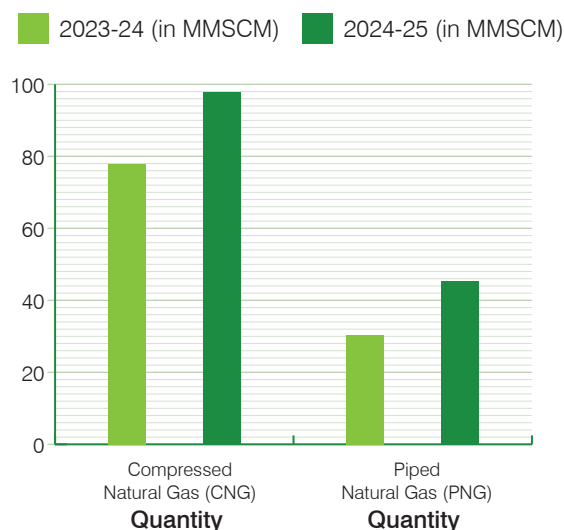
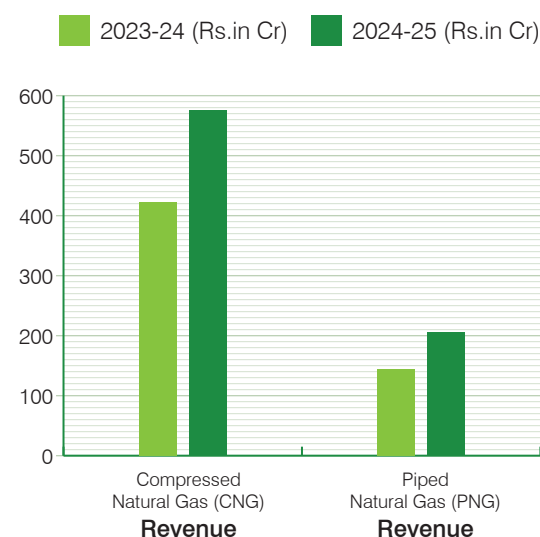
B. The Company's financials are summarized below:

(Rs. In Lakhs)

Particulars	For the year	
	2023-24	2024-25
Revenue from Operations	56661.78	78092.72
Other Income	635.58	547.50
Total Revenue	57297.36	78640.22
Cost of materials consumed/purchases/other expenses	41179.09	62322.13
Employee benefit expenses	850.55	957.67
Earnings Before Depreciation, Interest and Tax	15267.72	15360.42
Depreciation	6397.76	4590.56
Finance Cost	4006.95	4226.26
Profit before tax	4863.01	6543.61
Current Tax	849.67	1143.30
Deferred Tax	205.12	695.61
Net Profit for the year after Tax	3808.23	4704.71

BUSINESS REVIEW

Your company is witnessing a significant increase in CNG volumes, particularly in the Hyderabad GA. To cater to this growing demand, we have commissioned a new mother station at Hafeezpet, adding 45,000 kg/day of CNG compression capacity, enabling us to reach a larger customer base. Additionally, we are optimizing our operations by utilizing spare compression capacity at online outlets for filling LCVs, ensuring maximum asset utilization.



To further enhance supply reliability, we have strategically availed hospitality facilities from other CGDs. This initiative has helped reduce dead mileage, improve LCV fleet utilization, and meet the demand



of far-off outlets efficiently. Plans are also underway to extend pipeline connectivity to Katedan and the Financial District, which will enable us to convert five offline stations to online mode. This transition will not only improve operational efficiency but also expand our reach across domestic, commercial, and industrial segments.

The Company introduced targeted CNG promotional schemes in Vijayawada and Kakinada, which have resulted in a positive response from customers and contributed to an increase in CNG sales, reflecting a growth of 9 %.

Your company also aims to target customers currently using LPG reticulated systems, encouraging them to shift to PNG, thereby strengthening our presence in the domestic segment. Looking ahead, your company is focusing on emerging growth corridors and plans to commission 10 –15 new CNG stations annually to support rapid adoption of CNG in the transportation sector.

In parallel, your company is engaging with state authorities in both Telangana and Andhra Pradesh to incentivize industries to adopt low-polluting fuels. Your company is committed to expanding its infrastructure across all three GAs to meet the anticipated surge in natural gas demand, driven by the region's growing economy.

COMPRESSED BIOGAS

India's transition towards sustainable energy has gained significant momentum in recent years, with Biogas emerging as one of the key ingredients in this transition.

Your company has proactively embraced the Government of India's initiative on CBG blending. In line with this, BGL has signed procurement agreements with multiple suppliers located in and around Hyderabad, Vijayawada, and Kakinada. The first supplies are expected to commence for FY 2025-26.

PNG, DOMESTIC CONNECTIONS

Your company is committed to ensuring a cleaner and greener environment in its, allocated GA's:

Description	GA	Numbers	
		2023-24	2024-25
PNG Connections-Domestic	Hyderabad	1,92,762	2,15,698
	Vijayawada	57,608	59,977
	Kakinada	65,676	66,322
Total		3,16,046	3,41,997

PNG, I & C CUSTOMERS

During the year your company continued its thrust in the commercial and Industrial Segment, which is one of the potential growth areas in coming years.

Description	Cumulative Commercial Connections	
	2023-24	2024-25
Cumulative Commercial Connections	365	415
Cumulative Industrial Connections	88	97

CNG STATIONS

Continuing the journey, the acceptance of CNG as a fuel has been increasing across all GA's. The main driver for this growth has been the economic advantage over other competitive fuels. Augmentation of existing CNG stations due to converting DBS to online stations one (1) and DS, to DBS, Seven (7) to improve the CNG Sales volume which has led to enhance the CNG volume.

Description	GA	Cumulative Numbers	
		2023-24	2024-25
CNG, STATIONS	Hyderabad	90	93
	Vijayawada	34	33
	Kakinada	13	13
	Total	137	139

PIPELINE LENGTH (STEEL & MDPE)

Your company has increased its pipeline network (Steel and MDPE) from 2661 kms to 2760 kms in the cities of its operation to connect more areas for increasing the supplies across all business segments.



Steel and MDPE laid till 31 st March 2025			Total (Including Steel & MDPE)
Geographical Area	Steel in Km.	MDPE in Km.	
Hyderabad	93.63	976.90	1070.53
Vijayawada	52.73	511.17	563.90
Kakinada	46.17	1079.78	1125.95
Total	192.53	2567.85	2760.38

SHARE CAPITAL

The Authorised Share Capital of the Company as on 31st March 2025 and as on Board Report date is Rs. 12000 Lacs consisting of 12,00,00,000, equity shares of face value of Rs.10/-each and the paid-up share capital of the Company is Rs.10025.69 Lacs.

DIVIDEND

The Board of Directors had approved payment of Interim Dividend during the financial year 2024-25 @ 0.50 paise per share of face value of Rs. 10/- each, out of the profits of the Company for the Financial Year 2024-25 and was paid to those members whose names appeared in the Register of Members as on the record Date.

TRANSFER TO RESERVES

During the year under review, no amount was transferred to any of the reserves by the Company. The closing balance of the Retained Earnings of the Company after appropriation for the financial year 2024-25 was 223.42 Crore.

VIGIL MECHANISM AND WHISTLE BLOWER POLICY

Your Company prioritizes the establishment of a robust vigil mechanism to ensure adherence to the company's Code of Conduct and related policies. Your Company has a Whistle Blower Policy. This Policy allows individuals to report unethical practices and irregularities without fear of reprisal. The Whistle Blower Policy is periodically reviewed and revised, if necessary to align with regulatory requirements and changing workplace needs. This ensures that the Policy remains effective and relevant over time. The Vigil Mechanism fosters a culture of trust and transparency among all stakeholders, encouraging

open communication and accountability. The Whistle Blower Policy provides adequate protection to those who report unethical practices and irregularities. This protection is crucial in encouraging individuals to come forward with concerns without fear of retaliation. All reported incidents are investigated and suitable action is taken in line with the Whistle Blower Policy. This ensures that reported concerns are addressed effectively and responsibly. The Whistle Blower Policy has been appropriately communicated within the Company and is available on the Company's website at [https:// www.bglgas.com](https://www.bglgas.com). This ensures that all stakeholders are aware of the Policy and know how to access it for reference or reporting purposes.

BORROWING & DEBT SERVICING

Your company has been sanctioned with a term loan of Rs.400 Cr from ICICI Bank for Phase I project expansion in 2017, which has been completely utilized. In addition, The Company had been sanctioned a fresh Term Loan of Rs.250 Crores from ICICI Bank towards Phase II of project expansion out of which Rs 185 Crores was availed., As on 31st March 2025, the outstanding amount of Term Loan I is Rs. 280 Crores and the Outstanding amount of Term Loan II is Rs. 181.3 crores. Your company has also been sanctioned Working-Capital Limit of Rs. 130 crores from ICICI Bank.

CREDIT RATING

Your company credit rating was done by Care Ratings for various banking facilities. During the year the Credit rating was upgraded from CARE A+ to CARE AA- with a stable outlook as a result of consistent growth in scale of operation over the past few years, resulting in improved financial performance and debt coverage indicators.

LEGAL ENTITY IDENTIFIER NUMBER

As per the instructions of RBI, it is mandatory for corporate borrowers having aggregate fund-based and non-fund-based exposure of Rs.5 crore and above from any bank to obtain Legal Entity Identifier (LEI). Based on the instruction BHAGYANAGAR GAS LIMITED obtained the LEI number and LEI number of BGL is 335800G4BLDD9GWGPW20.



REPORT ON PERFORMANCE OF SUBSIDIARIES, ASSOCIATES AND JOINT VENTURE COMPANIES

During the year under review, your Company did not have any subsidiary, associate, joint venture companies.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes and commitments which could affect the company's financial position between the end of the financial year of the Company and the date of this report. Your company has commenced the repayment of the long-term loan taken from ICICI Bank during the year. There has been no change in the business of the Company.

ACCEPTANCE, OF, DEPOSITS

Your Company has not accepted any deposit from the public during the FY 2024-25, which is covered under Chapter V of the Companies Act, 2013.

DIFFERENTIAL VOTING RIGHTS

Your Company did not issue shares with differential rights

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURT

During the year under review, there were no significant and/or material orders passed by any Regulator/ Court/ Tribunals which could impact the going concern status of your Company and its operations in the future.

PARTICULARS, OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

The details of transactions/contracts/arrangements entered by the Company with related party (ies) as defined under the provisions of Section 2(76) of the Companies Act, 2013, during the financial year under review, are furnished in Annexure- I and forms part of this Report.

PARTICULARS OF LOANS, GUARANTEES, INVESTMENTS, AND SECURITIES

The Company has not provided any loans, not given any guarantees or not provided any security or not made any investment as per Section 186 of the Companies Act, 2013.

INSOLVENCY AND BANKRUPTCY CODE 2016

No application has been made under the Insolvency and Bankruptcy Code, hence the requirement to disclose the details of the application made or any proceedings pending under the Insolvency and Bankruptcy Code 2016 (31 of 2016) during the year along with their status as the end of the financial year, is not applicable.

BOARD MEETINGS

According to the provisions of Section 173 of the Companies Act, 2013 and rules made thereunder, during the financial year (01-04-2024 to 31-03-2025) 2024-25, the Board of Directors met 13 (Thirteen Times):-

S. No	Name of the Director	Executive/Non-Executive/ Independent	No. of Meetings Held in their period	No. of Meetings Attended
1	Shri. Amit Garg	Chairman & Non-Executive Director	13	13
2	Shri. Ram Mohan Rao Karnati #	Executive Director designated as Managing Director	13	13
3	Smt. Danuta Yeleswarapu @	Executive Director designated as Director Commercial cum CFO	13	13
4	Shri., A.K.Purwar	Non-Executive Director	13	13

With effect from 26th June 2025, Shri Ram Mohan Rao Karnati, ceased as Managing Director due to superannuation and in his place Shri KV Sreenivasa Raju, appointed as Managing Director.

@ With effect from 21st June 2025, Smt. Danuta Yeleswarapu ceased as Director Commercial cum CFO due to repatriation to parent organisation and in her place Shri Kaushik Mitra is appointed as Director Commercial cum CFO.



AUDIT COMMITTEE AND NOMINATION & REMUNERATION COMMITTEE

As per the Ministry of Corporate Affairs, vide notification number GSR 839(E) dated July 5th, 2017, inter alia amending Rule 4, of the Companies (Appointment and Qualification of Directors) Rules, 2014, an unlisted public company, which is Joint Venture Companies, is not compulsorily required to appoint an Independent Director. In view of the above, after the completion of the term of the existing, Independent Director, the New Independent Director was not appointed, and the Audit Committee and NRC were discontinued in the, 137th Board Meeting held on 29th June 2023.

MANAGERIAL REMUNERATION

Managing Director is nominated by GAIL (India) Ltd., and the Director Commercial is nominated by, Hindustan Petroleum Corporation Ltd (for the Financial Year 2024-25 i.e., 01-04-2024 to 31-03-2025), and the terms and conditions of their appointment, including remuneration, are advised by their parent organizations, and these limits are not exceeding as per the Companies Act, 2013.

AUDITORS

STATUTORY AUDITORS

The Statutory Auditors of your company are appointed by the Comptroller & Auditor General of India (CAG). Accordingly, M/s. A.RAMA CHANDRA RAO & CO., Chartered Accountants, were appointed as the Statutory Auditors of your Company for the financial year 2024-2025.

The Auditors' Report of your Company's Annual Accounts for the financial year ending 31st March 2025 is enclosed with the financial statements in this annual report, which is self-explanatory in nature and does not contain any qualification, reservation.

SECRETARIAL AUDITORS

Pursuant to provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company had appointed M/s. Nekkanti S.R.V.V.S Narayana & Co, Company Secretaries to conduct the Secretarial Audit of

the Company for the financial year 2024-25. The Secretarial Audit Report for the Financial Year under review, issued by them in Form MR-3 is enclosed herewith as **Annexure 2** to this report. The Secretarial Audit Report is self-explanatory in nature and does not contain any qualification, reservation, or adverse remark.

COST AUDITORS

The Company is required to maintain Cost records as specified under sub-section (1) of Section 148 of the Companies Act, 2013 and accordingly such accounts and records are made and maintained and the relevant forms filed with the Ministry of Corporate Affairs.

INTERNAL AUDITORS

Pursuant to the provisions of Section 138 of the Companies Act, 2013 read with Notifications/Circulars issued by the Ministry of Corporate Affairs from time to time, the Board of Directors appointed M/s Niranjana & Narayan., Chartered Accountants, Hyderabad as Internal Auditors & IFC Auditors of the Company for the financial year 2024-25.

INTERNAL FINANCIAL CONTROLS

Your Company has adequate Internal Financial Controls in place commensurate with the nature of the Company's business and size and complexity of its operations and has been operating satisfactorily.

As part of this exercise, the design of internal controls, and its operating effectiveness is tested by independent professionals, M/s Niranjana & Narayan., Chartered Accountants. Based on the review carried out, independent professionals have confirmed that they are satisfied with the effectiveness and adequacy of Internal Controls over Financial Reporting.

INFORMATION TECHNOLOGY / AUTOMATION

1. Implementation of SAP S/4 HANA Public Cloud.
 - Your company Successfully deployed SAP S/4 HANA (Public Cloud) covering critical modules including Plant Maintenance (PM), Project Systems (PS), Materials Management (MM),



Finance & Controlling (FICO), and Sales & Distribution (SD).

- This has enabled streamlined processes, real-time data insights, data integrity, stock monitoring and improved resource planning across departments. This gives the, Company an added advantage of better control.

2. In-house Bill Tracking System

- Your company designed and deployed an in-house Bill Tracking System for efficient monitoring and approval of bills.
- Enhanced transparency, accountability, and faster processing of financial transactions.

3. Strengthening of Cyber Security Infrastructure

- Your company implemented Centralized Cloud-based Kaspersky Endpoint Detection & Response (EDR) and Next EDR Optimum Solution.
- Improved protection against advanced cyber threats, endpoint visibility, and incident response capabilities.

4. Electronic Document Management System (EDMS)

- Your company rolled out EDMS on Files any where Cloud-based platform to ensure secure, centralized storage and easy retrieval of documents.
- Reduced paper dependency and improved collaborative access to information.

HUMAN RESOURCES

The Human Resources function at your company continues to be one of the strongest pillars, sustaining our organizational culture and driving excellence across the enterprise. More than a support function, HR serves as a strategic partner in aligning manpower strategies with business imperatives, ensuring seamless integration of employee aspirations with organizational goals.

During FY 2024–25, the HR function advanced its transformation journey into a proactive, agile, and people-centric enabler of growth. With a strong focus on capability building, inclusiveness, and governance, HR broadened its scope to strengthen both business performance and employee experience.

Key Highlights of FY 2024–25:-

- **Workforce Expansion:-** Recruitment across multiple levels enhanced the strength of the BGL family, ensuring the availability of the right capabilities to meet present and future business requirements.
- **Rewards & Recognition:-** Introduced new benefits to reinforce its culture of appreciation. Long Service Awards were conferred on eligible employees in recognition of their loyalty and commitment, while marriage gifts were extended to newlywed employees as a gesture of goodwill and care.
- **Robust Governance:** The implementation of Conduct, Discipline and Appeal (CDA) Rules fortified the governance ecosystem, bringing enhanced fairness, transparency, and professionalism to grievance redressal processes.
- **Learning & Development:** A structured approach to capability building was pursued. Mandatory Safety training was imparted across sites, while awareness sessions on Prevention of Sexual Harassment (POSH) and CDA Rules were conducted, thereby equipping employees with the knowledge and agility required for evolving business needs.
- **Employee Engagement:** Engagement remained a cornerstone of HR strategy, with a series of celebrations, family gatherings, and cultural events fostering inclusiveness, camaraderie, and a strong sense of belonging among employees.

As your company continues its growth trajectory, the HR function remains steadfast in its commitment to unlocking the potential of people, building an inclusive culture, and shaping a future-ready workforce. With an emphasis on continuous improvement, HR will continue to serve as a key enabler in realizing the Company's vision of sustained growth and organizational excellence.

PARTICULARS OF DEPOSITS:-

During the year under review, your company has not accepted any deposits covered under Chapter V of the Companies Act, 2013 and as such, no amount of principal or interest was outstanding as of the Balance sheet Date i.e., 31/03/2025.



EXTRACT OF ANNUAL RETURN:-

According to the provisions of Sections 92(3) and 134(3) of the Companies Act 2013, read with rules made thereunder, the copy of the annual return for the year 24-25 is available on the website of the Company i.e. www.bglgas.com.

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

The particulars as required under the provisions of Section 134(3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014 in respect of conservation of energy, technology absorption, foreign exchange earnings and outgo etc., are furnished in **Annexure III**, which forms part of this Report.

CORPORATE SOCIAL RESPONSIBILITY

Corporate Social Responsibility (CSR) of your Company firmly believes that the commitment towards playing a defining role in the development of its stakeholders extends to uplifting the lives of the marginalized segments of the society living in and around its areas of operation. The Composition of the CSR Committee from 01.04.2024 to 31.03.2025 is as follows:

1. Shri. Ram Mohan Rao Karnati - Chairman
2. Shri Ashish Kumar Purwar - Member
3. Smt. Yeleswarapu Danuta - Member

In the year 2024-25, an amount of Rs.75.55 lakhs was approved and spent as on 31.03.2025 under CSR for, the following, projects:

Sl.	Proposals	BGL GA Area	Proposed Work	Proposed Items	Est. Cost of the Project in, Rs. Lakhs
1	Society for Cyberabad Security Council (SCSC),	Hyderabad	Police Patrol Bikes - Women & Road Safety Accident Spots - Reflectors, Blinkers, cat eye reflectors etc. CCTV Cameras for monitoring and surveillance	Bikes, CCTVs, Reflectors, Blinkers etc.	20
2	LV Prasad Eye Institute	Hyderabad	Critical Eye surgeries for economically underprivileged patients – 100 surgeries @ Rs. 15,000/- per Person.	100 Critical Eye surgeries	15
3	Govt, ITI College, Kakinada	Kakinada	Providing Infrastructure to the Schools and colleges	CC TVs, Cycle Stand Training aids	8
4	The District Collector & Magistrate	Kakinada	Providing Sports Material @ 2Kits to 32 Government/ZP Schools in Pithapuram Assembly	Sports Kits	16
5.	Sujana Charitable Trust	Vijayawada	Providing Infrastructure, to schools and colleges	Chemistry/Physics/ Zoology, Science Lab Set up; Toilet and Urinal Construction; Flooring of the school premises etc.,	16.55
	Total				75.55



Annual Report on CSR activities as required under Companies (Corporate Social Responsibility Policy) Rules, 2014 is placed at Annexure-IV.

HSE (HEALTH, SAFETY AND ENVIRONMENT)

Your Company believes that the safety of its workforce and all its stakeholders is of critical importance to its functioning and success. It has incorporated all the necessary measures to promote the highest level of Safety, Health, Environment and loss control in all areas of implementation of the CGD projects, natural gas transmission, distribution through CGD, , , network and CNG systems installed within and outside the city boundary and the supply of PNG to various customers with clear emphasis on improving the environment for sustainable development. Various measures and best practices have been put in place to avoid injuries, accidents or any other untoward incidents. Your Company has always accorded topmost priority to Safety. It has made concerted efforts to maintain a good safety culture and highest safety standards. Regular training's are imparted to drivers, PNG customers, employees, contractual staff and other stakeholders. For BGL, safety comes first, for all its stakeholders. Your Company is focused on improvement of harmony with environment through sustainable development. It has incorporated all the necessary measures to promote the highest level of Safety, Health and Environment (HSE)..

DISCLOSURES, UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE

Disclosure in relation to Sexual Harassment of Women at Workplace Your Company has in place a Policy on Prevention, Prohibition and Redressal of Sexual Harassment of Women at Workplace in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and

Redressal) Act, 2013, with respect to FY 2024-25, as well as the date of signing of the report, are as under:-

Number of complaints pending at the beginning of the financial year	, Nil
Number of complaints filed during the financial year, as well as the date of approval of the Directors' Report.	one
Number of complaints disposed of during the financial year, as well as the date of approval of the Directors' Report.	, Nil
Number of complaints pending at the end of the financial year, as well as the date of approval of the Directors' Report.	one

PARTICULARS OF EMPLOYEES

During the year under review, there were no employees in receipt of remuneration exceeding the limits prescribed under Rule 5 (2) of the Companies Appointment & Remuneration of Managerial Personnel) Rules, 2014.

DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, in relation to the audited financial statements of the Company for the year ended 31st March 2025 the Board of Directors hereby confirms that:-

- In the preparation of the annual accounts, the applicable accounting standards were followed along with proper explanation relating to material departures.
- They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent to give a true and fair view of the state of affairs of the company at the end of the financial year and profit and loss of the company for that period.
- They have 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) They have prepared the annual accounts on a going concern basis and.
- e) They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

ACKNOWLEDGEMENTS AND APPRECIATION

Your directors take this opportunity to thank the Government of India, Ministry of Petroleum and Natural Gas, State Govt. of Andhra Pradesh and Telangana, Petroleum Natural Gas Regulatory Board, customers, shareholders, suppliers, bankers, promoters, financial institutions, employees for their consistent support and encouragement to the Company. Your Directors acknowledge the constructive suggestions received from Comptroller and Auditor General of India and

Auditors, and are grateful for their continued support and cooperation. Your Directors also thank all the shareholders, business partners, and members of the BGL family for reposing their faith, trust and confidence in your Company. All that have been achieved would not have been possible without the relentless and focused efforts of your Company's employees; we place our deep appreciation for their commitment.

On behalf of the Board of Directors (Bhagyanagar Gas Limited)

Sd/-
(Kaushik Mitra)
Director Commercial
(DIN- 10769334)

Sd/-
(KV Sreenivas Raju)
Managing Director
(DIN-10842042)

Place: Hyderabad
Date : 04.09.2025

INAGURATION OF TAS FS RO, JILLELAGUDA



PNGRB MEMBER (LEGAL) VISIT TO BGL AND INGUARATION OF
CNG ONLINE STATION (HS LATHWALA)



Annexure - 1

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 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 transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis:

Name(s) of the related party and nature of relationship	NIL
Nature of contracts/arrangements/transactions	
Duration of the contracts / arrangements/transactions	
Salient terms of the contracts or arrangements or transactions including the value if any	
Justification for entering such contracts or arrangements or transactions.	
Date(s) of approval by the Board.	
Amount paid as advances, if any.	
Date on which the special resolution was passed in general meeting as required under first proviso to section 188.	

2. Details of material contracts or arrangement or transactions at arm's length basis:

BGL is purchasing Natural Gas from GAIL and selling CNG to HPCL in the normal course (ordinary course) of Business on an arm's length basis.

The following transactions were entered with related parties

(In Rs. Lakhs)

Name of the Related Party	HPCL For the year 2024-2025	GAIL For the year 2024-25
Nature of transaction:-		
Purchases - Natural Gas	NIL	46,277.02
Sales – CNG	28,460.26	-
Inland Letter of Credit	-	9,938.78
Manpower Cost of Employees on deputation other than, Managing Director and Director Commercial.	247.68	274.73



Annexure - 2

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2025
[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To
The Members,
Bhagyanagar Gas Limited
Parishram Bhawan,
Basheerbagh, Hyderabad
Telangana – 500004

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Bhagyanagar Gas Limited** (hereinafter called “the company”). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on our verification of the Bhagyanagar Gas Limited’s books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on 31st March, 2025 (“Audit Period”), complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms, and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2025 and made available to us, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the rules made there under; (not applicable to the Company during the Audit Period being an Unlisted Company);
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;





- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings (not applicable to the Company during the Audit Period as the Company had no Foreign Direct Investment and Overseas Direct Investment and has not raised External Commercial Borrowings);
- (v) The Securities and Exchange Board of India Act, 1992 ('SEBI Act') and the Regulations and Guidelines prescribed thereunder; (not applicable to the Company during the Audit period being an Unlisted Company);
- (vi) Other laws applicable specifically to the Company, namely:
 - (a) The Petroleum and Natural Gas Regulatory Board Act, 2006 (hereinafter called the 'PNGRB Act')
 - (b) The Legal Metrology Act, 2009 and rules made thereunder
 - (c) The Explosives Act, 1884; and Rules 2008
 - (d) The Petroleum Act, 1934
 - (e) Gas Cylinder Rules, 2004

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India.

We report that, during the year under review, the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines Standards mentioned above.

We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Women Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance, and
- a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- As per the Minutes of the Meetings, duly recorded and signed by the Chairman, majority decision is carried through while the Members' views are captured and recorded as part of the Minutes





We further report that, based on the information provided and the representation made by the Company and on the review of the compliance certificates / reports taken on record by the Board of Directors of the Company, in our opinion, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that, during the audit period:

- The company has allotted 22,88,000 equity shares to TSIIC on a preferential basis on 24th December, 2024.
- The Company has declared an Interim Dividend of ₹ 0.50 per equity share during the year, amounting to ₹ 4,59,33,730.50 (Four Crores Fifty-Nine Lakhs Thirty-Three Thousand Seven Hundred and Thirty and Paise Five Zero)

For NEKKANTI S.R.V.V.S. NARAYANA & CO.

Company Secretaries

ICSI Unique Code: S2009AP122301

(NEKKANTI S.R.V.V.S. NARAYANA)

Proprietor

M.No. F7157, C.P.No.7839

P.R. No.1709/2022

Date : 21st August, 2025
Place : Hyderabad
UDIN : F007157G001046514



Note:

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

Audit Report for the year 2024-25



ANNEXURE – A

To
The Members,
Bhagyanagar Gas Limited
Parishram Bhawan,
Basheerbagh, Hyderabad
Telangana – 500004

Based on audit, our responsibility is to express an opinion on the compliance with the applicable laws and maintenance of records by the Company. We conducted our audit in accordance with the auditing standards CSAS 1 to CSAS 4 (“CSAS”) prescribed by the Institute of Company Secretaries of India (“ICSI”). These standards require that the auditor complies with statutory and regulatory requirements and plans and performs the audit to obtain reasonable assurance about compliance with applicable laws and maintenance of records.

Due to the inherent limitations of an audit including internal, financial and operating controls, there is an unavoidable risk that some misstatements or material non-compliances may not be detected, even though the audit is properly planned and performed in accordance with the CSAS. Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company and for which we relied on the report of statutory auditor.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company

For NEKKANTI S.R.V.V.S. NARAYANA & CO.

Company Secretaries

ICSI Unique Code: S2009AP122301


(NEKKANTI S.R.V.V.S. NARAYANA)

Proprietor

M.No.F7157, C.P.No.7839

P.R. No.1709/2022

Date : 21st August, 2025

Place : Hyderabad



Secretarial Audit Report for the year 2024-25



ANNEXURE - 3

DISCLOSURE PURSUANT TO SECTION 134(3)(M) OF THE COMPANIES ACT 2013 READ WITH RULE 8 OF THE COMPANIES (ACCOUNTS), RULES 2014.

(A) Conservation of Energy: -

All the energy conservation measures have been included in the plant design of CNG Mother Station as well as the daughter stations commissioned in Vijayawada, Kakinada and Hyderabad. The details relating to energy consumption in Mother Station and energy consumption per unit of production are given below:-

Power & Fuel Consumption:-

Particulars	2023-24	2024-25
i), Electricity purchased		
Units consumed (kVAh)	9,05,166	16,75,655
Total Amount in Rs.	1,04,64,729	, 1,77,56,385
Rate / Unit (Rs. kVAh)	11.56	, , 10.60
Demand load charges in Rs.	21,50,814	28,33,512
ii), Natural gas as fuel (kg.) consumed	20,39,552	24,90,539

Consumption per MT of production:-

Particulars	2023-24	2024-25
CNG Production (Total/MT)	55652.73	74,496.89
Electric Driven Production (MT)	4507.58	10,731.0
Gas Driven Production (MT)	23158.55	24,496.85
Electric Driven Production (MT)-Other than MS	12511.42	19,355.10
	15475.18	19,913.87
Electricity Consumed (in kVAh)/MT	200.81	156.15
Natural Gas as fuel (in kg.)	52.79	56.08

(B) Technology absorption: -

Efforts made towards technology absorption	NIL
Benefits derived like product improvement, cost reduction, product development or import substitution	NIL
In case of imported technology (imported during the last three years reckoned from the beginning of the financial year):	
Details of technology imported	NIL
Year of import	NIL
Whether the technology has been fully absorbed	NIL
If not fully absorbed, areas where absorption has not taken place, and the reasons thereof	NIL
Expenditure incurred on Research and Development	NIL

(C) Foreign exchange earnings and outgo: -

Amount in Rs

	2023-24	2024-25
Actual Foreign Exchange earnings	NIL	NIL
Actual Foreign Exchange outgo	NIL	NIL



ANNEXURE - 4

FORMAT FOR THE ANNUAL REPORT ON CSR ACTIVITIES TO BE INCLUDED IN THE BOARD'S REPORT FOR FINANCIAL YEAR COMMENCING ON OR AFTER 1ST DAY OF APRIL, 2020.

1. Brief outline on CSR Policy of the Company

A brief outline of the company's CSR policy, including overview of projects or programmes proposed to be undertaken and reference to the weblink: www.bglgas.com to the CSR Policy and projects or Programmes:-

BGL Recognises its responsibility toward the Community and has contributed over the years towards the goal of achieving sustainable development. As per Companies Act, 2013 we have our CSR Policy and guidelines in place and the highlights of the same are as below:-

- In every financial year, 2% of the Average net profits of the Company made during the immediately 3 financial years will be earmarked for undertaking CSR activities.
- We have CSR Committee of the Board and HR -Head monitors the CSR Proposals and spent amount periodically submit the reports to CSR Committee and Board.
- The company takes the CSR Projects only the areas specified in the Schedule VII of the Companies Act 2013 and which were covered in the Company CSR policy.

2. Composition of CSR Committee from 01.04.2024 to 31.03.2025:-

Sl. No.	Name of Director Designation	Nature of Directorship
1	Shri Ram Mohan Rao Karnati	Chairman
2	Shri Ashish Kumar Purwar	Member
3	Smt. Y. Danuta	Member

3. Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company - www.bglgas.com.

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report) – Not Applicable-

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any.

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be setoff for the financial year, if any (in Rs)
1	2024-2025	NIL	NIL

6. Last three years Average net profit of the company as per section 135(5)

(a)	Two percent of average net profit of the company as per section 135(5)	75.55
(b)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	0.00
(c)	Amount required to be set off for the financial year, if any	0.00
(d)	Total CSR obligation for the financial year	75.55

7. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (Rs. in lakhs.)	Amount Unspent				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 35(5).		
	Amount.	Date of transfer	Name of the Fund	Amount	Date of transfer
75.55	Nil	Nil	Nil	Nil	Nil



(b) Excess amount for set off if any

Sl. No	Particular	Amount (in Rs.)
i	Two percent of average net profit of the Company as per subsection (5) of Section 135	NIL
ii	Total amount spent for the financial year	NIL
iii	Excess amount spent for the Financial Year	NIL
iv	Surplus arising out of the CSR Projects or Programmes or activities of the previous financial years, if any.	NIL
v	Amount available for set off in succeeding Financial Years	NIL

8. Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding Financial years (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
				NIL			

9. Whether, any capital assets have been created or acquired through CSR amount, spent in the Financial Year:

(a)	In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).	NIL
(b)	Date of creation or acquisition of the capital asset(s).	NIL
(c)	Amount of CSR spent for creation or acquisition of capital asset.	NIL
(d)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	
(e)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).	NIL

(All the fields should be captured as appearing in the revenue records, flat no, house no, Municipal Office/, Municipal Corporation /Gram panchayat are to be specified and also the area of the Immovable Property as well as boundaries)

10. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5), NIL

Sd/-
KAUSHIK MITRA
(DIRECTOR -COMMERCIAL cum CFO)

Sd/-
SANGRAM, PATI
(HR - HEAD)



FAMILY PICNIC







INDEPENDENT AUDITOR'S REPORT

(Issued consequent to provisional comments by Dy. Director, CAG, vide letter No.PDCA/A/c/Desk/2024-25/BGL/1.16/62 dated 09/06/2025 and superseding our Independent Auditors Report dated 23/04/2025)

TO
THE MEMBERS OF
Bhagyanagar Gas Limited

Report on the Standalone Ind AS Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **Bhagyanagar Gas Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2025, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the period ended on that date and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the 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, total comprehensive income, changes in equity and its cash flows for the period 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 Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the independence requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Emphasis of Matters

01. Refer to Note No.4a in respect of Capital Work in Progress (CWIP) ageing. The CWIP of Rs.25,661.70 lakhs (previous year Rs. 25,659.60 lakhs) includes works continuing to be in progress at least for more than one year to the extent of Rs.24,458.89 lakhs (previous year Rs.22,612.84 lakhs). The note explains the circumstances in which the completion of works and capitalization of assets got delayed and as to why no impairment of capital inventory is considered. Our opinion is not modified in respect of this matter.
02. Refer to Note No.30 read with foot note thereto. The Company, during the previous financial year 2023-24, changed useful life of certain assets under Plant and Machinery as per the practice followed by other CGD companies and in terms of IndAS 16 vide Board Resolution dated September 28, 2023. Consequently, The adopted new rates resulted in an increase in the





depreciation cost, in that financial year, to the extent of Rs.3299.07 lakhs and decrease in profits to that extent. As a result, the depreciation cost of the current year is not comparable to the depreciation cost previous year.

Further refer to Note 4 in respect of Property, Plant and Equipment (PPE). During the current financial year, while doing the physical verification of assets and data migration to SAP it was noticed by the Company that some assets were wrongly categorized as P&M instead of Electrical equipment or Buildings with RCC / without RCC. Similarly in case of office equipment and furniture and fixtures. Consequently, there is a reclassification of PPE and The same has been disclosed in the IND AS PPE statement in the FS. The differential depreciation is Rs 31.41 lacs has been provided in the books of account.

Our opinion is not modified in respect of these matters.

03. Refer to Note 4E with respect to Physical verification of assets. The note explains the extent of physical verification of assets and the circumstances in which the verification of assets under the ground could not be carried out. Our opinion is not modified in respect of this matter.
04. Refer to Note 31, Other Expenses and the foot note thereto. The note explains the nature of expenses of Rs.172.48 lakhs being loss on account of floods. Further it explains the status of estimation of loss and recognition of insurance claims. Our opinion is not modified in respect of this matter.
05. Refer Note 14 (viii). During the year the Company allotted 22,88,000 Equity Shares to Telangana Industrial & Infrastructure Corporation (TSIIC) for an aggregate value of Rs.2,28,80,000/- on preferential basis. The noted explains the background in which the shares have been allotted at par. Our opinion is not modified in respect of this matter.

Key Audit Matters :

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

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the consolidated financial statements, financial statements and our auditor's report thereon.

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

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





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

Management's Responsibilities for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows 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 statements 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.

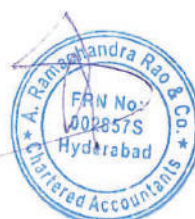
The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "**Annexure A**", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.





- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 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 B".
- 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 based on the information provided and explanations offered to us, the remuneration paid by the Company to its Directors during the year is in accordance with the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- 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 has made provision, as required under the applicable law of accounting standards, for material foreseeable losses, if any, on long term contracts including derivative contracts.
 - iii. There has been no amounts in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Company to the extent applicable and relevant to the company for the year.
 - 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) 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 or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (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 or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether,



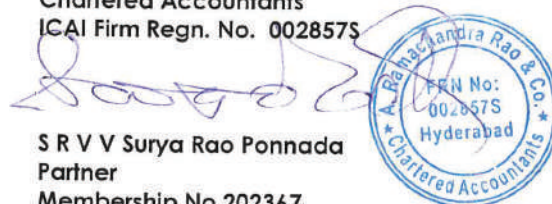


directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

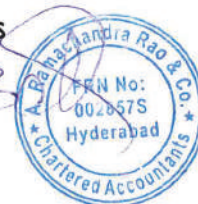
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11 (e), as provided under and (b) above, contain any material misstatement.
- (d) Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account 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 audit trail feature being tampered with. Additionally, the audit trail has been preserved by the company as per the statutory requirements for record retention.
- v. In our opinion and to the best of our information and according to the explanations given to us the Company has declared and paid an interim dividend to its shareholders during the year and the requirements of the provisions of section 123 of the Act are complied with.
- vi. As required under section 143(5) of the Companies Act, 2013, being the directions issued by the Comptroller and Auditor General for the year ended 31st March, 2025, we enclose herewith a statement in Annexure "C".

Place : Hyderabad
Date: 17/06/2025.

For M/s A Ramachandra Rao & Co
Chartered Accountants
ICAI Firm Regn. No. 002857S



S R V V Surya Rao Ponnada
Partner
Membership No.202367
UDIN : 25202367BMIBDT1485





ANNEXURE 'A'

TO THE INDEPENDENT AUDITOR'S REPORT (Bhagyanagar Gas Limited)

(Of even date referred to in Para 1 of our Report on Other Legal and Regulatory Requirements)

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

- i. (a) (A) The company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

(B) The Company is maintaining proper records showing full particulars intangible assets.

(b) The physical verification of assets has been carried out during the year in terms of its policy of verifying all the assets in every two years. However, in the circumstances and as explained in Note 4 to the financial statements, only CNG & PNG assets and its related materials and valves (other than underground natural gas distribution system) have been physically verified by the management. We have been explained that no material discrepancies were noticed on such verification. In respect of immovable properties taken on lease and disclosed as Right of Use assets in the financial statements, the lease agreements are in the name of the Company.

(c) Based on the information given to us, the title deeds of all immovable properties, as disclosed in Note 4 to the financial statements, are held in the name of the Company except as mentioned hereunder). We have been explained that the properties, which were reported to be not in the name of the Company in the previous financial years, have been registered in the name of the company during the current financial year.

Description of the Property	Gross Carrying Value	Held in the name of	Whether promoter, director or their relative or employee)	Period held, indicate range, if appropriate,	Reasons for not being held in the name of company
Land measuring 0.90 acres in Vidyadharapuram, Vijayawada was originally allotted to GAIL by	Nil. The company has not recorded any value towards land as such but	GAIL	Yes, subject to the approval of transfer of allotment to the Company by the District	Since 2005	Transfer of allotment to the Company is subject to the approval of





District Authorities which handed over the land to the Company and requested Authorities to approve the allotment to the Company	incurred Rs.56.34 lakhs on building Mother Station on the said land and included in Note 4		Authorities		District Authorities

In respect of immovable properties taken on lease and disclosed as Right of Use Assets in the financial statements, the lease agreements are in the name of the Company except in the case of 2002 sq/ mts of land at Saroomagar Mandal, which was handed over by HMDA to the Company in 2006-07 for a lease period of 33 years. The Company constructed (in March 2011) a building at a cost of Rs.13 lakhs on the said premises. However it had not entered into Lease deed agreement till date but continues to pay lease rent annually. We have been explained that the delay in executing the lease deed is due to procedural delays.

(d) The company has not revalued any of its properties, plant and equipment.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

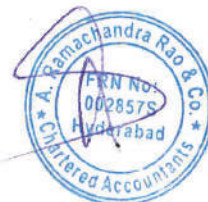
ii. (a) As explained and information given to us, physical verification of inventories has been conducted by the Management at reasonable intervals and, in our opinion, the coverage and procedure of such verification is appropriate. We have been explained that no discrepancies of 10% or more in the aggregate for each class of inventories were noticed on physical verification of inventory.

(b) Based on information provided to us the Company has been sanctioned working capital limits in excess of ₹ 5 crore, in aggregate, from banks but however, as explained to us the Company has not utilized the limits and that the company has not filed any quarterly statements or returns with bank. Consequently, in our opinion, the reporting under clause 3(ii)(b) of the Order is not applicable.

iii. (a) During the year, the Company has not made any investments, neither provided any guarantee nor security, nor granted any loans and advances in the nature of loans, secured or unsecured to Companies, firms, limited liability partnerships or any other parties.

(b) In view of our comments in para (a) above, the reporting under Clause (III) (a) to (f) of paragraph 3 of the aforesaid order is not applicable to the Company for the year.

iv. In our opinion and according to the information and explanation given to us, the Company has neither made nor given any loans, investments, guarantees and securities, covered by the provisions





of sec.185 and 186 and hence the reporting under Clause 3(iv) is not applicable to the Company for the year.

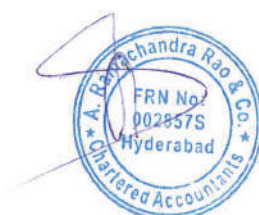
v. The Company has not accepted any deposit or amounts which are deemed to be deposit. Hence, reporting under clause 3(v) of the Order is not applicable to the Company for the year.

vi. The maintenance of cost records has been prescribed by the Central Government under section 148(1) of the Companies Act, 2013 in respect of the services of the Company. We have broadly reviewed the cost records maintained by the Company as prescribed by the Central Government under sub section (1) of section 148 of the Companies Act, 2013 and are of the opinion that, prima facie, the prescribed cost records have been made and maintained. However, we have not made a detailed examination of the records with a view to determine whether they are accurate or complete.

Vii.(a) According to the information and explanations given to us, the Company is regular in depositing undisputed dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, goods and services tax, cess and other statutory dues to the statutory authorities. There are no undisputed statutory dues which are outstanding for more than 6 months from the date they became payable as on the balance sheet date.

(b) According to the records of the Company and the information and explanations given to us, there were dues on account of the above which have not been deposited on account of any dispute are as follows.

S.No	Name of the Statute	Nature of Due	Amount Involved	Claim Period	Forum where dispute is pending
1	Central Excise and Service Tax	Excise Duty	7,67,312	FY 2010 -11 to FY 201112	CESTAT, Hyderabad
2	Central Excise and Service Tax	Excise Duty	74,34,414	FY 2011-12 to FY 201516	CESTAT, Hyderabad
3	Central Excise and Service Tax	Excise Duty	17,13,264	FY 2015-16 to DY 201617	CESTAT, Hyderabad
4	Central Excise and Service Tax	Excise Duty	18,61,911	FY 2017-18	Office of the
5	Central Excise and Service Tax	Excise Duty	15,52,671	FY 18-19	Office of Commissioner Appeals -Amarvathi
6	Central Excise and Service Tax	Excise Duty	14,82,023	FY 2019-20	Office of Commissioner Appeals -Amarvathi
7	Central Excise and Service Tax	Excise Duty	26,57,174	FY 2011-12 to FY 2014-15	CESTAT, Hyderabad





8	Central Excise and Service Tax	Excise Duty	21,23,457	FY 2014-15 to FY 2015-16	CESTAT, Hyderabad
9	Central Excise and Service Tax	Excise Duty	29,22,891	FY 2015-16 to FY 2017-18	CESTAT, Hyderabad
10	Central Excise and Service Tax	Excise Duty	50,664	FY 2014-15	Office of Commissioner Appeals
11	Central Excise and Service Tax	Excise Duty	83,00,478	FY 2011-12 to FY 2013-14	CESTAT, Hyderabad
12	Central Excise and Service Tax	Excise Duty	38,44,249	FY 2017-18 to FY 2018-19	Office of Commissioner Appeals
13	Income Tax ACT	Income Tax Assessment	23,40,958	FY 2007-08	Income tax department
14	Income Tax ACT 1961	Income Tax Assessment	96,85,624	FY 2008-09	Income tax department
15	Income Tax ACT 1961	Income Tax Assessment	1,27,15,936	FY 09-10	Income tax department
16	Income Tax ACT 1961	Income Tax Assessment	84,80,000	FY 17-18	Income tax department
17	Sales Tax Act	VAT	16,72,950	FY 2014-15	TS High Court

(viii) According to the information and explanations given to us and the records of the company examined by us, the Company has not surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year and hence the provisions of Clause 3(viii) of the Order is not applicable.

(ix) (a) According to the information and explanations given to us and the records of the company examined by us, the company has not defaulted in repayment of dues to any financial institution or bank as at the Balance Sheet date.

(b) According to the information and explanations given to us, the company has not been declared a wilful defaulter by any bank or financial institution or other lender.

(c) On the basis of our review of utilization of funds pertaining to term loans on overall basis and related information and explanations as made available to us, the term loans taken by the company has been applied for the purpose of which they were obtained.

(d) According to the information and explanations given to us, the company has not raised funds on short term basis. Hence utilisations of amounts of the same for long term purposes do not arise.

(e) According to the information and explanations given to us, the company has no subsidiaries, associates or joint ventures and hence the clause 3(ix) (e) is not applicable.

(f) According to the information and explanations given to us, as the company has no subsidiaries, associates or joint ventures and hence the clause 3(ix) (f) is not applicable.





(x) (a) According to the information and explanation given to us, the company has not raised any monies by way of initial public offer or further public offer (including debt instruments) during the year and hence the clause of 3(x) (a) is not applicable.

(b) According to the information and explanation given to us, the company has made preferential allotment of shares, as explained in Note 14 to the financial statements, but not convertible debentures (fully, partially or optionally convertible) during the year and the provisions of sec.42 and 62 of the Companies Act, 2013 have been complied with. Since the allotment is for a consideration other than cash, it being land allotted in an earlier year, there are no receipt of any funds so as to report the usage of funds under the Clause.

(xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company or any fraud on the company have been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the central government.

(c) According to the information and explanation given to us, the company has not received any whistle-blower complaints during the year and hence the consideration of the same does not arise.

(xii) The Company is not a Nidhi Company and hence reporting under clauses a, b, c of paragraph 3 (xii) of the Order is not applicable to the Company.

(xiii) In our Opinion and according to the explanations given to us, the company is in compliance with sec 177 and 188 of Companies Act 2013, where applicable for all the transactions with the related parties and the details of related party transactions have been disclosed in the Financials statements as required by the applicable Indian Accounting Standards.

(xiv) (a) To the best of our knowledge and according to the information given to us, the company has an internal audit system commensurate with the size and nature of its business.

(b) The reports of the Internal Auditors for the period under the audit were considered by us while framing our report.

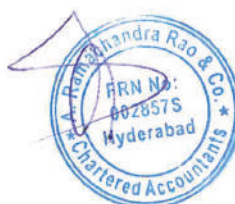
(xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its Directors or persons connected to its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.

(xvi) (a) The company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi) of the Order are not applicable to the Company.

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities and hence provisions of Clause 3(xvi) (b) of the Order are not applicable to the Company.

(c) According to the information and explanation given to us, the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and hence the provisions of Clause 3(xvi) (c) of the Order are not applicable to the Company.

(d) According to the information and explanation given to us, the Company has no Group more than One CIC and hence the indications of number of CIC which are part of the group do not arise.





(xvii) To the best of our knowledge and according to the information given to us, the company has not incurred any cash losses in the financial year and in the immediately preceding financial year and hence there are no amounts of cash losses to be reported.

(xviii) To the best of our knowledge and according to the information given to us, there has been no resignation of Statutory Auditors during the year and hence the provisions of Clause 3(xvii) of the Order are not applicable to the Company.

(xix) According to the information and explanation given to us, and on the basis of financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, it is our opinion no material uncertainty exist as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet, as and when they fall due within a period of one year from the balance sheet date. 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.

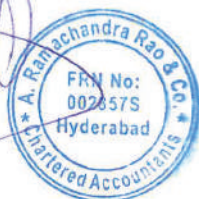
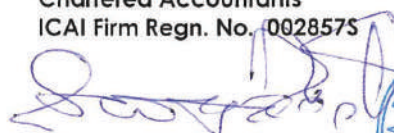
(xx) (a) According to the information and explanation given to us, there are no unspent amount of requiring to transferred to a Fund specified in Schedule VII to the Companies Act (Corporate Social Responsibility Expenditure) within a period of six months from the expiry of the financial year (before September 2025) in compliance with the sub-section (5) of section 135 of Company Act.

(b) According to the information and explanation given to us, there are no amounts remaining unspent under sub-section (5) of section 135 of the Companies Act, pursuant to an ongoing project, which needs to be transferred to special account in compliance with the provision of sub-section (6) of section 135 of the Company Act.

(xxi) As the company is Standalone entity and has no subsidiaries, associates or joint ventures and hence the provisions of Clause 3(xxi) of the Order are not applicable to the Company.

Place : Hyderabad
Date: 17/06/2025.

For M/s A Ramachandra Rao & Co
Chartered Accountants
ICAI Firm Regn. No. 002857S



S R V V Surya Rao Ponnada
Partner
Membership No.202367
UDIN : 25202367BMIBDT1485



**ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT
(Bhagyanagar Gas Limited)**

(Of even date referred to in Para 2.f of our Report on Other Legal and Regulatory Requirements)

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 **Bhagyanagar Gas Limited**, as of 31st March, 2025 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

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

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

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

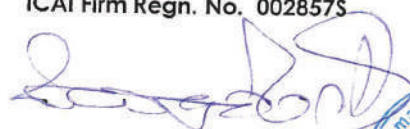
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal 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, 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 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.

Place: Hyderabad
Date: 17/06/2025.

For M/s A Ramachandra Rao & Co
Chartered Accountants
ICAI Firm Regn. No. 002857S


S R V V Surya Rao Ponnada
Partner
Membership No. 202367
UDIN : 25202367BMIBDT1485





ANNEXTURE – C
(Bhagyanagar Gas Limited)

Observations on directions issued by Comptroller and Auditor General of India under section 143(5) of Companies Act, 2013

S. NO	Particulars	Observations
1	Whether the Company has system in place to process all accounting transactions through IT System. If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with financial implication, if any may be stated.	Yes. The Company is having existing system of accounting under Tally Prime Edit Log through which all the accounting transactions are accounted. However, the Material/Inventory management is separately tracked and accounted in Tally. During the year, company has customized the Tally software for better monitoring and controls. Further, billing software (Pragware) for DPNG is functional and accordingly capitalized.
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company).	No. As per information and explanation provided to us by the management, there is no case of restructuring of existing loan, waiver/write-off of debts/loans/interest etc.
3	Whether fund received or receivable for specific schemes from central / state agencies were properly accounted for / utilized as per its term and conditions? List the cases of deviation.	No. As per information, explanation and records, produced for verification, there are no funds received/receivable for any specific schemes from central government/state agencies.
4	Examine and obtain asset wise, age wise details of all the capital inventory held by the company and also comment on the impairment requirements as per Ind AS-36- Impairment of Assets.	The management during the FY 2024-25 has taken up the issue of impairment promptly by engaging Certified technical engineers namely VCS Quantity Services Pvt Ltd for assessment of all capital





		inventories lying in stores for 4 to 10 years. The value of such inventory amounts to Rs.2103.88 Lakhs vide their Certificate which can be utilized under various projects that have been scheduled with respect to minimum works program which has to be completed as per PNGRB Guidelines. However, the remaining amount of scrap (as in the previous year) of Rs.28 Lakhs is yet to be disposed off and is with MSTC for Reauction. Based on information and explanations given to us, no impairment is required as per Ind As-36- Impairment of Assets in our opinion.
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Place: Hyderabad
Date: 17/06/2025.

For M/s A Ramachandra Rao & Co
Chartered Accountants
ICAI Firm Regn. No. 0028575


S R V V Surya Rao Ponnada
Partner
Membership No.202367
UDIN : 25202367BMIBDT1485





COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF BHAGYANAGAR GAS LIMITED FOR THE YEAR ENDED 31 MARCH 2025

The preparation of financial statements of Bhagyanagar Gas Limited for the year ended 31 March 2025 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under Section 143(10) of the Act. This is stated to have been done by them vide their Revised Audit Report dated 17 June 2025 which supersedes their earlier Audit Report dated 23.04.2025.

I, on behalf of the Comptroller and Auditor General of India, have conducted a supplementary audit of the financial statements of Bhagyanagar Gas Limited for the year ended 31 March 2025 under Section 143(6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and Company personnel and a selective examination of some of the accounting records.

In view of the revision made in the Statutory Auditors' Report to give effect to some of my audit observations raised during supplementary audit, I have no further comments to offer upon or supplement to Statutory Auditors' report under Section 143(6)(b) of the Act.

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

Nawal

**(V.M.V Nawal Kishore)
Principal Director of Commercial Audit
Hyderabad**

**Place: Hyderabad
Date: 05 August 2025**



Balance Sheet as at 31st March 2025

Rs. in Lakhs

	Particulars	Note No.	Audited	
			31st March 2025	31st March 2024
Assets				
(1)	Non-current assets			
	Property, plant and equipment	4	71,998.47	70,067.49
	Capital work-in-progress	4	25,661.70	25,659.60
	Financial assets			
	Other financial assets	5	4,161.81	2,525.98
	Other tax assets (Net)	6	203.40	7.50
	Other non-current assets	7	1,317.20	1,246.60
	Total non-current assets		103,342.60	99,507.18
(2)	Current assets			
	Inventories	8	433.90	386.87
	Financial assets			
	(i), Trade receivables	9	6,427.79	5,809.91
	(ii), Cash and cash equivalents	10	3,313.42	1,858.88
	(iii) Other bank balances	11	-	-
	(iv) Other financial assets	12	28.22	24.56
	Other current assets	13	276.49	155.47
	Total current assets		10,479.82	8,235.69
	Total assets		113,822.41	107,742.87
Equity and liabilities				
(1)	Equity			
	Equity share capital	14	9,186.75	8,957.95
	Other equity			
	(i), Share application pending allotment,	15	-	208.87
	(ii) Retained earnings		22,342.43	18,103.62
	(iii) Share Premium		16,929.40	16,929.40
	Total equity		48,458.57	44,199.84
	Liabilities			
(2)	Non-current liabilities			
	Financial liabilities			
	(i), Lease Liabilities	16a	981.80	972.55
	(ii), Borrowings	16b	42,760.00	47,250.00
	Provisions	17	781.82	613.20
	Deferred tax liabilities (Net)	18	3,488.17	2,795.26
	Total non-current liabilities		48,011.79	51,631.01
(3)	Current liabilities			
	Financial liabilities			
	(i), Lease Liabilities	16a	21.44	90.18
	(ii), Borrowings	16b	3,370.00	1,250.00
	(iii) Trade payables	19		
	A. Total Outstanding dues of micro enterprises and small enterprises: and		203.26	280.36
	B. Total Outstanding dues of creditors other than micro enterprises and small enterprises.		4,305.64	4,208.82
	(iii) Other financial liabilities	20		
	A. Total Outstanding dues of micro enterprises and small enterprises: and		348.04	434.80
	B. Total Outstanding dues of creditors other than micro enterprises and small enterprises.		7,214.42	4,752.57
Other current liabilities		21	1,884.14	889.81
	Provisions	22	5.12	5.47
	Total current liabilities		17,352.05	11,912.01
	Total liabilities		65,363.84	63,543.03
	Total equity and liabilities		113,822.41	107,742.87

Accompanying notes form integral part of the financial statements.

As per our report on standalone financial statements attached

For A.Ramachandra Rao & Co.,
Chartered Accountants
FR No: 002875S

Sd/-
CA S R V V Surya Rao
Partner
Membership No. 202367
UDIN: 25202367BMIAHB9232
Place: Hyderabad
Date: 23.04.2025

For and on behalf of Bhagyanagar Gas Limited

Sd/-
Karnati Ram Mohan Rao
Managing Director
DIN No.:09020289

Sd/-
G.Malleswari
Company Secretary
Membership No. F6574

Sd/-
Y.Danuta
Director - Commercial-cum-CFO
DIN No.: 09628925



Statement of Profit and Loss for the Year Ended 31st March 2025

Rs. in Lakhs

	Particulars	Note No.	Audited	
			31st March 2025	31st March 2024
I	Revenue from operations	24	78,092.72	56,661.78
	Excise Duty		6,695.35	5,131.12
	Net Revenue from Operations		71,397.37	51,530.66
II	Other income	25	547.50	635.58
III	Total income		71,944.87	52,166.25
IV	Expenses			
	Cost of materials consumed	26	49,184.36	31,115.38
	Changes in inventories	27	(19.21)	(7.91)
	Employee benefits expense	28	957.67	850.55
	Finance costs	29	4,226.26	4,006.95
	Depreciation	30	4,590.56	6,397.76
	Other expenses	31	6,461.63	4,940.50
	Total expenses		65,401.26	47,303.23
V	Profit before income tax		6,543.61	4,863.01
VI	Tax expense			
	Current tax			
	Current Year		1,143.30	849.67
	Deferred tax			
	Current Year		695.61	205.12
	Income tax expense	32	1,838.91	1,054.78
VII	Profit, for the year		4,704.71	3,808.23
VIII	Other comprehensive income			
	Items that will not be reclassified to profit or loss			
	Measurements of defined benefit liability (asset)		9.26	(9.87)
	Income tax relating to items that will not be reclassified to profit or loss		(2.70)	9.76
	Other Comprehensive Income for the year, net of income tax		6.57	(0.11)
IX	Total Comprehensive Income for the year		4,698.14	3,808.12
X	Earnings Per Share			
	, (1) Basic		5.11	4.25
	, (2) Diluted		5.11	4.12

Accompanying notes form integral part of the financial statements.

As per our report on standalone financial statements attached

For A.Ramachandra Rao & Co.,
Chartered Accountants
FR No: 002875S

Sd/-
CA S R V V Surya Rao
Partner
Membership No. 202367
UDIN: 25202367BMIAHB9232
Place: Hyderabad
Date: 23.04.2025

For and on behalf of Bhagyanagar Gas Limited

Sd/-
Karnati Ram Mohan Rao
Managing Director
DIN No.:09020289

Sd/-
G.Malleswari
Company Secretary
Membership No. F6574

Sd/-
Y.Danuta
Director - Commercial-cum-CFO
DIN No.: 09628925



Statement of Changes in Equity, as on 31st March 2025

A. Equity share capital

Particulars	Note	No of shares in Lakhs
Balance as at 1st April 2024		895.79
Changes in equity share capital during 2024-25	14	22.88
Balance as at the 31st March 2024		918.67

B. Other equity

Rs. in Lakhs

Particulars	Reserves and surplus		Share Premium	Total other equity
	Share application pending allotment,	Retained earnings		
Balance at 1st April 2023	208.80	14,295.51	16,929.40	31,433.78
Total comprehensive income for the period				
Profit, for the Period		3,808.23		3,808.23
Other Comprehensive Income for the Period, net of income tax		(0.11)		(0.11)
Dividend				
Balance as at 31st March 2024	208.80	18,103.62	16,929.40	35,241.90
Balance at 1st April 2024	208.80	18,103.62	16,929.40	35,241.90
Total comprehensive income for the period				
Profit, for the Period		4,704.71		4,704.71
Other Comprehensive Income for the Period, net of income tax		(6.57)		(6.57)
Changes during the period towards issue of equity shares	228.80			228.80
Dividend		(459.34)		(459.34)
Earlier share application pending net off due to advance	(20.00)			
Balance as at 31st March 2025	-	22,342.43	16,929.40	39,709.50

Accompanying notes form integral part of the financial statements.
As per our report on standalone financial statements attached

For A.Ramachandra Rao & Co.,
Chartered Accountants
FR No: 002875S

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Statement of Cash Flows for the Year Ended 31st March 2025

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Cash Flow from operating activities		
Profit, for the year	4,698.14	3,808.12
Adjustments for		
Depreciation of property, plant and equipment	4,590.56	6,397.76
Gain on sale of property, plant and equipment	-	-
Current year provision related to post-employment defined benefit plans	10.28	11.79
Current year provision related to compensated absences	1.39	1.70
Amortisation of processing fee relating to term loans	-	-
Net foreign exchange differences	-	-
Finance income	(299.44)	(209.42)
Finance costs	4,226.26	4,538.91
	13,227.18	14,548.85
Working capital adjustments		
Decrease / (increase) in inventories	(47.02)	9.48
Increase in trade receivables	(617.88)	(1,592.00)
Decrease / (increase) in other financial assets- non current	(1,635.83)	(102.69)
(Increase) / decrease in other financial assets- current	(3.66)	13.26
(Increase) / decrease in other current assets	(121.03)	102.38
Decrease in proceeds from other non-current assets	(70.60)	(828.43)
(Increase) / decrease in other bank balances	-	607.52
Increase in trade payables	19.72	1,621.48
Increase in other financial liabilities- current	2,375.09	(647.38)
Increase in Lease liabilities- current	(68.75)	9.03
Increase in Lease liabilities- Non Current	9.25	817.05
Increase other current liabilities	994.33	(2,086.96)
Increase in other non-current liabilities	-	-
(Decrease)/ increase in provisions- non current	168.62	330.64
Decrease in provisions- current	(12.01)	(12.93)
	990.22	(1,759.54)
Income tax paid	497.01	219.58
Net cash flows from operating activities	14,714.41	13,008.89
Cash flow from investing activities		
Payment for property, plant and equipment	(6,521.53)	(10,418.02)
Proceeds, from capital work-in-progress	(2.10)	9,636.68
Interest received	299.44	209.42
Net cash flows from investing activities	(6,224.20)	(571.91)
Cash flow from financing activities		
Increase in share capital	19.93	-
Increase / (decrease) in borrowings	(2,370.00)	(7,500.00)
Finance charges paid	(4,226.26)	(4,538.91)
Dividend Declared	(459.34)	-
Net cash flows from financing activities	(7,035.67)	(12,038.91)
Net increase / (decrease) in cash and cash equivalents	1,454.54	398.07
Cash and cash equivalents at the beginning of the year	1,858.88	1,460.82
Cash and cash equivalents at the end of the year	3,313.42	1,858.88

Note: The Cash flow from operating activities is prepared following Indirect method.

Accompanying notes form integral part of the financial statements.

As per our report on standalone financial statements attached

For A.Ramachandra Rao & Co.,
Chartered Accountants
FR No: 002875S

Sd/-
CA S R V V Surya Rao
Partner
Membership No. 202367
UDIN: 25202367BMAIHB9232
Place: Hyderabad
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Company Secretary
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Sd/-
Y.Danuta
Director - Commercial-cum-CFO
DIN No.: 09628925



Financial Statements for the Year Ended 31st March 2025

1. Reporting Entity

Bhagyanagar Gas Limited (the "Company") is a company domiciled in India with registered office, in Hyderabad, Telangana.

BGL was promoted as a joint venture company between Hindustan Petroleum Corporation Limited ('HPCL'), and GAIL (India) Limited ('GAIL') to carry on all or any business of storage, supply, sale, distribution and marketing of CNG and Auto LPG as fuels for vehicles, Piped Natural Gas for domestic/commercial/industrial purposes in the states of Telangana and Andhra Pradesh (erstwhile State of Andhra Pradesh).

2. Basis of preparation of financial statements

(a) Statement of compliance

- i) These financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under Section 133 of the Companies Act, 2013 (the Act) read with Companies (Indian Accounting Standards) Rules, 2015 and Amendments thereof and other relevant provisions of the Act.
- ii) Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use.
- iii) The financial statements were authorised for issue by the Board of Directors on 23rd April, 2025

(b) Functional and presentation currency

- i) These financial statements are presented in INR, which is the Company's functional currency. All financial information presented in INR has been rounded to the nearest lakhs.

(c) Use of estimates and judgements

- i) The preparation of the financial statements in conformity with Ind ASs requires management to make judgements, estimates

and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

- ii) Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.
- iii) Information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year are included in the notes 23 – Measurement of Defined benefits
- iv) **Impact of Covid-19- Estimation of uncertainties relating to the global health pandemic from COVID-19:** The Company has considered the possible effects that may result from the pandemic relating to COVID-19 on the carrying amounts of Fixed Assets, Inventories, receivables and other Current Assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company, as at the date of approval of these financial statements has used internal and external sources of information including credit reports and related information and economic forecasts. The Company has performed sensitivity analysis on the assumptions used and based on current estimates expects the carrying amount of these assets will be recovered., The impact of COVID-19 on the Company's financial statements may differ from that estimated as at the date of approval of these financial statements.

3. Significant accounting Policies

The accounting policies set out below have been applied consistently to all periods presented in these financial statements and in preparing the opening Ind AS balance sheet as at 1st April 2015 for the purposes of the transition to Ind ASs, unless otherwise indicated.



(a) Inventories

- i) Inventories are measured at the lower of cost and net realisable value.
- ii) The cost of inventories is based on the first-in first-out principle, and includes expenditure incurred in acquiring the inventories, production or conversion costs and other costs incurred in bringing them to their existing location and condition. In the case of manufactured inventories, cost includes an appropriate share of production overheads based on normal operating capacity.
- iii) Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and selling expenses.
- iv) With regard to O&M stores and spares, provision towards impairment of non-moving stores and spares is considered based on ageing of the items by applying a percentage loss beginning with 2% for age over 2 Years and up to 32% for item over 6 Years of age and later based on the internal assessment of usage of the items the provision may be revisited.

(b) Income Tax

- i) Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognised in the statement of profit and loss except relating to items recognised directly in equity or in other comprehensive income.
- ii) Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.
- iii) Deferred tax is recognised in respect of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes.
- iv) Deferred tax is measured at the tax rates that are expected to be applied to temporary differences

when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date.

- v) Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle current tax liabilities and assets on a net basis or their tax assets and liabilities will be realised simultaneously.
- vi) A deferred tax asset is recognised for unused tax losses, tax credits and deductible temporary differences, to the extent that it is probable that future taxable profits will be available against which they can be utilised. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

(c) Property, Plant and Equipment

• Recognition and measurement

- i) Items of property, plant and equipment are measured at cost less accumulated depreciation and accumulated impairment losses. The Company has elected to apply the optional exemption to use this previous GAAP value as deemed cost at 1 April 2015, the date of transition.
- ii) Cost includes expenditure that is directly attributable to the acquisition of the asset. The cost of self-constructed assets includes the cost of materials and direct labour, any other costs directly attributable to bringing the assets to a working condition for their intended use and borrowing costs on qualifying assets.
- iii) Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as assets are substantially ready for the intended use or sale. Investment income earned



on temporary investment of specific borrowings pending their expenditure on qualifying assets is recognised in the statement of profit and loss. Discounts or premiums and expenses on the issue of debt securities are amortised over the term of the related securities and included within borrowing costs. Premiums payable on early redemptions of debt securities, in lieu of future finance costs, are recognised as borrowing costs. All other borrowing costs are recognised as expenses in the period in which it is incurred.

- iv) When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.
- v) Stores & Spares which meet the definition of property plant and equipment and satisfy the recognition criteria of Ind AS 16 are capitalized as property, plant and equipment.
- vi) Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognised net within other income in the statement of profit and loss.
- vii) The capital work in progress includes material in transit / value of materials / equipment etc. received at site for use in the projects.
- viii) The related expenditure incurred during the year, which is attributable to acquisition / construction of fixed assets/projects, is capitalized at the time of commissioning of such assets.

• Subsequent Costs

- i) The cost of replacing a part of an item of property, plant and equipment is recognised in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company, and its cost can be measured reliably. The carrying amount of the replaced part is derecognised. The costs of the day-to-day servicing of property, plant and equipment are recognised in the statement of profit and loss as incurred.

• Depreciation

- i) Depreciation, is calculated using the straight-

line method to allocate their cost, net of their residual values, over their estimated useful lives as prescribed under Schedule II of the Companies Act, 2013 or as determined by management based on internal technical evaluation. On account of revision in lives of assets with reference to Schedule XIV of the Companies Act, 2013, the depreciation is calculated on balance value of assets over balance useful life of the asset since FY 2024-25.

- ii) In compliance with Petroleum and Natural Gas Regulatory Board (Technical Standards and Specifications including Safety Standards for City or Local Natural Gas Distribution Networks) Regulations, 2008, design life of pipeline laid for CGD segment is 25 years. Therefore, useful life of Pipeline (under plant and machinery) has been considered different than useful life mentioned under schedule II of the Companies Act, 2013.
- iii) BGL Board vide resolution dated September 28, 2023, has changed life of following assets under Plant & Machinery against as prescribed under schedule II of the Companies Act, 2013 and hence revised useful life of assets are as under:

Assets	Useful Life
CNG/CBG Compressor, AIR Compressor	10 Years
CNG/CBG Dispenser/ Pressure reducing cum metering skid/ DRS- District regulating station/ Domestic/ Service Regulators/ Domestic/ Commercial/Industrial meter	15 Years
CNG/CBG Cascades/SS Tubing	20 Years
Steel/MDPE Pipeline of Various Dia/ GI Copper Pipes/ Odorization Unit/ Isolation Valves along valve pits	25 Years

- iv) Depreciation on additions / deletions (excluding PNG) is charged on pro-rata basis and in case of PNG, depreciation on additions / deletions is charged on 180 days irrespective of date of addition or deletion.



Assets individually costing less than or equal to Rs. 5,000 are fully depreciated in the year of purchase.

- v) Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss within other gains/ (losses).
- vi) Net Residual Value is considered as Rs. NIL.
- vii) Depreciation methods, useful lives are reviewed at each financial year-end and adjusted if appropriate. As per the existing practice, the organisation is depreciating 100% of the value of the asset over its useful life.

(e) Revenue

• Goods Sold

- i) Ministry of Corporate Affairs ("MCA") through Companies (Indian Accounting Standards) Amendment Rules, 2018 has notified the following new and amendments to Ind ASs which the Company has applied as they are effective for annual periods beginning on or after April 1, 2018: Ind AS 115 Revenue from Contracts with Customers
- ii) Ind AS 115 establishes a single comprehensive model for entities to use in accounting for revenue arising from contracts with customers. Ind AS 115 will supersede the current revenue recognition standard Ind AS 18 – Revenue, Ind AS 11 – Construction Contracts when it becomes effective.

The core principle of Ind AS 115 is that an entity should recognise revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. Specifically, the standard introduces a 5-step approach to revenue recognition:

- Step 1: Identify the contract(s) with a customer
- Step 2: Identify the performance obligation in contract
- Step 3: Determine the transaction price
- Step 4: Allocate the transaction price to the performance obligations in the contract
- Step 5: Recognise revenue when (or as) the entity satisfies a performance obligation.

Under Ind AS 115, an entity recognises revenue

when (or as) a performance obligation is satisfied, i.e., when 'control' of the goods or services underlying the particular performance obligation is transferred to the customer.,

- iii) Revenue from the sale of goods in the course of ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates.
- iv) Under Ind AS 18, revenue is recognised when risk and rewards of the underlying goods or services is transferred to the customer. Under Ind AS 115, revenue is recognised when control of the underlying goods or services is transferred to the customer. For the Company, the timing of the transfers of risks and rewards varies depending on the individual terms of the contract of sale, which generally coincides with the delivery of goods to the customers, which result in transfer of control.
- v) Income on account of unbilled revenue represents the income attributable to the period from the last billing cycle to the date Balance sheet for the DPNG segment for whom the, monthly billing is applicable and whose billing cycle is not complete as on the Balance sheet date. It is determined based on the avg consumption of the customers under this category for the period of one year multiplied with the current Retail selling price excluding VAT

• Others

- i) Insurance claims are accounted for on the basis of claims admitted/settled by the insurers.

(f) Employee Benefits

• Defined contribution plans

- i) A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an employee benefit expense in the statement of profit and loss in the periods during which services are rendered by employees. Prepaid



contributions are recognised as an asset to the extent that a cash refund or a reduction in future payments is available. Contributions to a defined contribution plan that is due more than 12 months after the end of the period in which the employees render the service are discounted to their present value

- **Defined Benefit Plans**

- i) A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit pension plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service costs and the fair value of any plan assets are deducted. The discount rate is the yield at the reporting date on government bonds, in the absence of deep market for high quality corporate bonds that have maturity dates approximating the terms of the Company's obligations and that are denominated in the same currency in which the benefits are expected to be paid. The calculation is performed annually by a qualified actuary using the projected unit credit method.
 - ii) To the extent that the benefits vest immediately, the expense is recognised immediately in the statement of profit and loss. The Company recognises all actuarial gains and losses arising from defined benefit plans in other comprehensive income.
- **Other long-term employee benefits**
- i) The Company's net obligation in respect of long-term employee benefits other than pension plans is the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any related assets is deducted. The discount rate is the yield at the reporting date on government bonds, in the absence of deep market for high quality corporate bonds that have maturity dates

approximating the terms of the Company's obligations. The calculation is performed using the projected unit credit method. Any actuarial gains/ losses are recognised in the statement of profit and loss in the period in which they arise.

- **Short term employee benefits**

- i) Short-term employee benefit obligations are measured on an undiscounted basis and are expensed as the related service is provided. A liability is recognised for the amount expected to be paid under short-term cash bonus or profit sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee, and the obligation can be estimated reliably.

(g) Foreign currency

- i) Transactions in foreign currencies are translated to functional currencies of Company at exchange rates at the dates of the transactions.
- ii) Monetary assets and liabilities denominated in foreign currencies at the reporting date are retranslated to the functional currency at the exchange rate at that date. The foreign currency gain or loss on monetary items is the difference between amortised cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortised cost in foreign currency translated at the exchange rate at the end of the reporting period.
- iii) Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined.
- iv) Foreign currency differences arising on retranslation are recognised in the statement of profit and loss.
- v) Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.



(h) Provisions and contingent liabilities

- i) A provision is recognised if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognised as finance cost. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are not recognised in the financial statements. Further details of contingent liabilities are set out in Note 37.

(i) Impairment

• Financial assets (including receivables)

- i) A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.
- ii) Objective evidence that financial assets are impaired can include default or delinquency by a debtor, restructuring of an amount due to the Company on terms that the Company would not consider otherwise, indications that a debtor or issuer will enter bankruptcy, or the disappearance of an active market for a security.
- iii) In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss for trade receivables
- iv) The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables
- v) ECL impairment loss allowance (or reversal) recognized during the period is recognized as

income/ expense in the statement of profit and loss. This amount is reflected in a separate line in the statement of profit and loss as an impairment gain or loss.

• Non-Financial Assets

- i) The carrying amounts of the Company's non-financial assets, other than inventories and deferred tax assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated each year at the same time.
- ii) The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or groups of assets (the "cash-generating unit, or CGU").
- iii) The Company's corporate assets do not generate separate cash inflows. If there is an indication that a corporate asset may be impaired, then the recoverable amount is determined for the CGU to which the corporate asset belongs.
- iv) An impairment loss is recognised if the carrying amount of an asset or its CGU exceeds its estimated recoverable amount. Impairment losses are recognised in the statement of profit and loss. Impairment losses recognised in respect of CGUs are allocated to reduce the carrying amounts of the other assets in the unit (group of units) on a pro rata basis.
- v) An impairment loss in respect of assets, impairment losses recognised in prior periods is assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed



if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

(j) Financial Instruments

• Financial Assets

- i) The Company initially recognises loans and receivables and deposits on the date that they are originated. All other financial assets are recognised at fair value initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument.
- ii) Transaction costs that are directly attributable to the acquisition or issue of financial assets (other than financial assets at fair value through profit and loss) are added to or deducted from the fair value measured on initial recognition of financial asset. The transaction costs
 - iii) directly attributable to the acquisition of financial assets at fair value through profit and loss are immediately recognised in the statement of profit and loss.
- iv) The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Company is recognised as a separate asset or liability. Financial assets and liabilities are offset and the net amount presented in the balance sheet when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.
- v) They are presented as current assets, except for those maturing later than 12 months after the reporting date which are presented as non-current assets. Financial assets are

measured initially at fair value plus transaction costs and subsequently carried at amortized cost using the effective interest method, less any impairment loss.

- vi) The Company's financial assets include security deposits, cash and cash equivalents, trade receivables and eligible current and non-current assets. Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

• Financial Liabilities

- i) The Company initially recognises debt securities issued and subordinated liabilities on the date that they are originated. All other financial liabilities are recognised initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument.

- ii) Classification as debt or equity:

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

- iii) The Company derecognises a financial liability when its contractual obligations are discharged or cancelled or expire.
- iv) Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Company has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.
- v) The Company has the following financial liabilities:



Loans and borrowings and trade and other payables: Such financial liabilities are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition these financial liabilities are measured at amortised cost using the effective interest method.

(k) Share Capital

- i) Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of ordinary shares are recognised as a deduction from equity, net of any tax effects.

(l) Finance Income and Finance Costs

- i) Finance income comprises interest income on funds invested, dividend income. Interest income is recognised as it accrues in the statement of profit and loss, using the effective interest method.
- ii) Finance costs comprise interest expense on borrowings, unwinding of the discount on provisions, impairment losses recognised on financial assets. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in the statement of profit and loss using the effective interest method.

(m) Earnings per share

- i) The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares.
- ii) Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Company by the weighted average number of ordinary shares outstanding during the period, adjusted for own shares held.
- iii) Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding, adjusted for own shares held, for the effects of all dilutive potential ordinary shares, which comprise of shares to be issued to APIIC as a consideration for land given to the Company.

(n) Non-Current Assets Held for Sale

- i) Non-current assets comprising assets and

liabilities, that are expected to be recovered primarily through sale rather than through continuing use, are classified as held for sale. Immediately before classification as held for sale, the assets are remeasured in accordance with the Company's accounting policies. Thereafter generally the assets are measured at the lower of their carrying amount and fair value less cost to sell. Any impairment loss on initial classification as held for sale and subsequent gains or losses on re measurement are recognised in the statement of profit and loss. Gains are not recognised in excess of any cumulative impairment loss.

(o) Cash Flow Statement

The Company's financial assets include security deposits, cash and cash equivalents, trade receivables and eligible current and non-current assets. Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less.

Cash and cash equivalents: The cash and cash equivalents are held with public sector banks and leading private sector Bank.

As per Ind-AS-7, An entity shall report cash flows from operating activities using either:

- (a) the direct method, whereby major classes of gross cash receipts and gross cash payments are disclosed; or,
- (b) the indirect method, whereby profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of income or expense associated with investing or financing cash flows.

In the preparation of Cash Flow Statement, Indirect Method for working out the cash flows from operating activities is being followed.

(p) Onerous contracts

A provision for onerous contracts is recognised when the expected benefits to be derived by the Company from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of



terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Company recognises any impairment loss on the assets associated with that contract.

(q) Ind AS 116 Leases:

The Standard sets out the principles for the recognition, measurement, presentation and disclosure of leases for both parties to a contract i.e., the lessee and the lessor. Ind AS 116 introduces a single lessee accounting model and requires a lessee to recognize assets and liabilities for all leases with a term of more than twelve months, unless the underlying asset is of low value. Currently, operating lease expenses are charged to the statement of Profit & Loss. The Standard also contains enhanced disclosure requirements for lessees. Ind AS 116 substantially carries forward the lessor accounting requirements in Ind AS 17

The standard permits two possible methods of transition:

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

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

- Its carrying amount as if the standard had been applied since the commencement date, but

discounted at lessee's incremental borrowing rate at the date of initial application or

- An amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments related to that lease recognized under Ind AS 17 immediately before the date of initial application. Certain practical expedients are available under both the methods.

On completion of evaluation of the effect of adoption of Ind AS 116, the Company has opted modified retrospective approach for accounting of leases during transition phase. The Company has elected certain available practical expedients on transition.

This standard sets out the principles for recognition, measurement, presentation and disclosure of leases. Ind AS 116 requires lessee to recognize asset and liabilities for all the leases and correspondingly recognizes depreciation and interest cost instead of rent expenses as hitherto done under erstwhile standard on leases. (Refer Note 16a, 30,29 and 36).

(r) Ind AS 12 Appendix C, Uncertainty over Income Tax Treatments:

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



4. Property, plant and equipment

A. Reconciliation of carrying amount

Rs. in Lakhs

Particulars	Freehold land	Building	Roads and culverts	Plant and machinery	Electrical equipment	Furniture and fixtures	Office equipment	Computers	Intangible Assets-Software	Total (A)	Capital work-in-progress (B)	Total (A+B)
1. Cost or deemed cost (gross carrying amount)												
Balance at 1st April 2023	642.29	959.06	17.19	75,202.07	711.68	216.22	73.10	143.38	-	77,964.99	35,296.28	113,261.27
Additions	-	-	-	10,286.66	4.00	2.58	6.20	17.30	-	10,316.74	680.06	10,996.81
Disposals / Capitalised / Impairment	-	(13.27)	-	(24.83)	-	-	-	-	-	(38.10)	(10,316.74)	(10,354.84)
Balance at 31 March 2024	642.29	945.79	17.19	85,463.91	715.67	218.80	79.31	160.68	-	88,243.63	25,659.60	113,903.23
Additions	444.18	0.00	-	5,760.31	48.26	10.23	5.24	34.68	24.26	6,327.16	6,329.26	12,656.43
Reclassification	-	370.90	-	(523.82)	102.30	(11.21)	60.94	0.88	-	(0.01)	(6,327.16)	(6,327.17)
Balance at 31 March 2025	1,086.47	1,316.69	17.19	90,700.40	866.23	217.82	145.48	196.24	24.26	94,570.79	25,661.70	120,232.49
2. Accumulated depreciation												
Balance at 1 April 2023	-	263.27	14.23	11,005.57	411.67	84.08	49.54	89.39	-	11,917.75	-	11,917.75
Depreciation for the Year	-	54.71	0.23	6,125.11	44.70	18.04	10.53	23.79	-	6,277.11	-	6,277.11
Disposals/ Impairment	-	(5.46)	-	(13.26)	-	-	-	-	-	(18.72)	-	(18.72)
Balance at 31 March 2024	-	312.52	14.47	17,117.42	456.36	102.13	60.07	113.18	-	18,176.14	-	18,176.14
Additions	-	46.07	0.20	4,135.50	136.96	16.68	35.02	24.55	1.20	4,396.18	-	4,396.18
Disposals / Capitalised / Impairment	-	-	-	-	-	-	-	-	-	-	-	-
Balance at 31 March 2025	-	358.58	14.67	21,252.93	593.32	118.81	95.08	137.73	1.20	22,572.31	-	22,572.31
3. Carrying amounts (net)												
At 31 March 2024	642.29	695.79	2.96	64,196.51	300.01	132.13	23.57	53.99	-	66,047.24	35,296.28	101,343.52
At 31 March 2025	1,086.47	958.11	2.52	69,447.47	272.91	99.01	50.40	58.52	23.06	71,998.47	25,661.70	97,660.18

B. Capital work-in-progress

- The capital work in progress includes payments made to contractors for execution of projects, material in transit / value of materials / equipment / etc. received at site for use in the projects. Besides, it also includes borrowing cost allocated to qualifying assets/ projects.

C. Security

- The charge has been created in favour of ICICI Bank towards term loans granted.

D. Physical Verification of Assets

- The Physical Verification of the Assets is carried out once in every two years to ensure that the assets are secured and properly maintained from time to time.
- The Physical Verification of assets has been conducted for the financial year FY24-25.
- While it is possible to verify the assets lying above the ground, it is not feasible to carry out the physical verification of the assets lying underground which constitute about 72% of the total assets. The company considers the functionality of those assets lying underground and since there is no disruption of gas supply as intended through such underground pipelines, it is considered that there are no material discrepancies in the quality and quantity of such assets.
- The Company is having complete control over the entire fixed assets and the fixed assets are continuously being used for distribution of Gas.

E. Details of, Lands Owned

- Land at Pudur, Medchal, RR District admeasuring (Ac.4.23.31 Guntas) INR 248.66 Lakhs.
- Land at Gosaiguda, Medchal Mandal, RR District admeasuring 225 Sq. mtrs INR 19.15 Lakhs.
- Land, at mother station, Shamirpet, Hyderabad admeasuring 2.18 acres allotted by APIIC INR 234.78 lakhs. (Including registration charges)
- Land, at Medhcal Village, R.R. Dist, Hyderabad admeasuring 180 Sq. Mtrs allotted by APIIC INR 11.62 lakhs. (Including registration charges)
- Land at Peddapuram, Plot no: 3&4, Measuring 8062.82 Sq.mtrs, at Kakinada INR 403.15 Lakhs.
- Land at Vakalpudi, Plot no: Measuring 6070.50 Sq.mtrs, at Kakinada INR 169.11 Lakhs. (Including registration charges)

F. Details of Other Lands Owned

- Land measuring 0.90 acer Vidyadharapuram, Vijayawada is yet to be registered in the name of BGL
- HMDA had handed over 2002 Sqr mtr land at Saroornagar mandal in May 2006 for a lease period of 33 years, the lease agreement is pending for execution



4a. CWIP Ageing

Rs. in Lakhs

CWIP	Amount in CWIP for a period of 2024-25				Total	Amount in CWIP for a period of 2023-24				Total
	Less than 1 Year	1-2 Years	2 - 3 Years	More than 3 Years		Less than 1 Year	1-2 Years	2 - 3 Years	More than 3 Years	
Projects in progress	1,202.81	1,535.54	8,901.71	14,021.64	25,661.70	680.27	3,046.76	13,253.86	8,678.72	25,659.60

Note: The delay in capitalization is mainly due to delay in the pipeline laying and connectivity as there are permissions pending from various statutory authorities and effective time given to lay the pipeline is only 5 months after the monsoon ban and work can be executed only during the night time leading to the delays in execution. CWIP includes capital inventory items like CS pipes etc which were procured in earlier years and held for use in projects. These items, based on their nature, expected useful life and quality with reference to specifications of the projects, do not lose any of their utility and value for their intended use and value as compared to the value at which they are recorded in the books of accounts. The company evaluates these items through the external technical consultants. In these circumstances, the management considers these items do not require any provision on account of impairment in the value of these items.

5. Other financial assets

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
PIL- Security deposit	11.10	11.10
Electricity deposits	42.84	38.27
Others	186.88	218.92
Deposits with banks maturity beyond 12 months *	3,921.00	2,257.69
	4,161.81	2,525.98

PIL: Pipeline Infrastructure Limited

*Deposits with banks maturity beyond 12 months-This includes Debt Service Reserve Deposit of Rs. 2500.00 Lacs with ICICI Bank for one quarter principal and interest repayment, PNGRB PBG of Rs 400 Lacs, Rs. 10.92 Lacs with SBI and also Rs. 1009.08 Lacs with Canara Bank towards BG Security.

6. Other tax assets (Net)

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Advance income tax	1,165.00	697.54
Previous year - Tax Deposits	84.02	84.02
TDS	97.68	75.61
TCS	-	-
Less: Provision for taxation	1,143.30	849.67
	203.40	7.50

7. Other non-current assets

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Railway way leave charges	240.45	40.09
Leased land with APIIC	43.14	45.56
ROU Assets net of Amortisation	908.51	1,015.75
Term Loan Processing charges	125.10	145.20
	1,317.20	1,246.60

APIIC: Andhra Pradesh Industrial Infrastructure Corporation : Lease land for 33 years. The amount paid at inception is being amortised from time to time over the period of the lease. Also refer schedule 16a and 36.

8. Inventories

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Raw material (natural gas in pipeline)	118.82	81.26
Finished goods	50.98	31.77
Stores and spares*	264.09	273.84
	433.90	386.87

Note: Inventories are valued at Cost or NRV which ever is lower.

Note 2: The NG is valued in scm and it is done on the input cost ie rate at which it is paid to GAIL. CNG is valued in KG at input cost + Compression charges+ ED+ LCV loading charges.



9. Trade receivables

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(a) Trade Receivables considered good - Secured	4,690.12	4,217.34
(b) Trade Receivables considered good - Unsecured	1,751.83	1,592.57
(c) Trade Receivables which have significant increase in Credit Risk	125.10	111.02
(d) Trade Receivables - credit impaired		
(e) Trade Receivables - Unbilled	-	-
Less: Provision for Bad and Doubtful Debts	139.25	111.02
	6,427.79	5,809.91

Note: Provision is made as per ECL model for dues as mentioned below:

Upto 3 Years	-	-
Above 3 Years	100%	100%

Particulars	Outstanding for following periods from due date of payment for 2024-25						
	Not Due	Less than 6 Months	6 months to 1 year	1 to 2 years	2 to 3 years	More than 3 years	Total
(i) Undisputed Trade Receivables – considered good	6,187.15	135.93	87.77	12.22	18.88		6,441.95
(ii) Undisputed Trade Receivables – which have significant increase in credit risk		-	-	-	-	125.10	125.10
(iii) Undisputed Trade Receivables – credit impaired		-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good		-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk		-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired		-	-	-	-	-	-

10. Cash and cash equivalent

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(i) Bank balances		
Current accounts	1,050.61	1,843.87
Deposits with maturity less than 3 months	2,250.00	
(ii), Cheques, drafts on hand	-	-
(iii) Cash on hand	9.96	11.36
(iv) Prepaid Cards	2.85	3.65
	3,313.42	1,858.88

11. Other bank balances

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Deposits with banks with maturity less than 12 months	-	-
	-	-



12. Other financial assets

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Interest accrued on deposits	28.22	22.10
	28.22	22.10

13. Other current assets

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(A) Advance other than capital advances		
(a) Advances to suppliers	11.75	0.41
(b) Pre-paid expenses	122.26	110.50
(c) Other advances	39.21	0.19
(B) Others		
(a) VAT, CENVAT, GST and others	103.27	44.37
	276.49	155.47

14. Equity share capital

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(i) Authorised capital*		
120,000,000 Equity shares of INR 10/- each	12,000.00	10,000.00
Previous year 100,000,000 Equity shares of INR 10/- each		
(ii) Subscribed and paid up		
9,18,67,461 Equity shares of INR 10/- each	9,186.75	8,957.95
Previous year 8,95,79,461 Equity shares of INR 10/- each		

* Authorized Share Capital has been increased from Rs. 100 Crs to Rs. 120 Crs at EGM held on 24th May 2024.

(iv) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Number of shares in lakhs		
Shares outstanding at the beginning of the year	895.79	895.79
Add: Issued and allotted during the year	22.88	-
Shares outstanding at the end of the year	918.67	895.79

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

- The Company has only one class of equity shares having par value of, INR 10 each. Each shareholder is eligible for one vote per share held.
- 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 equity shareholders.
- Apart from the rights, restrictions and preferences prescribed by the Companies Act, 2013 and the Articles of Association of the company, the Shareholders' agreement also elaborately deal with the above. In brief the above referred documents provide for restrictions:
 - On transfer of shares to outsiders
 - On transfer of shares to the existing shareholders
 - For issue of fresh equity or transfer of shares to outsiders
 - Restriction on voting rights
 - Appointment of directors, etc.



(vi) The details of shareholders holding more than 5% shares in the Company:

Particulars	31st March 2025	31st March 2024
(a) Equity Shares		
GAIL (India) Limited :		
Number of equity shares in lakhs	436.50	436.50
% of holding	47.51%	48.73%
Hindustan Petroleum Corporation Limited		
Number of equity shares in lakhs	436.50	436.50
% of holding	47.51%	48.73%

(vii) As of 31st March 2014, Bhagyanagar Gas Limited (BGL) had a paid up equity capital of, Rs. 5 lakhs, in which HPCL, and GAIL were holding 25% each and the balance 50.00% of shares were held by Kakinada Seaports Ltd (KSPL) on warehousing basis. In addition, HPCL and GAIL had paid Rs. 22.49 Crore each as Advance against Equity / Share application money (totalling to Rs 44.98 Crore). On 20th August 2014, BGL allotted 2,24,87,500 shares on preferential basis to each of HPCL and GAIL towards the money paid earlier. Accordingly, the HPCL & GAIL's shareholding in BGL paid up capital, had increased from 25% to 49.97%. KSPL challenged this in the Company Law Board (CLB), Chennai Bench which dismissed it on 14th September 2014. Against this, KSPL moved the High Court, Telangana, which did not stay the dismissal order of CLB. The matter is still sub judice. BGL allotted 2,11,50,000, equity shares @ Rs.50 per share to HPCL & GAIL, each on 1st October 2018 on Right's basis, along with 23500 rights shares to KSPL. As per the AP Govt GO 234 dated 30.10.2009, the AP Govt authorised APIIC to invest upto a maximum of 5% as a share of Govt of AP in BGL. In 2009 the authorised share capital of BGL was Rs 100 crs. Accordingly in 2010, 3 lands in AP and 2 lands in Telangana were identified and possessions given by APIIC as consideration other than cash to BGL. However the shares could not be allotted immediately. On 9th December 2019, BGL issued, 22,30,961 shares of Rs 10/each to APIIC for the 3 lands, given in AP. Due to this allotment the % of equity invested by HPCL & GAIL, reduced from 49.97% to 48.73%. On 24.12.2024 BGL issued 22,88,000 shares of Rs 10/each to TSIIIC for the 2 lands given in Telangana. Due to this allotment the % of equity invested by HPCL & GAIL reduced from 48.73% to 47.515%.

(viii) At the 159th Board Meeting of the company held on 24th December 2024, pursuant to the provisions of Section 62(1)(a) of the Companies Act, 2013 read with the Companies (Share Capital and Debentures) Rules, 2014, the consent of the Board of Directors is given for issue of 22,88,000 equity shares at Rs.10/- per share of an aggregate value of Rs. 2,28,80,000/- on preferential basis to TSIIIC for the lands given to BGL against consideration other cash. The allotment was made at par on the ground that the issue of shares was based on GO, at the time of allotment of land and, after considering the increase in value of land. The allotment was made in concurrence with and as approved by the existing shareholders in the EGM held on, 18 th December 2024.

15. Share based payments

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Share application money (Other than cash consideration)	-	208.87
Share Premium	16,929.40	16,929.40

16a. Lease liabilities

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
A. Non-current		
Lease Liabilities	981.80	972.55
Total Non Current	981.80	972.55



Particulars	31st March 2025	31st March 2024
B. Current		
Lease Liabilities	21.50	90.18
Total Current	21.50	90.18

Note: Refer to Note 36

16b. Borrowings

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
A. Non-current borrowings		
Term loans from banks (secured)	42,760.00	47,250.00
Total Non Current borrowings	42,760.00	47,250.00
B. Current borrowings		
Term loans from banks (secured)*	3,370.00	1,250.00
Working Capital Loan (secured) from ICICI Bank	-	-
Total Current borrowings	3,370.00	1,250.00

* current portion of long term borrowings

C. Terms and repayment schedule

Terms and conditions of outstanding borrowings are as follows:

Particulars	31st March 2025	31st March 2024
1. Secured bank loan in INR		
ICICI BANK (Term Loan)	46,130.00	48,500.00
Total borrowings	46,130.00	48,500.00

Term loan I of Rs. 400 Crores and Term loan II of Rs. 185 Crores had been sanctioned by ICICI Bank. 123.70 Crores has been repaid. The current rate of borrowing with ICICI is 8.75% pa.

The repayment started for Term loan I of Rs 400 crs starts from 2023-24 upto 2030-31 and for Rs 185 crs from 2025-26 upto 2034-35. The advance repayment upto March 2025 is Rs 23.7 crs.

D. Security for bank loans

The Rupee Term Loan facility and all amounts in respect thereof from ICICI Bank shall be secured by:

- first pari-passu charge on the fixed assets, (movable and immovable) and current assets of the company, both present and future
- First pari-passu charge on the Trust and Retention Accounts.
- First pari-passu charge on the intangible assets including Goodwill..by way of hypothecation on all the plant and machinery, machinery spares, tools, accessories, furniture, fixtures, vehicles, intangible assets including but not limited to the goodwill, uncalled capital and all other movable assets, both present and future, in relation to the project

17 Provisions

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(a) Provision related to post-employment defined benefit plans	43.24	40.10
(b) Provision related to compensated absences	26.64	25.87
(c) Other Provision	711.94	552.70
	781.82	618.67



18 Deferred tax liabilities (Net)

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(i) Deferred tax assets		
Provision related to post-employment defined benefit plans	12.91	12.02
Provision related to compensated absences	8.93	8.78
Un absorbed depreciation	156.07	91.30
Unused Tax Credits	4,726.15	4,696.54
Others	68.15	46.01
Sub total (A)	4,972.22	4,854.66
(ii) Deferred tax liabilities		
Tangible assets	8,460.39	7,659.68
Others	-	-
Sub total (B)	8,460.39	7,659.68
(iii) Deferred tax liabilities (Net) B-A	3,488.17	2,805.02

19, Trade payables

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Trade payables to related parties	3,899.88	2,908.64
Other trade payables		
(A) Micro enterprises and small enterprises,	203.26	280.36
(B) Creditors other than micro enterprises and small enterprises.	405.76	1,300.18
	4,508.90	4,489.18

Particulars	Outstanding for following periods from due date of payment 2024-25				Total
	Less than 1 Year	1-2 Years	2 - 3 Years	More than 3 Years	
(i) MSME	203.26	-	-	-	203.26
(ii) Others	325.35	15.60	21.43	43.38	405.76
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues – Others	-	-	-	-	-

20, Other financial liabilities

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Others -		
(a) Retention money		
MSME	247.71	178.48
Others -	2,132.05	1,594.62
(b) EMD / security deposits	660.83	553.19
(c) Creditors for capital goods		
(A) Micro enterprises and small enterprises*,	348.04	119.79
(B) Creditors other than micro enterprises and small enterprises.	791.31	196.79
(d) PNG customer deposits	3,382.52	2,541.00
(e) Advance from Customers	-	3.50
	7,562.46	5,187.37

*above mentioned MSME are not due because amount held as per PO/WO terms & conditions



21, Other current liabilities

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Statutory liabilities	1,043.12	776.20
Accruals	834.57	109.60
Other liabilities	6.45	4.01
	1,884.14	889.81

22, Provisions

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(a) Provision related to post-employment defined benefit plans	1.10	1.19
(b) Provision related to compensated absences	4.02	4.28
	5.12	5.47

23, Assets and Liabilities relating to employee benefits

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
A. Gratuity		
1. Changes in Present Value of Obligations (PVO)		
PVO at beginning of period	40.10	55.70
Interest cost	2.71	3.87
Current service cost	7.57	7.92
Past Service Cost-(non vested benefits)	-	-
Past Service Cost-(vested benefits)	-	-
Benefits paid	(5.19)	(8.44)
Actuarial (gain)/loss on obligation	(1.71)	(18.95)
PVO at end of period	43.48	40.10
2. Interest expenses		
Interest cost	2.71	3.87
3. Fair value of plan assets		
Fair value of plan assets at the beginning	-	-
Interest income	-	-
4. Net liability		
PVO at beginning of period	40.10	55.70
Fair value of the assets at beginning report	-	-
Net liability	40.10	55.70
5. Net interest		
Interest expenses	2.71	3.87
Interest income	-	-
Net interest	2.71	3.87
6. Actual return on plan assets		
Less Interest income included above	-	-
Return on plan assets excluding interest income	-	-
7. Actuarial (gain)/loss on obligation		
Due to demographic assumption	-	-
Due to financial assumption	1.10	(34.45)
Due to experience	(2.80)	15.50
Total actuarial (gain)/loss	(1.71)	(18.95)



Particulars	31st March 2025	31st March 2024
8. Fair value of plan assets		
Opening fair value of plan asset	-	-
Adjustment to opening fair value of plan asset	-	-
Return on plan assets excl. interest income	-	-
Interest income	-	-
Contributions by employer	-	-
Contributions by employee	-	-
Benefits paid	-	-
Fair value of plan assets at end	-	-
9. Past service cost recognised		
Past service cost- (non vested benefits)	-	-
Past service cost -(vested benefits)	-	-
Average remaining future service till vesting of the benefit	-	-
Recognised, past service cost- non vested benefits	-	-
Recognised, past service cost- vested benefits	-	-
Unrecognised past service cost- non vested benefits	-	-
10. Amounts to be recognized in the balance sheet and statement of Profit & loss account		
PVO at end of period	43.48	40.10
Fair value of plan assets at end of period	-	-
Funded status	(43.48)	(40.10)
Net asset/(liability) recognized in the balance sheet	(43.48)	(40.10)
11. Expense recognized in the statement of profit & loss account		
Current service cost	7.57	7.92
Net interest	2.71	3.87
Past service cost- (non vested benefits)	-	-
Past service cost -(vested benefits)	-	-
Curtailment effect	-	-
Settlement effect	-	-
Expense recognized in the statement of profit & loss account	10.28	11.79
12. Other Comprehensive Income (OCI)		
Actuarial (gain)/loss recognized for the period	(1.71)	(18.95)
Asset limit effect	-	-
Return on plan assets excluding net interest	-	-
Unrecognized actuarial (gain)/loss from previous period	-	-
Total actuarial (gain)/loss recognized in (OCI)	(1.71)	(18.95)
13. Movements in the liability recognized in balance Sheet		
Opening net liability	40.10	55.70
Adjustment to opening balance	-	-
Expenses as above	10.28	11.79
Contribution paid	-	-
Other comprehensive income	(1.71)	(18.95)
Closing, net liability	43.48	40.10



Particulars				31st March 2025	31st March 2024
14. Schedule III of The Companies Act 2013					
Current liability				1.10	1.19
Non-current liability				42.37	38.91
				Target Allocation,	Target Allocation,
				%	%
15. Asset Information					
Cash and cash equivalents				-	-
Gratuity fund (LIC)				-	-
Debt security - government bond				-	-
Equity securities - corporate debt securities				-	-
Other insurance contracts				-	-
Property				-	-
Total itemized assets				-	-
16. Assumptions as at reporting date				31/03/2025	31/03/2024
Mortality					
Interest / discount rate				0.07	0.07
Rate of increase in compensation				0.05	0.05
Annual increase in healthcare costs				-	-
Future changes in maximum state healthcare benefits				-	-
Expected average remaining service				26.77	26.36
Employee attrition rate(past service (PS))					
17. Sensitivity analysis					
Discount Rate, Salary Escalation Rate and Withdrawal Rate are significant actuarial assumptions. The change in the Present Value of Defined Benefit Obligation for a change of 100 Basis Points from the assumed assumption is given below:					
Scenario				DBO	Percentage Change
Under Base Scenario				4,347,539	0.00%
Salary Escalation - Up by 1 %				4,907,827	12.89%
Salary Escalation - Down by, 1 %				3,872,591	(10.92)%
Withdrawal Rates - Up by 1%				4,415,604	1.57%
Withdrawal Rates - Down by 1%				4,287,031	(1.39)%
Discount Rates - Up by 1%				3,601,530	(10.26)%
Discount Rates - Down by 1%				4,880,453	12.26%
18. Expected Payout					
Year	Expected Outgo First	Expected Outgo Second	Expected Outgo Third	Expected Outgo Fourth	Expected Outgo six to ten years
Payouts	110,228.00	112,332. 00	119,172.00	1,214,746.00	1,676,574.00



Particulars	31st March 2025	31st March 2024
B. Leave Encashment		
1. Changes in present value of obligations		
PVO at beginning of period	25.87	30.13
Interest cost	1.39	1.70
Current service cost	-	-
Benefits paid	(13.39)	(15.04)
Actuarial (gain)/loss on obligation	10.97	9.08
PVO at end of period	24.84	25.87
2. Interest expenses		
Interest cost	1.39	1.70
3. Fair value of plan assets		
Fair value of plan assets at the beginning	-	-
Interest income	-	-
4. Net liability		
PVO at beginning of period	25.87	30.13
Fair value of the assets at beginning report	25.87	30.13
Net liability	-	-
5. Net interest		
Interest expense	1.39	1.70
Interest income	-	-
Net interest	1.39	1.70
6. Actual return on plan assets		
Less Interest income included above	-	-
Return on plan assets excluding interest income	-	-
7. Actuarial (gain)/loss on obligation		
Due to demographic assumption	-	-
Due to financial assumption	0.26	(7.94)
Due to experience	10.71	17.01
Total actuarial (gain)/loss	10.97	9.08
8. Fair value of plan assets		
Opening fair value of plan asset	-	-
Adjustment to opening fair value of plan asset	-	-
Return on plan assets excl. interest income	-	-
Interest income	-	-
Contributions by employer	(13.39)	(15.04)
Contributions by employee		
Benefits paid	(13.39)	(15.04)
Fair value of plan assets at end	-	-
9. Past service cost recognised		
Past service cost- (non vested benefits)	-	-
Past service cost -(vested benefits)	-	-
Average remaining future service till vesting of the benefit	-	-
Recognised, past service cost- non vested benefits	-	-
Recognised, past service cost- vested benefits	-	-
Unrecognised past, service cost- non vested benefits	-	-



Particulars	31st March 2025	31st March 2024
10. Amounts to be recognized in the balance sheet and statement of profit & loss account		
Fair value of plan assets at end of period	24.84	25.87
Funded status	-	-
Net asset/(liability) recognized in the balance sheet	(24.84)	(25.87)
	(24.84)	(25.87)
11. Expense recognized in the statement of profit & loss account		
Current service cost	-	-
Net interest	1.39	1.70
Past service cost- (non vested benefits)	-	-
Past service cost -(vested benefits)	-	-
Curtailement effect	-	-
Settlement effect	-	-
Actuarial (gain)/loss recognized for the period	10.97	9.08
Expense recognized in the statement of profit & loss account	12.36	10.78
12. Other Comprehensive Income (OCI)		
Actuarial (Gain) / Loss recognised for the period	-	-
Asset limit effect	-	-
Return on Plan Assets excluding net interest	-	-
Unrecognised Actuarial (Gain) / Loss from previous period	-	-
Total Actuarial (Gain) / Loss recognised in (OCI)	-	-
13. Movements in the liability recognized in balance sheet		
Opening net liability	25.87	30.13
Adjustment to opening balance	-	-
Expenses as above	12.36	10.78
Contribution paid	(13.39)	(15.04)
Closing, net liability	24.84	25.87
14. Schedule III of The Companies Act 2013		
Current liability	4.02	4.28
Non-current liability	20.82	21.59
15. Short, term compensated absence liability		
Valuation date.	31st March 2025	31st March 2024
No of days	-	-
Amount *	-	-
16. Asset information		
Cash and cash equivalents	-	-
Leave encashment scheme	-	-
Debt security - government bond	-	-
Equity securities - corporate debt securities	-	-
Other insurance contracts	-	-
Property	-	-
Total itemized assets	-	-



Particulars	31st March 2025	31st March 2024
17. Assumptions		
Mortality	-	-
Interest / discount rate	0.07	0.07
Rate of increase in compensation	0.05	0.05
Annual increase in healthcare costs	-	-
Future changes in maximum state healthcare benefits	-	-
Expected average remaining service	-	-
Employee attrition rate(past service (PS))	-	-
18. Sensitivity analysis		
Discount Rate, Salary Escalation Rate and Attrition Rate are significant actuarial assumptions. The change in the Present Value of Defined Benefit Obligation for a change of 100 Basis Points from the assumed assumption is given below:		
Scenario	DBO	Percentage Change
Under Base Scenario	2,483,531	0.0%
Salary Escalation - Up by 1 %	2,617,082	5.4%
Salary Escalation - Down by, 1 %	2,360,223	(5.0)%
Attrition Rates - Up by 1%	2,495,196	0.50%
Attrition Rates - Down by 1%	2,473,649	(0.4)%
Discount Rates - Up by 1%	2,375,309	(4.4)%
Discount Rates - Down by 1%	2,602,817	4.8%

24 Revenue from operations (including excise duty)

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Sale of CNG	57,521.62	42,270.87
Sale of PNG	20,571.10	14,390.91
	78,092.72	56,661.78

25 Other income

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Interest on fixed deposits,	298.92	209.09
Interest - others	0.51	0.33
Miscellaneous income	212.59	254.12
Service Income from Compression of NG to CNG	34.48	172.04
Sale of scrap	1.00	-
	547.50	635.58

26 Cost of materials consumed

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Opening stock (natural gas)	81.26	89.32
Add: Purchases*	46,277.02	29,289.76
Add: Product transshipment & LCV charges	2,121.43	1,817.56
Add: Facility charges and Filling Charges - OMC	823.47	-
	49,303.18	31,196.64
Less: Closing stock (natural gas)	(118.82)	(81.26)
	49,184.36	31,115.38

*Note: Includes gas transportation(PIL), CST@ 2%, Compression Service taken



27 Changes in inventories

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Opening stock - CNG	31.77	23.86
Closing stock - CNG	(50.98)	(31.77)
	(19.21)	(7.91)

28 Employee benefits expense

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Salary, wages and bonus	851.71	757.83
Contribution to provident fund	28.38	26.34
Expenses related to post-employment defined benefit plans	10.28	11.79
Expenses related to compensated absences	1.39	1.70
Staff welfare expenses	65.91	52.89
	957.67	850.55

29 Finance costs

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Interest on borrowings		
- Banks	4,149.19	4,538.91
- Prepayment charges on term loan	-	-
	4,149.19	4,538.91
Interest apportioned to fixed assets and capital work-in-progress/ Excess apportioned reduced	-	(579.38)
Interest on Income Tax	-	-
Lease Finance Charges	77.07	47.42
	4,226.26	4,006.95

30 Depreciation

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Depreciation on property, plant and equipment*	4,396.18	6,277.11
Amortisation of ROU Leased Asset	194.38	120.65
	4,590.56	6,397.76

*In the FY 23-24 Rs. 6,277.11 Lakhs includes excess depreciation of Rs. 3299.07 Lakhs charged due to change in the useful life of some assets under Plant & Machinery. Further during the current financial year the company reclassified certain assets from Plant & Machinery to other assets as disclosed in Note no 4. The differential depreciation on account of such reclassification is Rs 31.41 lacs and the same has been provided in the books of account.

31 Other expenses

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
Advertisement	2.56	4.30
Business promotion	24.95	19.88
Vehicle hire and running expenses	154.23	109.11
Power & fuel	1,196.69	915.56
Insurance	125.44	105.46
Technical assistances services	1,002.16	904.53
Postage & courier	3.47	7.62
Printing & stationery	19.82	20.68
Rent, rates & taxes	116.66	122.74
Repairs & maintenance - buildings	4.26	6.47



Particulars	31st March 2025	31st March 2024
Repairs & maintenance - others	16.82	29.32
Repairs & maintenance - plant & machinery	2,471.26	1,867.97
Security services	178.98	160.08
Telephone charges	21.83	21.17
Travelling expenses	56.15	41.91
Professional charges	98.43	122.99
Training cum conference	1.18	3.37
Audit fees (refer note 31(a) below)	5.63	5.58
Bank charges	91.33	75.72
Railway way leave charges	91.28	5.54
Asset Written off	-	-
ROC Registration, Stamp Duty and Filing Charges	18.22	-
Annual Subscription Fees- Natural Gas Sty	25.62	-
Corporate social responsibility expenses	75.55	51.77
General expenses	34.06	13.11
IEM Sitting Fees & Related Expenses	2.20	1.67
PNG DMA Service charges	82.57	113.46
Office Maintenance Expenses	70.60	51.69
Donations	75.00	-
Loss by Fire Incident	-	11.39
Loss on Account of Floods *	172.48	-
Provision for Bad and doubtful debts	28.23	-
IT Firewall Subscription Expenses	86.25	18.51
IT Taxes & Interest (Past Years lower provisions and Interest)	11.15	5.47
PIL Hooking Up Maintenance Charges	96.52	-
MEMBERSHIP FEE- IGX	-	-
Loss on Sale of Scrap Including MSTC charges	0.06	123.43
	6,461.63	4,940.50

* During the current financial year there was a flooding due to heavy rains in the city of Vijaywada where in our Mother station, stores and equipment in Retail Outlets are located. There is a damage to the equipment and stores due to the floods. The company is in the process of surveying, assessing and estimating the loss resulting from the floods. The company made a preliminary claim with insurance company who is yet to examine and approve the claim. Meanwhile the company estimated a partial loss due to additional cost of repairs and placed orders with suppliers. The amount of Rs 172.48 lacs represents the estimated cost of repairs. The final loss due to floods and benefit from insurance claim will be estimated, determined and provided for once the assessment is completed and insurance claim is settled. During the year no contingent asset on account of insurance claim is recognised.

31(a) Audit fees

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
As auditor		
Statutory audit	4.78	3.15
Tax audit		-
Other Services		1.58
Taxes	0.86	0.85
	5.63	5.58



31(b) Corporate social responsibility,

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
(a) Amount required to be spent by the company during the year	75.55	-
(b) Amount spent during the year (in cash)		
(i) Construction/ acquisition of any asset	-	-
(ii) On purposes other than (i) above	75.55	51.54
(c) Amount unspent Provided	-	0.23
(d) Total previous shortfall	-	-
(e) Nature of CSR Activities	-	-
	75.55	51.77

32 Income tax expense

Rs. in Lakhs

Particulars	31st March 2025	31st March 2024
A. Amounts recognised in profit and loss		
Current tax	-	-
Current period (a)	1,143.30	849.67
Adjustments in respect of current income tax of previous year (b)	-	-
	-	-
Deferred tax	-	-
Attributable to	-	-
Relating to origination and reversal of temporary differences (c)	695.61	205.12
Income tax expense (a+b+c)	1,838.91	1,054.78

Particulars	31st March 2025	31st March 2024
B. Income tax recognised in other comprehensive income		
Net loss/ (gain) on re-measurement of defined benefit plans	-2.70	9.76
Income tax charges to other comprehensive income	-2.70	9.76

Particulars	31st March 2025	31st March 2024
C. Reconciliation of effective tax rate		
Profit before tax	6,534.35	4,872.89
Effective tax rate	0.17	0.17
Computed effective tax expense (MAT)	1,141.68	851.39
Effect of Ind AS adjustments	-	-
Effect of tax deductible expense	-	-
Effect of interest for short and deferment of advance tax	-	-
Changes in estimates related to prior periods	-	-
Movement in deferred tax liability (including MAT credit entitlements)	692.91	214.88
Income tax expense charged to SoPL and OCI	1,834.59	1,066.27
Income tax expense charged to SoPL and OCI	0.28	0.22



33. Capital Management

1. The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence and to sustain future development of the business. The Board of Directors monitors the return on capital, which the Company defines as result from operating activities divided by total shareholders' equity.
2. The Board seeks to maintain a balance between the higher returns that might be possible with higher levels of borrowings and the advantages and security afforded by a sound capital position.

3. The Company's adjusted net debt to equity ratio is as follows:	31st March 2025	31st March 2024
Total Liabilities	65,363.84	63,543.03
Less: Cash and Cash Equivalents	3,313.42	1,858.88
Adjusted Net Debt	62,050.42	61,684.15
Total Equity	9,186.75	8,957.95
Adjusted Net Debt to Equity Ratio	6.75	6.89

34. Financial instruments

1. Accounting classifications and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

31st March 2025

Rs. in Lakhs

Particulars	Carrying Amount				Fair Value	
	Other financial assets - amortised cost	Other financial liabilities - amortised cost	Total carrying amount	Level 1	Level 2	Level 3
Financial assets measured at fair value	-	-	-	-	-	-
Financial assets not measured at fair value				-	-	-
Security deposits	4,161.81	-	4,161.81	-	-	-
Accrued interest	28.22	-	28.22	-	-	-
Trade receivables	6,427.79	-	6,427.79	-	-	-
Cash and cash equivalents	3,313.42	-	3,313.42	-	-	-
	13,931.24	-	13,931.24	-	-	-
Financial liabilities not measured at fair value				-	-	-
Secured bank loans	-	46,130.00	46,130.00	-	46,130.00	-
Working Capital Loan	-	-	-	-	-	-
Trade payables	-	4,508.90	4,508.90	-	-	-
Capital creditors	-	7,562.46	7,562.46	-	-	-
Security deposits received	-	405.76	405.76	-	-	-
Accrued interest	-	-	-	-	-	-
Retention money	-	-	-	-	-	-
	-	58,607.12	58,607.12	-	46,130.00	-



31st March 2024

Rs. in Lakhs

Particulars	Carrying Amount				Fair Value	
	Other financial assets - amortised cost	Other financial liabilities - amortised cost	Total carrying amount	Level 1	Level 2	Level 3
Financial assets measured at fair value	-	-	-	-	-	-
Financial assets not measured at fair value				-	-	-
Security deposits	2,525.98	-	2,525.98	-	-	-
Accrued interest	24.56	-	24.56	-	-	-
Trade receivables	5,809.91	-	5,809.91	-	-	-
Cash and cash equivalents	1,858.88	-	1,858.88	-	-	-
	10,219.33	-	10,219.33	-	-	-
Financial liabilities not measured at fair value				-	-	-
Secured bank loans	-	55,500.00	55,500.00	-	55,500.00	-
Working Capital Loan	-	-	-	-	-	-
Trade payables	-	4,489.18	2,867.70	-	-	-
Capital creditors	-	1,599.84	2,837.19	-	-	-
Security deposits received	-	2,525.98	2,423.29	-	-	-
Retention money	-	-	-	-	-	-
	-	55.04	55.04	-	55,500.00	-
		64,170.04	63,683.22			

35. Financial risk management

1. Overview

The Company has exposure to the following risks from its use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk
- Operational risk

This note presents information about the Company's exposure to each of the above risks, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further quantitative disclosures are included throughout these financial statements.

Risk management framework:

The Board, of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board is responsible for developing and monitoring the Company's risk management policies.

• Credit risk

1. Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers. The carrying amounts of financial assets represents the maximum credit exposure.
2. Trade and other receivables: The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The management does not expect any significant credit risk out of exposure to trade and other receivables, as the major part of the revenue is contributed by either through cash sales or sales to government owned oil marketing companies like HPCL, IOCL and State transport corporation of A.P. and Telangana with a credit period ranging from 3 days to 25 days.



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

Product	Credit Period
1. Compressed Natural Gas (CNG)	
(a) Oil Marketing Companies like HPCL, IOCL Etc.,	15 Days from the Invoice Receipt date
(b) Road Transport Corporation like APSRTC, TSRTC Etc.,	Weekly Advance, followed by 25 Days for monthly Settlement upon receipt of Invoice
(c) Others	Cash and Carry Basis
2. Piped Natural Gas (Domestic)	21 Days form the Invoice date
3. Piped Natural Gas (Industrial)	3 Days form the Invoice Receipt date
4. Piped Natural Gas (Commercial)	7 Days form the Invoice Receipt date

4. Cash and cash equivalents: The company held cash and cash equivalents of INR 3313.42 L as at 31 March 2025 and, INR 1,858.88 L as at 31 March 2024. The cash and cash equivalents are held with public sector banks and leading private sector Bank. There is no impairment on cash and cash equivalents as on the reporting date and the comparative period.

• **Liquidity risk**

1. 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 always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

2. The company aims to maintain the level of its cash and cash equivalents and investments at an amount in excess of expected cash outflows on financial liabilities (other than trade payables) over the next six months. The company also monitors the level of expected cash inflows on trade receivables and loans together with expected cash outflows on trade payables and other financial liabilities. This excludes potential impact of extreme circumstances that cannot be reasonably predicted, such as natural disasters.

3. Exposure to Liquidity risk

The following are the remaining contractual maturities of financial liabilities at the reporting date.

31st March 2025

Particulars	Carrying amount	6 months or less	6-12 months	1-2 Years	2-5 Years	More than 5 years
Borrowings- secured	46,130.00	-	-	-	26,755.00	19,375.00
Working Capital Loan	-	-	-	-	-	-
Trade payables	4,508.90	4,508.90	-	-	-	-
Other financial liabilities	7,562.46	348.04	7,214.42	-	-	-
	58,201.36	4,856.94	7,214.42	-	26,755.00	19,375.00

31st March 2024

Particulars	Carrying amount	6 months or less	6-12 months	1-2 Years	2-5 Years	More than 5 years
Borrowings- secured	48,500.00	-	-	5,000.00	17,500.00	33,000.00
Working Capital Loan	-	-	-	-	-	-
Trade payables	4,489.18	4,489.18	-	-	-	-
Other financial liabilities	5,187.37	780.00	4,407.37	-	-	-
	58,176.55	5,269.18	4,407.37	5,000.00	17,500.00	33,000.00



• Market Risk

1. Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.
2. Currency Risk: The company does not have significant exposure in currency other than INR.
3. Interest rate Risk : The company manages its credit risk by entering into borrowing arrangements which are fixed/ Floating and investing in fixed interest instruments.

Sensitivity analysis:

A reasonably possible change of 100 basis points in interest rate at the reporting date would have increased or decreased profit or loss by INR 894.70 Lakhs for 31st March 2025 (31st March 2024: INR 522.72 Lakhs). This analysis assumes that all other variables remain constant,

	As at 31st March 2025	As at 31st March 2024
Interest on Secured Bank Loan- Variable Interest rate- Effect on Profit / Loss	933.99	522.72
Cash flow sensitivity	(933.99)	(522.72)

• Operational Risk

1. Operational risk is the risk of direct or indirect loss arising from a wide variety of causes associated with the Company's processes, personnel, technology and infrastructure, and from external factors other than credit, market and liquidity risks such as those arising from legal and regulatory requirements and generally accepted standards of corporate behaviour. Operational risks arise from all of the Company's operations.
2. The Company's objective is to manage operational risk so as to balance the avoidance of financial losses and damage to the Company's reputation with overall cost effectiveness and to avoid control procedures that restrict initiative and creativity.
3. The primary responsibility for the development and implementation of controls to address operational risk is assigned to senior management within each business unit. This responsibility is supported by the development of overall Company standards for the management of operational risk in the following areas:
 - Requirements for appropriate segregation of duties, including the independent authorization of transactions
 - Requirements for the reconciliation and monitoring of transactions
 - Compliance with regulatory and other legal requirements
 - Documentation of controls and procedures
 - Requirements for the periodic assessment of operational risks faced, and the adequacy of controls and procedures to address the risks identified
 - Requirements for the reporting of operational losses and proposed remedial action
 - Development of contingency plans
 - Training and professional development
 - Ethical and business standards
 - Risk mitigation, including insurance when this is effective.
4. Compliance with Company's standards is supported by a programme of periodic reviews undertaken by Internal Audit. The results of Internal Audit reviews are discussed with the management of the business unit to which they relate, with summaries submitted to the Board of the Company.



36. Operating leases

1. Lease taken by BGL -

- 1) APIDC -western and Easter wing
- 2) Project office at HMT - Hyderabad
- 3) Project office at Vijaywada
- 4) Project office at Kakinada.
- 5) Mother station Lease Land - Hafeezpet
- , , 6) CoCo - Saroornagar station
- , , 7) Project office Kukatpally

2 Lease ROU Assets

Rs

Particulars	Total
Gross carrying value	
As at 1st April, 2022	163.38
Additions	267.07
Disposals / adjustments	-
As at 31st Mar, 2023	430.45
Additions	954.15
Disposals / adjustments	39.64
As at 31st Mar, 2024	1,344.95
Additions	87.14
Disposals / adjustments	164.74
As at 31st Mar, 2025	1,267.36

Accumulated Depreciation & Impairment:	
As at 1st April, 2022	117.13
Depreciation charge for the year	91.43
Additions Disposals / adjustments	-
As at 31st Mar, 2023	208.56
Depreciation charge for the year	120.65
Additions Disposals / adjustments	-
As at 31st Mar, 2024	329.21
Depreciation charge for the year	194.38
Additions Disposals / adjustments	164.74
Net Carrying value	
As at 31st Mar, 2025	908.23

3. Interest expenses on Lease Liability - Rs 77,06,793.23/-

4 All Lease payments more than one year had been recognised for measurement of Lease liabilities

5. There is no income from sub leasing of ROU Assets

6 Total Cash outflow for Leases - Rs. 2,18,05,255/-

7 There is no Gain or Loss arising from sale and Lease back transaction

37. Contingent liabilities and commitments

1. Contingent liabilities not provided for-	As at	
	31st March 2025	31st March 2024
A. In respect of the following disputed demands / claims which are under appeal / representation for which the company expects no liability		
i. A.P. Value Added Tax- Restriction of ITC	16.73	16.73
ii. Central Excise- Valuation of excisable goods (CNG) and restriction of CENVAT credit	268.90	375.74
iii. Andhra Pradesh State Road Transport Corporation- Claims against supply of CNG	30.35	72.22
iv. In respect of appeals filed against the company towards Income Tax- Disallowance of expenditure for Assessment Years 2008-09 and 2009-10	332.23	120.27
v. HMDA has raised a claim of interest on delayed lease rental payment, service tax and interest on service tax	52.84	-
B. Guarantees given		
i. The Secretary, Petroleum and Natural Gas Regulatory Board	1,550.00	1,550.00
ii. Torrent Gas Limited	139.18	51.58
iii. The Chairman National Highway Authority of	1.59	0.08
iii. R&B HYD, National Highways Authority of India	10.92	10.92
iv. National Highways Authority of India	3.80	-
v. Megha City Gas Distribution Pvt. Ltd.	53.34	-
vi. The Commissioner Peddapuram Municipality, Peddapuram	202.83	-



1. Contingent liabilities not provided for–	As at	
	31st March 2025	31st March 2024
vii. The Commissioner, Vijayawada Municipality Corporation	36.34	-
viii. The Commissioner, Tadigadapa Municipality, Vijayawada	55.20	-
C. Letter of Credit issue to		
Gas Authority of India Ltd.	9,938.78	6,642.13
East West Pipeline Ltd	177.18	177.18

2. Commitments

- i) The company is required to complete minimum residential connections for piped gas under the terms of contract awarded by PNGRB. Failing to complete the minimum number of connections would make the Company liable for penal consequences, against which the company has submitted bank guarantees to PNGRB. The company has received notices for delays in minimum installations. The charges for not completing minimum number of connections cannot be measured at this stage and also the Company has represented the matter to the concerned authorities as the delay is on account of various factors most of them being beyond the control of the company.
- ii) In respect of City Gas Distribution activities in Kakinada, PNGRB in May, 2013, invoked the PBG and claimed Rs.1,33,54,500/- for non-achievement of milestones as set out in the authorization. Challenging this, Writ Petition was filed immediately in the High Court of Andhra Pradesh, which has granted stay. The matter is sub judice.
- iii) BGL has suo moto filed writ petitions in November 2015 before the Hon'ble High Court of A.P. and Telangana against PNGRB to stay any invocation of PBGs amounting to Rs. 10,00,00,000 and Rs.4,00,00,000 issued to them for the GAs of Hyderabad and Vijayawada, respectively, on the grounds of force majeure conditions for non-performance. Interim stay has been granted and the matter is sub judice.
- iv) BGL has entered into agreements with APSRTC (Valid for the successor TSRTC) for supply of CNG of varying quantities to their buses operating out of Vidhyadharapuram and Governorpet-II depots in Vijayawada as also to Medhcal, Hakimpet and Cantonment depots operating in Hyderabad.

1. Contingent liabilities not provided for–	As at	
	31st March 2025	31st March 2024
Estimated amount of Contracts remaining to be executed on Capital Account not provided for	18,532.00	21,700.00
Other Commitments towards execution of Project Works	1,868.00	21,800.00

Note: Orders had been placed for procurement & laying of steel pipe line for all three GA's for Rs.85.28 Crs, and Procurement of compressors/dispensers of Rs.45.04 Crs and LMC works for Rs.55.00 Crs which will be executed during FY 2025-26.

38. Related parties

A. Parent and ultimate controlling party

Bhagyanagar Gas Limited ("BGL" for short) is promoted as a Joint Venture company of GAIL (India) Limited and Hindustan Petroleum Corporation Limited (HPCL). The promoters GAIL and HPCL each holds 48.73% of equity share capital in BGL as on reporting date. Hence, treated as Related Parties of BGL.

B. Transactions with key management personnel

Managing Director and Director-Commercial are on deputation from GAIL/HPCL. The amount mentioned below represents remuneration paid by GAIL/HPCL and debited to the company. The salary includes salary, employer's contribution to PF, LTA, bonus, medical benefits, gratuity & leave encashment.. All amounts mentioned below



are inclusive of service tax or GST. The MD -Mr Ram Mohan Rao, DC -Mrs Y Danuta, and 3, Key Management Personnel in terms of Companies Act, 2013. One KMP is the CS -Mrs G Malleshwari, Two KMPs appointed by the Board -Mr TVKH Subramaniam, DGM (Projects & OM) & Mr Subhasis Bhattacharjee, DGM (Marketing & BD) (resigned during the year)

Particulars	As at	
	31st March 2025	31st March 2024
1. Salary & Allowances		
Shri Ram Mohan Rao -MD	142.58	151.80
Smt Y Danuta -DC	107.36	80.64
Sanjiv Gujral -Previous DC	-	5.34
Smt G Malleshwari-CS	18.64	15.07
Shri Subramaniam -DGM- KMP	33.24	29.47
Shri Subhasis Bhattacharjee -DGM -KMP	16.64	31.93
2. Transport cost (car)	28.58	25.89
	347.04	340.14

C. Transactions with related parties other than KMPs

1. Name of the Related Party	GAIL	HPCL	GAIL	HPCL
2. Nature of Relationship	Joint Venture	Joint Venture	Joint Venture	Joint Venture
3. Nature of transaction	31st March 2025		, 31st March 2024	
(i) Purchases				
, , (a) Natural Gas	46,277.02	-	29,289.76	25,374.80
Creditors -GAIL (NG purchase)	2,241.88		1,568.80	
(ii) Sales – CNG		28,460.26		19,868.74
Debtors -HPCL (CNG Sales)		1,478.05		1,200.61
(iii) Inland Letter of Credit	9,938.78	-	6,642.13	
(iv) Manpower Cost- Deputation	274.73	247.68	267.43	186.66

39. Earnings per share

A. Basic Earnings Per Share

The calculation of basic earnings per share at 31 March 2025 was based on the profit attributable to ordinary shareholders, and a weighted average number of ordinary shares outstanding.

	31st March 2025	31st March 2024
1. Profit attributable to ordinary shareholders	4,698.14	3,808.12
2. Weighted average number of ordinary shares for the year	918.67	895.79
3. Basic EPS	5.11	4.25

B. Diluted Earnings Per Share

The calculation of diluted earnings per share at 31st March 2025 was based on profit attributable to ordinary shareholders, and a weighted average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares

	31st March 2025	31st March 2024
1. Profit attributable to ordinary shareholders	4,698.14	3,808.12
2. Weighted average number of ordinary shares (diluted) for the year	918.67	923.49
3. Diluted EPS	5.11	4.12



C. Weighted average number of ordinary shares (diluted)

	31st March 2025	31st March 2024
Weighted average number of ordinary shares (basic)	918.67	895.79
Effect of shares to be issued to APIIC for purchase of land	-	27.69
	918.67	923.49

Ratios		31st March 2025	31st March 2024	Variance %
Current Ratio, (Times)	Current Assets, / Current Liabilities	0.60	0.69	(12.64)
Debt-Equity Ratio (Times)	Borrowings / Total Equity	0.88	1.07	(17.46)
Debt Service Coverage Ratio, (Times)	EBIT / Finance Costs	2.55	2.21	15.12
Return on Equity Ratio, (%)	PAT / Total Equity	10%	9%	12.68
Inventory turnover ratio, (Times)	Revenue / (NG and CNG Inventory)	459.89	501.30	(8.26)
Trade Receivables turnover ratio, (Times)	Revenue / Trade Receivables	12.15	9.75	24.57
Trade payables turnover ratio, (Times)	Revenue / Trade Payables	17.32	12.62	37.22
Net capital turnover ratio, (Times)	Revenue / Working Capital	(11.36)	(15.41)	(26.27)
Net profit ratio, (%)	PAT / Revenue	10%	15%	(32.86)
Return on Capital employed, (%)	EBIT / (Total Assets Less Total Current Liabilities)	11%	9%	20.61
Return on investment (%)	EBIT / (Total Equity)	117%	99%	18.40

40. Reason for the variance of More than 25%

a) Trade payable turnover ratio

The variance is due to substantial increase in turnover with marginal increase in trade payables

b) Net Capital Turnover

Mainly due to increase in sales, and marginal decrease in working capital

c) Net profit ratio,

Due to increase in the profit from Rs 38.08 cr to Rs. 47.05 cr consequent to increase in turnover

41. Long term contracts and derivatives contract in any financial years

The company has long term contracts for supply of gas. There are no, foreseeable losses on such contracts. The company does not have any, derivatives contract.

42. Subsequent events

There were no subsequent events post the year end.

43. Operating Segments

The company is engaged in the business of gaseous fuel. This being a single segment no separate figures are given

44. Previous year figures have been regrouped and / or rearranged wherever necessary to confirm with current year groupings

45. Additional Regulatory information

1) Title deeds of Immovable Property not held in name of the Company

Please refer to the Fixed asset Note No.4 D



2) Disclosure of Benami Property

The Company does not possess any benami property under the Benami Transactions (Prohibition) Act, 1985 and rules

3) Wilful Defaulter

The Company has not been declared as Wilful Defaulter by any Bank or Financial Institution or other Lender.

4) Relationship With Struck off Companies

The company has no transactions with the companies struck off under section 248 of the Companies Act, 2013 during the year under consideration.

5) Registration of Charges or Satisfaction With Registrar of Companies (ROC)

Total charges as per MCA site was Rs. 606 Cr. Out of which Rs. 14.70 Cr (Rs. 11.00 cr for 1st term loan & Rs. 3.70 cr for 2nd term loan) has been paid for 1st & 2nd term which has already been paid and the charge is yet to be reduced by the Bank.

Term loan I - 280 Cr, Term loan - II - 181.30 Cr, and Rs. 130 Cr Non fund based for LC and BGs.

6) Compliance With Number of Layers of Companies

The clause (87) of section 2 of the Act read with Companies (Restriction on number of Layers) Rules, 2017 is not applicable to the Company.

7) Undisclosed Income

The Company has disclosed all its income appropriately (Previous year: Nil).

8) Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year (Previous year: Nil).

9) Disclosure on Loans and Advances

The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment, to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person.

Accompanying notes form integral part of the financial statements.

As per our report on standalone financial statements attached

For A.Ramachandra Rao & Co.,
Chartered Accountants
FR No: 002875S

Sd/-
CA S R V V Surya Rao
Partner
Membership No. 202367
UDIN: 25202367BMIAHB9232
Place: Hyderabad
Date: 23.04.2025

For and on behalf of Bhagyanagar Gas Limited

Sd/-
Karnati Ram Mohan Rao
Managing Director
DIN No.: 09020289

Sd/-
G.Malleswari
Company Secretary
Membership No. F6574

Sd/-
Y.Danuta
Director - Commercial-cum-CFO
DIN No.: 09628925



CSR ACTIVITIES



WOMEN'S DAY CELEBRATIONS





AGM







ENVIRONMENT DAY





Bhagyanagar Gas Limited

a joint venture of



(CIN: U40200TG2003PLC041566)

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TSIDC Building, Basheer Bagh,

Hyderabad – 500 004

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