



## CONFIDENCE PETROLEUM INDIA LTD.

**REG OFF:** 701, Shivai Plaza Premises Chs Ltd, Plot No. 79, Marol Industrial Estate,  
Nr. Mahalaxmi Hotel, Andheri East, Mumbai, Maharashtra, 400059

**Corp. Off:** 404, Satyam Apartment, 8 Wardha Road, Nagpur, Maharashtra 440012  
Ph. 0712-6606492, Fax-6612083

Email: [cs@confidencegroup.co](mailto:cs@confidencegroup.co)

website: [www.confidencegroup.co](http://www.confidencegroup.co)

CIN: L40200MH1994PLC079766

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**Date :14 /09/2021**

**To,**

<b>National Stock Exchange of India Limited</b> Listing Department, Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai-400051	<b>The Bombay Stock Exchange,</b> Department of Corporate Services 25 <sup>th</sup> Floor, P.J. Towers, Dalal Street, Mumbai- 400001
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**Subject:** Corrigendum to the Annual Report of Confidence Petroleum India Limited for the Financial year ended March 31, 2021.

Dear Sir/ Madam,

This is with reference to the Annual Report of the 27th Annual General Meeting (AGM) of the Company scheduled to be held on Thursday, September 30, 2021, which was emailed to shareholders on September 07, 2021, we are attaching herewith Corrigendum to the aforementioned Annual Report and Revised Annual Report-2021

Kindly take the same on your records and oblige.

Thanking You,  
Yours truly,

**For Confidence Petroleum India Limited**

**PRITY PRAMOD BHABHRA**  
Company Secretary

**NOTICE**  
**CORRIGENDUM TO THE ANNUAL REPORT OF CONFIDENCE PETROLEUM INDIA LIMITED**  
**FOR THE FINANCIAL YEAR ENDED MARCH 31, 2021**  
**FOR THE ATTENTION OF SHAREHOLDERS OF THE COMPANY**

The Shareholder of Confidence Petroleum India Limited are requested to take note of corrections (inadvertent printing and type setting errors) as appearing hereunder with respect to and in connection to Annual Report of the 27th Annual General Meeting (AGM) of Confidence Petroleum India Limited for the financial year ended March 31, 2021 scheduled to be held on Thursday, September 30, 2021, which was emailed to shareholders on September 07, 2021.

1. In Point No. 1 of the Board's Report appearing on page no.26 under the heading "FINANCIAL RESULTS (Standalone and Consolidated)" of Board's Report in the Annual Report of the Company,

- a) In the Standalone sub-column of the Current year column, Expenditure" should be read as "66364.30" instead of "66364.29. Further the "Operating Profit (PBIDT)" should be read as "11795.28" instead of "222.82". Further again the Profit Before Tax & Exceptional Item" and the "Profit Before Tax" should be read as "6101.53" instead of "222.82" for Current Year". And Further the "Profit after Tax" should be read as "4576.15" instead of "4576.14".
- b) In the Consolidated sub-column of the Current year column, Expenditure" should be read as "74,209.37" instead of "74208.98". Further the "Operating Profit (PBIDT)" should be read as "12383.41" instead of "222.82". Further the "Profit after Tax (after Minority Interest)" should be read as "Profit after Tax (after Minority Interest including Profit of associates)".
- c) In the Consolidated sub-column of the Previous year column the "Profit after Tax after Minority Interest" should be read as "5241.30" instead of "5245.41". Further the "Earning per share (EPS)" should be read as "1.91" instead of "1.76" and Further the "Diluted (EPS)" should be read as "1.85" instead of "1.76".

2. In Point No. 2.1 of the Board's Report appearing on page no. 27 under the heading "COMPANY'S PERFORMANCE (STANDALONE & CONSOLIDATED)" of Board's Report – In Para No. 3, The Profit After Tax (after minority interest) for the Previous year is read as Rs. 52.41 crores instead of Rs. 52.45 Crores.

3. In Page No. 147 Consolidated Profit and Loss Account -31.03.2021, Changes in inventories of finished goods, work-in-progress and Stock-in-Trade read as -761.10 instead of -760.10. Further Profit from Associates be corrected to 203.85 instead of 203.35 and Profit after associate and exceptional items and tax and Profit before tax be corrected to 6506.81 instead of Rs. 6506.31.

This corrigendum is available on the website of the company viz. [www.confidencegroup.co](http://www.confidencegroup.co). This corrigendum should be read in conjunction with the Annual Report 2020-21. All other contents of the Annual Report as emailed, dispatched and published remain same. We regret the inconvenience to the shareholders of the Company.

Thanking You,  
Yours truly,

**For Confidence Petroleum India Limited**

**Place: Mumbai**  
**Date: 13/09/2021**

**PRITY PRAMOD BHABHRA**  
**Company Secretary**



## CONFIDENCE PETROLEUM INDIA LTD.

**REG OFF:** 701, Shivai Plaza Premises Chs Ltd, Plot No. 79, Marol Industrial Estate,  
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Email: [cs@confidencegroup.co](mailto:cs@confidencegroup.co) website: [www.confidencegroup.co](http://www.confidencegroup.co)  
CIN: L40200MH1994PLC079766

**To,** **Date 07/09/2021**

<b>National Stock Exchange of India Limited</b> Listing Department, Exchange Plaza, Bandra Kurla Complex, Bandra (E) Mumbai-400051	<b>The Bombay Stock Exchange,</b> Department of Corporate Services 25 <sup>th</sup> Floor, P.J. Towers, Dalal Street, Mumbai- 400001
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Subject: Notice of 27<sup>th</sup> AGM and Annual Report-2021 of the Company.

**Dear Sir,**

With reference to the outcome of Board meeting held on 03<sup>rd</sup> September 2021, The 27<sup>th</sup> Annual General Meeting of the Company will be held on Thursday, September 30, 2021 at 01.00 PM through Video Conferencing ("VC") Other Audio- Visual Means ("OAVM"). The Copy of Notice and Annual Report-2021 attached herewith.

The above is for your information & record.

Yours truly,

**For Confidence Petroleum India Limited**

PRITY PRAMOD Digitally signed by PRITY PRAMOD  
BHABHRA  
BHABHRA Date: 2021.09.07 17:59:02 +05'30'

**Prity Bhabhra**  
**Company Secretary**

# ENABLING INDIA'S GREEN ENERGY TRANSITION



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## CORPORATE INFORMATION

Particulars	Details
CIN	L40200MH1994PLC079766
DATE OF INCORPORATION	21/07/1994
REGISTRATION NO.	11-079766
REGISTERED OFFICE ADDRESS	701, Shivai Plaza Premises CHS Ltd., Plot No. 79, Marol Ind. Estate, Nr. Mahalaxmi Hotel, Andheri(E), Mumbai - 400059
CORPORATE OFFICE ADDRESS	404, Satyam Apartment, 8 Wardha Road, Dhantoli, Nagpur, MH - 440012.
WEBSITE	<a href="http://www.confidencegroup.co">www.confidencegroup.co</a>
E- MAIL ID	<a href="mailto:cs@confidencegroup.co">cs@confidencegroup.co</a>
TEL . NO.	(0712)- 6606492
BOARD OF DIRECTORS	Mr. Nitin Khara :Chairman-Managing Director & CEO Mr. Elesh Khara :Executive Director & CFO Mr. Sumant Sutaria: Non Executive-Independent Director Mrs. Mansi Deogirkar : Non Executive-Independent Director Mr. Vaibhav Pradeep Dedhia: Non Executive-Independent Director Mr. Ratnesh Kumar : Non Executive-Additional Director Mrs. Vandana Gupta:Non Executive-Additional Director
COMPANY SECRETARY & COMPLIANCE OFFICER	Ms. Prity Bhabhra
AUDIT COMMITTEE	Mr. Vaibhav Pradeep Dedhia- Chairman Mr. Sumant Sutaria- Member Mr. Elesh Khara – Member
NOMINATION & REMUNERATION COMMITTEE	Mr. Sumant Sutaria- Chairman Mrs. Mansi Deogirkar- Member Mr. Vaibhav Pradeep Dedhia - Member
STAKEHOLDERS' RELATIONSHIP COMMITTEE	Mr. Vaibhav Pradeep Dedhia- Chairman Mrs. Mansi Deogirkar – Member Mr. Nitin Khara – Member
MANAGEMENT COMMITTEE	Mr. Nitin Khara – Chairman Mr. Elesh Khara – Member Mr. Vaibhav Pradeep Dedhia- Member

Particulars	Details
CSR COMMITTEE	Mr. Nitin Khara – Chairman Mr. Elesh Khara – Member Mrs. Mansi Deogirkar – Member
STATUTORY AUDITORS	M/s. Akhil Rathi & Co. Nagpur M/s. Ganesh Adukia & Associates, Mumbai M/s- Koshal & Associates, Mumbai
COST AUDITOR	M/s. Narendra Peshne & Associates, Nagpur
BANKERS	ICICI BANK LIMITED CENTRAL BANK OF INDIA AXIS BANK LIMITED
REGISTRAR & SHARE TRANSFER AGENT	Adroit Corporate Services Pvt.Ltd. 17-20, Jafferbhoy Ind. Estate,1st Floor, Makwana Road, Marol Naka, Andheri (E), Mumbai 400059, India Tel: +91 (0) 22 42270400 Direct: +91 (0)22 42270423   Fax: +91 (0)22 28503748

## CHAIRMAN'S SPEECH

Dear Confidence Family,

I am addressing you at a time when India which has registered a remarkable recovery from the economic and social abyss caused by the untamed spread of COVID-19 virus in 2020 and the devastating second wave in 2021.

I express my deepest condolences to the loved ones of those who have been martyred in our fight with Covid-19 and our deepest respect for the professionals including health care workers and frontline workers. The year has been challenging for each one of us whether it be personal or economic loss.

The shutting of restaurants, restrictions on working hours for commercial and industrial establishments made FY21 a challenging period for us. However, we stood up on the face of the challenge actively took to reducing costs, improve penetration of the brand in smaller towns, keeping our operations lean, leverage technology and optimizing working capital.

Our people ensured that supplies to customers continued even as we adhered to all Government protocols even when they were putting themselves on the frontlines. Every single day they continue to motivate me and inspire me and the leadership team with their passion.

Existing Businesses:

I remember hearing the expression in school that – “When going gets tough, the tough gets going”, this was such a year for us. I am happy to inform that operations are getting back on track and we have expanded our network further, despite the uncertainties in the market.

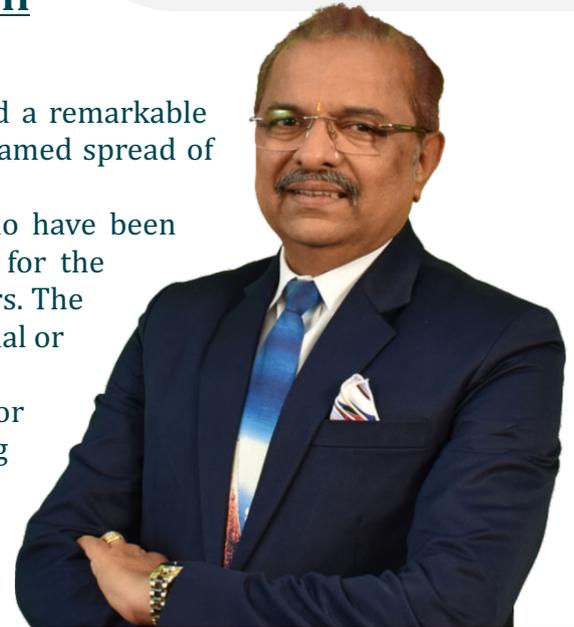
We are also resumed work on upcoming Auto LPG sites, which were on hold due to the pandemic. To expand our network,

Within the packed cylinder business, we have maintained our network of Packed Cylinder retail dealers to 2,000 dealers as was during the start of the year. Within the cylinder manufacturing business, the Company expects the orders which were on hold to be released soon as well as new orders, due to Ujwalla 2.0, recently launched by the Central Government.

The major diversification of our business has been the expansion within the CNG segment. We aim to work across the value chain of Natural Gas, from High pressure cylinder manufacturing plants to a network of CNG dispensing stations.

The newly formed CNG segment, will be operational within the parent Company and its subsidiaries. The segment lays the foundation stone for the future growth of the business. Our vision is to make the green fuel of CNG available to every resident of the country in an affordable manner.

Your Company's subsidiary acquired an operating CNG and High pressure cylinder manufacturing unit of Sarju Impex Limited in Dahej, Gujarat. Our upcoming CNG and high pressure cylinder manufacturing plant in Nagpur will make Your Group as one of the largest manufacturers of CNG and High Pressure cylinders in the country. The new facility will be state of art and has immense benefits such as GST rebates for ten years, logistics advantage from sources of raw material and benefit of new technologies.



**Mr. Nitin Khara**  
Chairman, Confidence Group



Confidence has always believed in breaking the boundaries and setting the bar higher. It was a moment of delight, when we were the first Company in the country to be awarded the contract for setting up the Mobile Refuelling Concept (MRU) for Maharashtra Natural Gas Limited in Pune. The ground breaking concept will make the green fuel of CNG accessible to every single household in the country. The contract was awarded in the August presence of the Honorable Minister for Petroleum and Natural Gas. The contract was awarded purely on the techno commercial expertise and experience of Confidence Petroleum.

Since then, we have received offers from City Gas Distribution (CGD) players such as Avantika Gas Limited (Indore), Central UP Gas Limited (Kanpur) among others to build and operate the MRUs in the respective cities.

The proud moment of your company was, when we were nominated by Gail Gas based on techno commercial expertise to set up 100 CNG stations in Bengaluru. This is an example of our capabilities to execute projects on a war footing. Our efficiencies and expertise has been recognized by most CGD companies in India who would want to associate with your Company.

The future is exciting and your company is in the forefront to ensure a sustainable growth of our planet. The future market will be of sustainable fuels and CNG and Auto LPG will continue to co-exist in India and augment each other's presence, to lead a faster transition of gas based vehicles in the country.

I have no doubt that we will continue to work diligently in our efforts to grow faster and higher. In closing, I thank the Board for their continued guidance to steer the Company in its growth ahead. I extend my gratitude to the entire team, our staff and workers and their families, for their determination.

I also place on record my gratitude to all our other stakeholders –Customers, Bankers, Suppliers and Government Authorities – for the steadfast support and assistance throughout. We solicit your support in our future endeavours for building a greener, better future, for our stakeholders, our customers and for the country.

Warm regards,  
**Nitin Khara**

## **NOTICE OF TWENTY SEVENTH ANNUAL GENERAL MEETING**

**NOTICE IS HEREBY GIVEN THAT THE TWENTY SEVENTH (27TH) ANNUAL GENERAL MEETING OF THE MEMBERS OF CONFIDENCE PETROLEUM INDIA LIMITED (CIN: L40200MH1994PLC079766) WILL BE HELD ON THURSDAY, THE 30<sup>TH</sup> DAY OF SEPTEMBER, 2021 AT 01.00 P.M. THROUGH VIDEO CONFERENCING ('VC')/OTHER AUDIO VISUAL MEANS ('OAVM') FACILITY TO TRANSACT THE FOLLOWING BUSINESS:-**

### **ORDINARY BUSINESS:**

#### **ITEM NO. 1 - Adoption of Financial Statements and Reports of the Auditors & Directors thereon for the Financial Year 2020-21**

To receive, consider and adopt:

- a) the Audited Standalone Financial Statements of the Company for the Financial Year ended 31<sup>st</sup> March, 2021 and the Reports of the Board of Directors and the Auditors thereon; and
- b) the Audited Consolidated Financial Statements of the Company for the Financial Year ended 31<sup>st</sup> March, 2021 and the Report of the Auditors thereon.

#### **ITEM NO. 2 - Declaration of Final Dividend**

To Declare a Final Dividend of Rs. 0.10/- (10%) per Equity Share for the Financial Year ended on March 31, 2021.

#### **ITEM NO. 3 - Re-appointment of Mr. Elesh Khara (DIN-01765620) as Director liable to retire by rotation.**

To appoint a Director in place of Mr. Elesh Khara (DIN: 01765620) who retires by rotation, and being eligible, offers himself for re-appointment.

#### **ITEM NO. 4 - Appointment and fixing of Remuneration of Auditors**

**"RESOLVED THAT** pursuant to the provisions of Section 139, 141, 142 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit & Auditor) Rules, 2014 made there under (including any statutory modification(s) or re-enactment thereof), M/s. L N J & Associates, Chartered Accountant, Nagpur, be and is hereby appointed as the Joint Statutory Auditors of the Company for a period of five (5) years i.e. from the conclusion of this 27<sup>th</sup> Annual General Meeting till the conclusion of 32<sup>nd</sup> Annual General Meeting of the Company, and at such remuneration as may be fixed by the Board of Directors of the Company on the recommendation of the Audit Committee."

## **SPECIAL BUSINESS:**

### **ITEM NO. 5 – Ratification of Remuneration Payable to Cost Auditors.**

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

**“RESOLVED THAT**, pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, including any statutory modification(s) or re-enactment(s) thereof for the time being in force, **M/s. Narendra Peshne & Associates, Cost Accountants, Nagpur**, appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the Company for the financial year 2021-22 at a remuneration determined by the Board of Directors be and is hereby ratified.

**RESOLVED FURTHER THAT**, the Board of Directors of the Company be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.”

### **ITEM NO. 6 - Appointment of Mrs. VANDANA GUPTA as Independent Director:**

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

**“RESOLVED THAT** pursuant to the provisions of sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("the Act") read with Schedule IV to the Act, the Companies (Appointment and Qualification of Directors) Rules, 2014 including any other Rules made there under and Regulation 16(1)(b) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any statutory modification (s) or re-enactment thereof for the time being in force) and in accordance with Article of Articles of Association of the company, Mrs. VANDANA GUPTA (DIN: 00013488), who was appointed as an Additional Director (in the capacity of a Non-Executive Independent Director) of the company by the Board of Directors at its meeting held on 28/05/2021 pursuant to section 161 of the Act and as recommended by the Nomination and Remuneration Committee and whose term of office expires at this Annual General Meeting ('AGM') and who has submitted a declaration that she meets the criteria for independence as provided in section 149(6) of the Act, be and is hereby appointed as an Non-Executive Independent Director of the Company to hold office for a term of 5 (five) consecutive years commencing from 30<sup>th</sup> September, 2021 to 29<sup>th</sup> September, 2026, whose period of office will not be liable to determination by retirement of directors by rotation.

**RESOLVED FURTHER THAT** the Board of Directors of the company be and is hereby authorised to do all acts and to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

**ITEM NO. 7 - Appointment of Mr. RATNESH KUMAR as Independent Director:**

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

"**RESOLVED THAT** pursuant to the provisions of sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("the Act") read with Schedule IV to the Act, the Companies (Appointment and Qualification of Directors) Rules, 2014 including any other Rules made there under and Regulation 16(1)(b) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any statutory modification (s) or re-enactment thereof for the time being in force) and in accordance with Article of Articles of Association of the company, Mr. RATNESH KUMAR (DIN: 03158432), who was appointed as an Additional Director (in the capacity of a Non-Executive Independent Director) of the company by the Board of Directors at its meeting held on 28/05/2021 pursuant to section 161 of the Act and as recommended by the Nomination and Remuneration Committee and whose term of office expires at this Annual General Meeting ('AGM') and who has submitted a declaration that he meets the criteria for independence as provided in section 149(6) of the Act, be and is hereby appointed as an Non-Executive Independent Director of the Company to hold office for a term of 5 (five) consecutive years commencing from 30<sup>th</sup> September, 2021 to 29<sup>th</sup> September, 2026, whose period of office will not be liable to determination by retirement of directors by rotation.

**RESOLVED FURTHER THAT** the Board of Directors of the company be and is hereby authorised to do all acts and to take all such steps as may be necessary, proper or expedient to give effect to this resolution."

**ITEM NO. 8 - Authorisation under Section 186 of the Companies Act, 2013:**

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

**“RESOLVED THAT** pursuant to the provisions of Section 186 of the Companies Act, 2013, read with The Companies (Meetings of Board and its Powers) Rules, 2014 as amended from time to time and other applicable provisions of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof for the time being in force), if any, consent of the shareholders of the Company be and is hereby accorded to (a) give any loan to any person(s) or other body corporate(s) ; (b) give any guarantee or provide security in connection with a loan to any person(s) or other body corporate(s) ; and (c) acquire by way of subscription, purchase or otherwise, securities of any other body corporate from time to time in one or more tranches as the Board of Directors as in their absolute discretion deem beneficial and in the interest of the Company, for an amount not exceeding Rs. 500,00,00,000 (Rupees Five Hundred Crores Only) outstanding at any time, notwithstanding that such investments, outstanding loans given or to be given and guarantees and security provided are in excess of the limits prescribed under Section 186 of the Companies Act, 2013.

**RESOLVED FURTHER THAT** for the purpose of giving effect to the above, Executive Directors and Company Secretary of the Company, be and are hereby severally authorised to take such steps as may be necessary for obtaining approvals, statutory or otherwise, in relation to the above and to all matters arising out of and incidental thereto and to sign and to execute deeds, applications, documents and file returns with Registrar of Companies, that may be required, on behalf of the Company and generally to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution.”

**Place: Nagpur**  
**Dated: 03/09/2021**

**By the order of Board**  
**Confidence Petroleum India Limited**

**Prity Bhabhra**  
**(Company Secretary)**

**NOTES:**

1. In view of the massive outbreak of the COVID-19 pandemic, social distancing is a norm to be followed and pursuant to the Circular No. 14/2020 dated April 08, 2020, Circular No.17/2020 dated April 13, 2020 issued by the Ministry of Corporate Affairs followed by Circular No. 20/2020 dated May 05, 2020 and Circular No. 02/2021 dated January 13, 2021 and all other relevant circulars issued from time to time, physical attendance of the Members to the AGM venue is not required and general meeting be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.

2. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.

3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as venue voting on the date of the EGM/AGM will be provided by NSDL.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at [www.confidencegroup.co](http://www.confidencegroup.co). The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively and the AGM Notice is also available on the website of NSDL (agency for providing the remote e-Voting facility) i.e. [www.evoting.nsdl.com](http://www.evoting.nsdl.com).

7. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 08, 2020 and MCA Circular No. 17/2020 dated April 13, 2020, MCA Circular No. 20/2020 dated May 05, 2020 and MCA Circular No. 2/2021 dated January 13, 2021.

8. Statement pursuant to section 102 of the Act forms a part of this Notice. The Board of Directors, at their meeting held on 03rd September, 2021 has decided that the special business set out under item nos. 5 to 8, be transacted at the Twenty Seventh (27th) AGM of the Company.

9. Brief details of the directors, who are being appointed/re-appointed, are annexed hereto as per requirements of regulation 36(3) of the SEBI Listing Regulations and as per provisions of the Act.

10. Pursuant to the provisions of the Section 91 of the Act, the Register of Members and Share Transfer Books of the Company will remain closed from 24<sup>th</sup> September, 2021 to 30<sup>th</sup> September, 2021 (both days are inclusive) for annual closing and determines the name of members eligible for Final dividend on Equity Shares for the FY 2020-21 if declared at 27<sup>th</sup> Annual General Meeting.

11. The Securities Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their Demat Accounts. Members holding shares in physical form can submit their PAN details to the Company's Registrar and Share Transfer Agents, M/s. Adroit Corporate Services Private Limited, Mumbai for share transfer process.

12. Pursuant to the provisions of Section 124 & 125 of the Companies Act, 2013 the amount of dividend not en-cashed or claimed within 7(seven) years from the date of its transfer to the unpaid dividend account, will be transferred to the Investor Education and Protection Fund (IEPF) established by the Central Government. The company does not have any unclaimed dividend which will be required to transfer in IEPF.

13. In terms of sections 101 and 136 of the Act, read with the rules made thereunder, the listed companies may send the notice of AGM and the annual report, including financial statements, Board's report, etc. by electronic mode. Pursuant to the said provisions of the Act read with MCA Circulars, SEBI Circular dated May 12, 2020, Notice of Twenty Seventh (27th) AGM along with the Annual Report for F.Y. 2021 is being sent only through electronic mode to those members whose email addresses are registered with the Company/ depositories. Members may note that the Notice and Annual Report for F.Y. 2021 will also be available on the Company's website and the website of the stock exchanges.

14. Registrar and Share Transfer Agent:

M/s. Adroit Corporate Services Private Limited, 1st Floor, 19/20, Jaferbhoy Industrial Estate, Makwana Road, Marol Naka, Mumbai - 400059 (Maharashtra) is Registrar and Share Transfer Agents. Therefore Shareholders of the Company are advised to send all future documents/ correspondence such as request for Dematerialization of Shares, Transfers of Shares, Change of Address, Change of Bank Mandate/ ECS and other Share related matters to M/s. Adroit Corporate Services Private Limited at above mentioned address only.

15. Change of Information/ Bank Mandate:

The members/ shareholders holding shares in physical form are requested to notify/ update any change in their address, Bank Mandate e. g. Name of bank, account number, branch address and ECS number to Registrar and Share Transfer Agent and/ or the Company or to their respective Depository Participants (DP), if the shares are held in electronic form.

16. Since the AGM will be held through "VC"/ "OAVM", the Route Map is not annexed in this Notice.

**17. INSTRUCTIONS FOR REMOTE E-VOTING AND JOINING THE E-AGM ARE AS FOLLOW:**

(1) The remote e-voting period begins **on Monday, 27th September, 2021 at 9.00 A.M. IST and ends on Wednesday, 29th September, 2021 at 5.00 P.M. IST**. The remote e-voting module shall be disabled by NSDL for voting thereafter. The Equity shareholders of the Company holding shares either in physical form or in dematerialized form as on the cutoff date of **23rd September, 2021**, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being 23rd September, 2021.

## How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of “Two Steps” which are mentioned below:

### Step 1: Access to NSDL e-Voting system

#### A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	<ol style="list-style-type: none"> <li>Existing <b>IDeAS</b> user can visit the e-Services website of NSDL Viz. <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. On the e-Services home page click on the “<b>Beneficial Owner</b>” icon under “<b>Login</b>” which is available under ‘<b>IDeAS</b>’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “<b>Access to e-Voting</b>” under e-Voting services and you will be able to see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>If you are not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsd.com">https://eservices.nsd.com</a>. Select “<b>Register Online for IDeAS Portal</b>” or click at <a href="https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsd.com/SecureWeb/IdeasDirectReg.jsp</a></li> </ol>

	<p>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or <b>e-Voting service provider i.e. NSDL</b> and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>4. Shareholders/Members can also download NSDL Mobile App “<b>NSDL Speede</b>” facility by scanning the QR code mentioned below for seamless voting experience.</p> <p><b>NSDL Mobile App is available on</b></p> <div style="display: flex; justify-content: space-around; align-items: center;"> <div style="text-align: center;">  <p>App Store</p> </div> <div style="text-align: center;">  <p>Google Play</p> </div> </div> <div style="display: flex; justify-content: space-around; align-items: center; margin-top: 10px;">   </div>
<p>Individual Shareholders holding securities in demat mode with CDSL</p>	<p>1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on New System Myeasi.</p> <p>2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of <b>e-Voting service provider i.e. NSDL</b>. Click on <b>NSDL</b> to cast your vote.</p>

	<p>3. If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></p>
	<p>4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. <b>NSDL</b> where the e-Voting is in progress.</p>
Individual Shareholders (holding securities in demat mode) login through their depository participants	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL**

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022-23058738 or 022-23058542-43

**B) Login Method for e-Voting and joining virtual meeting for shareholders other than Individual shareholders holding securities in demat mode and shareholders holding securities in physical mode.**

**How to Log-in to NSDL e-Voting website?**

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <https://www.evoting.nsdl.com/> either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section.
3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.  
*Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at <https://eservices.nsdl.com/> with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.*
4. Your User ID details are given below :

<b>Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical</b>	<b>Your User ID is:</b>
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID  For example if your DP ID is IN300*** and Client ID is 12***** then your user ID is IN300***12*****.
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID  For example if your Beneficiary ID is 12***** then your user ID is 12*****
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company  For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. Password details for shareholders other than Individual shareholders are given below:
a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
c) How to retrieve your 'initial password'? (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'. (ii) If your email ID is not registered, please follow steps mentioned below in <b>process for those shareholders whose email ids are not registered.</b>
6. If you are unable to retrieve or have not received the " Initial password" or have forgotten your password: a) Click on " <b><u>Forgot User Details/Password?</u></b> " (If you are holding shares in your demat account with NSDL or CDSL) option available on <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a> . b) " <b><u>Physical User Reset Password?</u></b> " (If you are holding shares in physical mode) option available on <a href="http://www.evoting.nsdl.com">www.evoting.nsdl.com</a> . c) If you are still unable to get the password by aforesaid two options, you can send a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> mentioning your demat account number/folio number, your PAN, your name and your registered address etc. d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

**Details on Step 2 is given below:**

1. **How to cast your vote electronically and join General Meeting on NSDL e-Voting system**
2. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
3. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC/OAVM” link placed under “Join General Meeting”.
4. Now you are ready for e-Voting as the Voting page opens.
5. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
6. Upon confirmation, the message “Vote cast successfully” will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote

**General Guidelines for shareholders**

- 1 Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to [cs.siddharth@yahoo.in](mailto:cs.siddharth@yahoo.in) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password?” or “Physical User Reset Password?” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com) to reset the password.

3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-Voting user manual for Shareholders available at the download section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or contact Ms. Pallavi Mhatre, Manager or Ms. Soni Singh, Asst. Manager, National Securities Depository Limited, Trade World, 'A' Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai – 400 013, at the designated email id – [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [pallavid@nsdl.co.in](mailto:pallavid@nsdl.co.in) or [SoniS@nsdl.co.in](mailto:SoniS@nsdl.co.in) or at telephone nos.:- +91 22 24994545, +91 22 24994559, who will also address the grievances connected with voting by electronic means. Members may also write to the Company Secretary at the Company's email address [pritybhabhra@confidencegroup.co](mailto:pritybhabhra@confidencegroup.co)

**Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:**

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to [cs@confidencegroup.co](mailto:cs@confidencegroup.co).
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to [cs@confidencegroup.co](mailto:cs@confidencegroup.co). If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively shareholder/members may send a request to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

**THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:-**

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
2. Only those Members/ shareholders, who will be present in the AGM through VC/ OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
3. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

**Mr. Siddharth Sipani, Practicing Company Secretary, (Membership No. ACS 28650 & C.P. NO. 11193)** has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

The Scrutinizer shall within a period not exceeding two working days from the date of close of e-voting unlock the votes in the presence of at least two witnesses, not in the employment of the Company and make Scrutinizer's Report of the votes cast in favour of or against, if any, forthwith to the Chairman of the Company.

The results declared along with the Scrutinizer's report shall be placed on the Company's website [www.confidencegroup.co](http://www.confidencegroup.co) within two days of passing of the resolutions at the AGM of the Company and communicated to Stock Exchanges.

**INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/ OAVM ARE AS UNDER:**

1. Member will be provided with a facility to attend the AGM through VC/ OAVM through the NSDL e-Voting system. Members may access the same at <https://www.evoting.nsdl.com> under shareholders/ members login by using the remote e-voting credentials. The link for VC/ OAVM will be available in shareholder/ members login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush. Further members can also use the OTP based login for logging into the e-Voting system of NSDL.

2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
4. Please note that participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/ Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.
5. Shareholders, who would like to express their views/ have questions may send their questions in advance mentioning their name demat account number/ folio number, email id, mobile number at [pritybhabhra@confidencegroup.co](mailto:pritybhabhra@confidencegroup.co). The same will be replied by the company suitably.
6. AGM Questions prior to e-AGM: Members who would like to express their views or ask questions during the e-AGM may write to us at our E-mail Id i. e. [pritybhabhra@confidencegroup.co](mailto:pritybhabhra@confidencegroup.co). This facility shall commence at 09:00 a.m. on September 26, 2021 and will be available till 05:00 p.m. on September 28, 2021. Only those members who are registered will be allowed to express their views or ask questions. The Company reserves the right to restrict the number of questions and number of speakers, depending upon availability of time as appropriate for smooth conduct of the e-AGM.

**Place: Nagpur**  
**Dated: 03/09/2021**

**By the order of Board**  
**Confidence Petroleum India Limited**

**Prity Bhabhra**  
**(Company Secretary)**

**ANNEXURE TO THE NOTICE  
EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT  
TO SECTION 102 OF THE COMPANIES ACT, 2013**

**ITEM NO. 4 – Appointment and fixing of Remuneration of Auditors**

In pursuance of Sections 139, 141, 142 of the Companies Act, 2013 and the Companies (Audit & Auditors) Rules, 2014 made thereunder, the Company is required to appoint an independent auditor to audit its accounts and financial statements. The Board of Directors now propose the appointment of M/s. L N J & Associates, Chartered Accountant, Nagpur as the joint independent auditors of the company for a period of five years commencing from the conclusion of the 27<sup>th</sup> Annual General Meeting till the conclusion of 32<sup>st</sup> Annual General Meeting, on such remuneration as may be determined by the Board of Directors in consultation with the Audit Committee.

None of the Directors, Key Managerial Personnel or their relatives are in any way concerned or interested, financially or otherwise, in the said resolution.

The Board recommends this resolution for approval of the Members.

**ITEM NO. 5 - Ratification of Cost Auditor's Remuneration.**

The Board of Directors at their meeting held on 03rd September, 2021, on recommendation of the Audit Committee, approved the appointment of **M/s. Narendra Peshne & Associates**, Cost Accountants, Nagpur, Firm Registration No. 11192, as Cost Auditors of the Company to conduct the audit of the cost records of the Company in respect of products manufactured by the Company for the financial year 2021-22 on a remuneration of Rs. 70,000/-. Pursuant to the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, approval of the members is sought by way of an ordinary resolution as set out at item no. 3 of the notice ratifying the remuneration payable to the Cost Auditors for the financial year 2021-22.

The Board, based on the recommendation of the Audit Committee, unanimously, recommends the ordinary resolution as set out in item no. 5 of this notice.

None of the Directors/ Key Managerial Personnel of the Company/ their relatives is in any way, concerned or interested, financially or otherwise, in the resolution.

**ITEM NO. 6 - Appointment of Mrs. VANDANA GUPTA as Independent Director:**

**Mrs. VANDANA GUPTA (DIN: 00013488)** on the recommendation of the Nomination and Remuneration Committee was appointed as an Additional Director in the capacity of a Non-Executive Independent Director with effect from 28<sup>th</sup> May, 2021 by the Board of Directors in accordance with Article of the Articles of Association and sections 149(6), 161 and Schedule IV of the Companies Act 2013 ("the Act") and Regulation 16(1)(b) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

As per section 161 of the Act, Mrs. VANDANA GUPTA holds office upto the date of the ensuing AGM on 30<sup>th</sup> September, 2021.

Mrs. VANDANA GUPTA has consented to the proposed appointment and declared qualified. Mrs. VANDANA GUPTA possesses requisite knowledge, experience and skill for the position of Independent Director as per required criteria under the Act and rules & regulations made thereunder.

Based on the recommendation received from the Nomination and Remuneration Committee and in view of her knowledge, skills and invaluable expertise related to the industry of the Company, it is proposed to appoint Mrs. VANDANA GUPTA as a Non-Executive Independent Director of the Company in terms of section 149 read with section 152 of the Companies Act, 2013. In terms of sections 149 and 152 of the Companies Act, 2013, Mrs. VANDANA GUPTA is not liable to retire by rotation.

Mrs. VANDANA GUPTA If appointed, will hold office for a consecutive term of 5 years commencing from 30<sup>th</sup> September, 2021 to 29<sup>th</sup> September, 2026.

The terms and conditions of appointment of Mrs. VANDANA GUPTA as Non-Executive Independent Director is available for inspection by members at the Registered Office of the company on any working day during working hours between 9.30am to 6.30pm.

**ITEM NO. 7 - Appointment of Mr. RATNESH KUMAR as Independent Director:**

**Mr. RATNESH KUMAR (DIN: 03158432)** on the recommendation of the Nomination and Remuneration Committee was appointed as an Additional Director in the capacity of a Non-Executive Independent Director with effect from 28<sup>th</sup> May, 2021 by the Board of Directors in accordance with Article of the Articles of Association and sections 149(6), 161 and Schedule IV of the Companies Act 2013 ("the Act") and Regulation 16(1)(b) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

As per section 161 of the Act, Mr. RATNESH KUMAR holds office upto the date of the ensuing AGM on 30<sup>th</sup> September, 2021.

Mr. RATNESH KUMAR has consented to the proposed appointment and declared qualified. Mr. RATNESH KUMAR possesses requisite knowledge, experience and skill for the position of Independent Director as per required criteria under the Act and rules & regulations made thereunder.

Based on the recommendation received from the Nomination and Remuneration Committee and in view of his/her knowledge, skills and invaluable expertise related to the industry of the Company, it is proposed to appoint Mr. RATNESH KUMAR as a Non-Executive Independent Director of the Company in terms of section 149 read with section 152 of the Companies Act, 2013. In terms of sections 149 and 152 of the Companies Act, 2013, Mr. RATNESH KUMAR is not liable to retire by rotation.

Mr. RATNESH KUMAR If appointed, will hold office for a consecutive term of 5 years commencing from 30<sup>th</sup> September, 2021 to 29<sup>th</sup> September, 2026.

The terms and conditions of appointment of Mr. RATNESH KUMAR as Non-Executive Independent Director is available for inspection by members at the Registered Office of the company on any working day during working hours between 9.30am to 6.30pm.

**ITEM NO. 8 - Authorisation under Section 186 of the Companies Act, 2013:**

In order to make optimum use of funds available with the Company and also to achieve long term strategic and business objectives, the Board of Directors of the Company proposes to make use of the same by making investment in other bodies corporate or granting loans, giving guarantee or providing security to other persons or other body corporate as and when required.

Members may note that pursuant to Section 186 of the Companies Act, 2013 (“Act”), the Company can give loan or give any guarantee or provide security in connection with a loan to any other body corporate or person and acquire securities of any other body corporate, in excess of 60% of its paid up share capital, free reserves and securities premium account or 100% of its free reserves and securities premium account, whichever is more, with approval of Members by special resolution passed at the general meeting. In view of the aforesaid, it is proposed to take approval under Section 186 of the Companies Act, 2013, by way of special resolution, up to a limit of Rs. 200 Crores, as proposed in the Notice.

The above proposal is in the interest of the Company and the Board recommends the Resolution as set out at Item No. 8 for approval by the members of the Company.

None of the Directors, Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested in the resolution, except to the extent of their equity holding in the Company.

The Board of Directors of your Company recommends the Special Resolution for approval of the Shareholders.

**Place: Nagpur**  
**Dated: 03/09/2021**

**By the order of Board**  
**Confidence Petroleum India Limited**

**Prity Bhabhra**  
**(Company Secretary)**

**PARTICULARS OF DIRECTORS PROPOSED TO BE APPOINTED/ RE-APPOINTED AT THE 27<sup>th</sup> ANNUAL GENERAL MEETING**

Name of Director	ELESH PUNAMCHAND KHARA	VANDANA GUPTA	RATNESH KUMAR
DIN	01765620	00013488	03158432
DOB	06/06/1967	08/08/1981	08/09/1967
AGED	54 Years	40 Years	54 Years
Date of Appointment	20/02/2004	28/05/2021	28/05/2021
Qualification	Graduate	Company Secretary	MBA, MSC Horns, BE
Experience	29 Years	10 Years	26 years
Directorship In Listed Companies (Including Present Appointment)	1 (One)	7 (Seven)	1 (One)
Shares Held	96,21,251	NIL	NIL
Relationship	Promoter & KMP of the company	NIL	NIL

## BOARD'S REPORT

To,  
The Members  
**Confidence Petroleum India Limited,**

Your Directors are pleased to present the Twenty Seventh (27th) Annual Report of **Confidence Petroleum India Limited** (the Company or CPIL) along with the audited financial statements for the financial year ended March 31, 2021. The consolidated performance of the Company and its subsidiaries has been referred to wherever required. The summarized results for the year ended 31<sup>st</sup> March, 2021 are as under.

### 1. FINANCIAL RESULTS ( Standalone and Consolidated)

The performance of the Company for the financial year ended 2020-21 is summarized below:

(Rs. In Lakhs)

Previous Year		Particulars	Current Year	
Standalone	Consolidated		Standalone	Consolidated
2019-20	2019-20		2020-21	2020-21
<b>98579.12</b>	<b>107777.51</b>	Net Revenue from operations	<b>77,997.90</b>	<b>86,310.01</b>
380.30	430.35	Add: Other Income	161.68	282.77
86500.69	95117.42	Less: Expenditure	66,364.30	74,209.37
<b>12458.73</b>	<b>13090.44</b>	Operating Profit (PBIDT)	<b>11,795.28</b>	<b>12,383.41</b>
897.26	1160.81	Less: Interest & Financial Charges	689.54	861.35
4942.11	5120.87	Less: Depreciation	5,004.21	5,219.10
<b>6619.35</b>	<b>6808.76</b>	Profit Before Tax & Exceptional Item	<b>6101.53</b>	<b>6302.96</b>
0	0	Less : Exceptional Item	0	0
0	0	Less : Extraordinary Item	0	0
<b>6619.35</b>	<b>6808.76</b>	Profit Before Tax	<b>6101.53</b>	<b>6302.96</b>
1329.42	1370.74	Less: Provision for Taxation:		
325.42	326.14	1) Current Tax:	1,679.60	1,711.25
		2) Deferred Tax:	(154.22)	(151.93)
<b>4964.51</b>	<b>5241.30</b>	Profit after Tax (after Minority Interest and including Profit of associates)	<b>4576.15</b>	<b>4,907.35</b>
<b>1.81</b>	<b>1.91</b>	Earnings Per Share (EPS)	<b>1.61</b>	<b>1.73</b>
<b>1.75</b>	<b>1.85</b>	Diluted	<b>1.61</b>	<b>1.73</b>



## **2. FINANCIAL PERFORMANCE AND THE STATE OF THE COMPANY'S AFFAIRS**

### **2.1 COMPANY'S PERFORMANCE (STANDALONE & CONSOLIDATED)**

The revenue for the year was mainly impacted due to Covid-19 pandemic, which led to lockdown in many parts of the Country, disrupting the operations and execution of business activities of the company.

During the financial year 2020-21, revenue from operations on standalone basis decreased to Rs. 779.97crores against Rs. 985.79 Crores the previous year. The Profit After Tax for the current year is Rs.45.76crores against Rs. 49.64crores in the previous year.

During the financial year 2020-21, revenue from operations on Consolidated basis decreased to Rs. 863.10Crore as against Rs. 1077.77 crores in the previous year. The Profit After Tax (after minority interest) for the current year is Rs. 49.07 crores against Rs.52.41crores in the previous year.

### **2.2 ANNUAL PERFORMANCE**

Details of the Company's annual financial performance as published on the Company's website and presented during the Analyst Meet, after declaration of annual results; can be accessed on the Company's website.

### **2.3 COMPANY'S AFFAIRS/ CURRENT BUSINESS**

Due to COVID-19 the imposition of lockdown resulting to closure of commercial & industrial activities and thereafter strict restrictions on working hours the FY2020-2021 a challenging period for us. However, we stood up on the face of the challenge actively took to reducing costs, improve penetration of the brand in smaller towns, keeping our operations lean, leverage technology and optimizing working capital. We are also resumed work on additional Auto LPG sites, which were on hold due to the pandemic. To expand our network, we have started giving franchisees in the format of Dealer Owned Dealer Operated (DODO) stations. Within the packed cylinder business, we have expanded our network of Packed Cylinder retail dealers to 2,000+. Within the cylinder manufacturing business, the Company expects the orders which were on hold to be released soon as well as new orders, due to Ujwalla 2.0, recently launched by the Central Government.

### **3. DIVIDEND**

The Board of Directors has recommended a dividend of 10% i.e. Rs. 0.10/- (Rupees Ten Paise only) per equity share of Rs. 1/- (One rupee) each fully paid-up of the Company. Dividend is subject to approval of members at the ensuing annual general meeting and shall be subject to deduction of income tax at source. The dividend recommended is in accordance with the Company's Dividend Distribution Policy. The Dividend Distribution Policy of the Company is available on the Company's website.

### **4. COVID-19 PANDEMIC**

The second wave in Covid-19 caused fear, economic uncertainty and disruptions continue to impact the already fragile business environment and our operations, the full impact of this cannot be assessed at this point of time. However, this does not affect the going concern status of the Company. It is focused on controlling the fixed costs, maintaining liquidity and closely monitoring the supply chain to ensure that the manufacturing facilities operate smoothly

### **5. SHARE CAPITAL**

During the Financial Year 2020-21, the Company has converted 1,01,76,923 Convertible warrant at Rs. 52 (Including Rs. 51 as Premium) into 1,01,76,923 Equity Shares of Rs. 1 Each. The allotment were made to Gaspoint Petroleum India Limited and ESSENN LPG Bottling Private Limited on dated 14th March, 2021 The Paid up share capital of the Company has increase from Rs. 27,38,35,000 to Rs. 28,40,11,923. The company has utilized the fund raised from preferential issues for the expansion of the business.

### **6. TRANSFER TO RESERVES**

The Company has not transferred any amount to the Reserves for the year ended 31st March, 2021.

### **7. MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY BETWEEN THE END OF THE FINANCIAL YEAR AND THE DATE OF THE REPORT**

Other than stated elsewhere in this report, there are no material changes and commitments affecting the financial position of the Company between the end of the financial year and the date of this report.

## 8. PUBLIC DEPOSITS

The Company has not accepted deposits from the public falling within the ambit of Section 73 of the Companies Act, 2013 and the rules framed thereunder during the year under review. The Company does not have any unclaimed deposits as of date. However the company has deposit on Cylinders from new customers and these deposits are secured against cylinders supplied to them.

## 9. RELATED PARTY TRANSACTIONS

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in its ordinary course of business and on an arm's length basis. During the year, the Company had not entered into any contract / arrangement/ transaction with related parties which could be considered material in accordance with the policy of the Company on materiality of related party transactions or which is required to be reported in Form No. AOC-2 in terms of Section 134(3) (h) read with Section 188 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014. The Policy on Materiality of Related Party Transactions and on dealing with Related Party Transactions as approved by the Board is available on the Company's website.

The Company has taken the omnibus approval for entering into related party transaction which are repetitive in nature and subject to certain criteria/ conditions as required under the Companies (Meeting of Board and its Powers) Rules 2014 and SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 from the Audit Committee. The Audit Committee has taken the cognizance of related party transaction during the year under review.

**Particulars of contracts or arrangements with Related Parties referred in Section 188(1) of the Companies Act, 2013, in the prescribed Form AOC-2, is annexed to the Board Report.**

## 10. SUBSIDIARIES AND ASSOCIATE COMPANIES

A statement containing the salient features of financial statements of subsidiaries/ joint venture companies of the Company in the prescribed Form AOC - 1 forms a part of Consolidated Financial Statements (hereinafter referred to as "CFS") in compliance with Section 129(3) and other applicable provisions, if any, of the Act read with Rules.

The Company has 12 (twelve) subsidiaries as on March 31, 2021. There are 5 (Five) associates or joint venture companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act"). There has been no material change in the nature of the business of the subsidiaries.

In accordance with Section 136 of the Act, the audited financial statements, including the CFS and related information of the Company and the financial statements of each of the subsidiary and associate companies, are available on our website.

The Company does not have a material subsidiary.

## **11. CORPORATE GOVERNANCE**

CPIL is committed to maintain the highest standards of Corporate Governance and adheres to the Corporate Governance requirements set out by the Securities and Exchange Board of India ("SEBI"). The report on Corporate Governance as stipulated under the Listing Regulations forms part of the Annual Report. Certificate from the Auditors of the Company confirming compliance with the conditions of Corporate Governance is attached to the report on Corporate Governance.

A Certificate of the CEO and CFO of the Company in terms of Listing Regulations, inter-alia, confirming the correctness of the financial statements and cash flow statements, adequacy of the internal control measures and reporting of matters to the Audit Committee, is also annexed.

## **12. MANAGEMENT DISCUSSION AND ANALYSIS [MDA] REPORT**

In terms of Regulation 34(2)(e) of the Listing Regulations, 2015 read with other applicable provisions, the detailed review of the operations, performance and future outlook of the Company and its business is given in the Management Discussion and Analysis Report which forms part of this Annual Report and is incorporated herein by reference and forms an integral part of this report.

## **13. COMPLIANCES WITH RESPECT TO INDEPENDENT DIRECTORS**

Pursuant to Section 149(7) of Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, declaration(s) by all the Independent Director(s) have been obtained stating that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Independent Directors as appointed by the Board possess various skills/ expertise which are required for the Directors in the context of the Company's business for effective functioning such as Leadership, Technology & Operational experience, strategic planning, Financial Regulatory, Legal and Risk Management, Industry experience, Research & Development and Global business. Further, all the Independent Directors are complying with the provisions of Section 150 of the Companies Act, 2013 read with The Companies (Appointment and Qualifications of Directors) Rules, 2014.

#### **14. FAMILIARIZATION PROGRAMME AND TRAINING OF INDEPENDENT DIRECTORS**

All new Independent Directors inducted in to the Board attend an orientation programme. The Company has well-defined Training Program for training to Board Members which inter-alia include the various familiarization programs in respect of their roles, rights, responsibilities in the Company, nature of the industry in which Company operates, business model of the Company etc. Further, at the time of the appointment of Independent Director, the Company issues a formal letter of appointment outlining his/ her roles, responsibilities, functions, duties, remuneration and other terms and conditions.

#### **15. CEO/ CFO CERTIFICATION**

As required under Regulation 17(8) read with Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the CEO/ CFO certification is attached with the annual report.

#### **16. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS**

During the year under review, there were no significant and material orders passed by the regulators or courts or tribunals, which may impact the going concern status of the Company and its operations in future.

The Competition Commission of India has taken up a case in FY 2012-13 against all cylinder Manufacturers regarding bid rigging and imposed a penalty of Rs. 27.36 Crs. The Case has been adjudged by Honorable Supreme Court finally decided in favour of company and no penalties against this order is payable by the company. The Competition Commission has further initiated fresh case in FY 2019-20 against company and other cylinder manufactures imposing penalty of Rs. 2.84 Crs against CPIL and Rs. 31 thousand against directors. The company has filed an appeal and is expecting favourable verdict as was in earlier case as grounds of the new case is similar to earlier one.

#### **17. DISCLOSURE OF FRAUDS IN THE BOARD'S REPORT U/S 143 OF THE COMPANIES ACT, 2013**

During the year under review, your Directors do not observe any transactions which could result in a fraud. Your Directors hereby declares that the Company has not been encountered with any fraud or fraudulent activity during the Financial Year 2020-21.

## 18. MEETINGS OF THE BOARD

**10 (Ten)** meetings of the Board were held during the year under review. For details of meetings of the Board, please refer to the Corporate Governance Report, which is a part of this report.

## 19. COMMITTEES OF THE BOARD

The Committees of the Board focus on certain specific areas and make informed decisions in line with the delegated authority. The following statutory Committees and other committee constituted by the Board function according to their respective roles and defined scope:

Audit Committee of Directors  
Nomination and Remuneration Committee  
Corporate Social Responsibility Committee  
Stakeholders Relationship Committee  
Management Committee  
Allotment Committee

Details of composition, terms of reference and number of meetings held by respective committees are given in the Report on Corporate Governance, which forms a part of this Report. Further, during the year under review, all recommendations made by the Audit Committee have been accepted by the Board.

## 20. VIGIL MECHANISM

CPIL believes in the conduct of the affairs of its constituents in a fair and transparent manner by adopting the highest standards of professionalism, honesty, integrity and ethical behaviour. In line with the Code of Conduct ('COC'), any actual or potential violation, howsoever insignificant or perceived as such, would be a matter of serious concern for the Company. The role of the employees in pointing out such violations of the COC cannot be undermined.

Pursuant to Section 177(9) of the Act, a vigil mechanism was established for directors and employees to report to the management instances of unethical behaviour, actual or suspected, fraud or violation of the Company's code of conduct or ethics policy. The vigil mechanism provides a mechanism for employees of the Company to approach the Chairperson of the Audit Committee of the Company for redressal.

Directors, employees and external stakeholders can report their genuine concerns either in writing or by email to the Chairperson of the Ethics Committee or to the Internal Auditor or to the Chairperson of the Audit Committee. A report on functioning of the mechanism including the complaints received and actions taken is presented to the Audit Committee on a quarterly basis.

The Whistle-Blower Policy is available on the Company's website. Detailed updates on the functioning of the WhistleBlower Policy and compliance with the Code of Conduct have also been provided in the Report on Corporate Governance.

## **21. LISTING OF SHARES**

The Equity Shares of the company are listed on Bombay Stock Exchange Ltd and National Stock Exchange of India Limited. The Company has paid Annual Listing Fees to the stock exchange for the Financial Year 2020-21.

## **22. DIRECTORS & KMP**

### **22.1 CHANGE IN BOARD COMPOSITION**

During the period of review, there is no change in the Composition of the Board. However, after the end of the FY 20-21 till the date of ensuing AGM, there are changes in the Composition of Board. Mr. RAJKUMAR GOBINDLAL VARMA ceases to be the Independent Director of the Company w.e.f. 28/05/2021. Further Mr. RATNESH KUMAR (DIN: 03158432) and VANDANA GUPTA (DIN: 00013488) are appointed as Additional Director of the Company w.e.f. 28/05/2021.

### **22.2 RETIREMENT BY ROTATION:**

In accordance with the provisions of section 152(6) of the Act and in terms of Articles of Association of the Company Mr. Elesh Khara (DIN: 01765620) will retire by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment. The Board recommends his re-appointment.

### **22.3 INDEPENDENT DIRECTORS**

The Board took on record the declaration and confirmation submitted by the independent directors regarding their meeting the prescribed criteria of independence, after undertaking due assessment of the veracity of the same as required under Regulation 25 of the Listing Regulations, 2015

All Independent Directors have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and in Regulation 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

At the AGM held on 06th November 2020, Mrs. Mansi Deogirkar (DIN:07269038) was Re-appointed as Independent Director of the Company for a second term of 5 (five) years commencing with effect from 30th September, 2020 to 29th September, 2025.

#### **22.4 KEY MANAGERIAL PERSONNEL**

In terms of Section 203 of the Act, the Key Managerial Personnel (KMPs) of the Company during FY 2020-21 are:

- Mr. Nitin Khara, Chairman, Managing Director & Chief Executive Officer,
- Mr. Elesh Khara, Chief Financial Officer and Executive Director,
- Ms. Prity Bhabhra – Company Secretary and Compliance Officer.

#### **23. REMUNERATION POLICY FOR THE DIRECTORS, KEY MANAGERIAL PERSONNEL AND OTHER EMPLOYEES**

The remuneration paid to the Directors, Key Managerial Personnel and Senior Management is in accordance with the Nomination and Remuneration Policy formulated in accordance with Section 178 of the Act and Regulation 19 of the Listing Regulations.

The information required under Section 197 of the Act read with Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of Directors/ employees of the Company is set out in the Annexure to this report and is also available on the website of the Company

#### **24. DIRECTOR'S RESPONSIBILITY STATEMENT**

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the internal, statutory, cost, secretarial auditors and external agencies, including audit of internal controls over financial reporting by the Statutory Auditors and the reviews performed by Management and the relevant Board Committees, including the Audit Committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2020-21.

Pursuant to Section 134(5) of the Companies Act, 2013, Directors of your Company hereby state and confirm that:

- In the preparation of Annual Accounts of the Company, the applicable Accounting Standards have been followed along with proper explanation to material departures;

- They have selected such Accounting Policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 2020-21 and of the Profit 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.
- They have prepared the annual accounts of the Company on a going concern basis.
- They have laid down internal financial controls in the company that are adequate and were operating effectively.
- They have devised proper systems to ensure compliance with the provisions of all applicable laws and these were adequate and operating efficiently.

## **25. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The Company has disclosed the full particulars of the loans given, investments made or guarantees given or security provided as required under Section 186 of the Companies Act, 2013, Regulation 34(3) and Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in Note -20 forming part of the financial statements.

## **26. ANNUAL RETURN**

The Annual Return of the Company as on 31st March, 2021 is available on the website of the Company at [www.confidencegroup.co](http://www.confidencegroup.co)

## **27. DEVELOPMENT AND IMPLEMENTATION OF A RISK MANAGEMENT POLICY**

The Company has been addressing various risks impacting the Company and the policy of the Company on risk management is provided elsewhere in this Annual Report and in Management Discussion and Analysis [MDA].

## **28. BOARD EVALUATION**

The annual evaluation process of the Board of Directors, Individual Directors and Committees was conducted in accordance with the provisions of the Act and the SEBI Listing Regulations.

The Board and the NRC reviewed the performance of individual Directors on the basis of criteria such as the contribution of the individual Director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc.

In a separate meeting of Independent Directors, performance of Non- Independent Directors and the Board as a whole was evaluated. Additionally, they also evaluated the Chairman of the Board, taking into account the views of Executive and Non-Executive Directors in the aforesaid meeting. The Board also assessed the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties. The above evaluations were then discussed in the Board meeting and performance evaluation of Independent directors was done by the entire Board, excluding the Independent Director being evaluated.

## **29. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company has constituted a Corporate Social Responsibility (CSR) Committee and has framed a CSR Policy. Section 135 of the Act and the Companies (Corporate Social Responsibility Policy) Rules, 2014 have been amended substantially with effect from 22 January 2021. The brief details of CSR Committee are provided in the Corporate Governance Report. The Annual Report on CSR activities is annexed to this Report. The CSR Policy is available on the website of the Company

## **30. CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

As required under section 134(3)(o) and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014, the annual report on CSR activities forming part of the Director's Report is annexed as Annexure II.

## **31. AUDITORS**

### **31.1 AUDITORS AND AUDITOR'S REPORT**

The Auditors have submitted an unqualified report for the financial year 2020-21. No fraud has been reported by Auditors under sub-section (12) of section 143 of the Companies Act, 2013.

Further, The board has Consider and Recommended the appointment of M/s. L N J & ASSOCIATES., Chartered Accountants, Nagpur (FRN-121233W), as joint Statutory Auditor of the company subject to the approval of Shareholder in ensuing 27th Annual General Meeting.

### 31.2 COST AUDITORS AND COST AUDIT REPORT

Pursuant to Section 148(1) of the Companies Act, 2013 your Company is required to maintain cost records as specified by the Central Government and accordingly such accounts and records are made and maintained.

Pursuant to Section 148(2) of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, your Company is also required to get its cost accounting records audited by a Cost Auditor.

Accordingly, the Board, on the recommendation of the Audit Committee, re-appointed **M/s. Narendra Peshne & Associates**, Cost Accountants, Nagpur to conduct the audit of the cost accounting records of the Company for FY 2021-22. The remuneration is subject to the ratification of the Members in terms of Section 148 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 and is accordingly placed for your ratification.

### 31.3 SECRETARIAL AUDITOR

Miss Yugandhara Kothalkar, Practicing Company Secretary, Nagpur was appointed by Board of Director to conduct the Secretarial Audit of the Company for the Financial year 2020-21 as required under Section 204 of Companies Act, 2013 and rules thereunder.

The Secretarial Audit Report for the Financial Year 2020-21 is annexed herewith to this Report. The report contains remark made by the Secretarial Auditors and comments as given below :

i) Delay in filing requisite E-Forms : However, the company has complied the same by filing the requisite E-forms.

### 32. COMPLIANCE WITH SECRETARIAL STANDARDS

The Company confirms compliance with the applicable requirements of Secretarial Standards 1 and 2.

### 33. CODES OF CONDUCT FOR DIRECTORS AND EMPLOYEES

The Company has adopted a Code of Conduct for its Non-Executive Directors including a code of conduct for Independent Directors which suitably incorporates the duties of Independent Directors as laid down in the Act. The Company has also adopted the Code of Conduct for its employees including the Managing and Executive Directors.

### **34. INTERNAL CONTROL SYSTEM/ FINANCIAL CONTROL**

CPII has laid down an adequate system of internal controls, policies and procedures for ensuring orderly and efficient conduct of the business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of reliable financial disclosures.

Effectiveness of internal financial controls is ensured through management reviews, controlled selfassessment and independent testing by the Internal Audit Team.

The Chairman on behalf of Audit Committee has confirmed the adequacy of internal financial controls in the Audit Committee Report which forms part of Report of Corporate Governance.

### **35. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Information in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are set out below:

#### **(A) CONSERVATION OF ENERGY**

Your Company is continuously taking initiatives to ensure the optimum utilization of energy available in day to day operations not only in offices but also at different sites of execution of various projects. Your Company uses energy efficient lighting devices, light fittings to save energy, capacitor bank/ devices to maintain power factor and plant & equipment which are environment and power efficient.

#### **(B) TECHNOLOGY ABSORPTION**

Your Company is doing its business by ensuring optimum utilization of its available resources. Your Company has not undertaken any research & development activity so far. It has been executing its projects by using modern techniques, modern machineries and by ensuring the optimum utilization of its technical, professional and skilled manpower.

#### **(C) FOREIGN EXCHANGE EARNINGS AND OUTGO**

The Company has incurred the following expenses in foreign currency during the financial year 2020-21. The rupee equivalent of that amount has been given hereunder;

Foreign Exchange earnings and Outgo: Earning of foreign Currency and outgo is made under following head

Particulars	2020-21 ( In Lakhs)	2019-20 ( In Lakhs)
<b>Outgoing</b>		
For Purchase of LPG(High Seas purchase payment made in INR)	11622.62	11622.62
For Purchase of LPG Dispensers	309.05	309.05
<b>Earnings</b>		
Received against Investment in Equity of Foreign Subsidiary (PT Surya Go Gas, Indonesia) (Return on investment received)	73.21	-73.35
Received against Export of Cylinders	0	643.84

### 36. INTERNAL COMPLAINT COMMITTEE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

As per the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (hereinafter referred to as "Prevention of Sexual Harassment Act"), the Company has formulated a Policy on Prevention of Sexual Harassment at Workplace for prevention, prohibition and redressal of sexual harassment at workplace and an Internal Complaints Committee has also been set up to redress any such complaints received.

The Company is committed to providing a safe and conducive work environment to all of its employees and associates.

The Company periodically conducts sessions for employees across the organization to build awareness about the Policy and the provisions of Prevention of Sexual Harassment Act.

During the year under review, there were no complaints pertaining to sexual harassment.

### 37. GENERAL

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

- There are no significant material orders passed by the Regulators or Courts or Tribunal, which would impact the going concern status of the Company and its future operation. However, Members attention is drawn to the Statement on Contingent Liabilities and Commitments in the Notes forming part of the Financial Statement.

- No fraud has been reported by the Auditors to the Audit Committee or the Board.
- There has been no change in the nature of business of the Company.

### **38. CAUTIONARY STATEMENT**

Certain statements made in the management discussion and analysis report relating to the Company's objectives, projections, outlook, expectations, estimates and others may constitute 'forward-looking statements' within the meaning of applicable laws and regulations. Actual results may differ from such expectations, projections and so on, whether express or implied. Several factors could make a significant difference to the Company's operations. These include economic conditions affecting demand and supply, government regulations and taxation, natural calamities and so on over which the Company does not have any direct control.

### **39. ACKNOWLEDGEMENT**

Your Directors are highly grateful for all the guidance, support and assistance received from the Governments, Financial Institutions and Banks. Your Directors thank all shareholders, esteemed customers, suppliers and business associates for their faith, trust and confidence reposed in the Company.

Your Directors also wish to place on record their sincere appreciation for the dedicated efforts and consistent contribution made by the employees at all levels, to ensure that the Company continues to grow and excel even during the challenging times of COVID-19 pandemic.

#### **For and on behalf of the Board Director**

**Sd/-**  
**Nitin Khara**  
**Managing Director & CEO**  
**DIN : 01670977**  
**Place: Nagpur**  
**Date: 03/09/2021**

**Sd/-**  
**Elesh Khara**  
**Director & CFO**  
**DIN :01765620**

**ANNEXURE TO BOARD'S REPORT**  
**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ACTIVITIES**

As prescribed under Section 135 of the Companies Act, 2013 and Companies (Corporate Social Responsibility Policy) Rules, 2014

- 1. A brief outline of the Company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR Policy and projects or programs:**

**INTRODUCTION**

The CSR initiatives focus on local development of communities and create social, environmental and economic value to the society.

A gist of the programs that the Company can undertake under the CSR policy is given separately as a part of this Report

- 2. The Composition of the CSR Committee:** Nitin Khara (Chairman)  
Elesh Khara (Member)  
Mansi Deogirkar (Member)
- 3. Average net profit of the Company for last three financial years (2017-18 to 2019-20)-** Rs. 6222.02 Lakhs.
- 4. Prescribed CSR expenditure (two per cent of the amount as in item 3 above) (2017-2018 to 2019-20) :**Rs. 124.44 Lakhs

**Manner in which amount spent during the financial year is detailed below**

Sr. No.	CSR project or activity identified	sector in which the project is covered	Locations (Unit)	amount spent on the project or programs	Cumulative Expenditure upto reporting period	amount spent: Direct or through implementing agency
1.	Hospital Expenses (COVID-Syndrome)	Health	State of Maharashtra	1,00,00,000/-	1,00,00,000/-	Direct (KRISHNA INSTITUTE OF MEDICAL SCIENCES)
2.	Free Education to Children	Education	Nagpur	25,00,000	25,00,000	G. H. Raisonni University, Amravati

**5. Details of CSR spend during the financial year:**

- (a) Total amount spent for the financial year : Rs. 1,25,00,000/-
- (b) Amount unspent : NIL
- (c) Manner in which the amount spent during the financial year is as given separately in this Report

**6. In case the Company has failed to spend two per cent of the average net profit of the last three financial years or any part thereof, the Company shall provide the reasons for not spending the amount in its Board Report:** Not applicable. (The company has spent whole amount)

**7. The CSR Committee of the Company hereby confirms that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company.**

**NitinKhara**  
**(Managing Director, Chairman -CSR Committee)**

**OUTLINE OF CSR POLICY**

The Mission and philosophy of CSR function of the Company is “To contribute positively to the development of the society, by acting as a good neighbour, considerate of others, playing the role of a good corporate citizen with passion and compassion.” Hence the CSR activities undertaken by the organisation essentially focus on four core areas of Environment, Health, Education and Community Development.

The focus of the Company is to contribute to various institutions and initiatives around the manufacturing locations to provide social services to the needy.

The Company will undertake CSR activities as specified in Schedule VII of the Companies Act, 2013 (including any amendments to Schedule VII and any other activities specified by the Government through its notifications and circulars) but will not be limited to the following:

1. Eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation, including contribution to the Swach Bharat Kosh set up by the Central Government for the promotion of sanitation and making available safe drinking water;
2. Promoting education, including special education and employment enhancing vocational skills especially among children, women, elderly and the differently abled and livelihood enhancement projects;
3. Promoting gender equality, empowering women, setting up homes and hostels for women and orphans, setting up old age homes, day care centres and such other facilities for senior citizens and measures for reducing inequalities faced by socially and economically backward groups;

4. Ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, agro forestry, conservation of natural resources and maintaining quality of soil, air and water including contribution to the Clean Ganga Fund set up by the Central Government for rejuvenation of river Ganga;
5. Protection of national heritage, art and culture including restoration of buildings and sites of historical importance and works of art, setting up public libraries, promotion and development of traditional art and handicrafts;
6. Measures for the benefit of armed forces veterans, war widows and their dependents;
7. Training to promote rural sports, nationally recognized sports, paralympic sports and Olympic sports;
8. Contribution to the Prime Minister's National Relief Fund or any other fund set up by the Central Government for socio-economic development and relief and welfare of the scheduled castes, the scheduled tribes, other backward classes, minorities and women;
9. Contributions or funds provided to technology incubators located within academic institutions which are approved by the Central Government;
10. Rural development projects;
11. Slum area development.

## CONFIDENCE PETROLEUM INDIA LIMITED

### Form No. AOC-1

#### Statement containing salient features of Financial Statement of Subsidiaries

#### Part A : Subsidiaries

(Rs. In Lakhs)

Sr. No.	Name of the Subsidiary	Period	Reporting currency	Share Capital	Reserve & Surplus	Total Asset	Total Liabilities	Investment	Turnover	Profit Before Tax	Profit After Tax	Proposed Dividend	% Shareholding
1.	Hemkunt Petroleum Ltd.	2020-21	INR	20.00	-124.25	129.78	129.78	0.00	25.83	1.21	0.91	0.00	100.00
2.	Taraa LPG Bottling Pvt. Ltd.	2020-21	INR	1.00	-38.26	68.92	68.392	0.00	0.00	-0.60	-0.60	0.00	100.00
3.	Agwan Coach Pvt. Ltd.	2020-21	INR	10.00	-99.46	1.28	1.28	0.00	16.48	0.63	0.47	0.00	100.00
4.	Gaspoint Bottling Pvt. Ltd.	2020-21	INR	25	121.79	855.79	855.79	0.00	1191.51	2.79	2.09	0.00	100.00
5.	Confidence Go Gas Ltd.	2020-21	INR	5.00	376.07	387.10	387.10	0.20	110.20	94.46	94.45	0.00	100.00
6.	Keppy Infrastructure Developers Pvt. Ltd.	2020-21	INR	1.00	-22.02	40.00	40.00	0.00	0	-2.14	-2.14	0.00	100.00
7.	Unity Cylinders Equipmnt Pvt. Ltd.	2020-21	INR	1.00	-3.98	597.78	597.78	0.00	948.49	0.25	0.19	0.00	100.00
8.	Confidence Technologies Pvt. Ltd.	2020-21	INR	1.00	16.76	839.73	839.73	0.00	1426.15	3.78	2.84	0.00	100.00
9.	S.V. Engineering & Equipments Pvt. Ltd.	2020-21	INR	1.0	-39.88	957.46	957.46	0.00	1448.81	0.81	0.61	0.00	100.00
10.	Confidence Futuristic Energetech Ltd.	2020-21	INR	200.0	666.84	3089.55	3089.55	2976.42	140.99	1.23	0.91	0.00	56.99
11.	Blueflame Industries Pvt. Ltd.	2020-21	INR	50.00	53.87	1313.48	1313.48	0	2080.86	20.71	15.53	0.00	75.00
12.	Pt Surya Go Gas Indonesia	2020-21	IDR	2513.00	2230.05	5214.03	5214.03	565.19	543.97	101.11	82.79	0.00	70.00

**Part B : Associates**

(Rs. In Lakhs)

Sr. No.	Name of the Associates	Latest Audited Balance sheet Date	Shares of Associate/Joint Ventures held by the company on the year end			Description of how there is significant influence	Reason why the associate/joint ventures is not consolidated	Net worth attributable to Shareholding	Profit/Loss for the year	Considered in consolidation	Not considered in consolidation
			No	Amount of Investment	Extent of Holding %						
1.	Chhatisgarh Gaspoint Bottling Pvt. Ltd.	31/03/2020	10.00	39.00	50	The company carry the business as joint venture/ associate	NA	50	0.04	-	-
2.	Nine Infra Projects Pvt. Ltd	31/03/2020	0.05	2.5	50	The company carry the business as joint venture/ associate	NA	50	40.06	-	-
3.	Papusha Gases Pvt Ltd	31/03/2020	0.05	0.50	50	The company carry the business as joint venture/ associate	NA	50	0.00	-	-
4.	Jaypore Blueflames Pvt. Ltd	31/03/2020	0.05	0.50	50	The company carry the business as joint venture/ associate	NA	50	0.00	-	-
5.	Suraj Cylinders Pvt. Ltd	31/03/2020	0.05	10.25	50	The company carry the business as joint venture/ associate	NA	50	0.00	-	-

## ANNEXURE TO THE DIRECTOR'S REPORT AOC-2

### PARTICULARS OF CONTRACTS/ ARRANGEMENTS MADE WITH RELATED PARTIES :

*(Pursuant to Clause (h) of Section 134(3) of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014 - AOC-2 )*

This Form pertains to the disclosure of particulars of contracts/ arrangements entered into by the Company with related parties referred to in Section 188(1) of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

#### **Details of contracts or arrangements or transactions not at arm's length basis :**

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2021, which were not at arm's length basis.

#### **Details of material contracts or arrangement or transactions at arm's length basis :**

The details of material contracts or arrangement or transactions at arm's length basis for the year ended March 31, 2021 are as under :

#### **1. SALE/ PURCHASE/ SUPPLY OF GOODS :**

Name of the Related Party	Nature of Relationship	Nature of Contract	Duration	Particulars of Contract	Advance
Gas Point Bottling Private Limited	Wholly owned Subsidiary Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
Unity Cylinders & Equipments Private Limited	Wholly owned Subsidiary Company	Purchases	Yearly	Purchase of LPG	NIL
S. V. Engineering & Equipments Private Limited	Wholly owned Subsidiary Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
Confidence Technologies Private Limited	Wholly owned Subsidiary Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
Sneha Petroleum	Company is Partner	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
Papusha Gases Private Limited	Associate Company	Purchase	Yearly	Purchase of LPG	NIL
North East Cylinders	Company is Partner	Purchase	Yearly	Purchase of LPG	NIL
Blueflame Industries Private Limited	Subsidiary Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
Confidence Futuristic Energetech Limited	Subsidiary Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
PT Surya Go Gas	Foreign Subsidiary	Interest Received	Yearly	Interest Received	NIL
Chhattisgarh Gas Point Bottling Private Limited	Associate Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL
Hemkunt Petroleum Limited	Wholly owned Subsidiary Company	Purchase and Sale	Yearly	Purchase of LPG & Sale of LPG	NIL

## 2. AVAILMENT OF THE SERVICES :

Name of the Related Party	Nature of Relationship	Nature of Contract	Duration	Particulars of Contract	Advance
Nitin Khara	Managing Director & CEO	Salary	Yearly	Salary	NIL
Elesh Khara	Executive Director & CFO	Salary	Yearly	Salary	NIL

**Form No. MR-3**  
**SECRETARIAL AUDIT REPORT**  
**FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2021**

(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,**  
**CONFIDENCE PETROLEUM INDIA LIMITED,**  
**CIN - L40200MH1994PLC079766**  
**701, SHIVAI PLAZA PREMISES CHS LTD., PLOT NO. 79,**  
**MAROL IND. ESTATE, NR. MAHALAXMI HOTEL,**  
**ANDHERI (E), MUMBAI, MH - 400059, INDIA.**

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **CONFIDENCE PETROLEUM INDIA LIMITED**. (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing my opinion thereon.

Based on my verification of the **CONFIDENCE PETROLEUM INDIA 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, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March, 2021 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:

In continuing uncertainties and restrictions on opening of offices and in the movement of people across the country arising out of COVID-19 has resulted in limiting our access to physical records of the Company. I have, therefore, examined, in the best possible manner through the virtual platform the books, papers, minute books, forms and returns filed and other records maintained by **CONFIDENCE PETROLEUM INDIA LIMITED**. ("the Company") for the financial year ended on 31<sup>st</sup> March, 2021, according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the Rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder; to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') as may be appropriately applicable for the period under review:-
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
  - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; **(No incidence during the audit period, hence not applicable);**
  - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **(No incidence during the audit period, hence not applicable);**
  - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and **(No incidence during the audit period, hence not applicable);**
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; **(No incidence during the audit period, hence not applicable);**
  - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure requirements) Regulations, 2015;
  - (j) (i) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Redeemable Preference Shares) Regulations, 2013; **(No incidence during the audit period, hence not applicable);**

(vi) I have reviewed the systems and mechanisms established by the Company for ensuring compliances under the other applicable Acts, Rules, Regulations and Guidelines prescribed under various laws which are specifically applicable to the Company and categorized under the following heads/ groups:-

- (a) The Factories Act, 1948 and Rules made thereunder;
- (b) Labour laws and other incidental laws related to labour and employees appointed by the Company;
- (c) The explosives Rules, 2008;
- (d) Environment Laws;
- (e) The Bureau of Indian Standards Act, 1986 ;

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

(i) Secretarial Standards issued and notified by The Institute of Company Secretaries of India. SS-1 and SS-2 have been complied with by the Company during the Financial Year under review.

(ii) The Listing Agreements entered into by the Company with National Stock Exchange and Bombay Stock Exchange(s).

(iii) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

**Observations:-**

i] Delay in filing requisite E- Forms with Ministry of Corporate Affairs.

**I further report that**

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, 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 meeting duly recorded and signed by the Chairman the decisions of the Board were unanimous and no dissenting views have been recorded,

**I further report that**

Based on the information provided and the representation made by the Company, in my 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.

The Compliance by the Company of applicable financial laws such as direct and indirect tax laws and maintenance of financial records and books of accounts has not been reviewed in this Audit since the same have been subject to review by statutory financial audit and other designated professionals.

**I further report that** during the audit period, there were no specific events/ actions in pursuance of the above referred laws, rules, regulations, guidelines, etc, having major bearing on the Company's affairs.

We further report that during the audit period, the Company has :-

1) converted 1,01,76,923 Convertible warrant into 1,01,76,923 Equity Shares of Rs. 1 Each. And The Paid up share capital of the Company has increase from Rs. 27,38,35,000 to Rs. 28,40,11,923.

**Date:** 12<sup>th</sup> August, 2021

**Place:** Nagpur

**UDIN:** A028673C000773252

**CS YUGANDHARA KOTHALKAR**

PRACTICING COMPANY SECRETARY,

Membership No. – 28673

CP No. – 10337

**'ANNEXURE - A'**

To,

**THE MEMBERS,**

**CONFIDENCE PETROLEUM INDIA LIMITED,**

**CIN - L40200MH1994PLC079766**

**701, SHIVAI PLAZA PREMISES CHS LTD., PLOT NO. 79,  
MAROL IND. ESTATE, NR. MAHALAXMI HOTEL,  
ANDHERI (E), MUMBAI, MH - 400059, INDIA.**

My Secretarial Audit 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. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Wherever required, I 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. My 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.

**Date:** 12<sup>th</sup> August, 2021

**Place:** Nagpur

**UDIN:** A028673C000773252

**CS YUGANDHARA KOTHALKAR**

**PRACTICING COMPANY SECRETARY,**

Membership No. - 28673

CP No. - 10337

## **ANNEXURE TO BOARD'S REPORT- MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

### **LPG Industry**

Liquefied Petroleum Gas or LPG is a group of flammable hydrocarbon gases that are liquefied through pressurization and commonly used as fuel. It is a natural element derived by combination with other hydrocarbon fuels, typically crude oil and natural gas. It is produced during natural gas processing or refining and liquefied through pressurization. LPG is stored and transported in pressure vessels. Over 90% of demand for LPG demand in India comes from domestic consumers, the consistent hike in excise duty of automotive fuels such as diesel and petrol has made commercial LPG a favorable option for automotive segment as well.

Petrol and diesel pricings are within the regulations of the excise tax norms, while LPG is taxed under the GST regulations. During the Covid-19 induced lockdowns, mobility in various cities had been highly restricted, but the steep hike in the prices of petrol has provided larger incentives for vehicle owners to shift to Auto LPG (having superior fuel economics and is a cleaner fuel).

The Government's initiative to make clean fuel available to every household (under the Ujwala Yojana) has made India the second largest consumer of LPG fuel globally. On an average, India consumes 20 million tonnes per annum with an average growth in excess of 8% per annum. The prevailing Covid-19 pandemic had further improved the acceptability of composite cylinders, marketed under the brand name ("Go Gas Elite") and has given selling opportunities within upscale residential segment. LPG penetration in the rural areas also continued to be Government schemes. Under these schemes more than 90% of Indian households have access to LPG, up from 55% in 2016.

### **SEGMENTWISE REVIEW**

#### **1. AUTO LPG SEGMENT**

CPIL has successfully emerged as the largest and fastest growing player in ALDS segment in the private sector under the brand name -GOGAS. The company has been licensed by Petroleum and Safety Organization (Formerly Chief Controller of Explosives) to undertake the business of LPG purchase and sale. The Company has its Auto LPG Dispensing Stations are located in different States of the country viz. Karnataka, Tamil Nadu, Telengana, Andhra Pradesh, Maharashtra, Rajasthan Madhya Pradesh and West Bengal.



The first lockdown between March 2020 and May 2020 had led to a downslide in sales, due to restricted mobility. However, Company had ensured the availability of Auto LPG to public vehicles ferrying essential commodities and front line workers amidst logistical challenges. The adversity, provided us with an opportunity to connect better to our customers and build brand loyalty through our health screeners and sanitization programs.

The rising prices of Diesel and Petrol has resulted in a large number of passenger vehicles to shift to Auto LPG, due to its widespread availability. The fuel has economic and environmental benefits, resulting in increased savings. Further, the Capex for setting up an Auto LPG station is much lower and does not require highly specialized vehicles or pipelines. The wide availability of domestic and import terminals, make it an attractive alternative to petrol and diesel.

## 2. LPG RETAIL SEGMENT / PACKED LPG SEGEMENT-

In this segment Company undertakes retail marketing of Packed LPG Cylinders under the brand name 'GoGas' and 'GoGas elite'. It caters to the large demand of non-subsidised segments such as- Hotels, restaurants, events and Catering (HORECA) and other industries.

The cylinders are available in different sizes ranging from 12kg 15kg, 17kg, 21kg and 3 kg. The Company may also pilot the introduction of 450 kg LOT cylinders for industrial and commercial applications.

The Covid-19 pandemic has had an impact on sales, due to the restrictions on the HORECA segment. However, as of Aug-21 the restrictions in major markets have been lifted, we expect the sale of the segment to be restored to pre-Covid era, provided no future waves impact the market.

The Company has increased its dealer network to 2,000 dealers and is working on increased penetration of the business. During the Current financial year Company was able to achieve volume sales of 56,522 Metric tonnes (reduced sale of 28.53 %). The pandemic induced restrictions on the HORECA segment including restricted timelines or full closure on dine in, fewer/no corporate events, limited social gathering/events and reduced tourism, as well as lower utilization of existing eateries.

The Company's management worked on promotion and marketing resulting in improving the dealer network leading to an increased sales, as compared to forecasts and expectations. The return to normalcy, under the various unlock phases and no future severe waves of Covid-19 and return of industries to operating at previous capacities will result in a further growth in the business segment.



### **3. BOTTLING DIVISION**



The Company is the largest LPG bottler in the private sector having PAN India presence. Company is also engaged in bottling for major oil companies including BPCL, HPCL, Reliance also undertake bottling for its own brand 'GoGas' (LPG RETAIL SEGMENT). In coming days company shall focus on bottling of its own brand 'GoGas' as the sales in retail segment is expected to grow with the various unlock phases. The outsourced bottling services offered to major oil companies, will continue to operate as the bottling infrastructure is strategically located near the consumption centres, helping the clients save cost on logistics and act as strategic storage units for the Company.

The storage infrastructure at the bottling plants enables the Company's hub and spoke model for distribution of Auto LPG in an efficient and cost effective manner. During the Current financial year the segment was able to achieve a turnover of Rs. 32.87Cr, due to restart of various tenders.

### **4. CYLINDER DIVISION**

CPIL is one of the largest private sector player in LPG this industry with its strategically located cylinder manufacturing plants to serve its customers. First mover advantage and strong track record have resulted in outstanding customer base and strong brand image. The organisation is well equipped with capabilities to provide a complete range of LPG cylinders primarily to PSU oil majors viz. BPCL, HPCL, IOCL and to other private players like Reliance. With PAN India presence the division enjoys logistic advantages. Because of the Covid-19 pandemic the PSU Oil giants are focusing on service to its existing customers rather than focusing on new customers base. Once the prevailing Covid-19 issue is resolved they will focus on new customer base through different schemes like Ujwalla, new connection schemes, which will help company get new orders for LPG cylinders. The company foresees huge orders from PSU Oil majors once the Covid-19 pandemic is over.



During the Current financial year Company was able to achieve a turnover of 11.70 Lacs Cylinders which is dip from 17.23 Lacs Cylinders unit in FY 2019-2020 i.e., a slide in quantity of around 32.03%. This slide in performance may be attributed to non receipt of orders from PSU Oil Majors which are its principal source of revenue. Though in current year in times PANDEMIC it has been difficult for most of us to sustain including company. However, since future of PANDEMIC is still not clear we can only make estimates. A strong order book is expected due to Ujwalla 2.0 being relaunched by the Central Government.

## 5. CNG RETAILING & MARKETING DIVISION



The Company was nominated by Gail Gas based on its techno commercial expertise to set up 100 CNG stations in Bengaluru. This is an example of our capabilities to execute projects on a war footing. Our efficiencies and expertise has been recognized by most CGD companies in India who would want to associate with your Company. The stations will provide the company with long term, attractive and sustainable margins in the future.

The Company has also received orders to set up Mobile Refuelling Units (MRU) with various CGD companies such as Maharashtra Natural Gas Limited, Avantika Gas Limited and Central UP Gas Limited. The futuristic concept will make the CNG fuel available and accessible to a wider population.

## Outlook

LPG demand from the residential segment is expected to witness heavy growth momentum in the months, or until the pandemic is brought under control. As per Oil Ministry projections, LPG consumption is expected to grow to 30.3 million tonnes by 2025 and 40.6 million tonnes by 2040. (Source: Economic Times)

As the economy opens up after the devastating second wave of Covid-19, we expect the demand to rise from Auto LPG (as mobility increases), commercial and industrial consumption.

Ujjwala 2.0 launched by the Government is expected to keep the demand robust for LPG cylinder manufacturing for the next 2 years.

**CNG segment:** The Company is in the process of setting up 100 CNG stations in Bengaluru and the move is expected to yield long term, sustainable profits. The stations will cater to cars, buses and trucks. This will further help expand the Company's expansive presence in the 3 wheeler and passenger vehicle segment. The Company also plans to expand its CNG station network in other cities and with other players in the market. The investments of our subsidiaries for enhancing domestic manufacturing of CNG and high pressure cylinders, will make us the market leader in the segment. We expect that over the next 7 years lakhs of vehicle will convert to gas based fuels.

We are working with a singular vision to make CNG accessible, affordable and available through cascades and onboard cylinders. Further, as the country invests in expanding its CNG network the upcoming 8,000 new stations, provide large opportunities to the company.

## Threats

The company, does not foresee any major threat within the LPG industry. However, over the next 7 to 10 years the major threat are from the Piped Natural Gas network and Electrical Vehicles. However, with the complexities and investments involved to make PNG and EV a success, especially the lower disposable income, larger geographical bottlenecks of the country, the time frame may extend.

The impact of any future waves of Coronavirus and consequent lockdowns of varying degrees of severity, as well as the decline in the economic activity will result in uncertainty and the impact on volumes, margins and earnings is also uncertain.

## CORPORATE SOCIAL RESPONSIBILITY



At Confidence Petroleum, we firmly believe in fulfilling our social responsibility towards the society. This year during Covid-19 pandemic period the company undertook the task of sanitizing every vehicle visiting its Auto LPG Dispensing Stations. All our LPG cylinders were ensured to be sanitized before distribution to the end user or dealers.

The Company took the distribution of Masks and sanitizers as a part of our safety initiatives towards our clients, staff and drivers. The company also distributed Oxygen tanks during the second deadliest wave of pandemic. As a part of nation building effort company was focused at getting Oxygen cylinder from its newly acquired CNG

Tanks/ Cylinders. The company has been extremely concerned over connecting to nations drive towards building literacy and quality education and for this it has collaborated with educational institutes including G.H. Rasoni Education and Medical Foundation and Krishna Institute of Medical Sciences (Deemed University). Further, the Company has also done plantation activity in various bottling plants / Pumps of the company for better environment.

## CORPORATE GOVERNANCE REPORT

### **COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE**

Corporate Governance is about meeting our strategic goals responsibly and transparently, while being accountable to our stakeholders. Corporate Governance encompasses a set of systems and practices to ensure that the Company's affairs are being managed in a manner which ensures accountability, transparency and fairness in all transactions in the widest sense. The objective is to meet stakeholders' aspirations and social expectations. Good governance practices stem from the dynamic culture and positive mindset of the organisation. We are committed to meet the aspirations of all our stakeholders. This is demonstrated in shareholder returns, high credit ratings, awards and recognitions, governance processes and an entrepreneurial performance focused work environment. The Company is equipped with a robust framework of corporate governance that considers the long term interest of every stakeholder as we operate with a commitment to integrity, fairness, equity, transparency, accountability and commitment to values. The framework lays down procedures and mechanisms for enhancing leadership for smooth administration and productive collaboration among employees, value chain, community, investors and the Government.

The essence of Corporate Governance lies in promoting and maintaining integrity, transparency and accountability in the management's higher echelons. The demands of Corporate Governance require professionals to raise their competence and capability levels to meet the expectations in managing the enterprise and its resources effectively with the highest standards of ethics. It has thus become crucial to foster and sustain a culture that integrates all components of good governance by carefully balancing the inter-relationship among the Board of Directors, Board Committees, Finance, Compliance & Assurance teams, Auditors and the Senior Management. Our employee satisfaction is reflected in the stability of our senior management, low attrition across various levels and substantially higher productivity. Above all, we feel honoured to be integral to India's social development. The building blocks will ensure that we achieve our ambition in a prudent and sustainable manner. CPIIL not only adheres to the prescribed Corporate Governance practices as per the Listing Regulations, but is also committed to sound Corporate Governance principles and practices. It constantly strives to adopt emerging best practices being followed worldwide. It is our endeavor to achieve higher standards and provide oversight and guidance to the management in strategy implementation, risk management and fulfillment of stated goals and objectives.

The practice of responsible governance has enabled it to achieve sustainable growth, while meeting the aspirations of its stakeholders and fulfilling social expectations. Your Company ensures adequate, timely and accurate disclosure on all material matters including the financial situation, performance, ownership and governance of the Company to the stock exchanges and the investors. Information is prepared and disclosed in accordance with the prescribed standards of accounting, financial and non-financial disclosure and are disseminated in an equal, timely and cost efficient access to relevant information by users.

## **BOARD OF DIRECTORS**

The Board of Directors have the ultimate responsibility of ensuring effective management, long term business strategy, general affairs, performance and monitoring the effectiveness of the Company's corporate governance practices. The Managing Director & CEO reports to the Board and is in charge of the management of the affairs of the Company, executing business strategy in consultation with the Board and achieving annual long term business targets.

The "Board", being the trustee of the Company, responsible for the establishment of cultural, ethical and accountable growth of the Company, is constituted with a high level of integrated, knowledgeable and committed professionals. The Board provides strategic guidance and independent views to the Company's senior management while discharging its fiduciary responsibilities.

Your Company believes that an enlightened Board consciously creates a culture of leadership to provide a long-term vision and policy approach to improve the quality of governance. The Board's actions and decisions are aligned with the Company's best interests. The Board is committed to the goal of sustainably elevating the Company's value creation. The Company has defined guidelines and an established framework for the meetings of the Board and its Committees. These guidelines seek to systematise the decision-making process at the meetings of the Board and its Committees in an informed and efficient manner.

The composition and size of the Board is reviewed periodically to ensure that the Board is a wholesome blend of Directors with complementary skill-sets. The Board periodically evaluates the need for change in its size and composition.

## SIZE AND COMPOSITION OF BOARD OF DIRECTORS :

Your Company has a balanced board with optimum combination of Executive and Non-Executive/Independent Directors with more than half of the Board of the Company comprising Independent Directors, which plays a crucial role in Board processes and provides independent judgment on issues of strategy and performance. As on March 31, 2021, the Board comprises of 6 (Six) Directors, in which 2 (two) are Executive Directors & 4 (Four) Independent Directors including one Woman Independent Director. The maximum tenure of the Independent Directors is in compliance with the Companies Act, 2013. All Independent Directors have confirmed that they meet the criteria as mentioned under regulation 16(1)(b) of the SEBI Listing Regulations and Section 149 of the Companies Act, 2013. The Composition of the Board is in conformity with Regulation 17 of the SEBI Listing Regulations and Section 149 of the Companies Act, 2013 (Act). After the end of the FY 20-21, there are changes in the Composition of Board. Mr. RAJKUMAR GOBINDLAL VARMA ceases to be the Director of the Company with effect from 28<sup>th</sup> May, 2021. Further Mr. RATNESH KUMAR (DIN: 03158432) and VANDANA GUPTA (DIN: 00013488) are appointed as Additional Director of the Company with effect from 28<sup>th</sup> May, 2021.

The Composition of the Board of Directors and the number of Directorships and Committee positions held by them as on 31st March, 2021 are as under:

Name	Designation
<b>Nitin Punamchand Khara</b>	Chairman , Managing Director, CEO
<b>Elesh Punamchand Khara</b>	CFO, Director (Executive)
<b>Sumant Jayantilal Sutaria</b>	Director- Independent (Non-Executive)
<b>Mansi Manoj Deogirkar</b>	Woman Director- Independent (Non-Executive)
<b>Vaibhav Pradeep Dedhia</b>	Director- Independent (Non-Executive)
<b>Rajkumar Gobindlal Varma</b>	Director - Independent (Non-Executive) Date of cessation : 28/05/2021

Category of Directors	Number of Directors	Percentage
<b>Executive Directors (including Managing Director)</b>	2	33.33%
<b>Independent (Non-Executive)</b>	4	66.67%

**Relationship between Directors inter-se**

Sr. No	Executive Director	Relationship with Other Director
01	Mr. Nitin Khara	Brother of Mr. Elesh Khara
02	Mr. Elesh Khara	Brother of Mr. Nitin Khara

The names and categories of the Directors on the Board, their attendance at Board meetings held during the year and at the last Annual General Meeting (AGM) and the number of directorships and committee chairmanships/ memberships held by them in other public companies as on March 31, 2021 are given herein below. Other directorships do not include directorships of private limited companies, Section 8 companies and companies incorporated outside India. Chairmanships / memberships of Board committees shall include only Audit Committee and Stakeholder's Relationship Committee :

Name of Directors	Category Executive / Non-Executive / Independent Director	No. of Board Meeting held and attended during FY-2020-21		Last AGM Attended Yes/No	Directorship in other Public Companies	*No. of other Board Committee of which Member/ Chairman	No. of Shares Held
		Held during the tenure	Attended				
Mr. Nitin Khara DIN: 01670977	Promoter & Executive	10	10	YES	6	3	2,35,32,987
Mr. Elesh Khara DIN: 01765620	Promoter & Executive	10	9	YES	6	4	96,21,251
Mr. Sumant Sutaria DIN: 00298428	Non-Executive, Independent Director	10	8	1NO	0	3	0
Mrs. Mansi Deogirkar DIN: 07269038	Non-Executive, Independent Director	10	10	NO	0	4	0
Mr. Vaibhav Pradeep Dedhia DIN: 08068912	Non-Executive, Independent Director	10	10	YES	1	5	0
Mr. Rajkumar Varma DIN: 08670948 (Date of cessation : 28/05/2021)	Non-Executive, Independent Director	10	2	NO	0	0	0

- \* Other Board Committee includes : Audit Committee, Stakeholder Relationship Committee, Nomination Remuneration Committee, CSR Committee, Management Committee and Allotment Committee.

The number of Directorships, Committee memberships/ chairmanships of all the Directors is within the respective limits prescribed under the Act and SEBI Listing Regulations. Necessary disclosures regarding Board and Committee positions in other public companies as on March 31, 2021 have been made by all the Directors of the Company.

Every Independent Director, at the first meeting of the Board in which he/she participates as a Director and thereafter at the first meeting of the Board in every financial year, gives a declaration under Section 149(7) of the Act that he/she meets the criteria of independence as required under Section 149(6) of the Act.

All Independent Directors have confirmed that they meet the “independence” criteria as mentioned under regulation 16(1)(b) of the SEBI Listing Regulations and Section 149 of the Act. In addition, they maintain their limits of Directorships as required under SEBI Listing Regulations.

None of the Directors on the Board is a member of more than ten committees or Chairman of more than seven committees across all the Companies in which he/ she is a director.

None of the Independent Directors on the Board are serving as the Independent Director in more than two listed entities.

## **BOARD MEETING**

The Board meets at regular intervals to discuss and decide Company’s business policy and strategy apart from other Board business. The Board oversees implementation of business policies for attaining its objectives. The Board has constituted various committees to facilitate the smooth and efficient flow in decision-making process. In view of the COVID 19 pandemic and the restrictions on movement imposed by the government authorities, during FY 2021 Board Meetings were held through video conferencing.

The meetings of the Board of Directors are generally held at the Company’s Corporate office at Nagpur.

During the FY 2020-21, 10 (Ten) Board Meetings were held during the year and the gap between two meetings did not exceed one hundred and twenty days. The Details of Board Meeting is as given below :-

April-June-2020	July-September-2020	October-Decemebr-2020	January-March-2021
19/06/2020	24/07/2020	10/10/2020	20/01/2021
-	02/09/2020	04/11/2020	09/03/2021
-	-	20/11/2020	14/03/2021
-	-	-	30/03/2021

### 3. SEPARATE MEETINGS OF INDEPENDENT DIRECTORS

As stipulated by the Code of Independent Directors under the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a separate meeting of the Independent Directors of the Company was held on **20<sup>th</sup> January, 2021** to;

- i. Review the performance of non-independent directors and the Board as a whole;
- ii. Review the performance of the Chairperson of the Company, taking into account the views of executive directors and non-executive directors.
- iii. Assess the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Terms and conditions of Appointment: As required under Regulation 46(2)(b) of the Listing Regulations, the Company has issued formal letters of appointment to the Independent Directors. The terms & conditions of their appointment are posted on the Company's website and can be accessed.

#### Familiarisation Program of Independent Directors

All new Independent Directors are taken through a detailed induction and familiarisation program when they join the Board of your Company. Through familiarisation programmes, Independent Directors are provided insights of the Company including nature of industry in which the Company operates, business model of the Company, constitution of the Board, Board procedures, matters reserved for the Board and major risks facing the business and mitigation programs. The Independent Directors are also made aware of their roles and responsibilities at the time of their appointment.

The Company also arranges for visits to the Company's Plants to enable them to get first hand understanding of the processes. Further, an information pack is handed over to the new Director(s) on the Board, which includes, Company profile, Company's Codes and Policies, Strategy documents and such other operational information which will enable them to discharge their duties in a better way. In Board meetings, immersion sessions on business strategy, operational and functional matters provide good insights on the businesses carried on by the Company to the Independent Directors. These sessions also involve interactions with multiple levels of management.

The details of such familiarization programmes for Independent Director(s) are put up on the website of the Company.

### **BOARD COMMITTEES:**

The Board Committees play a vital role in ensuring sound Corporate Governance practices. The Committees are constituted to handle specific activities and ensure speedy resolution of the diverse matters. The Board Committees are set up under the formal approval of the Board to carry out clearly defined roles under which are considered to be performed by members of the Board, as a part of good governance practice. The Board supervises the execution of its responsibilities by the Committees and is responsible for their action. The minutes of the meetings of all the Committees are placed before the Board for review. As on date, the Board has established the following Committees

#### **✦ AUDIT COMMITTEE:**

Audit Committee of the Board has been constituted as per Section 177 of the Companies Act, 2013 and Regulation 18 of the Listing Regulations. The Company Secretary of the Company acts as Secretary to the Committee. The Audit Committee acts as a link between the statutory and internal auditors and the Board of Directors. The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of the accounting, auditing and reporting practices of the Company and its compliance with the legal and regulatory requirements.

The Committee's purpose is to oversee the accounting and financial reporting process of the Company, the audits of the Company's financial statements, the appointment, independence and performance of the statutory auditors and the internal auditors.

#### **The Broad terms of reference of Audit Committee**

The powers, role and terms of reference of the Audit Committee covers the areas as contemplated under SEBI Listing Regulations as amended from time to time and Section 177 of the Companies Act, 2013. The brief terms of reference of Audit Committee are as under:

- a) Overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
- b) Reviewing with the management the financial statements and auditor's report thereon before submission to the Board, focusing primarily on:
1. Matters to be included in the Directors Responsibility Statement to be included in the Board's report in terms of Clause (c) of sub-section 3 of Section 134 of the Companies Act, 2013.
  2. Changes to any accounting policies and practices.
  3. Major accounting entries based on the exercise of judgment by Management.
  4. Significant adjustments if any, arising out of audit findings.
  5. Compliance with respect to accounting standards, listing agreements and legal.
  6. Requirements concerning financial statements.
  7. Disclosure of any related party transactions.
  8. Modified opinion(s) in the draft audit report.
- c) Re-commending to the Board, the appointment, re-appointment, remuneration and terms of appointment of Auditors of the Company.
- d) To review reports of the Management Auditors and Internal Auditors and discussion on any significant findings and follow up there on.
- e) Reviewing with the management, external and internal auditors, the adequacy of internal control systems and the Company's statement on the same prior to endorsement by the Board.
- f) Evaluation of the internal financial controls and risk management systems.
- g) To review the adequacy of internal audit function, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- h) To approve transactions of the Company with related parties and subsequent modifications of the transactions with related parties.
- i) In addition, the powers and role of Audit Committee are as laid down under Regulation 18 (3) and Part C of Schedule II of the SEBI (LODR) Regulations and Section 177 of the Companies Act, 2013.

The Audit Committee considers the matters which are specifically referred to it by the Board of Directors besides considering the mandatory requirements of the Regulation 18 read with Part C of Schedule II of SEBI Listing Regulations and provisions of Section 177 of the Act.

## Composition

The Audit Committee is constituted in accordance with Regulation 18 of SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015 read with Section 177 of the Companies Act, 2013 comprising of:

Sr. No.	Name of Member	Designation
1.	Mr. Vaibhav Dedhia	Chairperson, Non-Executive - Independent Director
2.	Mr. Elesh Khara	Member, Executive Director
3.	Mr. Sumant Sutaria	Member, Non-Executive - Independent Director

The Company Secretary, of the company acts as the Secretary to the Audit Committee.

**The Committee met 5(Five) times during the year 2020-21 and the details of meetings attended by the members are given below:**

April-June-2020	July-September-2020	October-Decemembr-2020	January-March-2021
19/06/2020	24/07/2020	04/11/2020	20/01/2021
-	02/09/2020	-	-

Name of the Directors	Meetings Attended
Mr. Vaibhav Dedhia	5
Mr. Elesh Khara	5
Mr. Sumant Sutaria	5

## ✦ NOMINATION & REMUNERATION COMMITTEE

The Company has a Nomination and Remuneration Committee constituted pursuant to the provisions of Regulations 19 read with Part D of Schedule II of the SEBI Listing Regulations and Section 178 of the Act.

### SCOPE OF NOMINATION AND REMUNERATION COMMITTEE

The Scope of Nomination and Remuneration Committee is as follows:-

1. The Nomination and Remuneration Committee shall identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down, recommend to the Board their appointment and removal and shall specify the manner and criteria for effective evaluation of performance of Board, its committees and individual directors to be carried out either by the Board, by the Nomination and Remuneration Committee or by an Independent external agency and review its implementation and compliance.
2. The Nomination and Remuneration Committee shall recommend whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
3. The Nomination and Remuneration Committee shall recommend to the Board, all remuneration, in whatever form, payable to senior management.
4. The Nomination and Remuneration Committee shall formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel and other employees.
5. Nomination and Remuneration Committee shall, while formulating the policy as mentioned above shall ensure that –
  - (a) The level and composition of remuneration is reasonable and sufficient to attract, retain and motivate Directors of the quality required to run the Company successfully;
  - (b) Relationship of remuneration to performance is clear and meets appropriate performance benchmarks; and
  - (c) Remuneration to Directors, Key Managerial Personnel and Senior Management involves a balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the Company and its goals.
6. The Remuneration policy framed by Nomination and Remuneration Committee shall be placed on the website of the company and the statutory provisions for its disclosures as mentioned under Companies Act, 2013 / SEBI (LODR) Regulations, 2015 shall be complied with.

7. Devising a policy on diversity of Board of Directors.

8. The Committee has the authority to consult any independent professional adviser it considers appropriate to provide independent advice on the appropriateness of remuneration packages, given trends in comparative companies both locally and internationally.

9. Any other matter as decided by the Board of Directors of the Company or as specified under the provisions of Companies Act, 2013 and SEBI (LODR) Regulations, 2015 as amended from time to time.

### Composition

The composition of the Nomination & Remuneration Committee and the details of meetings attended by its members are given below:

Sr. No.	Name of Member	Designation
1.	Mr. Sumant Sutaria	Chairperson, Non-Executive - Independent Director
2.	Mrs. Mansi Deogirkar	Member, Non-Executive - Independent Director
3.	Mr. Vaibhav Dedhia	Member, Non-Executive - Independent Director

The Committee met 4 (Four) times during the year 2020-21:

April-June-2020	July-September-2020	October-Decemebr-2020	January-March-2021
19/06/2020	02/09/2020	04/11/2020	20/01/2021

Name of the Directors	Meetings Attended
Mr. Sumant Sutaria	4
Mrs. Mansi Deogirkar	4
Mr. Vaibhav Dedhia	4

**Details of the remuneration paid to the Executive Directors for the year 2020-21 are given below:**

a) Remuneration payable to Executive Directors were considered and approved by the Remuneration Committee as follows:

<b>Particulars</b>	<b>Mr. NitinKhara</b>	<b>Mr. EleshKhara</b>
Salary & Perquisites	90,00,000	60,00,000
Provident Fund	Nil	Nil
Superannuation Fund	Nil	Nil
Commission	Nil	Nil

b) None of the Non-Executive Directors have been paid compensation neither the independent Directors were paid sitting fees and commission during the year under review. The Company does not have any stock option scheme provided to Directors or Officers of the Company.

#### ✦ **STAKEHOLDER'S RELATIONSHIP COMMITTEE**

The Company has a stakeholders' relationship committee to specifically oversee shareholders' and investors' complaints on matters relating to transfer of shares, non-receipt of annual report, non-receipt of dividend, payment of unclaimed dividends etc.

The Stakeholders Relationship Committee's constitution and terms of reference are in compliance with provisions of the Companies Act, 2013 and Regulation 20 and Part D (B) of Schedule VI of the SEBI (LODR) Regulations.

#### **Terms of Reference:**

The SRC functions in accordance with Section 178 of the Act and Regulation 20 read with Part D of Schedule II of the SEBI Listing Regulations. The Committee considers and resolves the

grievances of the security holders. The Committee also reviews the manner and time lines of dealing with complaint letters received from Stock Exchanges /SEBI / Ministry of Corporate Affairs etc. and the responses thereto. Based on the delegated powers of the Board of Directors, CEO & MD and CFO approves the share transfers/ transmissions on a regular basis and the same is reported at the next meeting of the Committee, normally held every quarter.

The role of the Committee shall inter-alia include the following:

- Approve issue of duplicate certificates for securities and transmission of securities.

- Oversee statutory compliance relating to all securities including dividend payments and transfer of unclaimed amounts to the Investor Education and Protection Fund and claims made by members /investors from the said fund.
- Review movements in shareholding and ownership structures of the Company.
- Conduct a Shareholders' Satisfaction Survey to ascertain the level of satisfaction amongst shareholders.
- Suggest and drive implementation of various investor-friendly initiatives.
- Carry out any other function as is referred by the Board from time to time or enforced by any statutory notification / amendment or modification as may be applicable.
- Resolving the grievances of the security holders of the listed entity including complaints related to transfer/ transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/ duplicate certificates, general meetings etc.
- Review of measures taken for effective exercise of voting rights by shareholders.
- Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.
- Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/ annual reports/ statutory notices by the shareholders of the company.
- To consider and approve the issue of share certificates (including issue of renewed or duplicate share certificates), transfer and transmission of shares etc.
- The committee oversees performance and report of the Registrars and Transfer Agents of the company (M/s. Adroit Corporate Private Limited) regarding number of various types of complaint requests received, handled and balances; if any and recommends measures for overall improvement in the quality of investor services. The committee also monitors implementation and compliance with the Company's Code of Conduct for Prohibition of Insider Trading in pursuance of SEBI (Prohibition of Insider Trading) Regulations, 2015.

The Composition of the Stakeholder's Relationship Committee and the details of meetings attended by its members are given below:

Sr. No.	Name of Member	Designation
1.	Mr. Vaibhav Dedhia	Chairperson, Non-Executive - Independent Director
2.	Mrs. Mansi Deogirkar	Member, Non-Executive - Independent Director
3.	Mr. Nitin Khara	Member, Executive Director

Company Secretary of the company is the Secretary to the Committee.

**The Committee met 5 (Five) times during the year 2020-21:**

April-June-2020	July-September-2020	October-Decemebr-2020	January-March-2021
19/06/2020	02/09/2020	04/11/2020	20/01/2021
-	-	-	14/03/2021

During the financial period, the Company received 4 complaints. The complaints received during the year were resolved. The Company has one complaints, not resolved at the closure of the year under review.

Name of the Directors	Meetings Attended
Mrs. Mansi Deogirkar	5
Mr. Nitin Khara	5
Mr. Vaibhav Dedhia	5

#### ✦ **MANAGEMENT COMMITTEE**

The Management committee has been constituted by the Board of Directors of the company to ensure guidance and to handle day to day operations and to smoothen the functioning of the company.

The composition of the Management Committee and the details of meetings attended by its members are given below:

Sr. No.	Name of Member	Designation
1.	Mr. Nitin Khara	Chairperson, Executive Director
2.	Mr. Elesh Khara	Member, Executive Director
3.	Mr. Vaibhav Dedhia	Member, Non-Executive - Independent Director

#### Meetings Held:

April-June-2020	July-September-2020	October-Decemebr-2020	January-March-2021
16/05/2020	-	-	19/01/2021
-	-	-	12/03/2021
-	-	-	13/03/2021

Name of the Directors	Meetings Attended
Mr. Nitin Khara	4
Mr. Elesh Khara	4
Mr. Vaibhav Dedhia	4

#### CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Company has constituted a Corporate Social Responsibility (CSR) Committee pursuant to the provisions of Section 135 of the Act read with Companies (Corporate Social Responsibility) Rules, 2014.

This Committee was constituted to strengthen and monitor CSR policy of the Company. Further, CSR Committee of the Board meets the criteria prescribed by Section 135 of the Companies Act, 2013, which states that every CSR Committee of the Board shall be consisting of three or more directors, out of which at least one director shall be an Independent Director.

#### Role of Corporate Social Responsibility Committee

The role of the Corporate Social Responsibility Committee is as follows:

- i) Formulate and recommend to the Board, the Corporate Social Responsibility Policy and the activities to be undertaken by the Company.

- ii) Recommend the amount of expenditure to be incurred on the activities.
- iii) Monitor the Corporate Social Responsibility Policy from time to time.
- iv) Discharge such duties and functions as indicated in the section 135 of the Companies Act, 2013 and Rules made thereunder from time to time and such other functions as may be delegated to the Committee by the Board from time to time.
- v) Take all necessary actions as may be necessary or desirable and also to settle any question or difficulty or doubts that may arise with regards to Corporate Social Responsibility activities/Policy of the Company.

The Committee carried out its annual evaluation and discussed the evaluation report of its performance. The Committee believes it has performed effectively and has carried out the role assigned to it. The Committee reviewed the compliance status of its Charter (i.e. its role and responsibilities) and noted that it has comprehensively covered all the responsibilities assigned to it under the Charter.

The composition of the Corporate Social Responsibility Committee and the details of meetings attended by its members are given below:

Sr. No.	Name of Member	Designation
1.	Mr.Nitin Khara	Chairperson, Executive Director
2.	Mr. Elesh Khara	Member, Executive Director
3.	Mrs. Mansi Deogirkar	Member, Non-Executive - Independent Director

Company Secretary of the company is the Secretary to the Committee.

**The Committee met (1) once during the year 2020-21: 14/03/2021**

The CSR Report as required under the Act for the year ended March 31, 2021 is attached as **Annexure I** to the Board's Report.

#### **FORMAL LETTER OF APPOINTMENT TO INDEPENDENT DIRECTORS**

The Company issues a formal letter of appointment to independent directors in the manner as provided in the Act. As per regulation 46(2) of the SEBI Listing Regulations, the terms and conditions of appointment of independent directors are available on the Company's website

## RISK MANAGEMENT

Your company has a well-defined risk management framework in place. Further, your company has established procedures to periodically place before the Board, the risk assessment and minimization procedures being followed by the Company and steps taken by it to mitigate these risks.

We have included a separate section on Risk Management under Management Discussion and Analysis (MDA) Report.

## GENERAL BODY MEETINGS:

### DATE & VENUE OF PREVIOUS GENERAL MEETINGS

Year	Date & Time	Venue
2019-20	06th Day of November, 2020 at 01.00 P.M.	Through Video Conferencing ("VC")/Other Audio Visual Means ("OAVM").
2018-19	30th of September 2019 At 2.30 PM	Dragonfly Hotel, New Chakala Link Road, Opposite Solitaire Corporate Park, Near Jb Nagar Gurudwara, Andheri (East), Mumbai – 400093
2017-18	28th of September 2018 At 01.00 PM	Gala No. 11-12, First Floor, Sita Estate, Vashi Naka, Mahul Road, Next to RCF Police Station, Chembur, Mumbai-400074.
2016-17	29th of September, 2017 At 01.00 PM	First Floor, Sita Estate, Vashi Naka, Mahul Road, Next to RCF Police Station, Chembur, Mumbai-400074.
2015-16	30th of September, 2016 At 12.00 PM	First Floor, Sita Estate, Vashi Naka, Mahul Road, Next to RCF Police Station, Chembur, Mumbai-400074.

Whether Special resolutions were put through Postal Ballot last year? : NO

Are Special resolutions proposed to be put through Postal Ballot this Year : NO

## DISCLOSURE

**i) Related Party Transactions:** All transactions entered into with Related Parties as defined under the Companies Act, 2013, Regulation 23 of the SEBI (LODR) Regulations during the financial year were in the ordinary course of business and on arm's length pricing basis and do not attract the provisions of Section 188 of the Companies Act, 2013. There were no materially significant transactions with related parties during the financial year which were in conflict with the interest of the Company. Suitable disclosures as required by the Indian Accounting Standard (Ind AS 24) have been made in the notes to the Financial Statements. The Board approved policy for related party transactions is available on the Company's website. The transactions entered into with the related parties during the financial year were in the ordinary course of business and at arm's length basis and were approved by the Audit Committee.

**ii) Details of non-compliance by the Company, penalties, and strictures imposed on the Company by the stock exchanges or SEBI or any statutory authority, on any matter related to capital markets, during the last three financial years 2018-19, 2019-20 and 2020-21 respectively: NIL**

### **iii) Whistle Blower Policy :**

The Whistle Blower Policy / Vigil Mechanism has been formulated by the Company with a view to provide a mechanism for directors and employees of the Company to approach the Chairman of the Audit Committee of the Board to report genuine concerns about unethical behavior, actual or suspected fraud or violation of the Code of Conduct or ethics policy or any other unethical or improper activity including misuse or improper use of accounting policies and procedures resulting in misrepresentation of accounts and financial statements and incidents of leak or suspected leak of unpublished price sensitive information. The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of business operations and in order to maintain these standards, the Company encourages its employees who have genuine concerns about suspected misconduct to come forward and express these concerns without fear of punishment or unfair treatment.

The Whistle Blower Policy/Vigil Mechanism provides a route for directors/employees to report, without fear of victimisation, any unethical behaviour, suspected or actual fraud, violation of the Company's code of conduct and instances of leak of unpublished price sensitive information, which are detrimental to the organisation's interest. The mechanism protects whistle blower from any kind of discrimination, harassment, victimisation or any other unfair employment practice.

The Whistle Blower Policy/ Vigil Mechanism also provide safeguards against victimization or unfair treatment of the employees who avail of the mechanism. The Company affirms that no personnel have been denied access to the Audit Committee. The Whistle Blower Policy / Vigil Mechanism adopted by the Company in line with Section 177 of the Companies Act, 2013 and Regulation 22 of the Securities Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations 2015, which is a mandatory requirement, has been posted on the Company's website.

The directors in all cases and employees in appropriate cases have direct access to the chairman of the audit committee. The Company affirms that no employee has been denied access to the audit committee, which is charged with overseeing this policy.

During the year, no complaint was received under the above mechanism

**iv)**The Company has complied with all applicable mandatory requirements in terms of SEBI Listing Regulations. A report on the compliances on the applicable laws for the Company is placed before the Board on a quarterly basis for its review and consideration.

**v)Dividend Distribution Policy:** Your Company has formulated a policy on dividend distribution with a view to inform the shareholders about how it aims to utilize extra profits and the parameters that shall be adopted with regard to the shares. The Policy imbibing the above parameters as per the provisions of SEBI Listing Regulations has been hosted in the Company's website.

**vi)Reconciliation of Share Capital Audit:** As per Regulation 55A of SEBI (Depositories & Participants) Regulations,1996, a qualified practicing Company Secretary M/s. Siddharth Sipani and Associates, Company Secretaries, has carried out reconciliation of share capital audit of every quarter to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL)and the total issued and listed capital. The audit confirms that the total issued/paid up capital is in agreement with the aggregate total number of shares in physical form, shares allotted and advised for demat credit but pending execution and the total number of dematerialized shares held with NSDL and CDSL.

**vii)Disclosure of Accounting Treatment:** Your Company has not adopted any alternative accounting treatment prescribed differently from the IND AS.

**viii)Non-Executive Director's compensation and disclosures:** The Nomination and Remuneration Committee recommends all fees /compensation paid to the Non-Executive Directors (including Independent Directors) and thereafter fixed by the Board and approved by the shareholders in the General Meeting, if required. The remuneration paid/payable to the Non-Executive Directors is within the limits prescribed under the Act.

**ix)Code of Conduct :**

The Company has in place a comprehensive Code of Conduct and Our Code (the Codes) applicable to the Directors and employees. The Codes give guidance and support needed for ethical conduct of business and compliance of law. The Codes reflect the core values of the Company viz. Customer Value, Ownership, Mind-set, Respect, Integrity, One Team and Excellence.

The members of the Board and Senior Management Personnel have affirmed compliance with the Code of Conduct applicable to them during the year ended March 31, 2021. The Annual Report of the Company contains a certificate by the Chief Executive Officer and Managing Director, on the compliance declarations received from the members of the Board and Senior Management.

A copy of the Code of Conduct and Our Code are available on the website of the Company. The Codes have been circulated to the Directors and Senior Management Personnel and its compliance is affirmed by them annually.

**x) Code of Conduct for Prohibition of Insider Trading :** Your Company has adopted a Code of Conduct as per Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015. All Directors, Designated Employees who could have accessed to the Unpublished Price Sensitive Information of the Company are governed by the Code. During the year under review, there has been due compliance with SEBI (Prohibition of Insider Trading) Regulations, 2015.

**xi) Subsidiary Companies :** All the Subsidiary Companies of the Company are Board managed with their Boards having the rights and obligations to manage such companies in the best interest of their stakeholders. As a majority shareholder, the Company nominates its representatives on the Boards of subsidiary companies and monitors the performance of such companies, inter alia, by the following means:

- a) The financial statements along with the investments made by the unlisted subsidiaries are placed before the Audit Committee and the Company's Board, quarterly.
- b) A copy of the Minutes of the Meetings of the Board of Directors of the Company's subsidiaries along with Exception Reports and quarterly Compliance Certificates issued by CEO/CFO/CS are tabled before the Company's Board, quarterly.
- c) A summary of the Minutes of the Meetings of the Board of Directors of the Company's subsidiaries are circulated to the Company's Board, quarterly.
- d) A statement containing all significant transactions and arrangements entered into by the subsidiary companies is placed before the Company's Board.

**xii) Transfer to Investor Education and Protection Fund (IEPF):**

In terms of Section 124(6) of the Act read with Investor Education and Protection Fund Authority (Accounting, Auditing, Transfer and Refund) Rules, 2016, the Company has to transfer the shares to the demat account of IEPF Authority in respect of which the dividend has not been claimed for a continuous period of seven years or more.

The Company has no such liability to transfer any unclaimed dividend, money or shares as may be prescribed under relevant provision of the act in the name of IEPF (Investor Education and Protection Fund) pursuant to section 124 of the Companies Act, 2013.

**xiii) Proceeds from public issues, rights issues, preferential issues etc**

The Company discloses to the Audit Committee, the uses / application of proceeds / funds raised from Preferential Issue as part of the quarterly review of financial results whenever applicable

**xiv) Total fees for all services paid by the Company and its subsidiaries, on a consolidated basis, to the statutory auditors and all entities in the network firm / network entity of which the statutory auditor is a part, is given below:**

M/s- Akhil Rathi & Co, M/s-Ganesh Adukia & Associates, & M/s- Koshal & Associates

Payment to Statutory Auditors	FY 2020-21 ( Rs. In Lakhs)
Audit Fees	10.00
Other Service	0.00
Total	10.00

**xv) Certificate From Practising Company Secretary**

The Company has received a certificate from Siddharth Sipani, Practising Company Secretary to the effect that none of the directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of the Company by the Ministry of Corporate Affairs or any other statutory authority. This certificate forms part of this report.

**MEANS OF COMMUNICATION**

**i) QUARTERLY RESULTS :** All financial and other vital official news are also communicated to the concerned stock exchanges and are posted on the website of the company.

**ii) PRESENTATIONS TO INSTITUTIONAL INVESTORS OR ANALYSTS:**

Detailed presentations are made to institutional investors and financial analysts on the Company's website. These presentations, video recordings and transcript of meetings are available on the website of the Company. No unpublished price sensitive information is discussed in meeting with institutional investors and financial analysts

**iii) COMPANY'S CORPORATE WEBSITE :** The Company's website is a comprehensive reference on Confidence's management, vision, mission, policies, corporate governance, corporate sustainability, investor relations etc.

The section on investor relations serves to inform the shareholders, by giving complete financial details, shareholding patterns, corporate benefits, information relating to stock exchanges, Registrars and Share Transfer Agents.

**iv) ANNUAL REPORT:** Annual Report containing, inter alia, Audited Annual Accounts, Consolidated Financial Statements, Director's Report, and Auditor's Report and other important information is circulated to members and others entitled thereto. The Management Discussion and Analysis (MD&A) Report forms part of the Annual Report and is displayed on the Company's website.

**v) DESIGNATED EXCLUSIVE EMAIL-ID FOR INVESTOR SERVICES:** The Company has designated the following email-id exclusively for investor servicing:- [cs@confidencegroup.co](mailto:cs@confidencegroup.co)

**vi) BSE CORPORATE COMPLIANCE & LISTING CENTRE (THE 'LISTING CENTRE'):** BSE's Listing Centre is a web-based application designed for Corporates. All periodical compliance filings like shareholding pattern, corporate governance report, media releases, among others are also filed electronically on the Listing Centre.

**vii) SEBI COMPLAINTS REDRESS SYSTEM (SCORES):** The investor complaints are processed in a centralized web-based complaints redress system. The salient features of this system are: Centralized database of all complaints, online upload of Action Taken Reports (ATRs) by concerned companies and online viewing by investors of actions taken on the complaint and its current status.

## REGISTRAR AND TRANSFER AGENT

The Company is availing the services of Registrar and Share Transfer Agent from **M/s.Adroit Corporate Services Private Limited** 17-20, Jafferbhoy Ind. Estate, 1<sup>st</sup> Floor, Makwana Road, Marol Naka, Andheri (E), Mumbai 400059, India Tel: +91 (0) 22 42270400|Direct: +91 (0)22 42270423 | Fax: +91 (0)22 28503748.

**DATE OF BOOK CLOSURE:** The Register of Members and Share Transfer Books of the Company was closed from 24th September, 2021 to 29th September, 2021 (both days are inclusive).

**RECORD DATE :** The Company has fixed Thursday , 23<sup>rd</sup> September, 2021 as the 'Record Date' for determining entitlement of members to receive dividend for the financial year ended 31st March, 2021, if approved at the AGM.

## SHARE TRANSFER SYSTEM

As mandated by SEBI, securities of the Company can be transferred /traded only in dematerialised form. Shareholders holding shares in physical form are advised to avail the facility of dematerialisation. In this regard, a communication encouraging dematerialisation of shares and explaining procedure thereof, was also sent during the year to the concerned shareholders of the Company.

During the year, the Company obtained, on half-yearly basis, a certificate from a Company Secretary in Practice, certifying that all certificates for transfer, transmission, sub-division, consolidation, renewal, exchange and deletion of names, were issued as required under Regulation 40(9) of the Listing Regulations read with SEBI Circular no. SEBI/HO/MIRSD/RTAMB/CIR/P/2020/59, dated April 13, 2020. These certificates were duly filed with the Stock Exchanges

Share Transfers are processed and share certificates returned within a period of 21 days from the date of receipt subject to the documents being valid and complete in all respects. The Board has delegated the authority for approving, transfer and transmission etc. of the company's securities to the Managing Director and/or Compliance Officer. The half yearly certificate of compliance with the share transfer formalities as required under clause 47 (c) of the Listing Agreement with Stock Exchange and files a copy of the certificate with the Stock Exchange.

## LISTING OF SECURITIES

Name of the Stock Exchanges

### 1. Bombay Stock Exchange,

Phiroze Jeejeebhoy Towers,

Dalal Street,

Mumbai - 400001

ISIN- INE55S2D01024

### 2. National Stock Exchange of India Limited (W.E.F. 13/06/2019)

Exchange Plaza, Bandra Kurla Complex,

Bandra (E) Mumbai-400051

### SHAREHOLDING PATTERN AS ON 31<sup>ST</sup> MARCH, 2021:

Sr.No.	Category of Shareholder	No. of Shares held	% of Shareholding
<b>(A)</b>	<b>Promoter &amp; Promoter Group</b>		
	Indian	<b>16,30,37,176</b>	<b>57.41</b>
	Foreign		
<b>(B)</b>	<b>Public</b>		
	<b>1. Institutions:</b>	<b>12,09,74,747</b>	<b>42.59</b>
	Foreign Institutional Investors (FIIs)	<b>1,79,50,951</b>	<b>6.32</b>
<b>2.</b>	<b>Non-Institutions:</b>	<b>10,30,23,796</b>	<b>36.27</b>
	Body Corporate	1,23,94,234	4.36
	Individuals	8,77,22,324	30.89
	Clearing Members	14,23,143	0.50
	Non-Residents (NRI)	12,69,195	0.45
	Other	2,14,900	0.08
	<b>GRAND TOTAL</b>	<b>28,40,11,923</b>	<b>100</b>

### DISTRIBUTION OF SHAREHOLDING AS ON 31<sup>ST</sup> MARCH, 2021

Shares Slab	Shareholders	% of Holders	Total Shares	Amount (Rs)	%
<b>Upto - 100</b>	13917	39.07	635571	635571	0.22
<b>101 - 500</b>	10443	29.32	3182839	3182839	1.12
<b>501 - 1000</b>	4049	11.37	3554645	3554645	1.25
<b>1001 - 2000</b>	2271	6.38	3683694	3683694	1.30
<b>2001 - 3000</b>	1523	4.28	4196398	4196398	1.48
<b>3001 - 4000</b>	723	2.03	2742189	2742189	0.97
<b>4001 - 5000</b>	656	1.84	3184265	3184265	1.12
<b>5001 - 10000</b>	938	2.63	7187989	7187989	2.53
<b>10001 - 20000</b>	488	1.37	7191897	7191897	2.53
<b>20001 - 50000</b>	359	1.01	11527931	11527931	4.06
<b>50001 &amp; Above</b>	256	0.72	236924505	236924505	83.42
<b>TOTAL</b>	<b>35623</b>	<b>100</b>	<b>284011923</b>	<b>284011923</b>	<b>100</b>

**SHAREHOLDERS AND INVESTORS CORRESPONDENCE:**

Shareholders should address their correspondence to the Company's Registrar and Transfer Agent at the following address:

**ADROIT CORPORATE SERVICES PVT.LTD.**

17-20, Jafferbhoy Ind. Estate, 1<sup>st</sup> Floor, Makwana Road,  
Marol Naka, Andheri (E), Mumbai 400059, India.

Tel: +91 (0) 22 42270400 | Direct: +91 (0)22 42270423 | Fax: +91 (0)22 28503748.

**STOCK MARKET PRICE FOR THE FY 2020-21:**

**FACE VALUE PER EQUITY SHARE : - RS. 1/-**

MONTH	HIGH PRICE	LOW PRICE	CLOSE PRICE
APR-20	21.90	14.81	20.38
MAY-20	20.40	16.50	17.80
JUN-20	25.20	17.75	19.45
JUL-20	22.40	18.35	18.75
AUG-20	22.95	17.20	19.80
SEP-20	22.20	18.75	21.25
OCT-20	30.20	20.15	26.65
NOV-20	28.75	24.95	27.80
DEC-20	41.65	27.35	38.70
JAN-21	43.60	36.40	40.95
FEB-21	48.55	40.00	42.90
MAR-21	49.40	37.20	44.65

**DETAILS OF SHARES AS ON 31/03/2021**

Mode	No. of Shares	% of Total Capital
<b>Demet/Electronic</b>		
- in CDSL	6,89,20,047	24.27%
- in NSDL	19,61,06,286	69.05%
<b>Physical</b>	1,89,85,590	06.68%
<b>Total No. of shares</b>	<b>28,40,11,923</b>	<b>100.00%</b>

## **OUTSTANDING GDRS/ADRS/WARRANTS OR ANY CONVERTIBLE INSTRUMENTS CONVERSION DATE AND LIKELY IMPACT ON EQUITY**

There were no outstanding GDRs/ADRs/Warrants or any convertible instruments as at 31st March, 2021.

### **WORKS**

1. Khasra No. 428, Village Gajangarh, Dist :Pali, Rajasthan
2. Arazi No. 120, Gulab Nagar, Village KherodaDist.Udaipur, Rajasthan
3. Village Paud, P. 0. Majgaon, Rasayani, TalukaKhalapur, Dist. Raigad Maharashtra-410207 (Cylinder Manuf. unit-I)
4. Village Paud, P. 0. Majgaon, Rasayani, TalukaKhalapur, Dist. Raigad Maharashtra-410207 (Cylinder Manuf. unit-II)
5. Village Paud, P. 0. Majgaon, Rasayani, TalukaKhalapur, Dist. Raigad Maharashtra-410207(LPG Bottling unit-I)
6. Village Paud, P. 0. Majgaon, Rasayani, TalukaKhalapur, Dist. Raigad Maharashtra-410207(LPG Bottling unit-II).
7. Village Kinathkuda, TalukaPollachi, Arsapalyam. Dist, Coimbatore, State :Tamilnadu
8. Khasra No. 152/154, bhagwanpur, Tah. Roorkee, Haridwar, State – Uttrakhand– 262401
9. Khasra No. 96 & 386/2, KhunaJhirikhurd, Dist. Chhindwara, Madhya Pradesh
10. Khasra No. 10/8784/17, Village BhatarkiSarai, NH – 76, Village TalukaVallabh Nagar, Udaipur, Rajasthan
11. Kh No. 19411, Halka No. 67Jabalpur – Bhopal Road, Tal. Sahapur, Kiszoodh, Jabalpur (M.P.)
12. Survey No. 235 to 239, Bannakheda Road, Village Vikrampur, Bazpur, Udham Singh Nagar, Uttarkhand.
13. Survey no. 338, Post Noorpura, Village & Taluka Halol, Panchmahal, Gujarat
14. Survey No 139 (Part) 7 123 (Part) of Janguluru, Revenue Village, AchutapuramMandal, Vishakhapatnam (A.P)
15. Gate No. 637, Dindori, Nashik, Maharashtra
16. Near Railway Station, Post Kalmeshwar, Dist. Nagpur
17. Khasra No. 60 & 61, 32 KM Milestone, Nagpur-Saoner Road, Gram Burujwada, Tah. Saoner, Nagpur
18. Village Sammna, Tah. Damoh, Dist. Damoh, Madhya Pradesh
19. Gata-217,215 Mouzza Puramana, Kirawali, Agra
20. Sy. No. 57 Village BapanaTaluka Vasai Dist Thane Maharashtra,
21. J-67, Addl. MIDC Kundwali Village, Murbad, Dist- Thane, Maharashtra- 420401
22. Dag no. 3666, 3667 3669, 3673 and 3674 at Rawasiya Complex Ranihatiamta road, Mauza Ismalpur P.SJjagat Ballavpur Dist Howrah West Bengal
23. Khata No 373, Sy No. 349/1 349/2, Khata No 373, Sy No. 349/1 349/2, Kankot, Wakaner, Morbi, (GJ)

24. Kh2437/2, Sold Area – 0.452 Hect At Vill Magrayar, Parg- Margrayar, Teh- Bighapur, Unnao, Uttarpradesh.
25. Revenue Survey No. 349/1 & 349/2 paikie of Village : Kankot of Sub District : Wankaner of Registration District : Morbi, Gujarat
26. AT Dadwa Randal A/c No. 655 RS. NO. 165P HP 1-13-34 Dist Amreli, Gujarat.
27. Moje Moraj Rs. No. 167/3 Area – 1-33-55 Tarapur Anand Gujarat
28. Kh No 81/2, 82, Vikkage Ringabodi, Dist Nagpur
29. Khata No.0014, Khasra No. 31, Village – Kanman Baheri, District – Bareilly, State – Uttarpradesh
30. SF no. 178/A2 Thoppampatti Village Mannapparai Taluka, Thirruchirrapalli Dist, Tamilnadu

**PRACTISING COMPANY SECRETARIE'S CERTIFICATE ON DIRECTOR'S  
NON-DISQUALIFICATION TO THE MEMBERS OF CONFIDENCE  
PETROLEUM INDIA LIMITED**

To,  
The Members of  
**Confidence Petroleum India Limited**  
701, Shivai Plaza Premises CHS Ltd.,  
Plot No. 79, Marol Ind. Estate, Nr. Mahalaxmi Hotel,  
Andheri (E), Mumbai, MH - 400059, India.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **M/s. Confidence Petroleum India Limited** having CIN L40200MH1994PLC079766 and having registered office at 701, Shivai Plaza Premises CHS Ltd., Plot No. 79, Marol Ind. Estate, Nr. Mahalaxmi Hotel, Andheri (E), Mumbai, MH - 400059, India (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company and its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for Financial Year ending on 31st March, 2021 have been debarred or disqualified from being appointed or continuing as Directors of Companies by Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No	Name of Director	DIN	Date of Appointment	Date of Cessation
01	Nitin Punamchand Khara	01670977	01-10-2004	NA
02	Elesh Khara	01765620	20-02-2004	NA
03	Sumant Jayantilal Sutaria	00298428	20-02-2004	NA
04	Mansi Manoj Deogirkar	07269038	31-03-2015	NA
05	Vaibhav Pradeep Dedhia	08068912	28-09-2018	NA
06	Rajkumar Gobindlal Varma	08670948	04-01-2020	28-05-2021

Note - Date of appointment of all the directors are original date of appointment as per MCA Records.

Ensuring the eligibility for the appointment/ continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**Place : Nagpur**  
**Date : 28/08/2021**

**For Siddharth Sipani & Associates**

**Sd/-**  
Siddharth Sipani  
Practising Company Secretaries  
ACS : 28650 CP : 11193  
UDIN : A028650C000851505

**CERTIFICATE OF THE MANAGING DIRECTOR, CHIEF EXECUTIVE  
OFFICER AND CHIEF FINANCIAL OFFICER**

To,  
The Board of Directors,  
**Confidence Petroleum India Limited**  
**Nagpur**

Dear Sirs,

We, **Nitin Khara** – Managing Director & Chief Executive Officer and **Elesh Khara** – Director and Chief Financial Officer of Confidence Petroleum India Limited, to the best of our knowledge, information and belief, certify that

A. We have reviewed the financial statements and the cash flow statement for the year 2020-21:

(1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

(2) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations;

B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct;

C. We accept responsibility for establishing and maintaining internal controls and that we have evaluated the effectiveness of the internal control systems of the Company and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of the internal control, if any, of which we are aware of and the steps we have taken or propose to take to rectify these deficiencies.

D. We have indicated to the Auditors and the Audit Committee –

(1) There are no significant changes in internal control over financial reporting during the year;

(2) There are no changes in accounting policies during the year requiring disclosure in the notes to financial statements; and

(3) There are no instances of significant fraud in the company's internal control system over financial reporting.

**Sd/-**  
**Nitin Khara**  
**Managing Director and Chief Executive Officer**  
Place: Nagpur  
Date: 19/06/2021

**Sd/-**  
**Elesh Khara**  
**Director and Chief Financial Officer**

## AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To,  
The Members,  
**Confidence Petroleum India Limited**  
701, Shivai Plaza Premises CHS Ltd., Plot No. 79,  
Marol Ind. Estate, Nr. Mahalaxmi Hotel, Andheri(E), Mumbai - 400059

The Corporate Governance Report prepared by **Confidence Petroleum India Limited** ("the Company"), contains details as stipulated in regulations 17 to 27, clauses (b) to (i) of regulation 46(2) and para C, D and E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (collectively referred to as 'SEBI Listing Regulations, 2015') ('applicable criteria') with respect to Corporate Governance for the year ended 31st March, 2021. This report is required by the Company for annual submission to the Stock exchange and to be sent to the Shareholders of the Company.

### **Management Responsibility**

The preparation of the Corporate Governance Report is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility also includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Corporate Governance Report.

The Management along with the Board of Directors are also responsible for ensuring that the Company complies with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, issued by the Securities and Exchange Board of India

### **Auditor's Responsibility**

Our responsibility is to provide a reasonable assurance in the form of an opinion whether the Company has complied with the condition of Corporate Governance, as stipulated in the SEBI Listing Regulations.

We conducted our examination of the Corporate Governance Report in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) and the Guidance Note on Certification of Corporate Governance, both issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note on Reports or Certificates for Special Purposes (Revised 2016) requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

The procedures selected depend on the auditor's judgement, including the assessment of the risks associated in compliance of the Corporate Governance Report with the applicable criteria. The procedures include but are not limited to verification of secretarial records and financial information of the Company and obtained necessary representations and declarations from directors including independent directors of the Company.

The procedures also include examining evidence supporting the particulars in the Corporate Governance Report on a test basis. Further, our scope of work under this report did not involve us performing audit tests for the purposes of expressing an opinion on the fairness or accuracy of any of the financial information or the financial statements of the Company taken as a whole.

### **Opinion**

Based on the procedures performed by us as referred above and according to the information and explanations given to us, we are of the opinion that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, as applicable for the year ended 31st March, 2021.

**For Akhil Rathi & Co  
Chartered Accountants**

**Akhil Rathi  
Proprietor  
M. No. 154788  
FRN : 136954W  
UDIN : 21154788AAAACS7456**

**Place : Nagpur  
Dated: 28/08/2021**

**DECLARATION BY CHIEF EXECUTIVE OFFICER (MD)**  
**CODE OF CONDUCT**

[Regulation 34(3) read with Schedule V (Part D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

I, **Nitin Khara** – Managing Director & Chief Executive Officer of Confidence Petroleum India Limited, hereby declare that all the members of Board of Directors and Senior Management have affirmed compliance with the Code of Conduct of Board of Directors and Senior Management of the Company for the year ended 31 March 2021.

Sd/-

**Nitin Khara**

**Managing Director and Chief Executive Officer**

Place: Nagpur

Date: 19/06/2021

## INDEPENDENT AUDITORS REPORT

### TO THE MEMBERS OF CONFIDENCE PETROLEUM INDIA LIMITED

#### Report on the Audit of the Standalone Financial Statements

##### **Opinion**

We have audited the accompanying standalone financial statements of Confidence Petroleum India Limited (“the Company”), which comprise the Balance Sheet as at March 31, 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the significant accounting policies and other explanatory information (hereinafter referred to as “the standalone 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, 2021, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

##### **Basis for Opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing specified under section 143(10) of the Act (SAs). Our responsibilities under those Standards are further described in the *Auditor’s Responsibilities for the Audit of the Standalone 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 standalone financial statements under the provisions of the Act and the Rules made there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

##### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are no key audit matters to communicate in our report.

### **Emphasis of Matter**

Note No. 20(2) to financial statements, indicates uncertainties associated with the COVID-19 pandemic and impact assessment made by the company. As mentioned in the said note, the management has taken into account all the possible impacts known events arising from COVID-19 pandemic and the resultant lockdowns in the preparation of financial statement. Based on the future economic conditions, the actual impact may not be in line with the current estimates as made by the company. However, the Company will continue to closely monitor changes in the future economic conditions and its impact on financial statement.

Our opinion is not modified in respect of this matter.

### **Information Other than the Standalone 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 Annual report, but does not include the Financial Statements and our auditors' report thereon. The chairman statement, Directors' Report, Corporate Governance Report, Management discussion and analysis report (herein after referred to as other report) are expected to be made available to us after the date of this auditor's report.

Our opinion on the Standalone 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 Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other report, if we conclude that there is a material misstatement of this other information, we are required to report to those charged with governance.

### **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the state of affairs, profit/loss (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, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015 as amended. 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

### **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls 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 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 standalone 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

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

### **Report on Other Legal and Regulatory Requirements**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "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 Standalone Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.

d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended.

e) On the basis of the written representations received from the directors as on March 31, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.

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

g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

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 does not have any pending litigations which would impact its financial position.

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

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

**As per our Report of even date**

**For Akhil Rathi & Co.**  
**Chartered Accountants**  
**FRN 136954 W**

**Sd/-**  
**Akhil Rathi**  
**Proprietor**  
**Mumbai,**  
**M. No. 154788**  
**UDIN: 21154788AAAABM5548**

**PLACE:MUMBAI**  
**DATE: 28/05/2021**

**For Ganesh Adukia & Associates**  
**Chartered Accountants**  
**FRN 142238 W**

**Sd/-**  
**Ganesh Adukia**  
**Proprietor**  
**Mumbai,**  
**M. No. 169737**  
**UDIN: 21169737AAAABD5308**

**For Koshal & Associates**  
**Chartered Accountants**  
**FRN 121233 W**

**Sd/-**  
**Koshal Maheshwari**  
**Proprietor**  
**Mumbai,**  
**M. No. 043746**  
**UDIN: 21043746AAAACD5702**

**ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF CONFIDENCE PETROLEUM INDIA LIMITED**

---

**(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)**

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) The Company has a program of verification of fixed assets to cover all the items in a phased manner over a period of three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets.

Pursuant to the program, certain fixed assets were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and the records examined by us and based on the examination of the registered sale deed / transfer deed / conveyance deed and other relevant records evidencing title provided to us, we report that, the title deeds, comprising all the immovable properties of land and buildings which are freehold, are held in the name of the Company as at the balance sheet date,

(ii) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals and no material discrepancies were noticed on physical verification.

(iii) According to the information and explanations given to us and based on the audit procedures conducted by us, the company has granted loan of Rs.2594 lacs to one party covered in the register maintained under section 189 of the Companies Act, 2013,. No terms and conditions as regards to interest and repayment has been stipulated.

(iv) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of grant of loans, making investments and providing guarantees, as applicable. The Company has not granted any security in terms of Section 185 and 186 of the Companies Act, 2013.

(v) According to the information and explanations given to us, the Company has not accepted any deposit from the public during the year.

(vi) The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the cost records maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, 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. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

(vii) (a) According to the information provided and explanations given to us and based on our examination of the records of the Company, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. There are no outstanding statutory dues existing as on the last day of the financial year which is outstanding for more than six months from the day these becomes payable except tds deducted Rs.173068/-

(b) According to the information and explanations given to us and based on our examination of the records of the Company, there are no dues of service tax, duty of customs, duty of excise, value added tax which have not been deposited on account of any dispute except income tax demand Rs.88.24 lacs pending with CIT appeal, sales tax assessment and C forms demand Rs.514.09 lacs due to non receipt of C forms from customer and tds demand Rs.7.11 lacs related to prior periods.

(viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of loans or borrowings to financial institutions and banks. The company has not taken any loan from government and not issued any debenture.

(ix) In our opinion and according to the information and explanations given to us, the company has not raised money by way of further public offer including debt instruments during the year and the term loan taken by the Company have been applied for the purpose for which they were raised.

(x) To the best of our knowledge and according to the information and explanations given to us, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.

(xi) In our opinion and according to the information and explanations given to us, the Company has paid / provided managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.

(xii) In our opinion and according to the information and explanations given to us the Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

(xiii) In our opinion and according to the information and explanations given to us the Company is in compliance with Section 188 and 177 of the Companies Act, 2013, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.

(xiv) In our opinion and according to the information and explanations given to us and based on our examination of the records of the company, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. However the company has issued equity shares on conversion of warrants during the year and complied with the section 42 of the Companies Act.2013.

(xv) In our opinion and according to the information and explanations given to us, during the year the Company has not entered into any non-cash transactions with its directors or directors of its holding, subsidiary or associate company or persons connected with them and hence provisions of section 192 of the Companies Act, 2013 are not applicable.

(xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**As per our Report of even date**

**For Akhil Rathi & Co.**  
**Chartered Accountants**  
**FRN 136954 W**

**For Ganesh Adukia & Associates**  
**Chartered Accountants**  
**FRN 142238 W**

**For Koshal & Associates**  
**Chartered Accountants**  
**FRN 121233 W**

**Sd/-**  
**Akhil Rathi**  
**Proprietor**  
**Mumbai,**  
**M. No. 154788**  
**UDIN: 21154788AAAABM5548**

**Sd/-**  
**Ganesh Adukia**  
**Proprietor**  
**Mumbai,**  
**M. No. 169737**  
**UDIN: 21169737AAAABD5308**

**Sd/-**  
**Koshal Maheshwari**  
**Proprietor**  
**Mumbai,**  
**M. No. 043746**  
**UDIN: 21043746AAAACD5702**

**PLACE:MUMBAI**  
**DATE: 28/05/2021**

## **ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF CONFIDENCE PETROLEUM INDIA LIMITED**

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

We have audited the internal financial controls over financial reporting of M/s Confidence Petroleum India Limited as of 31-Mar-2021 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. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, 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 I/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 authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized 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 31-Mar-2021.

### As per our Report of even date

**For Akhil Rathi & Co.**  
**Chartered Accountants**  
**FRN 136954 W**

**For Ganesh Adukia & Associates**  
**Chartered Accountants**  
**FRN 142238 W**

**For Koshal & Associates**  
**Chartered Accountants**  
**FRN 121233 W**

**Sd/-**  
**Akhil Rathi**  
**Proprietor**  
**Mumbai,**  
**M. No. 154788**  
**UDIN: 21154788AAAABM5548**  
**PLACE: MUMBAI**  
**DATE: 28/05/2021**

**Sd/-**  
**Ganesh Adukia**  
**Proprietor**  
**Mumbai,**  
**M. No. 169737**  
**UDIN: 21169737AAAABD5308**

**Sd/-**  
**Koshal Maheshwari**  
**Proprietor**  
**Mumbai,**  
**M. No. 043746**  
**UDIN: 21043746AAAACD5702**

**CONFIDENCE PETROLEUM INDIA LIMITED**

**Standalone Statement of Assets and Liabilities as at 31st March, 2021**

**(Figures Rs. in Lacs)**

Articulars	Notes	AS AT 31.03.2021	AS AT 31.03.2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	1	36,756.38	29,958.56
Capital work-in	1	1,834.58	3,821.80
<b>Financial Assets</b>			
Investments	2	5013.00	4,867.58
Loans	3	6832.95	4,104.21
<b>Other non-current assets</b>	4	969.44	865.90
<b>Sub-total - Non-Current Assets</b>		<b>51406.36</b>	<b>43,618.05</b>
<b>Current assets</b>			
<b>Inventories</b>			
	5	5956.36	5,217.80
<b>Financial assets</b>			
Trade receivables	6	6117.18	6,012.97
Cash and cash equivalents	7	1455.16	1855.58
Other financial assets	8	4599.72	4,453.89
<b>Other current assets</b>	9	772.19	708.14
<b>Sub-total - Current Assets</b>		<b>18900.61</b>	<b>18,248.38</b>
<b>TOTAL - ASSETS</b>		<b>70306.98</b>	<b>61,866.43</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	10	2840.12	2,738.35
Other equity	11	48416.42	40,281.02
<b>Sub-total -Total Equity</b>		<b>51256.54</b>	<b>43,019.37</b>
<b>LIABILITIES</b>			
<b>Financial Liabilities</b>			
Borrowings	12	1751.21	2,721.83
Other financial liabilities	13	10836.43	9730.30
Deferred Tax Liability (Net)	14	1785.34	1,939.56
<b>Sub-total - Non-current Liabilities</b>		<b>14372.97</b>	<b>14,391.69</b>
<b>Current liabilities</b>			
<b>Financial Liabilities :</b>			
Borrowings	15	2989.14	3,007.87
Trade payables	16	523.99	520.40
Other Financial	17	486.33	211.25
Other current liabilities	18	487.60	583.50
Provisions	19	190.40	132.35
<b>Sub-total - Current liabilities</b>		<b>4677.47</b>	<b>4,455.38</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>70306.98</b>	<b>61,866.43</b>

See accompanying notes to the financial statements 20

As per our Report of even date  
For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W

For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W

For Koshal & Associates  
Chartered Accountants  
FRN 121233 W

Sd/-  
Akhil Rathi  
Proprietor  
Mumbai,  
M. No. 154788  
UDIN:21154788AAAABM5548

Sd/-  
Ganesh Adukia  
Proprietor  
Mumbai,  
M. No. 169737  
UDIN: 21169737AAAABD5308

Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai,  
M. No. 043746  
UDIN:21043746AAAACD5702

For and on behalf of the Board

Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977

Sd/-  
ELESH KHARA  
Director & CFO  
DIN 06938709

Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912

Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365

PLACE: MUMBAI  
DATE: 28/05/2021

## CONFIDENCE PETROLEUM INDIA LIMITED

### Standalone Statement of Profit and Loss statement for the year ended 31st March, 2021 (Figures Rs. in Lacs)

Particulars	Notes	AS AT 31.03.2021	AS AT 31.03.2020
I. Revenue from operations	21	77997.90	98,579.12
II. Other Income	22	161.68	380.30
III. Total Revenue (I +II)		<b>78159.57</b>	<b>98,959.42</b>
IV. Expenses:			
Cost of materials consumed	23	7683.02	16,388.22
Purchase of Stock-in-Trade	24	50462.31	57,818.30
Changes in inventories of finished goods, work-in-progress and Stock-in-Trade	25	(740.80)	572.51
Employee benefit expense	26	2980.69	4,039.59
Financial costs	27	689.54	897.26
Depreciation /amortization expenses	01	5004.21	4,942.11
Other expenses	28	5979.07	7,682.07
Total Expenses (IV)		<b>72058.04</b>	<b>92,340.06</b>
V. Profit before exceptional and tax (III - IV)		6101.53	6,619.35
VI. Exceptional Item -		0.00	0.00
VII. Profit / Loss before tax (V - VI)		<b>6101.53</b>	<b>6619.35</b>
VIII. Tax expense:			
(1) Current tax		1679.60	1,329.42
(2) Deferred tax		(154.22)	325.42
IX. Profit(Loss) for the period from continuing operations (VII - VIII)		<b>4576.15</b>	<b>4,964.51</b>
X. Other comprehensive income /(loss)			
(i) Items that will not be reclassified to profit and loss			
(ii) Items that will be reclassified to profit and loss		0	0
Total other comprehensive income (loss) net of taxes		<b>0</b>	<b>0</b>
XI. Total comprehensive income /(loss) for the year (IX+X)		<b>4576.15</b>	<b>4,964.51</b>
XII. Earning per equity share:			
(1) Basic		<b>1.61</b>	<b>1.81</b>
(2) Diluted		<b>1.61</b>	<b>1.75</b>

See accompanying notes to the financial statements 20

As per our Report of even date  
For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W

For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W

For Koshal & Associates  
Chartered Accountants  
FRN 121233 W

Sd/-  
Akhil Rathi  
Proprietor  
Mumbai,  
M. No. 154788  
UDIN: 21154788AAAABM5548

Sd/-  
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Sd/-  
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Proprietor  
Mumbai,  
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For and on behalf of the Board

Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977

Sd/-  
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Director & CFO  
DIN 06938709

Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912

Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365

PLACE: MUMBAI  
DATE: 28/05/2021

**CONFIDENCE PETROLEUM INDIA LIMITED**  
**STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31.03.21**

Particulars	(Figures Rs. in Lacs)	
	AS AT 31.03.2021	AS AT 31.03.2020
<b>(A) Equity Share Capital</b>		
Opening Balance	2738.35	2738.35.00
Changes in Equity Capital	101.77	0.00
<b>Closing Balance</b>	<b>2840.12</b>	<b>2738.35</b>

B. OTHER EQUITY	Securities Premium	Capital Subsidy Reserves	Capital Reserve	Revaluation Reserves	Money received against Share Warrant	Retained Earnings	Total Other Equity
Balance as on 1.4.19	16,878.11	22.50	145.24	1,050.00	-	15,982.75	34,078.59
Warrant Issued	1,221.23	-	-	-	101.77	-	1,323.00
Profit for the year	-	-	-	-	-	4,964.51	4,964.51
CSR Expenses	-	-	-	-	-	(85.09)	(85.09)
<b>Balance as on 31.03.20</b>	<b>18,099.34</b>	<b>22.50</b>	<b>145.24</b>	<b>1,050.00</b>	<b>101.77</b>	<b>20,862.17</b>	<b>40,281.02</b>
Warrants Issued & Converted	3,969.00	-	-	-	(101.77)	-	3,867.23
Subsidy Recd	-	22.31	-	-	-	-	22.31
Profit for the year	-	-	-	-	-	4,576.14	4,576.14
Dividend For FY 2019-20 paid 2020-21	-	-	-	-	-	(205.28)	(205.28)
CSR Expenses	-	-	-	-	-	(125.00)	(125.00)
<b>Balance as on 31.03.21</b>	<b>22,068.34</b>	<b>44.81</b>	<b>145.24</b>	<b>1,050.00</b>	<b>-</b>	<b>25,108.03</b>	<b>48,416.41</b>

See accompanying notes to financial statements

As per our Report of even date

For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W

For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W

For Koshal & Associates  
Chartered Accountants  
FRN 121233 W

Sd/-  
Akhil Rathi  
Proprietor  
Mumbai,  
M. No. 154788  
UDIN: 21154788AAAABM5548

Sd/-  
Ganesh Adukia  
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M. No. 169737  
UDIN: 21169737AAAABD5308

Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai,  
M. No. 043746  
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For and on behalf of the Board

Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977

Sd/-  
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Director & CFO  
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Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912

Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365

PLACE: MUMBAI  
DATE: 28/05/2021

**CONFIDENCE PETROLEUM INDIA LIMITED**  
**STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH, 2021**  
**(Figures Rs. in Lacs)**

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>Profit (Loss) for the year before taxation</b>	6101.53	6,619.35
Depreciation	5004.21	4,942.11
Interest Expenses	689.54	897.26
Dividend & Interest Received	(116.32)	(313.58)
<b>Operating Profit before Working Capital Changes</b>	11678.96	12145.14
Decrease / (Increase) in Trade receivables	(104.21)	(312.76)
Decrease / (Increase) in Other receivables	(209.88)	(2532.66)
Decrease / (Increase) in Inventories	(738.56)	337.81
Increase / (Decrease) in Trade & Other payables	240.82	(352.50)
<b>Cash Generated from Operations</b>	10867.11	9285.03
<b>Income Tax Paid (net)</b>	1525.38	1654.84
<b>Net Cash Generated from Operating Activities</b>	<b>9341.73</b>	<b>7630.20</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Payments for property plant & equipments	(9814.81)	(8340.71)
Investment During the year	(145.42)	(1696.23)
Sale of Short term funds	0.00	1462.97
Movement in Loans & Advances	(2832.28)	(2136.65)
Dividend Received	0.00	9.30
Interest Received	116.32	304.28
<b>Net Cash Used in Investing Activities</b>	<b>(12676.18)</b>	<b>(10397.04)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Fresh Equity Shares / Warrant Raised	(37.45)	1323.00
Fresh Borrowings	3969.00	2434.49
Dividend Paid/ CSR Expenses	(330.28)	(85.09)
Repayment of Long Term Borrowing	0	(0)
Interest Expenses	(689.54)	(897.26)
<b>Net Cash Used in Financing Activities</b>	<b>2911.73</b>	<b>2775.14</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(400.42)</b>	<b>8.30</b>
<b>CASH &amp; CASH EQUIVALENTS AS AT THE BEGINNING OF YEAR</b>	<b>1855.58</b>	<b>1847.28</b>
<b>CASH &amp; CASH EQUIVALENTS AS AT END OF THE YEAR</b>	<b>1455.17</b>	<b>1855.58</b>

**Notes :**

- 1 Cash Flow Statement has been prepared under the indirect method as set out in the Indian Accounting Standard (IND AS) 7 "Statement of Cash Flow".
- 2 Purchase of Fixed Assets includes movement of capital work-in-progress.

As per our Report of even date  
For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W

For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W

For Koshal & Associates  
Chartered Accountants  
FRN 121233 W

Sd/-  
Akhil Rathi  
Proprietor  
Mumbai,  
M. No. 154788  
UDIN: 21154788AAAABM5548

Sd/-  
Ganesh Adukia  
Proprietor  
Mumbai,  
M. No. 169737  
UDIN: 21169737AAAABD5308

Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai,  
M. No. 043746  
UDIN: 21043746AAAACD5702

For and on behalf of the Board

Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977

Sd/-  
ELESH KHARA  
Director & CFO  
DIN 06938709

Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912

Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365

PLACE: MUMBAI  
DATE: 28/05/2021

## NOTES FORMING PARTS OF FINANCIAL STATEMENTS

### A. CORPORATE INFORMATION

Confidence Petroleum India Limited (the Company) is a BSE and NSE listed entity incorporated in India having registered, office at 701, Shivai Plaza Premises Chs. Ltd, Plot No 79, Marol Industrial Estate, Nr Mahalaxmi Hotel, Andheri East, Mumbai, Maharashtra -400059 . The Company is one of leading manufacturers of LPG Cylinders in India along with its repairing activity, prominent supplier of Auto LPG in India with its network of bottling plants and ALDS Stations across India, into Parallel LPG Market by the name of pack cylinder division with GO GAS as its brand, into selling LPG to both domestic and commercial users at competitive rates, into bottling blending /marketing of LPG and also in its Logistic business. These standalone financial statements were approved by the Board of Directors and authorized for issue on May 28 ,2021

### B. SIGNIFICANT ACCOUNTING POLICIES

#### B1 BASIS FOR PREPARATION AND PRESENTATION

The Financial Statements have been prepared on the historical cost basis. Further, the Company maintains its accounts in accrual basis accounting policies are consistently applied by the Company to all the period mentioned in the financial statements.

The preparation of financial statements is in accordance with the Indian Accounting standard ('IND AS') notified under section 133 of the Companies Act, 2013 ("the Act) read with the Companies Indian Accounting standard Rules 2015 as amended.

#### B2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

##### Use of estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in the future periods.

##### Current / Non-current classification:

The Company presents assets and liabilities in the Balance Sheet based on Current/ Non-Current classification.

An asset is treated as Current when it is -

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

All other assets are classified as non-current.

A liability is current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;

- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

The Company classifies all other liabilities as non-current.

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

### **B3 Property Plant & Equipment**

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably.

Property, plant and equipment which are not ready for intended use as on the date of Balance Sheet are disclosed as "Capital work-in-progress"

Gain or losses arising from disposal of tangible assets are measured as the difference between the net disposal proceeds and the carrying amount of assets and are recognized in the statement of profit and loss when the assets is disposed.

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the written down value Method Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013

Depreciation and amortization methods, useful lives and residual values are reviewed periodically, including at each financial year end.

### **B4 Financial Instruments**

#### **i. Financial Assets**

##### **A. Initial Recognition and Measurement**

All Financial Assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

##### **B. Subsequent Measurement**

###### **a) Financial Assets measured at Amortised Cost (AC)**

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represent solely payments of principal and interest on the principal amount outstanding.

**b) Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)**

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

**c) Financial Assets measured at Fair Value Through Profit or Loss (FVTPL)**

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

**C. Investment in Subsidiaries, Associates and Joint Ventures**

The Company has accounted for its investments in Subsidiaries, associates and joint venture at cost less impairment loss (if any).

**ii. Financial Liabilities**

**A. Initial Recognition and Measurement**

All Financial Liabilities are recognised at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

**B. Subsequent Measurement**

Financial Liabilities are carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

**E. Impairment of Non-Financial Assets**

Management Periodically assesses, using external and internal sources whether there is an indication that an asset may be impaired. An impairment is recognized whenever the carrying value of the asset exceeds its recoverable amount. Recoverable amount is higher of an assets net selling price and its value in use. An impairment loss, if any, is recognized in the Statement of profit & Loss in the period in which impairment takes place

At each balance sheet date, the Company assesses whether there is any indication that any property, plant and equipment may be impaired. If any such impairment exists the recoverable amount of an asset is estimated to determine the extent of impairment, if any. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of Profit and Loss.

An asset or cash-generating unit impaired in prior years is reviewed at each balance sheet date to determine whether there is any indication of a reversal of impairment loss recognized in prior years.

#### **B5. Finance Costs**

Borrowing costs that are directly attributable to the acquisition or construction of an asset that necessarily takes substantial period of time to get ready for its intended use are capitalized as a part of the cost of that asset till the date it is ready for its intended use or sale. Other borrowing costs are recognized as an expense in the period in which they incurred.

#### **B6. Inventories**

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any,. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Cost of finished goods, work-in-progress, raw materials, and stores and spares are determined on weighted average basis.

#### **B7. REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

##### **i. Sale of Goods /Services**

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or service. The Company collects Good and Service Tax / other taxes on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

##### **ii. Interest Income**

Interest income is recognized on a time proportion basis considering the carrying amount and the effective interest rate. Interest income is included under the head 'Other income' in the statement of profit and loss Separate disclosure of Tax Deducted at Source has been made by the Company.

##### **iii. Dividends**

Revenue is recognized when the Company's right to receive the dividend is established by the reporting date. Dividend income is included under the head 'Other income' in the statement of profit and loss..

## **B8. FOREIGN CURRENCY TRANSACTIONS**

These financial statements are presented in Indian rupees, which is the functional currency of the company. Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are re-measured into the functional currency at the exchange rate prevailing on the balance sheet date. Exchange differences are recognised in the statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction.

## **B9. Employee benefits expense**

### **(i) Provident Fund**

Provident fund is a defined contribution plan covering eligible employees. The Company and the eligible employees make a monthly contribution to the provident fund maintained by the Regional Provident Fund Commissioner equal to the specified percentage of the basic salary of the eligible employees as per the scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The Company has no obligation, other than the contribution payable to the provident fund.

### **(ii) Gratuity**

Gratuity is a defined benefit obligation plan operated by the Company for its employees covered under the Company Gratuity Scheme. Since company is having huge turnover of employee and further employees are appointed are also only of fixed term of 1 to 2 years hence liability gratuity does not arise and provided.

### **(iii) Leave encashment**

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit for measurement purposes. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company has a policy of making payment of all dues against leaves balance entitled to be carried forward in the same year. Hence as such no Leave Encashment liability stands off.

## **B10 Segment Reporting**

In accordance with paragraph 4 of Ind AS 108- "Operating Segments" the Company has disclosed segment information only on basis of the consolidated financial statements which are presented together along with the standalone financial statements

## **B11. CASH & CASH EQUIVALENTS**

Cash and cash equivalents comprise of cash at bank and in hand and short-term money market deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value

## **B.12 PROVISIONS**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

## **B13.TAXES ON INCOME**

The Tax expense for the period comprises of current and deferred Income tax. Tax is recognized instatement of Profit & Loss, except to the extent it relates to its items recognized in the Other Comprehensive Income or in equity. In which case, the tax is also recognized in other Comprehensive Income or Equity.

### **i) Current Tax**

Current Tax is asset and liabilities are measured at the amount expected to be recovered from or paid to the Income tax Authorities, based on tax rates and laws that are enacted at the Balance Sheet date.

### **ii) Deferred Tax**

Deferred Tax is recognized on temporary differences between the carrying amounts of the assets and liabilities in which the liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

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

## **B14. Contingent liability**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

CONFIDENCE PETROLEUM INDIA LIMITED

STANDALONE SCHEDULES FORMING PART OF PROFIT & LOSS ACCOUNT AND BALANCE SHEET AS ON 31.3.2021

SCHEDULE ' 1 '

PROPERTY, PLANT AND EQUIPMENT, CAPITAL WORK IN

Block Head	Useful Life	GROSS BLOCK				DEPRECIATION BLOCK				NET BLOCK	
		As on 01-04-2020	Addition 20-21	Sale / Adjustment	As on 31-03-2021	As on 01-04-2020	Other Assets	Sale / Adjustment	As on 31-03-2021	AS ON	
										31.03.21	31.03.20
Land	N.A.	2618	0	0	2618	373	22	0	395	2222	2244
Office Building	60	261	0	0	261	52	10	0	62	200	210
Factory Building	30	13273	2867	0	16141	5568	767	0	6334	9806	7706
Plant & Machinery	15	28796	6647	0	35443	15902	2129	0	18031	17412	12893
Electrical Installation	10	672	1	0	673	657	2	0	660	13	14
Vehicle	8	707	0	0	707	503	64	0	567	140	203
Heavy Vehicle	8	2068	555	0	2622	877	409	0	1286	1336	1191
Furniture & Fixtures	10	169	3	0	171	152	3	0	155	16	16
Computer	3	291	28	0	319	234	38	0	272	47	57
Office Equipments	10	88	28	0	116	63	4	0	67	49	25
Cylinders	10	10051	1673	0	11724	4652	1556	0	6208	5516	5399
<b>TOTAL</b>		<b>58993</b>	<b>11802</b>	<b>0</b>	<b>70795</b>	<b>29034</b>	<b>5004</b>	<b>0</b>	<b>34038</b>	<b>36756</b>	<b>29959</b>
WIP Project		3822	814	2801	1835	0	0	0	0	1835	3822
<b>TOTAL</b>		<b>62814</b>	<b>12616</b>	<b>2801</b>	<b>72629</b>	<b>29034</b>	<b>5004</b>	<b>0</b>	<b>34038</b>	<b>38591</b>	<b>33780</b>
<b>TOTAL PREVIOUS YEAR</b>		<b>54474</b>	<b>19366</b>	<b>11025</b>	<b>62814</b>	<b>24092</b>	<b>4942</b>	<b>0</b>	<b>29034</b>	<b>33780</b>	<b>30382</b>

**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021**

**Notes on Financial Statements for the Year ended 31st March, 2021**

PARTICULARS		AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>2.</b>			
<b>INVESTMENT –NON-CURRENT</b>			
<b>At Amortized cost</b>			
<b>INVESTMENTS IN SUBSIDIARIES &amp; ASSOCIATES</b>			
National Saving Certificate		0.17	0.17
Shares of Tirupati Bank		6.38	6.38
Shares in Indian company (Unquoted)		0.51	0.51
- Investment in Partnership Business of Bangalore Go Gas		0.00	12.50
- Investment in Shares of Jaypore Blueflames Pvt. Ltd.		187.00	0.50
- Investment in Shares of Suraj Cylinders Pvt. Ltd.		33.26	21.34
- Investment in Indian Auto Gas Ltd.		267.49	228.63
- Investment in UMA LPG Bottling Pvt Ltd.		46.12	40.00
- Investment in Garg Distilleries Pvt. Ltd.		186.12	186.12
- Investment – Others		0.00	1418.76
(a)		<b>727.40</b>	<b>1914.91</b>
<b>In Equity Shares of Subsidiaries</b>	<b>Face Value</b>		
-100% holding in Shares of Hemkunt Petroleum Ltd	10	66.20	12.30
-100% holding in Shares of Tarea LPG Bottling Pvt. Ltd	100	1.00	1.00
-100% holding in Shares of Agwan Coach Pvt. Ltd.	10	10.00	10.00
- 100% holding in Shares of Gaspoint Bottling Pvt. Ltd.	10	308.00	98.00
-100% holding in Shares of Confidence Go Gas Ltd.	100	5.00	5.00
-100% holding in Shares of Keppy Infrastructure Developers Pvt. Ltd.	10	1.00	1.00
-100% holding in Shares of Unity Cylinders Equipment Pvt. Ltd.	10	301.00	1.00
-100% holding in Shares of Confidence Technologies Pvt. Ltd.	10	291.00	1.00
-100% holding in Shares of SV Engineering Pvt. Ltd.	10	681.88	481.88
- 50% holding in Shares of Chhatisgarh Gaspoint Bottling Pvt. Ltd.	10	39.00	39.00
- 50% holding in Shares of Nine Infra Projects Pvt. Ltd.	10	62.50	2.50
- 50% holding in Shares of Blue flame Industries Pvt. Ltd.	10	133.50	133.50
- 100% holding in Shares of Papusha Gases Pvt Ltd	10	22.08	0.50
- 56.99 % holding in Shares of Confidence Futuristic Infra Ltd.	10	429.83	229.83
- 90% holding in Partnership Business of M/s Sneha Petroleum, Bangalore		270.00	272.55
- 50% holding in Partnership Business of M/s North East Cylinders		50.00	50.00
-70% holding in Investment In Pt Surya Go Gas Indonesia		1613.61	1,613.61
(b)		<b>4285.60</b>	<b>2952.67</b>
<b>TOTAL (a+b)</b>		<b>5012.64</b>	<b>4,867.58</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs		AS AT 31.03.2020 Rs. in Lacs
<b>3</b>			
<b>LOANS- NON-CURRENT:</b>			
<b>Deposits &amp; Recoverable (Un - secured)</b>			
Due from Related Parties	2594.00		325.26
Due from Others	4238.95		3778.95
<b>TOTAL</b>	<b>6832.95</b>		<b>4104.21</b>
<b>4</b>			
<b>OTHER NON CURRENT ASSETS</b>			
Due From Related Parties	933.28		849.49
Due from Govt	36.16		16.41
	<b>969.44</b>		<b>865.90</b>
<b>CURRENT ASSETS</b>			
<b>5. INVENTORIES</b>			
<b>(At Lower of Cost or Net Realizable Value which ever is lower and As Valued, Verified &amp; certified by the Management)</b>			
- Raw Materials	875.67		883.98
- Work in Progress	1425.78		1348.86
- Finished Goods	3405.78		2741.92
Components	96.89		91.40
Consumables	152.23		151.64
<b>TOTAL</b>	<b>5956.36</b>		<b>5217.80</b>
<b>6.</b>			
<b>TRADE RECEIVABLES</b>			
(Unsecured, considered good)			
Trade Receivables	6117.18		6012.97
<b>TOTAL</b>	<b>6117.18</b>		<b>6012.97</b>
<b>7.</b>			
<b>CASH AND BANK BALANCE</b>			
<b>Cash and cash equivalents</b>			
Balance with banks	380.83	817.18	
Cash in Hand	217.96		128.83
	<b>598.79</b>		<b>946.01</b>
<b>Bank balances other than cash and cash equivalent as above</b>			
<b>In Fixed Deposit Account</b>			
F.D.R. (Against L/C B/G Margin Money /Others)	856.37		909.57
	<b>856.37</b>		<b>909.57</b>
<b>Total Cash &amp; Bank Balance</b>	<b>1455.16</b>		<b>1855.58</b>
<b>8.</b>			
<b>OTHER FINANCIAL ASSETS</b>			
Due from Related Parties	1946.08		0.00
Deposits & Recoverable	2653.64		4453.89
	<b>4599.72</b>		<b>4453.89</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
9. <b>OTHER CURRENT ASSETS</b> Advance Paid Against Tax dues	772.19	708.14
	<b>772.19</b>	<b>708.14</b>

#### 10- : EQUITY SHARE CAPITAL

<b>AUTHORISED</b> 35 75 00 000 (35 75 00 000 )Equity Shares of Rs. 1/- each	3575.00	3575.00
<b>ISSUED SUBSCRIBED AND PAID UP</b> 28 40 11 920 (28 40 11 920)Equity Shares of Rs. 1/- each fully paid up 10176920 (NIL) Shares Issued during the Year	2738.35 101.76	2738.35 0.00
<b>TOTAL</b>	<b>2840.11</b>	<b>2738.35</b>

- i) 1,01 76, 920 shares Warrants fully Convertible were preferentially allotted @52 each on 22/03/2019 as per approval received from Bombay Stock Exchange. The Company has received entire amount and converted these into fully paid equity shares on 25/03/2021.

#### The reconciliation of number of shares outstanding is set out below

Particulars	No of shares	No of shares
Equity shares at the beginning of the year	27 38 35 000	27 38 35 000
Add: Shares issued during the year	1 01 76 920	0
Equity shares at the end of the year	28 40 11 920	27 38 35 000

#### Rights, Preferences and Restrictions attached to shares

The Company has only one class of equity shares having face value of Rs. 1 each and the holder of the equity share is entitled to one vote per share. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend if any. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in proportion to the number of equity shares held

The details of the shareholders holding more than 5% shares in company

Sr. No.	Name of the shareholder	Total shares held -2021		Total shares held -2020	
		Number of shares	As a % of total holding	Number of shares	As a % of total holding
1	Nitin P Khara	23532987	8.29	23532987	8.59
2	Gaspoint Petroleum I Ltd	70860975	24.95	66387160	24.24

11- : OTHER EQUITY					
PARTICULARS		AS AT 31.03.2021 Rs. in Lacs		AS AT 31.03.2020 Rs. in Lacs	
<b>Securities Premium</b> As per last Balance Sheet	(a)		22068.34		18,099.34
			<b>22068.34</b>		<b>18,099.34</b>
<b>Capital Subsidy Reserves</b> As per last Balance Sheet	(b)		44.81		22.50
			<b>44.81</b>		<b>22.50</b>
<b>General Reserve</b> As per last Balance Sheet	(c)		145.24		145.24
			<b>145.24</b>		<b>145.24</b>
<b>Revaluation Reserve</b> As per last Balance Sheet	(d)		1050.00		1050.00
			<b>1050.00</b>		<b>1050.00</b>
<b>Money received against Share Warrant</b> Opening Balance Add : Warrant Allotted during the year Less : Warrant converted into Equity Shares	(e)		101.77		0.00
			0.00		101.77
			101.77		0.00
			<b>0.00</b>		<b>101.77</b>
<b>Retained Earnings :</b> <b>Opening Balance - Profit &amp; Loss Account</b> <b>Add : Profit/Loss for the period</b> Less : Final Dividend Paid /7.50% in FY 2020-21 for 2019-20 approved at AGM Less : CSR Expenses	(f)		<b>20862.17</b>		<b>15982.75</b>
			4576.14		4964.51
			205.28		0
			125.00		85.09
			<b>25108.03</b>		<b>20862.17</b>
<b>TOTAL (a+b+c+d+e)</b>			<b>48416.42</b>		<b>40281.02</b>

<b>12. BORROWINGS NON CURRENT :</b>				
<b>PARTICULARS</b>		<b>AS AT 31.03.2021 Rs. in Lacs</b>		<b>AS AT 31.03.2020 Rs. in Lacs</b>
Secured Loans				
1)Term Loans				
From - Banks		1148.16		1039.78
From - Others		35.63		0.00
Inter Corporate Deposits		461.30		1575.93
From SICOM Limited (Interest Free) (Under Deferral Package Scheme of Incentive 1993.		106.12		106.12
<b>TOTAL</b>		<b>1751.21</b>		<b>2721.83</b>

- i) Rs. 1.99 Crs. Are secured with Bank of India, Gandhibag. (Of which Rs. 0.00 Crs is repayable within one year) against Property located at Plot No. 1 Mahendra Nagar, Teka Naka, Kamptee Road, Nagpur, and personal guarantee of Shri Nitin Khara
- ii) Rs. 11.48 Crs. Are secured with the AXIS Bank Ltd (Of which Rs. 4.86 Crs is repayable in within one year) against Vehicles /Generators / Specific Equipments financed and personal guarantee of Shri Nitin Khara
- iii) Rs. 35.63 Lacss. Are secured with the Sundaram Finance Limited against Vehicles financed and personal guarantee of Shri Nitin Khara

**13. OTHER FINANCIAL LIABILITIES – NON CURRENT**

<b>PARTICULARS</b>		<b>AS AT 31.03.2021 Rs. in Lacs</b>		<b>AS AT 31.03.2020 Rs. in Lacs</b>
Deposit Received against Cylinders		10836.43		9730.30
<b>TOTAL</b>		<b>10836.43</b>		<b>9730.30</b>

- 1) These deposits have been received against LPG Cylinders given to dealers and distributors for filling gases and is refundable subject to allowance of wear and tear to them on their return.

**14. DEFERRED TAX LIABILITIES :**

<b>PARTICULARS</b>		<b>AS AT 31.03.2021 Rs. in Lacs</b>		<b>AS AT 31.03.2020 Rs. in Lacs</b>
<b>Related to Property plants &amp; Equipments</b>				
Opening Balance		1939.56		1614.14
Additions during the year		(154.22)		325.42
Closing Balance		1785.34		1939.56
<b>TOTAL</b>		<b>1785.34</b>		<b>1939.56</b>

15.

**CURRENT BORROWINGS :**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>Secured Loans</b>		
Working Capital Loans - from Banks	2989.14	2940.30
- From Others	0.00	67.58
<b>TOTAL</b>	<b>2989.14</b>	<b>3007.87</b>

- i) Rs.19.81 Crs Secured against charge With ICICI Bank Ltd. by way of charge on the Company's entire stocks of raw materials, semi – finished and finished goods, consumable stores and spares and such other movables including book – debts, bills whether documentary or clean, outstanding monies, receivables, both present and future, in a form and manner satisfactory to the Bank ranking pari-passu with the other participating bank along with equitable mortgage of land and building situated at Khasra No.(Survey No.) 209, Rampur road, Bazpur, Dist. Uddhamsinghnagar, Uttranchal , Survey no. 338, Post Noorpura, Village and Taluka Halol, District Panchmahal, Kh. No. 82 (old) 82/1 (new) along with Factory Shed thereon admeasuring situated at Mouza Ringnabodi, Taluka Katol, Dist. Nagpur, Property on Khata No. 00070 Khasra No. 217 area 10832 Sq. Mt. & Khata No.00071 Khasra No. 215 area 6545 Sq. Mt. Total area 17377 Sq. Mt. Situated at Revenue Village Puramana Tehsil Kiraoli District Agra U.P and personal guarantee of directors of the company i.e. Shri Nitin Khara and Shri Elesh Khara
- ii) Rs. 10.08 Crs Secured against charge With Central Bank of India, LIC Sq. Nagpur for hypothecation of Property situated at Kh No. 60 & 61 Mauza Buruzwada Saoner Road, Nagpur and charge over stock of Raw Material, Consumable, Finished goods, Work in Process, Book debts and personal guarantee of the Directors of the company i.e. Shri Nitin Khara and Shri Elesh Khara  
Of 10.08 Crs Rs. 1.40 Crs is due as COVID Loan from Central Bank of India, LIC Sq. Nagpur.

**16. - TRADE PAYABLES**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
Micro, Small & Medium Enterprises	0	0
Creditors other than Micro, Small & Medium Enterprises	523.99	520.40
<b>TOTAL</b>	<b>523.99</b>	<b>520.40</b>

Dues to parties covered under the Micro, Small and Medium Enterprises as per MSMED Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditor.

17.  
**OTHER CURRENT FINANCIAL LIABILITIES :**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
Term Loans Installments Payable within one year	486.33	211.25
<b>TOTAL</b>	<b>486.33</b>	<b>211.25</b>

18.  
**OTHER CURRENT LIABILITIES :**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
Statutory Dues		
Other Payables	487.60	583.50
<b>TOTAL</b>	<b>487.60</b>	<b>583.50</b>

19.  
**PROVISIONS**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
Provision for Expenses	190.40	132.36
<b>TOTAL</b>	<b>190.40</b>	<b>132.36</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>21</b>		
<b>REVENUE FROM OPERATIONS</b>		
Sale of Cylinders /Raw Material/ Project / Scrap/Others	9811.77	17639.09
Sale of LPG and Auto LPG/ Filling /DPT / Transport Charges	68186.13	80940.06
	<b>77997.90</b>	<b>98579.12</b>
Less : Excise Duty / Service Tax Recovered	0	0
<b>TOTAL</b>	<b>77997.90</b>	<b>98579.12</b>
<b>22 :</b>		
<b>OTHER INCOME</b>		
Interest Income	161.68	197.92
Calibration Income	0	106.36
Dividend Received	0	9.30
Miscellaneous Receipts	0	66.72
<b>TOTAL</b>	<b>161.68</b>	<b>380.30</b>

<b>23.</b>			
<b>COST OF MATERIAL CONSUMED :</b>			
Opening Stock	1125.80		891.11
Add : Purchases	7889.73		17255.85
<b>Less :-</b>			
Discount Received	208.95		632.94
<b>Closing Stock</b>	1123.56		1125.80
<b>TOTAL</b>	<b>7683.02</b>		<b>16388.22</b>
<b>24</b>			
<b>PURCHASE OF STOCK-IN-T LPG CONSUMED :</b>			
Purchases of LPG/Other Materials	50462.31		57818.30
<b>TOTAL</b>	<b>50462.31</b>		<b>57818.30</b>
<b>25</b>			
<b>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK- IN-TRADE</b>			
<b>INCREASE IN STOCKS</b>			
<b>Opening Stock</b>			
Finished Goods	2741.92		2211.31
Work in Progress	1348.86		2451.99
<b>SUBTOTAL</b>	<b>4090.78</b>		<b>4,663.30</b>
<b>LESS :</b>			
<b>Closing Stock</b>			
Finished Goods	3405.80		2741.93
Work in Progress	1425.78		1348.86
<b>SUBTOTAL</b>	<b>4831.58</b>		<b>4,090.79</b>
<b>INCREASE / (DECREASE) IN STOCKS</b>	<b>(740.80)</b>		<b>572.51</b>

<b>PARTICULARS</b>	<b>AS AT 31.03.2021 Rs. in Lacs</b>	<b>AS AT 31.03.2020 Rs. in Lacs</b>
<b>26</b>		
<b>EMPLOYEES BENEFITS EXPENSES</b>		
Salary and Wages	2894.20	4,002.75
Staff and Labor Welfare	86.49	36.84
<b>TOTAL</b>	<b>2980.69</b>	<b>4,039.59</b>

<b>27</b>			
<b>FINANCE COST :</b>			
Interest on Term Loan	98.34		134.64
on others	529.82		644.39
Other Borrowing Costs	61.39		118.23
<b>TOTAL</b>	<b>689.54</b>		<b>897.26</b>
<b>28</b>			
<b>OTHER EXPENSES</b>			
<b>Operating Expenses</b>			
<b>Factory expenses</b>			
- Power and Fuel	521.48		621.15
- Plant Licenses and other Exp.	195.58		325.29
- Carriage Inward	203.09		359.18
- Job Work Charges	552.10		1,190.86
- Testing and Marking Fees	78.15		93.36
<b>Repair and Maintenance</b>			
- Plant and Machinery	35.91		64.62
- Others	74.01		61.11
<b>Sub total (a)</b>	<b>1660.32</b>		<b>2,715.57</b>
<b>Administration Expenses</b>			
Rent, Rates and Taxes	25.69		1.41
Printing and Stationery	26.33		20.86
Remuneration to Auditors	10.00		6.00
Rental & Site Expenses	2298.50		2,344.02
Security Charges	101.05		186.58
Insurance Expenses	55.57		46.59
Carriage Outward	707.34		531.85
Travelling Expenses	96.23		275.30
Remuneration to Directors	150.00		150.00
Miscellaneous Expenses	52.45		35.78
LD Charges	378.33		269.53
Communication Expenses	38.26		55.64
Legal and Professional Charges	46.73		338.69
Filing Fees Roc and others	23.64		56.03
Advertising and Sales Promotion	198.45		482.58
Vehicle Expenses	110.18		165.64
<b>Sub total (b)</b>	<b>4318.76</b>		<b>4,966.50</b>
<b>TOTAL (a+b)</b>	<b>5979.08</b>		<b>7,682.07</b>

**NOTES NO: 20**

**NOTES ON ACCOUNTS**

<b>1. Contingent liabilities not provided for:</b>	<b>2020-21 (Rs.in lacs)</b>	<b>2019-20 (Rs.in lacs)</b>
a) Outstanding Bank Guarantees	715.45	722.38
b) Counter Guarantee to Bank	360.00	Nil
c) Disputed income tax demand	88.24	NIL
d) sales tax assessment /c form demand	514.09	320
e) Disputed tds demand	7.11	7.11
f) Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances)	Nil	Nil

2. Management has been continuously evaluating the possible effects that may result from the pandemic relating to COVID-19 on the operational and financial results of the Company for the Year ended on March 31, 2021. The Company has considered and taken into account internal and external information in assessing the recoverability of financial and non-financial assets. Given the uncertainties associated with nature, condition and duration of COVID-19, the impact assessment on the Company's financial information will be continuously made and provided for as required.
3. The Company has availed Sales Tax Deferral under Package Scheme of Incentives, 1993 of Govt. of Maharashtra valid up to 31-7-2002 and sales tax deferral exemption converted into sales tax exemption w.e.f.01-08-2002 to 31-03-2006.
4. The Competition Commission of India has taken up a case in FY 2012-13 against all cylinder Manufacturers regarding bid rigging and imposed a penalty of Rs. 27.36 Crs. The Case has been adjudged by Honorable Supreme Court finally decided in favour of company and no penalties against this order is payable by the company. The Competition Commission has further initiated fresh case in FY 2019-20 /against company and other cylinder manufactures imposing penalty of Rs. 2.84 Crs against CPIL and Rs. 31 thousand against directors. The company has filed an appeal and is expecting favourable verdict as was in earlier case as grounds of the new case is similar to earlier one.

**5. Disclosure in respect of related parties pursuant to IND AS -24.**

(A) List of related parties:

Sr. No.	Name of Related Parties	Relationship
1	Confidence Go Gas Ltd	Wholly Owned Subsidiary
2	Gaspoint Bottling Private Ltd	Wholly Owned Subsidiary
3	Hemkunt Petroleum Ltd	Wholly Owned Subsidiary
4	Taraa LPG Bottling Pvt. Ltd	Wholly Owned Subsidiary
5	Keppy Infrastructure Developers Private Limited	Wholly Owned Subsidiary
6	Agwan Coach Private Limited	Wholly Owned Subsidiary
7	Unity Cylinders Equipments Private Limited	Wholly Owned Subsidiary
8	Confidence Technologies Private Limited	Wholly Owned Subsidiary
9	SV Engineering Private Limited	Wholly Owned Subsidiary
Sr. No.	Name of Related Parties	Relationship
10	Chhatisgarh Gaspoint Bottling Pvt. Ltd	Subsidiary *
11	Nine Infra Projects Pvt. Ltd	Subsidiary *
12	Confidence Futuristic Energtek Limited	Subsidiary *
13	Blueflame Industries Pvt Ltd	Subsidiary *
14	Papusha Gaspoint Bottling Pvt Ltd	Subsidiary **
15	Pt Surya Go Gas Indonesia	Subsidiary **
Sr. No.	Name of Related Parties	Relationship
16	Sneha Petroleum	Partner in Firm
17	North East Cylinders	Partner in Firm
Sr. No.	Name of Related Parties	Relationship
18	Suraj Cylinders Pvt Ltd	Group Company **
19	Banglore Go Gas	Group Firm
20	Jaypore blue flames Pvt Ltd	Group Company **

\* The Company holds 50% in nominal value of the equity share capital

\*\* The Company holds more than 50% in nominal value of the equity share capital

(1) Key Management Personnel or their relatives

Nitin Khara	- Managing Director
Elesh Khara	- Executive Director & CFO
Mansi Deogokar	- Women Independent Director
Sumant Sutaria	- Independent Director
Vaibhav Dedhia	- Independent Director
Prity Bhabhara	- Company Secretary

The Company has not entered into any transaction with its non executive independent directors or the enterprises over which they have significant influence

(B) During the year following transactions were carried out with related parties in the ordinary course of business.

Sr. No.	Nature of the Parties	Nature of Transaction	Volume of transaction (Net Rs.)
1.	Key Management Personnel	Directors Remuneration	150 Lacs
2.	Unity Cylinders Pvt Ltd	Sales	66.45 Lacs
3.	SV Engineering Pvt Ltd	Purchases	6.76 Lacs
4.	SV Engineering Pvt Ltd	Sales	463.48 Lacs
5.	Gaspoint Bottling Pvt Ltd	Purchases	166.61 Lacs
6.	Gaspoint Bottling Pvt Ltd	Sales	857.90 Lacs
7.	Confidence Techonologies Pvt Ltd	Purchases	325.36 Lacs
8.	Confidence Techonologies Pvt Ltd	Sales	473.46 Lacs
9.	Blueflame Industries Ltd	Purchases	0.58 Lacs
10.	Blueflame Industries Ltd	Sales	18.47 Lacs
11.	North East Cylinders	Sales	50.00 Lacs
12.	Sneha Petroleum	Purchases	6,182.66 Lacs
13.	Sneha Petroleum	Sales	92.63 Lacs
14.	Conidence Futuristic Ltd	Purchases	94.80 Lacs
15.	Conidence Futuristic Ltd	Sales	73.40 Lacs
16.	Papusha Gases Ltd	Sales	205.78 Lacs
17.	Hemkunt Petroleum Limited	Purchases	6.00 Lacs
18.	Hemkunt Petroleum Limited	Sales	5.23 Lacs
19.	Chhatisgarh Gaspoint Bottling Pvt Ltd	Purchase	8.40 Lacs
20.	Chhatisgarh Gaspoint Bottling Pvt Ltd	Sales	4.41 Lacs
21.	PT SURYA GO GAS	Interest Recd	73.22 Lacs

**Outstanding balances with related parties**

Particulars	Sch NO.	As on	As on	Relationship
		31.03.21	31.03.20	
		Rs. in Lacs	Rs. in Lacs	
<b>Other financial assets</b>	8			
Gas Point Petroleum India Ltd.		2,594.00	325.26	Group Company with Same Management
<b>Other current assets</b>				
Keppy Infrastructure Developers P Ltd		38.14	35.19	Subsidiary Company
Agwan Coach Pvt.Ltd.		89.67	71.84	Subsidiary Company
Unity Cylinders & Equipments Pvt. Ltd. (L&A)		104.02	135.22	Subsidiary Company
Confidence Technologies Pvt. Ltd.		176.50	180.55	Subsidiary Company
S. V. Engineering & Equipments Pvt. Ltd.		148.29	150.76	Subsidiary Company
Chhatishgard Gaspoint Bottling Pvt. Ltd		79.41	72.45	Subsidiary Company
Nine Infra Project Pvt Ltd		78.19	75.28	Subsidiary Company
Blue Flame Industries Pvt Ltd		82.83	66.47	Subsidiary Company
Papusha Gas Pvt Ltd.		94.56	36.57	Subsidiary Company
Jaypore Blue Flame Private Limited		38.80	25.16	Subsidiary Company
Suraj Cylinders Pvt. Ltd.		0.36	0.00	Subsidiary Company
North East Cylinder Industries.		2.50	0.00	Partner in firm
<b>Other financial assets</b>				
Confidence Futuristic Energetech Ltd.		1,946.08	0.00	Subsidiary Company

6

INCOME TAX IND AS -12

Rs. in Lacs

Particulars	AS AT	AS AT
	31.03.2021	31.03.2020
Income Tax Recognized in Statement of Profit & Loss		
Current Tax	1,679.60	1,329.42
Deferred Tax	(154.22)	325.42
<b>Total Income Tax Recognized in the current Year</b>	<b>1,525.38</b>	<b>1,654.84</b>
The Income Tax Expenses for the year can be reconciled to the accounting profit as follows :		
Profit Before Tax	5,976.53	6,534.26
Add : Exceptional Items	125.00	85.09
Profit Before Exceptional Items	6,101.53	6,619.35
Applicable Tax Rates	25.00%	25.00%
Computed Tax Expenses	1,525.38	1,654.84
Tax Effect of :		
Incremental deferred tax liability on account of Property plants & Equipments	(154.22)	325.42
Deferred Tax Provisions	(154.22)	325.42
Tax Expenses recognized in statement of Profit & Loss Account	1,525.38	1,654.84
Effective Tax Rates	25.00%	25.00%

**7. Payments to Managing Director and Executive Director.**

Particulars	2020-21	2019-20
	Amount (Rs.in lacs)	Amount (Rs.in lacs)
I) Salaries & Allowances	150.00	150.00

**8. Auditor's Remuneration**

Particulars	2020-21	2019-20
	Amount (Rs.in lacs)	Amount (Rs.in lacs)
I) Audit Fee	10.00	6.00
II) Service Tax & Others	0.00	0.00
<b>Total</b>	<b>10.00</b>	<b>6.00</b>

## 9. Financial Risk Management

Financial risk management objectives and policies The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board of Directors .

The company has not made any foreign currency borrowings hence no risk is involved.

### Ageing of Account Receivables

(figures Rs, in Lacs)

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Debts Outstanding for a period exceeding six months	237.48	198.26
Others	5879.70	5,814.71
<b>Total</b>	<b>6117.18</b>	<b>6012.97</b>

### Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

### Capital Risk Management Risk Management

The Company's objectives when managing capital are to

\* safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders.

\* maintain an optimal capital structure to reduce the cost of capital

The Company monitors capital on the basis of the following debt equity ratio:

(figures Rs, in Lacs)

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Net Debt	14121.61	13604.42
Total Equity	51,256.54	43,019.37
<b>Debt / Equity</b>	<b>0.28</b>	<b>0.32</b>

### 10. Dividend

The company has declared dividend but Details of dividend paid are

(figures Rs, in Lacs)

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Final Dividend Paid	0.00	205.28

### 11. Earning Per Share ( EPS )

(figures Rs, in Lacs)

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Net Profit After Tax	4576.15	4964.51
Weighted Average No of Shares	2840.11	2738.35
Nominal Value of Shares	1.00	1.00
Basic Earnings per share	<b>1.61</b>	1.81
Diluted Earnings per share	<b>1.61</b>	1.75

### Fair Value Measurement

#### Fair Value Measurement

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values: ·

Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.

Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

(figures Rs, in Lacs)

Particulars	As at 31st March 2021			As at 31st March 2020		
	Amortized Cost	Level of Input used in Level -1	Level of Input used in Level -2	Amortized Cost	Level of Input used in Level -1	Level of Input used in Level -2
<b>At amortized Cost</b>						
Financial Assets						
Investment	5013	-	-	4868	-	-
Trade Receivable	6117	-	-	6013	-	-
Loans	6833			4104		
Cash & Cash Equivalent	1455	-	-	1856	-	-
Other financial Assets	4600			4454		
Financial Liabilities						
Borrowings	4740	-	-	5730	-	-
Trade Payable	524	-	-	520	-	-
Other Financial Liabilities	486	-	-	211	-	-

The Financial Instruments are categorized in two level based on the inputs used to arrive at fair value measurement as described below

**Level 1:** quoted (unadjusted) prices in active markets for identical assets or liabilities

**Level 2:** other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

## Recent accounting pronouncements

### Standards issued but not effective

On March 24, 2021, the Ministry of Corporate Affairs (“MCA”) through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Some of the key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

- a) Lease liabilities should be separately disclosed under the head ‘financial liabilities’, duly distinguished as current or non-current.
- b) Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- c) Specified format for disclosure of shareholding of promoters.
- d) Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- e) If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- f) Specific disclosure under ‘additional regulatory requirement’ such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.
- g) Realignment of presentation of following financial statement captions:
  - Security deposits to be presented under other financial assets (earlier: under loans)
  - Current maturities of long-term borrowings to be disclosed separately under borrowings (earlier: under other financial liabilities)
- h) Disclosure of charges/ satisfaction yet to be registered with ROC beyond the statutory period along with details and reasons thereof
- i) Prescribed disclosures where loans/ advances in the nature of loans were granted to promoters, directors, KMPs and the related parties (as defined under 2013 Act), either severally or jointly with any other person that are:
  - Repayable on demand or
  - Without specifying any terms/ period of repayment
- j) Disclosure of prescribed ratios e.g. current ratio, debt-equity ratio (Explain items included in numerator and denominator and any change in the ratio >25% as compared to the preceding year).

- k) Disclosure of the following where borrowings are made from banks/ FI on the basis of security of current assets
- Whether quarterly returns/ statements of current assets filed with banks/ FI are in agreement with the books
  - Summary of reconciliation and reasons of material discrepancies (if any)
- l) Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of financial statements.

The Company is assessing the impact of these changes and will accordingly incorporate the same for the financial statements for the year ended March 31, 2022

12. Previous year figures have been regrouped/reclassified wherever necessary to make them comparable with current year figures.

**As per our Report of even date**

**For Akhil Rathi & Co.**  
Chartered Accountants  
FRN 136954 W

**For Ganesh Adukia & Associates**  
Chartered Accountants  
FRN 142238 W

**For Koshal & Associates**  
Chartered Accountants  
FRN 121233 W

Sd/-  
Akhil Rathi  
Proprietor  
Mumbai,  
M. No. 154788  
UDIN:21154788AAAABM5548

Sd/-  
Ganesh Adukia  
Proprietor  
Mumbai,  
M. No. 169737  
UDIN: 21169737AAAABD5308

Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai,  
M. No. 043746  
UDIN: 21043746AAAACD5702

**For and on behalf of the Board**

Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977

Sd/-  
ELESH KHARA  
Director & CFO  
DIN 06938709

Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912

Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365

PLACE: MUMBAI  
DATE: 28/05/2021

## Independent Auditors' Report

**TO**

**THE MEMBERS OF CONFIDENCE PETROLEUM INDIA LIMITED**

**REPORT ON THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

**OPINION**

We have audited the accompanying Consolidated Financial Statements of Confidence Petroleum India Limited (hereinafter referred to as "the Holding Company"), its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") its associates and joint ventures comprising of the consolidated Balance sheet as at March 31, 2021, the consolidated Statement of Profit and Loss, including other comprehensive income, the consolidated Cash Flow Statement and the consolidated Statement of Changes in Equity for the year then ended, and notes to the Consolidated Financial Statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries, associates and joint ventures, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013, as amended ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group, its associates and joint ventures as at March 31, 2021, their consolidated profit including other comprehensive income, their consolidated cash flows and the consolidated statement of changes in equity for the year ended on that date.

**BASIS FOR OPINION**

We conducted our audit of the Consolidated Financial Statements in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditors' Responsibilities for the Audit of the Consolidated Financial Statements' section of our report. We are independent of the Group, its associates and joint ventures in accordance with the 'Code of Ethics' issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Financial Statements.

## **EMPHASIS OF MATTER**

Note No. 13 to financial statements, indicates uncertainties associated with the COVID-19 pandemic and impact assessment made by the company. As mentioned in the said note, the management has taken into account all the possible impacts known events arising from COVID-19 pandemic and the resultant lockdowns in the preparation of financial statement. Based on the future economic conditions, the actual impact may not be in line with the current estimates as made by the company.

## **KEY AUDIT MATTERS**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements for the financial year ended March 31, 2021. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined there are no key audit matters to communicate in our report.

## **INFORMATION OTHER THAN THE FINANCIAL STATEMENTS AND AUDITORS' REPORT THEREON**

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the Consolidated Financial Statements and our auditors' report thereon. The chairman statement, Directors' Report, Management discussion and analysis report (herein after referred to as other report) are expected to be made available to us after the date of this auditor's report

Our opinion on the Consolidated 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 Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether such other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the other report, if we conclude that there is a material misstatement of this other information, we are required to report to those charged with governance.

## **RESPONSIBILITIES OF MANAGEMENT FOR THE CONSOLIDATED FINANCIAL STATEMENTS**

The Holding Company's Board of Directors is responsible for the preparation and presentation of these Consolidated Financial Statements in terms of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated statement of changes in equity of the Group including its associates and joint ventures in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. The respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and of its associates and joint ventures 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 the 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 Consolidated Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group and of its associates and joint ventures are responsible for assessing the ability of the Group and of its associates and joint ventures 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 Group or to cease operations, or has no realistic alternative but to do so.

Those respective Board of Directors of the companies included in the Group and of its associates and joint ventures are also responsible for overseeing the financial reporting process of the Group and of its associates and joint ventures.

## **AUDITORS' RESPONSIBILITIES FOR THE AUDIT OF THE CONSOLIDATED FINANCIAL STATEMENTS**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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 Consolidated 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 Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the Consolidated 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 auditors' report.

- However, future events or conditions may cause the Group and its associates and joint ventures to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, to express an opinion on the Consolidated Financial Statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the Consolidated Financial Statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors 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.

## **OTHER MATTERS**

We did not audit the annual financial statements of 17 subsidiaries included in the Statement, whose financial information reflects total assets of ₹ 8593.03 lakhs as at 31 March 2021 and cash flows (net cash inflow) of ₹ 261.25 lakhs , total revenues of ₹ 8312 lakhs, total net Profit after tax of ₹ 168 lakhs for the year ended on 31st March,2021.

Further out of these 17 subsidiaries, 1 of the subsidiary is following accounting year as Calendar Year and management certified figures are adopted for this subsidiary it represented turnover of Rs. 543.96 Lacs and net profit after tax of 82.79 Lacs for the year ended on 31st march 2021.

Further again out of 17 subsidiaries 2 subsidiaries and 9 joint ventures of its subsidiary whose financial statements reflect the Group's share of net profit after tax of Rs 203 Lacs as considered in the statement for the financial year ended on 31st March, 2021 whose financial statements and other financial information have not been audited by their auditors. In our opinion and according to the information and explanations given to us by the Management, these financial statements and other financial information are not material to the Group.

Our opinion above on the Consolidated Financial Statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements and other financial information certified by the Management.

## **REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of subsidiaries, associates and joint ventures, as noted in the 'other matters' paragraph we report, to the extent applicable, that:

- a) We/the other auditors whose report we have relied upon 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 of the aforesaid Consolidated Financial Statements;
- b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidation of the financial statements have been kept so far as it appears from our examination of those books and reports of the other auditors;
- c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
- d) In our opinion, the aforesaid Consolidated Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;

- e) The matter prescribed in Emphasis of Matter paragraph above, in our opinion, does not have an adverse effect on the functioning of the Group.
- f) On the basis of the written representations received from the directors of the Holding Company as on March 31, 2021 taken on record by the Board of Directors of the Holding Company and the reports of the other statutory auditors who are appointed under Section 139 of the Act, none of the directors, is disqualified as on March 31, 2021 from being appointed as a director in terms of Section 164 (2) of the Act;
- g) With respect to the adequacy and the operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements of the Group refer to our separate Report in “Annexure 1” to this report;
- h) In our opinion and based on the consideration of reports of other statutory auditors who are appointed under Section 139 of the Act, the managerial remuneration for the year ended March 31, 2021 has been paid/provided by the Group to their directors in accordance with the provisions of Section 197 read with Schedule V to the Act;
- i) With respect to the other matters to be included in the Auditors’ 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 and based on the consideration of the report of the other statutory auditors who are appointed under Section 139 of the Act, as noted in the ‘Other Matters’ paragraph:
  - i. The Group does not have any pending litigations which would impact its financial position.
  - ii. The Group does not have any long-term contracts including derivative contracts for which there were any material foreseeable losses; and
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Holding Company, its subsidiaries and associates incorporated in India during the year ended March 31, 2021.

As per our Report of even date

**For Akhil Rathi & Co.**  
Chartered Accountants  
FRN 136954 W

For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W

For Koshal & Associates  
Chartered Accountants  
FRN 121233 W

**Sd/-**  
**Akhil Rathi**  
Proprietor  
Mumbai,  
**M. No. 154788**  
UDIN:21154788AAABN3088  
**Date :28/05/2021**  
**Place : Mumbai**

**Sd/-**  
Ganesh Adukia  
Proprietor  
Mumbai,  
M. No. 169737  
UDIN:21169737AAAABE6200

Koshal Maheshwari  
Proprietor  
Mumbai,  
M. No. 043746  
UDIN:21043746AAAACE7899

## **ANNEXURE 1**

### **TO THE INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF CONFIDENCE PETROLEUM INDIA LIMITED**

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#### **REPORT ON THE INTERNAL FINANCIAL CONTROLS UNDER CLAUSE (i) OF SUB-SECTION 3 OF SECTION 143 OF THE COMPANIES ACT, 2013 ("THE ACT")**

In conjunction with our audit of the Consolidated Financial Statements of Confidence Petroleum India Limited for the year ended March 31, 2021, we have audited the internal financial controls over financial reporting of Confidence Petroleum India Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group") its associates and joint ventures, which are companies incorporated in India, as of that date.

#### **MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS**

The respective Board of Directors of the Group are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") 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 the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

## **AUDITORS' RESPONSIBILITY**

Our responsibility is to express an opinion on the Group internal financial controls over financial reporting with reference to these Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, both, issued by Institute of Chartered Accountants of India, and deemed to be prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting with reference to these Consolidated Financial Statements 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 with reference to these Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting with reference to these Consolidated Financial Statements, 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 auditors' judgment, 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 and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls system over financial reporting with reference to these Consolidated Financial Statements.

## **MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING WITH REFERENCE TO THESE CONSOLIDATED FINANCIAL STATEMENTS**

A company's internal financial control over financial reporting with reference to these Consolidated Financial Statements 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 with reference to these Consolidated Financial Statements 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 unauthorized 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 WITH REFERENCE TO THESE CONSOLIDATED FINANCIAL STATEMENTS**

Because of the inherent limitations of internal financial controls over financial reporting with reference to these Consolidated Financial Statements, 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 with reference to these Consolidated Financial Statements to future periods are subject to the risk that the internal financial control over financial reporting with reference to these Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **OPINION**

In our opinion, to the best of our information and according to the explanations given to us and based on the consideration of reports of other statutory auditors who are appointed under section 139 of the Act, as referred to in Other Matters paragraph below, the Group have, maintained in all material respects, adequate internal financial controls over financial reporting with reference to these Consolidated Financial Statements and such internal financial controls over financial reporting with reference to these Consolidated Financial Statements were operating effectively as at March 31,2021, based on the internal control over financial reporting criteria established by the Holding 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.

## OTHER MATTERS

Our report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting with reference to these Consolidated Financial Statements of the Holding Company, in so far as it relates to separate financial statement of components which are incorporated in India, is based on the corresponding reports of the auditors of such components incorporated in India except one subsidiary incorporated in India, which is not material to the Group is based on management representation.

As per our Report of even date

**For Akhil Rathi & Co.**

Chartered Accountants

**FRN 136954 W**

**For Ganesh Adukia & Associates**

Chartered Accountants

**FRN 142238 W**

**For Koshal & Associates**

Chartered Accountants

**FRN 121233 W**

**Sd/-**

**Akhil Rathi**

Proprietor

Mumbai,

**M. No. 154788**

UDIN:21154788AAABN3088

**Sd/-**

**Ganesh Adukia**

Proprietor

Mumbai,

**M. No. 169737**

UDIN:21169737AAAABE6200

**Sd/-**

**Koshal Maheshwari**

Proprietor

Mumbai,

**M. No. 043746**

UDIN:21043746AAAACE7899

**Date :28/05/2021**

**Place : Mumbai**

**CONFIDENCE PETROLEUM INDIA LIMITED**  
Consolidated Statement of Assets and Liabilities as at 31st March, 2021

(Figures Rs in Lacs)

Particulars	Notes	AS AT 31.03.2021	AS AT 31.03.2020
<b>ASSETS</b>			
<b>Non-current assets</b>			
Property, plant and equipment	1	43,562.91	36,919.46
Capital work-in	1	1,924.09	3,911.31
Goodwill	2	2,021.69	842.27
<b>Financial assets</b>			
Investments	3	1,195.92	761.25
Loans	4	7,375.02	4,504.89
<b>Other non-current assets</b>	5	969.44	865.90
<b>Sub-total - Non-Current Assets</b>		<b>57,049.07</b>	<b>47,805.08</b>
<b>Current assets</b>			
<b>Inventories</b>			
	6	7,780.41	7,383.01
Trade receivables	7	6,615.01	7,605.41
Cash and cash equivalents	8	1766.01	2064.71
Other financial assets	9	4,808.95	4,828.19
<b>Other current assets</b>	10	870.32	811.04
<b>Sub-total - Current Assets</b>		<b>21,840.70</b>	<b>22,692.36</b>
<b>TOTAL - ASSETS</b>		<b>78,889.76</b>	<b>70,497.44</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity Share capital	11	2,840.12	2,738.35
Other equity	12	50,482.97	42,025.69
<b>Equity attributable to owners of parents</b>		<b>53,323.09</b>	<b>44,764.04</b>
Non Controlling Interest	13	2,102.99	2,133.91
<b>Net Equity</b>		<b>55,426.09</b>	<b>46,897.95</b>
<b>LIABILITIES</b>			
<b>Non-current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	14	4,794.94	3,446.88
Other financial liabilities	15	11,256.02	10,951.72
Deferred Tax Liability (Net)	16	1,846.26	1,995.87
<b>Sub-total - Non-current Liabilities</b>		<b>17,897.22</b>	<b>16,394.47</b>
<b>Current liabilities</b>			
<b>Financial liabilities</b>			
Borrowings	17	3,456.16	3,608.99
Trade payables	18	778.95	2,441.33
Other Financial liabilities	19	500.46	226.96
Other current liabilities	20	565.87	701.34
Provisions	21	265.01	226.40
<b>Sub-total - Current liabilities</b>		<b>5,566.45</b>	<b>7,205.02</b>
<b>TOTAL - EQUITY AND LIABILITIES</b>		<b>78,889.76</b>	<b>70,497.44</b>

Significant Accounting Policies & Notes to Accounts 22

**As per our Report of even date**

**For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W**

**For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W**

**For Koshal & Associates  
Chartered Accountants  
FRN 121233 W**

**Sd/-  
Akhil Rathi  
Proprietor  
Mumbai  
M. No. 154788  
UDIN:21154788AAABN3088**

**Sd/-  
Ganesh Adukia  
Proprietor  
Mumbai  
M. No. 169737  
UDIN:21169737AAAABE6200**

**Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai  
M. No. 043746  
UDIN:21043746AAAACE7899**

**FOR & ON BEHALF OF THE BOARD**

**Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977**

**Sd/-  
ELESH KHARA  
Director & CFO  
DIN 01765620**

**Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912**

**Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365**

**Mumbai  
28/05/2021**

**CONFIDENCE PETROLEUM INDIA LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS**  
Consolidated Profit and Loss statement for the year ended 31st March, 2021  
(Figures Rs in Lacs)

Particulars	Notes	AS AT 31.03.2021	AS AT 31.03.2020
<b>I. Revenue from operations</b>	<b>23</b>	86,310.01	107,777.51
<b>II. Other Income</b>	<b>24</b>	282.77	430.35
<b>III. Total Revenue (I +II)</b>		<b>86,592.78</b>	<b>108,207.86</b>
<b>IV. Expenses:</b>			
<b>Cost of materials consumed</b>	<b>25</b>	14,783.11	33,583.63
<b>Purchase of Stock-in-Trade</b>	<b>26</b>	50,045.48	47,477.37
<b>Changes in inventories of finished goods, work-in-progress and Stock-in-Trade</b>	<b>27</b>	-761.10	664.27
<b>Employee benefit expense</b>	<b>28</b>	3,440.67	4,550.62
<b>Financial costs</b>	<b>29</b>	861.35	1,160.81
<b>Depreciation /amortization</b>	<b>01</b>	5,219.10	5,120.87
<b>Other expenses</b>	<b>30</b>	6,701.21	8,841.53
<b>IV Total Expenses</b>		<b>80,289.82</b>	<b>101,399.10</b>
<b>V. Profit before associate and exceptional items and tax (III-IV)</b>		<b>6,302.96</b>	<b>6,808.76</b>
<b>VI Share of Profit (Loss) from Associates/joint venture</b>		203.35	133.53
<b>VII. Profit after associate and exceptional items and tax(V+VI)</b>		<b>6,506.31</b>	<b>6,942.29</b>
<b>VIII. Exceptional Items</b>		0.00	0.00
<b>IX. Profit before exceptional and tax (VII - VIII)</b>			
<b>X : Exceptional Items</b>			
<b>XI: Profit before tax (IX-X)</b>		<b>6,506.81</b>	<b>6,942.29</b>
<b>XII. Tax expense:</b>			
<b>(1) Current tax</b>		1,711.25	1,370.74
<b>(2) Deferred tax</b>		(151.93)	326.14
<b>XIII Profit(Loss) for the year (XI-XII)</b>		<b>4,947.49</b>	<b>5,245.41</b>
<b>XIV. Other Comprehensive Income</b>			
<b>(a) Items that will not be reclassified to profit and loss</b>		0.00	0.00
<b>(b) Items that will be reclassified to profit and loss</b>		0.00	0.00
<b>XV.Total Comprehensive income for the year Attributable to</b>			
<b>Owners of the parent</b>		<b>4907.35</b>	<b>5241.30</b>
<b>Non-Controlling interest</b>		<b>40.14</b>	<b>4.11</b>
<b>XIX. Earning per equity share:</b>			
<b>(1) Basic</b>		<b>1.73</b>	<b>1.91</b>
<b>(2) Diluted</b>		<b>1.73</b>	<b>1.85</b>

**As per our Report of even date**

**For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W**

**For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W**

**For Koshal & Associates  
Chartered Accountants  
FRN 121233 W**

**Sd/-  
Akhil Rathi  
Proprietor  
Mumbai  
M. No. 154788  
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Ganesh Adukia  
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M. No. 169737  
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**Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai  
M. No. 043746  
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**FOR & ON BEHALF OF THE BOARD**

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NITIN KHARA  
Managing Director & CEO  
DIN 01670977**

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ELESH KHARA  
Director & CFO  
DIN 01765620**

**Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912**

**Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365**

**Mumbai  
28/05/2021**

## CONFIDENCE PETROLEUM INDIA LIMITED

### CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED ON 31.03.21

(Figures Rs. in Lacs)

Particulars	AS AT	AS AT
	31.03.2021	31.03.2020
<b>Equity Share Capital</b>		
Opening Balance	2738.35	2738.35.00
Changes in Equity Capital	101.77	0
<b>Closing Balance</b>	<b>2840.12</b>	<b>2738.35</b>

Other Equity	Securities Premium	Capital Subsidy Reserves	Capital Reserve	Revaluation Reserves	Money Received Against Warrant	Retained Earnings	Non Controlling Interest	Total Other Equity
Balance as on 1.4.19	17271.13	29.5	145.24	1032.39	0	19229.84	1251.45	36456.65
Warrant Issued	1,180.29	-	-	-	101.77	-		1282.06
Adjustment for new Companies						1,059.78	(190.55)	(869.23)
Profit for the year	-	-	-	-	-	5160.32		5160.32
Minority Interest							4.11	(4.11)
CSR Expenses						(85.09)		(85.09)
<b>Balance as on 31.03.20</b>	<b>18451.42</b>	<b>29.50</b>	<b>145.24</b>	<b>1032.39</b>	<b>101.77</b>	<b>23330.38</b>	<b>1065.02</b>	<b>42025.69</b>
Warrants Issued & Converted	3,969.00	-	-	-	-101.77			3867.23
Subsidy Received	-	22.31	-	-	-			22.31
Adjustment for Minority						(9.32)		(9.32)
Profit for the year	-	-	-	-	-	4947.49		4947.49
Dividend For FY 2019-20 paid 2020-21						(205.28)		(205.28)
Minority Interest							40.14	40.14
CSR Expenses						(125)		(125)
<b>Balance as on 31.03.21</b>	<b>22420.42</b>	<b>51.81</b>	<b>145.24</b>	<b>1032.39</b>	<b>0.00</b>	<b>27938.27</b>	<b>1105.15</b>	<b>50482.97</b>

**As per our Report of even date**

**For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W**

**For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W**

**For Koshal & Associates  
Chartered Accountants  
FRN 121233 W**

**Sd/-  
Akhil Rathi  
Proprietor  
Mumbai  
M. No. 154788  
UDIN:21154788AAABN3088**

**Sd/-  
Ganesh Adukia  
Proprietor  
Mumbai  
M. No. 169737  
UDIN:21169737AAAABE6200**

**Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai  
M. No. 043746  
UDIN:21043746AAAACE7899**

**FOR & ON BEHALF OF THE BOARD**

**Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977**

**Sd/-  
ELESH KHARA  
Director & CFO  
DIN 01765620**

**Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912**

**Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365**

**Mumbai  
28/05/2021**

**CONFIDENCE PETROLEUM INDIA LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2021**

(Figures Rs in Lacs)

PARTICULARS	AS AT 31.03.2021	AS AT 31.03.2020
<b>A CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation before associate profits	6302.96	6808.76
Less : Minority Interest	17.21	4.11
	<b>6285.75</b>	<b>6804.64</b>
Depreciation	5219.10	5120.87
Misc. Expenditure W/off	5.75	5.75
Interest/Other Income	(126.98)	(323.26)
Interest Expenses	861.39	1160.81
<b>Operating Profit before Working Capital Changes</b>	<b>12245.01</b>	<b>12768.82</b>
Decrease / (Increase) in Trade & Other Receivables	949.97	(4492.63)
Decrease / (Increase) in Inventories	(397.03)	293.29
Increase / (Decrease) in Current Liabilities	(1485.28)	(249.61)
<b>Cash Generated from Operations</b>	<b>11312.67</b>	<b>8319.87</b>
<b>Less : Income Tax Paid</b>	<b>1559.06</b>	<b>1696.88</b>
<b>Net Cash Generated from Operating Activities</b>	<b>9753.60</b>	<b>6622.98</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES</b>		
Capital Expenditure	(10922.16)	(8420.00)
Investment in Bonds	0	1462.97
Interest / dividend Income	126.98	323.26
Movement in Loans & Advances	(2973.41)	(2461.00)
Profit / (Loss) from Subsidiary Investment	0	(29)
Investment in Subsidiaries	(434.62)	(136)
<b>Net Cash Used in Investing Activities</b>	<b>(14203.22)</b>	<b>(9259.77)</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES</b>		
Fresh Equity Shares Raised	4024.57	1323.00
Dividend Paid / Corporate Social Responsibility	(330.28)	0.00
Repayment of Long Term Borrowing	1318.53	2349.43
Interest Expenses	(861.90)	(1160.81)
<b>Net Cash Used in Financing Activities</b>	<b>4150.91</b>	<b>2511.62</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(298.70)</b>	<b>(125.17)</b>
<b>CASH &amp; CASH EQUIVALENTS AS AT THE BEGINNING OF YEAR</b>	<b>2064.71</b>	<b>2189.88</b>
<b>CASH &amp; CASH EQUIVALENTS AS AT END OF THE YEAR</b>	<b>1766.01</b>	<b>2064.71</b>

**Note**

- Cash Flow Statement has been prepared under the indirect method as set out in the Indian Accounting Standard (IND AS) 7 "Statement of Cash Flow".

**As per our Report of even date**

**For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W**

**For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W**

**For Koshal & Associates  
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Managing Director & CEO  
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Chairman Audit Committee  
DIN 08068912**

**Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365**

**Mumbai  
28/05/2021**

## NOTES FORMING PARTS OF FINANCIAL STATEMENTS

### A. CORPORATE INFORMATION

Confidence Petroleum India Limited (the Company) is a BSE and NSE listed entity incorporated in India having registered, office at 701, Shivai Plaza Premises Chs. Ltd, Plot No 79, Marol Industrial Estate, Nr Mahalaxmi Hotel, Andheri East, Mumbai, Maharashtra -400059 . The Company is one of leading manufacturers of LPG Cylinders in India along with its repairing activity, prominent supplier of Auto LPG in India with its network of bottling plants and ALDS Stations across India, into Parellel LPG Market by the name of pack cylinder division with GO GAS as its brand, into selling LPG to both domestic and commercial users at competitive rates, into bottling blending /marketing of LPG and also in its Logistic business.

The Consolidated financial statements were approved by the Board of Directors and authorized for issue on May 28 ,2021

### B. SIGNIFICANT ACCOUNTING POLICIES

#### B1 BASIS FOR PREPARATION AND PRESENTATION

The preparation of financial statements is in accordance with the Indian Accounting standard ('IND AS') notified under section 133 of the Companies Act, 2013 ("the Act) read with the Companies Indian Accounting standard Rules 2015 as amended.

The financial statements of the Group are consolidated on line-by-line basis, intra group transactions, balances and any unrealized gains arising from intra-group transactions are eliminated. Unrealised losses are eliminated, but only to the extent that there is no evidence of impairment.

The Consolidated Financial Statements have been prepared using uniform accounting policies for like transaction and other events in similar circumstances and are presented to the extent possible in the same manner as the Company's standalone financial statements.

## Use of estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and disclosure of contingent liabilities at the end of the reporting period. Although these estimates are based upon management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in the future periods.

### Current / Non-current classification:

An asset is classified as current when it satisfies any of the following criteria:

- (i) it is expected to be realised in, or is intended for sale or consumption in, the Company's normal operating cycle;
- (ii) it is held primarily for the purpose of being traded;
- (iii) it is expected to be realised within twelve months after the reporting date; or
- (iv) it is cash or a cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date.

All other assets are classified as non-current.

A liability shall be classified as current when it satisfies any of the following criteria:

- (i) it is expected to be settled in, the Company's normal operating cycle;
- (ii) it is held primarily for the purpose of being traded;
- (iii) it is due to be settled within twelve months after the reporting date; or
- (iv) the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date. Terms of a liability that could, at the opinion of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other liabilities are classified as non-current.

## B) Property Plant & Equipment

### Tangible Assets

Tangible Assets are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation and impairment loss, if any. The cost of Tangible Assets comprises its purchase price, borrowing cost and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets. Subsequent expenditures related to an item of Tangible Asset are added to its book value only if they increase the future benefits from the existing asset beyond its previously assessed standard of performance. Projects under which assets are not ready for their intended use are disclosed under Capital Work-in-Progress.

Gain or losses arising from disposal of tangible assets are measured as the difference between the net disposal proceeds and the carrying amount of assets and are recognized in the statement of profit and loss when the assets is disposed.

### Intangible Assets

Intangible Assets acquired separately are recorded at cost at the time of initial recognition following initial recognition intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses

Goodwill represents the cost of acquired business as established at the date of acquisition of the business in excess of the acquire's interest in the net fair value of the identifiable assets, liabilities and contingent liabilities less accumulated impairment losses, if any. These assets are not amortised but are tested for impairment annually

## C) DEPRECIATION AND AMORTIZATION

### Tangible Assets

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the written down value Method Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013

In respect of additions or extensions forming an integral part of existing assets and insurance spares, including incremental cost arising on account of translation of foreign currency liabilities for acquisition of Fixed Assets, depreciation is provided as aforesaid over the residual life of the respective assets.

Depreciation and amortization methods, useful lives and residual values are reviewed periodically, including at each financial year end.

## **BUSINESS COMBINATION :**

Business combinations are accounted for using the acquisition accounting method as at the date of the acquisition, which is the date at which control is transferred to the Company. The consideration transferred in the acquisition and the identifiable assets acquired and liabilities assumed are recognised at fair values on their acquisition date. Goodwill is initially measured at cost, being the excess of the aggregate of the consideration transferred and the amount recognised for non controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. The Company recognises any non-controlling interest in the acquired entity on an acquisition-by-acquisition basis either at fair value or at the non-controlling interest's proportionate share of the acquired entity's net identifiable assets. Consideration transferred does not include amounts related to settlement of pre-existing relationships. Such amounts are recognised in the Statement of Profit and Loss. Transaction costs are expensed as incurred, other than those incurred in relation to the

## **Financial Instruments**

### **i. Financial Assets**

#### **A. Initial Recognition and Measurement**

All Financial Assets are initially recognised at fair value. Transaction costs that are directly attributable to the acquisition or issue of Financial Assets, which are not at Fair Value Through Profit or Loss, are adjusted to the fair value on initial recognition. Purchase and sale of Financial Assets are recognised using trade date accounting.

#### **B. Subsequent Measurement**

##### **a) Financial Assets measured at Amortised Cost (AC)**

A Financial Asset is measured at Amortised Cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represent solely payments of principal and interest on the principal amount outstanding.

##### **b) Financial Assets measured at Fair Value Through Other Comprehensive Income (FVTOCI)**

A Financial Asset is measured at FVTOCI if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling Financial Assets and the contractual terms of the Financial Asset give rise on specified dates to cash flows that represents solely payments of principal and interest on the principal amount outstanding.

### **c) Financial Assets measured at Fair Value Through Profit or Loss (FVTPL)**

A Financial Asset which is not classified in any of the above categories are measured at FVTPL. Financial assets are reclassified subsequent to their recognition, if the Company changes its business model for managing those financial assets. Changes in business model are made and applied prospectively from the reclassification date which is the first day of immediately next reporting period following the changes in business model in accordance with principles laid down under Ind AS 109 – Financial Instruments.

### **ii. Financial Liabilities**

#### **A. Initial Recognition and Measurement**

All Financial Liabilities are recognised at fair value and in case of borrowings, net of directly attributable cost. Fees of recurring nature are directly recognised in the Statement of Profit and Loss as finance cost.

#### **B. Subsequent Measurement**

Financial Liabilities are carried at amortised cost using the effective interest method. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate fair value due to the short maturity of these instruments.

### **Impairment of Non-Financial Assets**

Management Periodically assesses, using external and internal sources whether there is an indication that an asset may be impaired. An impairment is recognized whenever the carrying value of the asset exceeds its recoverable amount. Recoverable amount is higher of an assets net selling price and its value in use. An impairment loss, if any, is recognized in the Statement of profit & Loss in the period in which impairment takes place.

At each balance sheet date, the Company assesses whether there is any indication that any property, plant and equipment may be impaired. If any such impairment exists the recoverable amount of an asset is estimated to determine the extent of impairment, if any. Where it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

The recoverable amount is higher of an asset's fair value less cost of disposal and value in use. Value in use is based on the estimated future cash flows, discounted to their present value using pre-tax discount rate that reflects current market assessments of the time value of money and risk specific to the assets.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised immediately in the statement of Profit and Loss.

An asset or cash-generating unit impaired in prior years is reviewed at each balance sheet date to determine whether there is any indication of a reversal of impairment loss recognized in prior years.

### **Finance Costs**

Borrowing costs that are directly attributable to the acquisition or construction of an asset that necessarily takes substantial period of time to get ready for its intended use are capitalized as a part of the cost of that asset till the date it is ready for its intended use or sale. Other borrowing costs are recognized as an expense in the period in which they incurred.

### **Inventories**

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, if any,. Cost of inventories comprises of cost of purchase, cost of conversion and other costs including manufacturing overheads net of recoverable taxes incurred in bringing them to their respective present location and condition.

Cost of finished goods, work-in-progress, raw materials, and stores and spares are determined on weighted average basis.

## **E) REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognized:

### **Sale of Goods /Services**

Revenue is recognized upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or service. The Company collects Good and Service Tax / other taxes on behalf of the government and, therefore, these are not economic benefits flowing to the Company. Hence, they are excluded from revenue.

## **Interest Income**

- a) Interest income is recognized on a time proportion basis considering the carrying amount and the effective interest rate. Interest income is included under the head 'Other income' in the statement of profit and loss. Separate disclosure of Tax Deducted at Source has been made by the Company.

## **Dividends**

Revenue is recognized when the Company's right to receive the dividend is established by the reporting date. Dividend income is included under the head 'Other income' in the statement of profit and loss..

## **FOREIGN CURRENCY TRANSACTIONS**

These financial statements are presented in Indian rupees, which is the functional currency of the company. Transactions in foreign currencies are recorded at the exchange rate prevailing on the date of transaction. Foreign currency denominated monetary assets and liabilities are re-measured into the functional currency at the exchange rate prevailing on the balance sheet date. Exchange differences are recognised in the statement of Profit and Loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are recorded using the exchange rates at the date of the transaction.

## **Employee benefits expense**

### **(i) Provident Fund**

Provident fund is a defined contribution plan covering eligible employees. The Company and the eligible employees make a monthly contribution to the provident fund maintained by the Regional Provident Fund Commissioner equal to the specified percentage of the basic salary of the eligible employees as per the scheme. The contributions to the provident fund are charged to the statement of profit and loss for the year when the contributions are due. The Company has no obligation, other than the contribution payable to the provident fund.

### **(ii) Gratuity**

Gratuity is a defined benefit obligation plan operated by the Company for its employees covered under the Company Gratuity Scheme. Since company is having huge turnover of employee and further employees are appointed are also only of fixed term of 1 to 2 years hence liability gratuity does not arise and provided.

**(iii) Leave encashment**

Accumulated leave, which is expected to be utilized within the next twelve months, is treated as short-term employee benefit for measurement purposes. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company has a policy of making payment of all dues against leaves balance entitled to be carried forward in the same year. Hence as such no Leave Encashment liability stands off.

**F) CASH & CASH EQUIVALENTS**

Cash and cash equivalents comprise of cash at bank and in hand and short-term money market deposits with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of change in value

**G) PROVISIONS**

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

**H) TAXES ON INCOME**

The Tax expense for the period comprises of current and deferred Income tax. Tax is recognized instatement of Profit & Loss, except to the extent it relates to its items recognized in the Other Comprehensive Income or in equity. In which case, the tax is also recognized in other Comprehensive Income or Equity.

**i) Current Tax**

Current Tax is asset and liabilities are measured at the amount expected to be recovered from or paid to the Income tax Authorities, based on tax rates and laws that are enacted at the Balance Sheet date.

**Deferred Tax**

Deferred Tax is recognized on temporary differences between the carrying amounts of the assets and liabilities in which the liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit.

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

**l) Contingent liability**

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

**J) EARNINGS PER SHARE**

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources. For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

CONFIDENCE PETROLEUM INDIA LIMITED

NOTES FORMING PART OF CONSOLIDATED PROFIT & LOSS ACCOUNT AND BALANCE SHEET AS ON 31.3.2021

NOTES' 11 ' CONSOLIDATED PROPERTY, PLANT AND EQUIPMENT, CAPITAL WORK IN

(Figures Rs. in Lacs)

Block Head	Useful Life	ASSETS					DEPRECIATION			NET BLOCK	
		Opening Balance	Addition 20-21	Sale/Adj	Total Value	Upto 31/03/2021	During the Other Assets	Sale/Adj	Upto 31/03/2020	AS ON	
										31.03.21	31.03.20
LAND	NA	3983.07	0.00	0.00	3983.07	378.68	21.87	0.00	400.55	3582.52	3604.39
OFFICE BUILDING	60	544.21	-	-	544.21	98.78	22.71	-	121.49	422.71	445.43
FACTORY BUILDING	30	14,507.12	2,867.32	-	17,374.44	5,712.96	802.91	-	6,515.87	10,858.57	8,794.16
PLANT AND MACHINERY	15	32,341.25	6,732.84	25.00	39,049.08	16,164.48	2,244.67	-	18,409.15	20,639.93	16,176.77
ELECTRICAL INSTALLATION	10	1,601.31	0.83	-	1,602.14	921.10	10.38	-	931.48	670.66	680.20
VEHICLE	8	726.71	-	-	726.71	568.16	64.24	-	632.40	94.31	158.55
HEAVY VEHICLE	8	2,464.88	554.58	-	3,019.46	1,159.68	414.25	-	1,573.92	1,445.54	1,305.21
FURNITURE & FIXTURES	10	178.73	2.51	-	181.25	159.22	3.31	-	162.54	18.71	19.51
COMPUTER	3	322.98	28.19	-	351.17	252.64	38.88	-	291.53	59.65	70.34
OFFICE EQUIPMENT	10	105.89	28.31	-	134.20	66.37	5.62	-	72.00	62.20	39.51
CYLINDERS	10	10,637.99	1,672.97	-	12,310.96	5,012.60	1,590.26	-	6,602.86	5,708.10	5,625.39
<b>TOTAL</b>		<b>67,414.15</b>	<b>11,887.55</b>	<b>25.00</b>	<b>79,276.69</b>	<b>30,494.68</b>	<b>5,219.10</b>	<b>-</b>	<b>35,713.78</b>	<b>43,562.91</b>	<b>36,919.46</b>
WIP Project		3,911.31	814.23	2,801.44	1,924.09	-	-	-	-	1,924.09	3,911.31
<b>TOTAL</b>		<b>71,325.46</b>	<b>12,701.77</b>	<b>2,826.44</b>	<b>81,200.79</b>	<b>30,494.68</b>	<b>5,219.10</b>	<b>-</b>	<b>35,713.78</b>	<b>45,487.00</b>	<b>40,830.77</b>
<b>TOTAL PREVIOUS Year</b>		<b>62905.07</b>	<b>19664.24</b>	<b>11243.86</b>	<b>71325.46</b>	<b>25373.82</b>	<b>5120.87</b>	<b>-</b>	<b>30494.68</b>	<b>40830.77</b>	<b>37531.26</b>

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>2.</b>		
<b>OTHER INTANGIBLES</b>		
Goodwill	2021.69	842.27
<b>TOTAL</b>	<b>2021.69</b>	<b>842.27</b>
<b>3.</b>		
<b>INVESTMENT –NON-CURRENT</b>		
<b>Joint venture/associates and others</b>		
-50% holding in Partnership Business of M/s Mahendra Go Gas	5.35	5.36
-50% holding in Partnership Business of M/s Sagle Go Gas	2.00	2.00
-50% holding in Partnership Business of M/s Shivdhan Go Gas	1.50	1.50
-50% holding in Partnership Business of M/s Shri Gajanan Go Gas	26.06	26.07
-50% holding in Partnership Business of M/s Surya Go Gas	2.00	2.00
-50% holding in Partnership Business of Bangalore Go Gas	23.52	36.02
-50% holding in Partnership Business of Smart Go Gas	7.00	7.00
-50% holding in Partnership Business of KR Go Gas	4.00	4.00
-50% holding in Partnership Business of Sai Balaji Go Gas	27.88	27.88
National Saving Certificate	0.17	0.17
Shares of Tirupati Bank	13.26	13.26
Shares in Indian company (Unquoted)	0.51	0.51
- Investment in Shares of Jaypore Blueflames Pvt. Ltd.	187.00	0.50
- Investment in Shares of Suraj Cylinders Pvt. Ltd.	33.26	21.34
- Investment in Indian Auto Gas Ltd.	267.48	228.63
- Investment in UMA LPG Bottling Pvt Ltd.	46.12	40.00
- Investment in Karad Mechant Bank	0.10	0.10
-Investments in Quoted Mutual Fund	0.00	10.00
-Investments in Unquoted Mutual Fund	0.00	131.24
-Investments in Partnership Business of M/s Deshmukh Go Gas	1.50	1.50
-Investments in Partnership Business of M/s Kaveri Go Gas	0.80	0.80
-Investment in PT Indo Go Gas Andalan Kita Indonesia	360.29	15.25
- Investment in Garg Distillaries Pvt. Ltd.	186.12	186.12
<b>TOTAL INVESTMENTS</b>	<b>1195.92</b>	<b>761.25</b>
<b>4.</b>		
<b>LOANS- NON-CURRENT:</b>		
Due from Related Parties	2594.00	325.26
Due from Others	4781.02	4179.63
<b>TOTAL</b>	<b>7375.02</b>	<b>4504.89</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>5. OTHER NON CURRENT ASSETS</b>		
Dues From Related Parties	39.16	25.16
Due from Government	930.28	840.74
	<b>969.44</b>	<b>865.90</b>
<b>CURRENT ASSETS</b>		
<b>6. INVENTORIES</b> At Lower of Cost or Net Realizable Value (As Valued, Verified & certified by the Management)		
- Raw Materials	1339.06	1,300.80
- Work in Progress	2019.69	1884.80
- Finished Goods	4070.27	3644.79
Components	172.59	154.58
Consumables	178.81	402.04
<b>TOTAL</b>	<b>7780.41</b>	<b>7,383.01</b>
<b>7. TRADE RECEIVABLES</b>		
Receivables (Unsecured, considered good)		
Trade Receivables	6,6615.01	7,605.41
<b>TOTAL</b>	<b>6,6615.01</b>	<b>7,605.41</b>
<b>8. CASH AND CASH EQUIVALENTS</b>		
Cash in Hand	243.97	169.84
	<b>243.97</b>	<b>169.84</b>
Bank balances other than cash and cash equivalent as above <b>In Fixed Deposit Account</b> F.D.R. (Against L/C B/G Margin Money /Others)	661.21	868.84
	860.83	1,026.03
	<b>1522.04</b>	<b>1,894.87</b>
<b>Total Cash &amp; Bank Balance</b>	<b>1766.01</b>	<b>2,064.71</b>
<b>9. OTHER FINANCIAL ASSETS</b>		
Due from Related Parties	1946.08	459.36
Other Deposits & Recoverable	2862.87	4,368.83
	<b>48098.95</b>	<b>4,828.19</b>
<b>10. OTHER CURRENT ASSETS</b>		
Miscellaneous Expenditure (To the extent not Written off or adjusted )		11.50
Less : Written off during the year		(5.75)
Advance Paid Against Tax dues	870.32	805.29
	<b>870.32</b>	<b>811.04</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs		AS AT 31.03.2020 Rs. in Lacs	
	<b>11- : EQUITY</b>			
<b>SHARE CAPITAL</b>				
<b>AUTHORISED</b>				
35 75 00 000 Equity Shares of Rs. 1/- each		3575.00		3575.00
<b>ISSUED SUBSCRIBED AND PAID UP</b>				
Equity Shares of Rs. 1/- each at the beginning of the Year		2738.35		2738.35
Shares Issued during the Year		101.76		0.00
28 40 11 920 Equity Shares of Rs. 1/- each		2840.11		0.00
27 38 35 000 Equity Shares of Rs. 1/- each		0.00		2738.35
<b>TOTAL</b>		<b>2840.11</b>		<b>2738.35</b>

- i) 1,01,76,920 shares Warrants fully Convertible were preferentially allotted @52 each on 22/06/2019 as per approval received from Bombay Stock Exchange. The Company has received entire amount and converted these into fully paid equity shares on 25/03/2021.

**The reconciliation of number of shares outstanding is set out below**

Particulars	No of shares 2020-21	No of shares 2019-20
	Equity shares at the beginning of the year	27 38 35 000
Add: Shares issued during the year	1 01 76 920	0
Equity shares at the end of the year	28 40 11 920	27 38 35 000

**Rights, Preferences and Restrictions attached to shares**

The Company has only one class of equity shares having face value of Rs. 1 each and the holder of the equity share is entitled to one vote per share. The dividend proposed by Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend if any. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company in proportion to the number of equity shares held

**(I)(b)Details of Shares Holders holding more than 5%**

Sr. No.	Name of the shareholder	Total shares held -2021		Total shares held -2020	
		Number of shares	As a % of total holding	Number of shares	As a % of total holding
1	Nitin P Khara	23532987	8.29	23532987	8.59
2	Gaspoint Petroleum I Ltd	70860975	24.95	66387160	24.24

PARTICULARS		AS AT 31.03.2021 Rs. in Lacs		AS AT 31.03.2020 Rs. in Lacs
<b>12- : OTHER EQUITY</b>				
<b>Securities Premium</b>				
As per last Balance Sheet		22420.42		18451.42
	<b>(a)</b>	<b>22420.42</b>		<b>18451.42</b>
<b>Capital Subsidy Reserves</b>				
As per last Balance Sheet		51.81		29.50
	<b>(b)</b>	<b>51.81</b>		<b>29.50</b>
<b>General Reserve</b>				
As per last Balance Sheet		145.24		145.24
	<b>(c)</b>	<b>145.24</b>		<b>145.24</b>
<b>Revaluation Reserve</b>				
As per last Balance Sheet		1032.39		1,032.39
	<b>(d)</b>	<b>1032.39</b>		<b>1,032.39</b>
<b>Money received against Share Warrant</b>				
Opening Balance		101.77		0.00
Add : Warrant Allotted during the year		0.00		101.77
Less : Warrant Converted into Equity Shares		101.77		0.00
	<b>(e)</b>	<b>0.00</b>		<b>101.77</b>
<b>Retained Earnings :</b>				
As per account annexed		28268.55		23,415.47
	<b>(f)</b>	<b>28268.55</b>		<b>23,415.47</b>
Less : Final Dividend Paid @ 7.5% /5% in FY 2019-20		205.28		0.00
Less : CSR Expenses		125.00		85.09
	<b>(g)</b>	<b>51588.13</b>		<b>43090.70</b>
<b>TOTAL (a+b+c+d+e+f+g)</b>				
Less : Non-Controlling Interest		1105.15		1065.01
<b>Net Total</b>		<b>50482.97</b>		<b>42025.69</b>

<b>13.</b>				
<b>NON CONTROLLING INTEREST:</b>				
Interest in Capital		997.84		1068.90
Interest in Profits		1105.15		1065.01
	<b>(a)</b>	<b>2102.99</b>		<b>2133.91</b>

<b>14. BORROWINGS NON CURRENT :</b>				
<b>PARTICULARS</b>		<b>AS AT 31.03.2021 Rs. in Lacs</b>		<b>AS AT 31.03.2020 Rs. in Lacs</b>
<b>LOANS</b>				
1)Term Loans				
From - Banks		1955.28		1757.33
From - Others		35.63		0.00
Inter Corporate Deposits		2697.91		1583.43
From SICOM Limited (Interest Free) (Under Deferral Package Scheme of Incentive 1993.		106.12		106.12
<b>TOTAL</b>		<b>4794.94</b>		<b>3446.88</b>

- i) Rs. 1.99 Crs. Are secured with Bank of India, Gandhibagh. (Of which Rs. 0.10 Crs is repayable within one year) against Property located at Plot No. 1 Mahendra Nagar, Teka Naka, Kamptee Road, Nagpur, and personal guarantee of Shri Nitin Khara
- ii) Rs. 9.84 Crs. Are secured with the AXIS Bank Ltd. (Of which Rs. 4.86 Crs is repayable in within one year) against Vehicles /Generators / Specific Equipments financed and personal guarantee of Shri Nitin Khara
- iii) Rs. 1.28 Crs. Are secured with the CANARA Bank Ltd. Against Land Building Plant & Machinery located at Dhanbad against Vehicles /Generators / Specific Equipments financed and personal guarantee of Shri Nitin Khara
- iv) Rs. 5.38 Crs. Are secured with the Allahabad Bank Ltd and Pvt Finance. Against Land Building Plant & Machinery located at Silliguri against Vehicles /Generators / Specific Equipments financed and personal guarantee of Shri Nitin Khara
- v) Rs. 0.35 Crs. Are secured with the Sundaram Finance Ltd against Vehicles financed and personal guarantee of Shri Nitin Khara
- vi) Rs. 1.42 Crs. Are secured with Hinduja Leyland Finance Ltd against Flat 405 & 406 Satyam Apartments, Nagput financed and personal guarantee of Shri Nitin Khara

**15. OTHER FINANCIAL LIABILITIES-NON CURRENT**

<b>PARTICULARS</b>		<b>AS AT 31.03.2021 Rs. in Lacs</b>		<b>AS AT 31.03.2020 Rs. in Lacs</b>
Deposit Received against Cylinders		11256.02		10951.72
<b>TOTAL</b>		<b>11256.02</b>		<b>10951.72</b>

- 1) These deposits have been received against LPG Cylinders given to dealers and distributors for filling gases and is refundable subject to allowance of wear and tear to them on their return.

16.

**DEFERRED TAX LIABILITIES :**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>1)Related to Fixed Assets</b>		
Opening Balance	1995.87	1670.09
Additions during the year	2.32	326.14
Less Used during the year	151.93	0.36
Closing Balance	1846.26	1995.87
<b>TOTAL</b>	<b>1846.26</b>	<b>1995.87</b>

17.

**CURRENT BORROWINGS :**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
1)Secured Working Capital Loans from Banks &	3379.44	3418.98
2)Other Loans	76.72	190.01
<b>TOTAL</b>	<b>3456.16</b>	<b>3608.99</b>

- i) Rs.19.81 Crs Secured against charge With ICICI Bank Ltd. by way of charge on the Company's entire stocks of raw materials, semi - finished and finished goods, consumable stores and spares and such other movables including book - debts, bills whether documentary or clean, outstanding monies, receivables, both present and future, in a form and manner satisfactory to the Bank ranking pari-passu with the other participating bank along with equitable mortgage of land and building situated at Khasra No.(Survey No.) 209, Rampur road, Bazpur, Dist. Uddhamsinghnagar, Uttranchal , Plot no. 49, A.P. SEZ, village Achutapuram, Dist. Vishakhapatnam, Andhra Pradesh. Survey no. 338, Post Noorpura, Village and Taluka Halol, District Panchmahal, Kh. No. 82 (old) 82/1 (new) along with Factory Shed thereon admeasuring situated at Mouza Ringnabodi, Taluka Katol, Dist. Nagpur, Property on Khata No. 00070 Khasra No. 217 area 10832 Sq. Mt. & Khata No.00071 Khasra No. 215 area 6545 Sq. Mt. Total area 17377 Sq. Mt. Situated at Revenue Village Puramana Tehsil Kiraoli District Agra U.P and personal guarantee of directors of the company i.e. Shri Nitin Khara and Shri Elesh Khara
- ii) Rs. 12.08 Crs Secured against charge With Central Bank of India, LIC Sq. Nagpur for hypothecation of Property situated at Kh No. 60 & 61 Mauza Buruzwada Saoner Road, Nagpur and charge over stock of Raw Material, Consumable, Finished goods, Work in Process, Books debts and personal guarantee of the Directors of the company i.e. Shri Nitin Khara and Shri Elesh Khara
- iii) Rs. 1.90 Crs Secured against charge With Canara Bank Govindpur for hypothecation of Property situated Dhanbad and charge over stock of Raw Material, Consumable, Finished goods, Work in Process, Booksdebts and personal guarantee of the Directors of the company i.e. Shri Nitin Khara and Shri Elesh Khara

**18. - TRADE PAYABLES**

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
Micro, Small & Medium Enterprises	0	0
Creditors other than Micro, Small & Medium Enterprises	778.95	2441.33
<b>TOTAL</b>	<b>778.95</b>	<b>2441.33</b>

Dues to parties covered under the Micro, Small and Medium Enterprises as per MSMED Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the Auditor.

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>19</b>		
<b>OTHER CURRENT FINANCIAL LIABILITIES :</b>		
Term Loans Installments Payable within one year	500.46	226.96
<b>TOTAL</b>	<b>500.46</b>	<b>226.96</b>
<b>20.</b>		
<b>OTHER CURRENT LIABILITIES :</b>		
<b>Statutory Dues</b>		
Other Payables	565.87	701.34
<b>TOTAL</b>	<b>565.87</b>	<b>701.34</b>
*Includes Advances from Customers & Statutory dues		
<b>21.</b>		
<b>PROVISIONS</b>		
Provision for Expenses	265.01	226.40
<b>TOTAL</b>	<b>265.01</b>	<b>226.40</b>
<b>23 REVENUE FROM OPERATIONS</b>		
Sale of Cylinders /Raw Material/ Project / Scrap/Others	17795.88	26900.12
Sale of LPG and Auto LPG/ Filling /DPT / Transport Charges	68514.26	80877.39
	<b>86310.13</b>	<b>107777.51</b>
Less : Excise Duty / Service Tax Recovered		
<b>TOTAL</b>	<b>86310.13</b>	<b>107777.51</b>
<b>24 : OTHER INCOME</b>		
Interest Income	126.01	313.96
Dividend Received	0.89	9.30
Miscellaneous Receipts	155.87	107.09
<b>TOTAL</b>	<b>282.77</b>	<b>430.35</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2019 Rs. in Lacs
<b>25: COST OF MATERIAL CONSUMED :</b>		
Opening Stock	1856.06	1421.34
Add : Purchases	14967.53	34761.34
<b>Less :-</b>		
Discount Received	346.40	742.99
<b>Closing Stock</b>	<b>1694.08</b>	<b>1856.06</b>
<b>TOTAL</b>	<b>14783.11</b>	<b>33583.63</b>
<b>26</b>		
<b>PURCHASE OF STOCK-IN-T LPG CONSUMED :</b>		
Purchases of LPG/Other Materials	50045.48	47477.37
<b>TOTAL</b>	<b>50045.48</b>	<b>47477.37</b>
<b>27</b>		
<b>CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-T</b>		
<b>INCREASE IN STOCKS</b>		
<b>Opening Stock</b>		
Finished Goods	3434.23	3143.87
Work in Progress	1894.63	2849.25
<b>SUBTOTAL</b>	<b>5328.86</b>	<b>5993.12</b>
<b>LESS :</b>		
<b>Closing Stock</b>		
Finished Goods	4070.27	3434.24
Work in Progress	2019.69	1894.62
<b>SUBTOTAL</b>	<b>6089.95</b>	<b>5328.86</b>
<b>INCREASE / (DECREASE) IN STOCKS</b>	<b>761.10</b>	<b>664.27</b>
<b>28</b>		
<b>EMPLOYEES BENEFITS EXPENSES</b>		
Salary and Wages including PF and Others	3354.18	4513.68
Staff and Labor Welfare	86.49	36.94
<b>TOTAL</b>	<b>3440.67</b>	<b>4550.62</b>

PARTICULARS	AS AT 31.03.2021 Rs. in Lacs	AS AT 31.03.2020 Rs. in Lacs
<b>29</b>		
<b>FINANCE COST :</b>		
Interest on Term Loan	98.34	134.64
on others	610.41	896.30
Other Borrowing Costs	152.60	129.87
<b>TOTAL</b>	<b>861.35</b>	<b>1160.81</b>
<b>30</b>		
<b>OTHER EXPENSES</b>		
<b>Factory expenses</b>		
- Power and Fuel	669.95	639.17
- Plant Licenses and other Exp.	211.91	338.41
- Carriage Inward	224.36	591.88
- Job Work Charges	564.39	1,323.25
- Testing and Marking Fees	104.70	118.35
<b>Repair and Maintenance</b>		
- Plant and Machinery	39.92	72.27
- Others	79.38	68.43
<b>Sub total (a)</b>	<b>1894.61</b>	<b>3,138.65</b>
<b>Administration Expenses</b>		
Rent, Rates and Taxes	25.69	9.98
Printing and Stationery	127.97	26.41
Remuneration to Auditors	12.15	7.22
Rental & Site Expenses	2,324.80	2,493.86
Security Charges	134.01	210.42
Insurance Expenses	59.73	46.59
Carriage Outward	843.67	639.85
Travelling Expenses	104.46	383.88
Remuneration to Directors	150.00	150.00
Miscellaneous Expenses	79.73	71.54
LD Charges	487.92	508.24
Communication Expenses	38.56	55.79
Legal and Professional Charges	69.86	353.21
Filing Fees Roc and others	31.19	66.61
Advertising and Sales Promotion	200.92	484.91
Vehicle Expenses	110.18	174.38
Preliminary Expenses Written.W/off	5.75	5.75
Other Administrative Exp.	0.00	14.25
<b>Sub total (b)</b>	<b>4806.61</b>	<b>5,702.89</b>
<b>TOTAL (a+b)</b>	<b>6701.21</b>	<b>8,841.53</b>

**Note No. 22**

<b>1. Contingent liabilities not provided for:</b>	<b>2020-21 (Rs.in lacs)</b>	<b>2019-20 (Rs.in lacs)</b>
a) Outstanding Bank Guarantees	715.45	722.38
b) Counter Guarantee to Bank	360.00	Nil
c) Disputed income tax demand	88.24	NIL
d) sales tax assessment /c form demand	514.09	320
e) Disputed tds demand	7.11	7.11
f) Estimated amount of contracts remaining to be executed on capital account and not provided for (Net of advances)	Nil	Nil

2.Management has been continuously evaluating the possible effects that may result from the pandemic relating to COVID-19 on the operational and financial results of the Company for the Year ended on March 31, 2021. The Company has considered and taken into account internal and external information in assessing the recoverability of financial and non-financial assets. Given the uncertainties associated with nature, condition and duration of COVID-19, the impact assessment on the Company's financial information will be continuously made and provided for as required.

3.The Competition Commission of India has taken up a case in FY 2012-13 against all cylinder Manufacturers regarding bid rigging and imposed a penalty of Rs. 27.36 Crs. The Case has been adjudged by Honorable Supreme Court finally decided in favour of company and no penalties against this order is payable by the company. The Competition Commission has further initiated fresh case in FY 2019-20 /against company and other cylinder manufactures imposing penalty of Rs. 2.84 Crs against CPIL and Rs. 31 thousand against directors. The company has filed an appeal and is expecting favourable verdict as was in earlier case as grounds of the new case is similar to earlier one.

**4. Related Party Transactions**

<b>Sr. No.</b>	<b>Name of Related Parties</b>	<b>Relationship</b>
1	Banglore Go Gas	Partnership firm Sharing Profits
2	K R Go Gas Banargatta	Partnership firm Sharing Profits
3	Mahalsa Go Gas Kundapur	Partnership firm Sharing Profits
4	Mahendra Go Gas Sangli	Partnership firm Sharing Profits
5	Neha Go Gas	Partnership firm Sharing Profits
6	Sagle Go Gas Manmad	Partnership firm Sharing Profits
7	Sai Balaji Yudsufguda	Partnership firm Sharing Profits
8	Shivdan Go Gas Niphad	Partnership firm Sharing Profits
9	Smart Go Gas Manewada	Partnership firm Sharing Profits

During the year following transactions were carried out with related parties in the ordinary course of business.

Sr. No.	Nature of the Parties	Nature of Transaction	Volume of transaction (Net Rs.)
1.	Key Management Personnel	Directors Remuneration	150 Lacs

**Outstanding balances with related parties**

Particulars	Sch NO.	As on	As on	Relationship
		31.03.21	31.03.20	
		Rs. in Lacs	Rs. in Lacs	
<b>Other financial assets</b>	8			
Gas Point Petroleum India Ltd.		2,594.00	325.26	Group Company with Same Management
Jaypore Blue Flame Private Limited		38.80	25.16	Group Company with Same Management
Suraj Cylinders Pvt. Ltd.		0.36	0.00	Group Company with Same Management

**5. INCOME TAX IND AS -12**

Figures Rs. in Lacs

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Income Tax Recognized in Statement of Profit & Loss		
Current Tax	1,716.75	1,370.74
Deferred Tax	(151.93)	326.14
<b>Total Income Tax Recognized in the current Year</b>	<b>1,525.38</b>	<b>1,654.84</b>
The Income Tax Expenses for the year can be reconciled to the accounting profit as follows :		
Profit Before Tax	6,302.96	6,808.76
Add : Exceptional Items	-	-
Profit Before Exceptional Items	6,302.96	6,808.76
Applicable Tax Rates	25%	25%
Computed Tax Expenses	1,575.74	1,702.19
Tax Effect of :		
Incremental deferred tax liability on account of Property plants & Equipments	(151.93)	326.14
Deferred Tax Provisions	(151.93)	326.14
Tax Expenses recognized in statement of Profit & Loss Account	1,525.38	1,654.84
Effective Tax Rates	24.20	24.30

## 6. Financial Risk Management

Financial risk management objectives and policies The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's financial risk management policy is set by the Managing Board.

The company has not made any foreign currency borrowings hence no risk is involved.

## 7. Ageing of Account Receivables

(Figures Rs in Lacs)

Particulars	AS		AT	
	31.03.2021		31.03.2020	
Debts Outstanding for a period exceeding six months	237.48		198.26	
Others	6377.53		7,407.16	
<b>Total</b>	<b>6615.01</b>		<b>7,605.41</b>	

## 8. Segment Reporting

In accordance with paragraph 4 of Ind AS 108- “Operating Segments” the Company has disclosed segment information only on basis of the consolidated financial statements which are presented together along with the standalone financial statements.

(Figures Rs in Lacs)

PARTICULARS	Year ended on	Year ended on
	31.03.2021	31.03.2020
PARTICULARS	AUDITED	AUDITED
	Rs. in Lacs	Rs. in Lacs
<b>REVENUE</b>		
- Cylinder Division	17,796	26,900
- LPG Division	68,514	80,877
	<b>86,310</b>	<b>107,778</b>
<b>SEGMENT WISE RESULT</b>		
- Cylinder Division	932	1,211
- LPG Division	11,169	11,449
	<b>12,101</b>	<b>12,660</b>
a. Less : Depreciation	(5,219)	(5,121)
b. Less : Finance Cost	(861)	(1,161)
c. Add : Other Income	283	430
<b>Profit Before Tax</b>	<b>6,303</b>	<b>6,809</b>
<b>Tax expense:</b>		
(1) Current tax	1,711	1,371
(2) Deferred tax Charges / (Credit)	(152)	326
Total Tax Expenses	<b>1,559</b>	<b>1,697</b>
Profit After Tax	<b>4,744</b>	<b>5,112</b>
d. Add : Share of Profit and Loss from Associate and Joint Venture	203	134
Profit After Tax incl profit from Joint Venture	<b>4,947</b>	<b>5,245</b>
<b>Segment Asset</b>		
- Cylinder Division	29,190	26,085
- LPG Division	49,700	44,414
<b>Total Assets</b>	<b>78,890</b>	<b>70,498</b>
<b>Less - Segment Liability</b>		
- Cylinder Division	13,126	13,203
- LPG Division	10,338	10,398
<b>Total Liability</b>	<b>23,464</b>	<b>23,601</b>

. As per Accounting Standard 108 on Segment Reporting (AS 108), the Company has reported "Segment Information", as described below:

- a) The Cylinder Division includes production and marketing operations of LPG /CNG cylinders.
- b) The LPG Division includes LPG marketing and bottling business & Others.

## 9. Liquidity Risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

The table below analyses the financial liability of the company into relevant maturity groupings based on the remaining period from reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flow.

## 10. Capital Risk Management

### i) Risk Management

The Company's objectives when managing capital are to

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

The Company monitors capital on the basis of the following debt equity ratio:

(Figures Rs in Lacs)

Particulars	AS AT	AS AT
	31.03.2021	31.03.2020
Net Debt	19507.12	18007.59
Total Equity	<b>55,426.09</b>	<b>46,897.95</b>
<b>Debt / Equity</b>	0.32	0.34

## 11.Dividend

The company has paid dividends. Details of dividend paid are

(Figures Rs in Lacs)

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Final Dividend Paid	0.00	273.84
Corporate Tax on Dividend	0.00	56.29

## 12.Earning Per Share ( EPS )

(Figures Rs in Lacs)

Particulars	AS AT 31.03.2021	AS AT 31.03.2020
Net Profit After Tax	4776.35	5241.29
Weighted Average No of Shares	2840.12	2738.35
Nominal Value of Shares	1.00	1.00
Basic Earnings per share	1.68	1.91
Diluted Earnings per share	1.68	1.85

## 12.

### **Fair Value Measurement**

The fair values of the financial assets and liabilities are included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The following methods and assumptions were used to estimate the fair values: ·

Fair value of cash and short-term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial institutions approximate their carrying amounts largely due to short term maturities of these instruments.

Financial instruments with fixed and variable interest rates are evaluated by the Company based on parameters such as interest rates and individual credit worthiness of the counterparty. Based on this evaluation, allowances are taken to account for expected losses of these receivables. Accordingly, fair value of such instruments is not materially different from their carrying amounts.

(figures Rs, in Lacs)

Particulars	As at 31st March 2021			As at 31st March 2020		
	Carrying Amount	Level of Input used in Level -1	Level of Input used in Level -2	Carrying Amount	Level of Input used in Level -1	Level of Input used in Level -2
<b>At amortized Cost</b>						
Financial Assets						
Investment	1195.92	-	-	761.25	-	-
Trade Receivable	6615.01	-	-	7605.41	-	-
Loans	7375.02			4504.89		
Cash & Cash Equivalent	1766.01	-	-	2064.71	-	-
Other financial Assets	4808.95			4828.19		
Financial Liabilities						
Borrowings	8251.1	-	-	7055.87	-	-
Trade Payable	778.95	-	-	2441.33	-	-
Other Financial Liabilities	11756.48	-	-	11178.68	-	-

The Financial Instruments are categorized in two level based on the inputs used to arrive at fair value measurement as described below

**Level 1:** quoted (unadjusted) prices in active markets for identical assets or liabilities

**Level 2:** other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

## Recent accounting pronouncements

### Standards issued but not effective

On March 24, 2021, the Ministry of Corporate Affairs (“MCA”) through a notification, amended Schedule III of the Companies Act, 2013. The amendments revise Division I, II and III of Schedule III and are applicable from April 1, 2021. Some of the key amendments relating to Division II which relate to companies whose financial statements are required to comply with Companies (Indian Accounting Standards) Rules 2015 are:

- a) Lease liabilities should be separately disclosed under the head ‘financial liabilities’, duly distinguished as current or non-current.
- b) Certain additional disclosures in the statement of changes in equity such as changes in equity share capital due to prior period errors and restated balances at the beginning of the current reporting period.
- c) Specified format for disclosure of shareholding of promoters.
- d) Specified format for ageing schedule of trade receivables, trade payables, capital work-in-progress and intangible asset under development.
- e) If a company has not used funds for the specific purpose for which it was borrowed from banks and financial institutions, then disclosure of details of where it has been used.
- f) Specific disclosure under ‘additional regulatory requirement’ such as compliance with approved schemes of arrangements, compliance with number of layers of companies, title deeds of immovable property not held in name of company, loans and advances to promoters, directors, key managerial personnel (KMP) and related parties, details of benami property held etc.
- g) Realignment of presentation of following financial statement captions:
  - Security deposits to be presented under other financial assets (earlier: under loans)
  - Current maturities of long-term borrowings to be disclosed separately under borrowings (earlier: under other financial liabilities)
- h) Disclosure of charges/ satisfaction yet to be registered with ROC beyond the statutory period along with details and reasons thereof
- i) Prescribed disclosures where loans/ advances in the nature of loans were granted to promoters, directors, KMPs and the related parties (as defined under 2013 Act), either severally or jointly with any other person that are:
  - Repayable on demand or
  - Without specifying any terms/ period of repayment.

- j) Disclosure of prescribed ratios e.g. current ratio, debt-equity ratio (Explain items included in numerator and denominator and any change in the ratio >25% as compared to the preceding year)
- k) Disclosure of the following where borrowings are made from banks/ FI on the basis of security of current assets
- Whether quarterly returns/ statements of current assets filed with banks/ FI are in agreement with the books
  - Summary of reconciliation and reasons of material discrepancies (if any)
- l) Additional disclosures relating to Corporate Social Responsibility (CSR), undisclosed income and crypto or virtual currency specified under the head 'additional information' in the notes forming part of financial statements.

The Company is assessing the impact of these changes and will accordingly incorporate the same for the financial statements for the year ended March 31, 2022

13. Management has been continuously evaluating the possible effects that may result from the pandemic relating to COVID-19 on the operational and financial results of the Company for the Year ended on March 31, 2021. The Company has considered and taken into account internal and external information in assessing the recoverability of financial and non-financial assets. Given the uncertainties associated with nature, condition and duration of COVID-19, the impact assessment on the Company's financial information will be continuously made and provided for as required.
14. Previous year figures have been regrouped/reclassified wherever necessary to make them comparable with current year figures.

**As per our Report of even date**

**For Akhil Rathi & Co.  
Chartered Accountants  
FRN 136954 W**

**For Ganesh Adukia & Associates  
Chartered Accountants  
FRN 142238 W**

**For Koshal & Associates  
Chartered Accountants  
FRN 121233 W**

**Sd/-  
Akhil Rathi  
Proprietor  
Mumbai,  
M. No. 154788  
UDIN:21154788AAABN3088**

**Sd/-  
Ganesh Adukia  
Proprietor  
Mumbai,  
M. No. 169737  
UDIN:21169737AAAABE6200**

**Sd/-  
Koshal Maheshwari  
Proprietor  
Mumbai,  
M. No. 043746  
UDIN:21043746AAAACE7899**

**For and on behalf of the Board**

**Sd/-  
NITIN KHARA  
Managing Director & CEO  
DIN 01670977  
PLACE:MUMBAI  
DATE: 28/05/2021**

**Sd/-  
ELESH KHARA  
Director & CFO  
DIN 06938709**

**Sd/-  
VAIBHAV DEDHIA  
Chairman Audit Committee  
DIN 08068912**

**Sd/-  
PRITY BHABHRA  
Company Secretary  
M.NO. 52365**