

EASTERN GASES LIMITED
20th Annual Report
2014-2015



EASTERN GASES LIMITED



CORPORATE INFORMATION

BOARD:

Mr. Sushil Kr. Bhansali
Chairman, M.D.

AVM Debabrata Choudhury
Independent Director

Manika Mukherjee
Independent Director

Mr. Tejvir Singh
Independent Director

Mr. Anil Choudhury Legha
Independent Director

COMPANY SECRETARY

Mrs. Swati Basu

AUDITORS

M/s Sarkar Gurumurthy & Associates,
Chartered Accountants

REGISTERED OFFICE

43 Palace Court, 1 Kyd Street
Kolkata - 700 016
Ph: 033-22299897 / 8606
Fax: 033-22496826

CORPORATE IDENTIFICATION NUMBER

L40200WB1995PLC068251

WEB SITE & E-MAIL

www.eastgas.in
info@eastgas.in

BOTTLING PLANTS

West Bengal

1. Address: De-Gaul Avenue,
Vill: Khairasole, Durgapur,
Dist.: Burdwan (W.B.)

Karnataka

2. Address: Survey no 124/1, Budihal,
Vill: Nelamangala, Taluk
Dist: Bangalore Rural District,
Bangalore-562123

Telangana

3. Address: House No 240, Block 3
Vill: Bibi Nagar, Nalgonda
Dist: Hydrebad -508126
Telangana

BANKERS

DBS Bank
Axis Bank
Central Bank of India

RETAIL OUTLET

Location: Paschim Medinipur

REGISTRAR & SHARE TRANSFER AGENT

Name of Registrar: S.K. Infosolutions Pvt. Ltd.
Address: 34/1A, Sudhir Chatterjee Street,
Kolkata 700006
Phone: +91-33-22196797 / 4819
Fax: +91-33-22194815
Email: agarwalstk@rediffmail.com

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**NOTICE OF 20th ANNUAL GENERAL MEETING**

Notice is hereby given that the **20th ANNUAL GENERAL MEETING** of the Company will be held on the 30th day of September, 2015 at 10.00 am. at Smriti Charitable Medical Centre, 81, K.P.Roy Lane, Haltu, Kolkata – 700078 to transact the following business:

ORDINARY BUSINESS:**1) ADOPTION OF FINANCIAL STATEMENTS:**

To consider and adopt The Financial Statements of the Company for the year ended 31st March' 2015 and Reports of the Board of Directors and Auditors thereon.

2) RATIFICATIONS OF AUDITORS:

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

“RESOLVED THAT pursuant to the provisions of section 139-142 and other applicable provisions, if any of the Companies Act 2013 read with the underlying rules viz. Companies (Audit & Auditors) Rules, 2014 as may be applicable the company do hereby ratify the appointment of auditors M/s. Sarkar Gurumurthy & Associates, Chartered Accountants (membership no:051550). made by the shareholders at the 19th Annual General Meeting and authorize Board to fix their remuneration.”

SPECIAL BUSINESS:**3) REGULARISING THE APPOINTMENT OF SMT MANIKA MUKHERJEE AS NON EXECUTIVE INDEPENDENT DIRECTOR**

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

Ordinary Resolution.

"RESOLVED THAT pursuant to the provisions of Section 160 and other applicable provisions (including any modification or re-enactment thereof), if any, of the Companies Act, 2013, and subject to the approval of shareholders in general meeting, Smt. Manika Mukherjee who was appointed as an Additional Non Executive Independent Director in the meeting of the Board of Directors held on 30th March '2015 and whose term expires at the ensuing Annual General Meeting of the company and for the appointment of whom the Company has received a notice in writing proposing her candidature for the office of the Non Executive Independent Director whose period of office will be for next 5 consecutive years w.e.f 01st October' 2015 to 30th September' 2020 not be liable to determination by retirement of directors by rotation."

"RESOLVED FURTHER THAT Sushil Kumar Bhansali ,director of the company be and are hereby severally authorized to do all the acts, deeds and things which are necessary to give effect to the above said resolution.”

NOTES

1).The Explanatory Statement *Pursuant to Section 102 of the Companies Act, 2013*, in respect of Special Business is annexed hereto.

2).A member entitled to attend and vote at this Annual General Meeting may appoint a proxy to attend and vote on a Poll on his behalf. A proxy need not be a member of the Company. Proxies, in order to be effective, must be deposited at the Registered Office of the Company not less than Forty Eight Hours before the commencement of this Annual General Meeting. A Person can act as proxy on behalf of the members not exceeding fifty and holding aggregate not more than ten percent of the total share capital of the company carrying voting rights.

3).The Register of Members and Share Transfer Books of the Company will be closed from 23rd September 2015 to 30th September, 2015 (both days inclusive).



- 4).Members are requested to produce the enclosed Attendance Slip at the entrance of the Hall and bring their copies of Annual Reports to the Meeting.
- 5).Members are requested to notify any change in their address immediately quoting their folio no(s) to the Company's Investor Cell.
- 6).The Notice of the AGM along with the Annual Report 2014-15 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode. The Annual Report of the Company is also available on the website of the Company www.eastgas.co.in
- 7).To support the 'Green Initiative', the Members who have not registered their e-mail addresses are requested to register the same with company/depositors.
- 8). In compliance with the provisions of section 108 of the Act and the Rules framed there under, the Members are provided with the facility to cast their vote electronically, through the e-voting services provided by NSDL, on all resolutions set forth in this Notice.

The instructions for shareholders voting electronically are as under:**Voting through electronic means**

- 1.In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as amended by the Companies (Management and Administration) Amendment Rules, 2015 and Clause 35B of the Listing Agreement, the Company is pleased to provide members facility to exercise their right to vote on resolutions proposed to be considered at the Annual General Meeting (AGM) by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL).
- I. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.
- II. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM) but shall not be entitled to cast their vote again.
- III. The remote e-voting period commences on 26th September, 2015 (10:00 am) and ends on 29th September, 2015 (5:00 pm). During this period members' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of 23rd September, 2015, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.
- IV. The process and manner for remote e-voting are as under:
 - A. In case a Member receives an email from NSDL [for members whose email IDs are registered with the Company/Depository Participants(s)] :
 - (i) Open email and open PDF file viz; "remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.
 - (ii) Launch internet browser by typing the following URL: <https://www.evoting.nsdl.com/>
 - (iii) Click on Shareholder - Login
 - (iv) Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
 - (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (vi) Home page of remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
 - (vii) Select "EVEN" of " Eastern Gases Limited"
 - (viii) Now you are ready for remote e-voting as Cast Vote page opens.
 - (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
 - (x) Upon confirmation, the message "Vote cast successfully" will be displayed.



- (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
- (xii) 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. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to dksincs@yahoo.com with a copy marked to evoting@nsdl.co.in
- B. In case a Member receives physical copy of the Notice of AGM) [for members whose email IDs are not registered with the Company/Depository Participants(s) or requesting physical copy] :
- (i) Initial password is provided as below/at the bottom of the Attendance Slip for the AGM):
- | <u>EVEN (Remote e-voting Event Number)</u> | <u>USER ID</u> | <u>PASSWORD/PIN</u> |
|---|-----------------------|----------------------------|
|---|-----------------------|----------------------------|
- (ii) Please follow all steps from Sl. No. (ii) to Sl. No. (xii) above, to cast vote.
- V. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Members and remote e-voting user manual for Members available at the downloads section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990.
- VI. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote
- VII. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
- VIII. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date of 23rd September, 2015.
- IX. Any person, who acquires shares of the Company and become member of the Company after dispatch of the notice and holding shares as of the cut-off date i.e. 23rd September, 2015, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or Issuer/RTA. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free no.: 1800-222-990.
- X. A member may participate in the AGM even after exercising his right to vote through remote e-voting but shall not be allowed to vote again at the AGM.
- XI. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.
- XII. Mr. Dilip Kumar Sarawagi, Practicing Company Secretary in whole time practice (Membership No. ACS 13020), has been appointed as the Scrutinizer to scrutinize the e-voting process (including the Ballot Form received from the Members who do not have access to the e-voting process) in a fair and transparent manner.
- XIII. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of "Ballot Paper" for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- XIV. The Scrutinizer shall after the conclusion of voting at the general meeting, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- XV. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company www.eastgas.co.in and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai.& CSE Kolkata.

Other Instructions:

- i. The e-voting period commences on 26th September 2015, (9.00 a.m.) and ends on September 29, 2015 (5.00 p.m). During this period, Members of the Company, holding shares



either in physical form or in dematerialized form, as on 23rd September, 2015, may cast their vote electronically. The e-voting module shall be disabled by NDSL for voting thereafter. Once the vote on a resolution is cast by the Member, he/she shall not be allowed to change it subsequently.

ii. The voting rights of Members shall be in proportion to their shares of the paid up equity share capital of the Company as on 23rd Day of September, 2015.

iii. The results declared along with the Scrutinizer's Report shall be placed on the website of the company www.eastgas.co.in two days of the passing of the resolutions at the 20th AGM of the Company on September 30, 2015 and communicated to the CSE & BSE Limited, where the shares of the Company are listed & traded.

By order of the Board of Directors
For EASTERN GASES LIMITED

Place: Kolkata
Dated: 3rd Sept'2015

S.K BHANSALI
Director
(DIN:00344931)

Annexure to Notice

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No :4

The Board considered the appointment of woman director in the board as mentioned in terms of section 149(1) and schedule IV to the Companies Act 2013 and clause 49 of the listing agreement and was of the view that the proposed director fulfill the criteria of independence as mentioned in the above provisions and can be appointed as Independent Director. The proposed Director possess requisite qualifications, appropriate skills experience and knowledge. The Board has recommended her appointment as Non Executive Independent Director of the Company to hold office for a term of five consecutive years commencing from the date of ensuing Annual General meeting of the Company.

**(ANNEXURE TO NOTICE DATED 3RD SEPTEMBER' 2015)
DETAILS OF DIRECTORS SEEKING APPOINTMENT/RE-APPOINTMENT AT THE FORTHCOMING
ANNUAL GENERAL MEETING (PURSUANT TOCLAUSE 49 OF THE LISTING AGREEMENT)**

Name of the Director	Manika Mukherjee
Age	50 Years
Qualifications	Graduate
Appointment Date	31-03-2015
Expertise	He has more than 10 years of experience in this industry.
Directorships held in other public companies (excluding foreign companies)	Nil
Chairman/Member of the Committee of the Board of Directors of the Company	3
Chairman/Member of the Committee of the Directors of other companies in which he is a Directors	Nil
Shareholding of Non-Executive Directors	Nil
Relationship between Directors inter-se	Nil

By order of the Board of Directors
For EASTERN GASES LIMITED

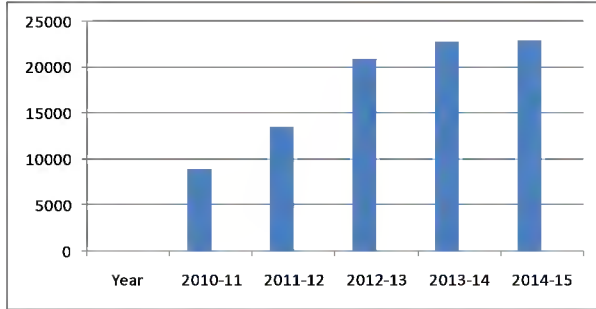
Place: Kolkata
Dated: 3rd Sept'2015

S.K BHANSALI
Director
(DIN:00344931)

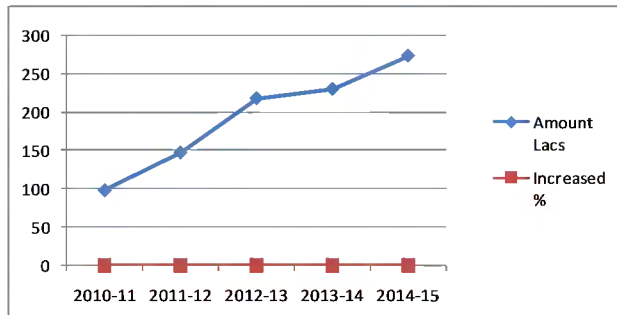


PERFORMANCE AT A GLANCE

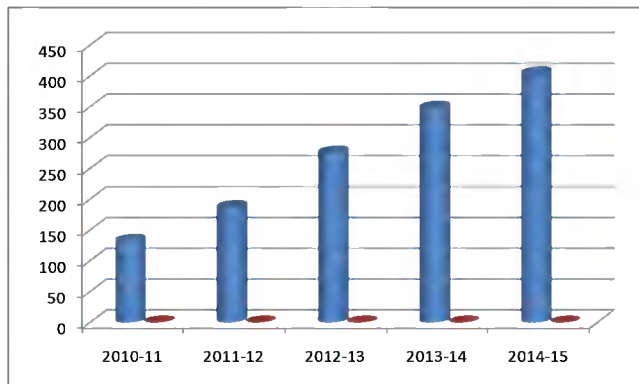
Net Sales (Figures in Lacs)



Net Profit (Figures in Lacs)



EBIT



**DIRECTORS' REPORT TO THE MEMBERS**

Dear Members,

On behalf of the Board of Directors, it is my privilege and honor to place before you the 20th Annual Report and the Audited Statement of Accounts of the Company for the year ended 31st March, 2015.

	Rs in Lacs	
	2014-15	2013-14
Total Revenue	22975.05	22779.90
Profit before Interest, Depreciation & Taxation	1183.60	965.31
Interest	611.60	525.55
Depreciation	167.14	90.84
Profit before tax	404.86	348.92
Less: Provision for Taxation	131.36	118.72
Profit after Tax	273.50	230.20
Add: Balance Brought Forward	828.03	597.83
Securities Premium	450.11	450.11
Surplus carried to Balance Sheet	1551.64	1278.14

BUSINESS PERFORMANCE:

The financial year 2014-15 witnessed the results of recent internal improvement programs and also reflected the positivity of the macro environment. Your Directors are pleased to report that in spite of being one of the most challenging years in the last decade the company maintained persistent growth in the year. You shall be happy to note that during the period 2014-15, your Company has achieved a substantial growth, both in turnover and profits.

Net Sales increased by.....1% to Rs. 228 crs
 PBDIT increased by.....23% to Rs. 1185 lacs
 Profit before tax increased by.....16% to Rs. 404.86 lacs
 Net Profit increased by.....19% to Rs.273.50 lacs

FUTURE OUTLOOK

With the new government policy PAHAL (DBTL) Scheme it has able to restrict the black marketing of the subsidies LPG and thereby saves Rs 10,000 crores. It has predominantly increased the sell of cylinders at market price and thereby a huge opportunity to the parallel marketers to play . According to Ministry of Petroleum and Natural Gas (MoPNG) demand for non subsidies cylinders grew 30.82% during this period.

The success of the modified scheme helped fuel parallel marketing companies to gain significance growth in LPG. The Company expects a good growth in this segment as the companies are turning into eco- friendly LPG/CNG/Propane/Butane. The Management has taken adequate steps to cater the future demand for consolidating its position in the market. The new Bottling plants at Bangalore and Hyderabad are adding good gain to the future prospect of the company and your company further planning to set up/or purchase more Bottling Plant/Auto LPG Retail Outlets (Dispensing Stations) which will require substantial investment in future. The company is evaluating all the options to propel its expansion plans.

A. BOTTLING SEGMENT

The company caters the commercial cylinder market of West Bengal, Bihar and Orissa from its own bottling plant situated at Durgapur. The company already set up new LPG bottling plant at strategically potential locations to cover Central and Southern India as well for marketing its "EAST GAS" brand commercial LPG cylinders. Your company has started two new LPG bottling plants at Bangalore & Hyderabad with its vision of pan India presence. This will add to



company's presence in Domestic, Commercial and Industrial segment. With various government checks on Domestic LPG supplies the company expects that the Domestic sector will also open up as Good Avenue in years to come.

B. BULK LPG

The Company expects good growth in this segment due to the conversion of major industries from Coal/ other alternate fuels to LPG/Propane due to Environment concerns. LPG being a cleaner and cheaper fuel is preferred choice of the Industrial Customers. The company is also exploring opportunities throughout India as usage of LPG in Industrial houses is growing.

C. AUTO LPG

The Companies own Auto LPG Retail Outlet (ALRO) is already running in Paschim Medinipur, West Bengal and the company has a plan to start three more ALRO at Bagnan, Delhi Road & Chandannagar in West Bengal by this year and make the chain of 100 ALRO's throughout India in coming years.

DIVIDEND

The Board believes that it will be prudent for the company to conserve resources in view of future expansion programs in line for the coming year, which will enhance the profitability to a great extent. Hence, your directors are not recommending any dividend for the Financial Year 2014-15.

INSURANCE

The Assets of the Company including building, plant & machinery, etc are adequately insured for all its units.

INDEPENDENT DIRECTORS

The Board considered the appointment of woman director in the board as mentioned in terms of section 149(1) and schedule IV to the Companies Act 2013 and clause 49 of the listing agreement and presently Shri. Debarata Choudhury, Shri Tejvir Singh , Shri Anil Choudhury Legha & Smt Manika Mukherjee are the Independent Directors of the Company.

BOARD EVALUATION :

The Board considered the independence of each of the above mentioned Directors in terms of section 149 and schedule IV to the Companies Act 2013 and clause 49 of the listing agreement and was of the view that the directors fulfill the criteria of independence as mentioned in the above provisions . A structure of questionnaire was prepared after taking into consideration various aspects of Board's functioning . The performance evaluation of Independent Directors was carried out by the Independent directors and the Board of Directors expressed their satisfaction with the evaluation process.

STATUTORY AUDITORS

The Statutory Auditors of the Company M/s. Sarkar Gurumurthy & Associates, Chartered Accountants, were appointed for period of 5 years till 31st March'2019 and their appointed is ratified in the ensuing Annual General Meeting.

AUDITOR'S REPORT

The Board has duly examined the Statutory Auditors' Report to the accounts and clarifications, wherever necessary, have been included in the Notes to the Accounts section of the Annual Report.

FIXED DEPOSITS

The Company has not accepted any deposits within the meaning of Section 73 of the Companies Act, 2013, and the rules made there under.

SHARE CAPITAL

During the year 2014-15 there was no further issue of share capital.

**MANAGEMENT DISCUSSION AND ANALYSIS REPORT**

A detailed discussion of the industry structure as well as on the financial and operational performance is contained in the 'Management Discussion and Analysis Report'(Annexure - 1)

CORPORATE GOVERNANCE

Pursuant to clause 49 of the Listing Agreement with the Stock Exchanges, Corporate Governance report together with the certification from the company's auditors confirming the compliance of conditions on Corporate Governance is given in (Annexure-2).

Section 134(3)of the Companies Act ,2013 requires the Board report to include several additional contents and disclosures compared to the earlier Law. Most of them have accordingly been made in the Corporate Governance report at the appropriate places that forms an integral part of this report.

EXTRACT OF ANNUAL RETURN

The details forming part of the extract of the Annual Return in Form MGT- 9 is given in (Annexure- 3).

PARTICULARS OF EMPLOYEES:

In terms of the provisions of section 197(12) of the Companies Act '2013 read with rule 5(1) to 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules,2014, the names and other particulars of the employees drawing remuneration in excess of the limits set out in the Rules are provided in the Annual Report. However , as per first proviso to section 136(1) of the said Act the Annual report excluding the aforesaid information is being sent to all the members of the Company and others entitled thereto. Any member interested in obtaining such particulars may write to the Company at the registered office of the Company . None of the employees as set out in the said Annexure is related to any Director of the Company.

ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNING AND OUTGO**A. CONSERVATION OF ENERGY**

(a). Energy conservation measures taken: During the year external experts conducted an energy audit and the recommendations have been implemented.

(b). Additional investments and proposals, if any , being implemented for reduction of consumption of energy: No additional investments for reduction in energy consumption have been made or are proposed to be made presently.

(c). Impact of the measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods: the company has achieved marginal savings during 2014-15 due to the measures at (a) above.

B. RESEARCH & DEVELOPMENT (R&D)

No R & D activities have been carried out by the company during the year.

C. TECHNOLOGY ABSORPTION

The Company always keeps a check on global innovation and techniques to avail the latest technology trends and practices. The Company has not imported any technology or process in the financial year.

D. FOREIGN EXCHANGE EARNINGS & OUTGO

The Company had no Foreign Exchange earnings and Outgo during the year under review.

SUBSIDIARY

It is reported that the Company has no Subsidiary within the meaning of provisions of the Companies Act, 2013.

SOCIAL COMMITMENT

Our driving objective is to improve living and working condition of our workforce, their dependents and society as well. There has been a constant endeavor to interact with the workers on a day to day basis and promptly resolve the issues that surface up.

**ENVIRONMENTAL EFFORTS**

Company has obtained all the required certificates and License from Environment Control Regulators to check Safe and Environment friendly Operations. The Company is quite alert in providing clean environment on a continuous basis.

SAFETY

The Company has adequate system for Industrial Safety. In the said year the company has strengthen its fire safety equipment at it units. The year under review continued to be NIL accident year.

DIRECTORS' RESPONSIBILITY STATEMENT

The Directors' Responsibility Statement referred to in clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013, shall state that—

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

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

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

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

(e) the directors have laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

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

PARTICULARS OF LOANS, GUARANTEE OR INVESTMENTS:

The Company did not give any Loan or Guarantee or provided any security or make investment covered under Section 186 of the Companies Act 2013 during the year.

VOLUNTARY DELISTING OF EQUITY SHARES

The Company has applied for delisting of shares from Ahmadabad Stock Exchange Ltd. (ASE) and Jaipur Stock Exchange Ltd. (JSE), which is under process.

ACKNOWLEDGEMENTS

The Board records its sincere appreciation for the valuable support extended by the Company's Bankers, Financial Institutions and the Government Agencies. The Board also wishes to thank all its suppliers / customers / distributors / dealers and all those associated with the Company. The Board further conveys cordial thanks to all the employees for their sincere works and takes this opportunity to thank Shareholders for their continued confidence reposed in the Management of the Company.

By order of the Board of Directors
For EASTERN GASES LIMITED

Place: Kolkata
Dated: 3rd Sept'2015

S.K BHANSALI
Director
(DIN:00344931)

**ANNEXURE '1'
TO DIRECTORS' REPORT****MANAGEMENT DISCUSSION AND ANALYSIS**

The incumbent government is in a full swing to bring the economy back on its feet. The government has signaled that in the days to come, the market realities will come thick and fast, giving the economy a much needed respite from subdued prices and subsidy. It is estimated that the combined subsidy from subsidized LPG cylinder and Kerosene It is only a matter of time that the economy is given a “bitter medicine”, which will have a ripple effect on regions and markets. It is expected that the government will increase the price of domestic LPG cylinder by INR 5/cylinder in a phased manner. The overall subsidy on HSD, domestic LPG and Kerosene is estimated to be INR 115,548 Crore, out of which domestic LPG accounts for a whopping 44% at INR 50,324 Crore.

The report, “Changing Business Landscape and New Set of Challenges & Opportunities in LPG market in India”, conceived by Infra Insights is rightly timed and designed to provide an in-depth assessment of key elements such as: Changes in the historic subsidy regime in LPG segment, Impact of domestic LPG price recovery on end-user market, New set of opportunities & challenges for Oil Marketing Companies and Parallel Marketing Companies in LPG and outlook on likely changes in the overall LPG business landscape in India. The contents of the report are elaborate and the framework as such is designed not only for the LPG import and retail & marketing companies but also for the companies involved in the manufacturing of the LPG cylinders, Bulk LPG storage, Kit manufacturers and OEM's.

LPG industry is not new to India and dates back to 1950s. In India, the LPG industry is quite extensive and there are players across the LPG value chain, such as: LPG importers and import terminal operators, LPG storage tank manufacturing players, LPG suppliers & distributors catering to: Domestic, Industrial, Commercial and Transport, LPG cylinder manufacturers and LPG kit manufacturers. .

LPG is present in all the four key end-consumer segments: Domestic, Industrial, Commercial and Transport. With the growth and economic development in the country, an increase in the energy/fuel consumption of the consumer segment is inevitable. With the rise in the energy requirement of the country, there is definitely an opportunity for the LPG industry to scale-up and increase its penetration in the consumer base

MARKET SIZE

Backed by new oil fields, domestic oil output is anticipated to grow to 1 MBPD by FY16. With India developing gas-fired power stations, consumption is up more than 160 per cent since 1995. Gas consumption is likely to expand at a CAGR of 21 per cent during FY08–17. Domestic production accounts for more than three-quarters of the country's total gas consumption. India increasingly relies on imported LNG; the country was the fifth-largest LNG importer in 2013, accounting for 5.5 per cent of global imports. India's LNG imports are forecasted to increase at a CAGR of 33 per cent during 2012–17.

State-owned ONGC dominates the upstream segment (exploration and production), accounting for approximately 60 per cent of the country's total oil output (FY13).

IOCL operates 11,214 km network of crude, gas and product pipelines, with a capacity of 1.6 MBPD of oil and 10 million metric standard cubic metre per day (MMSCMD) of gas. This is around 30 per cent of the nation's total pipeline network. IOCL is the largest company, operating 10 out of 22 Indian refineries, with a combined capacity of 1.3 MBPD.

**FINANCIAL PERFORMANCE REVIEW OF THE COMPANY**

Despite of being a challenging year, 2014-15 has turned out to be satisfactory. Total sales has gone up from 22,723 lakhs to 22, 840 lakhs, net profit before tax from 348.92 lakhs to 404.86 lakhs

1. Share Capital – The company has authorised share capital of Rs. 1500 lakhs comprising of equity shares of face value Rs.10/- The paid up share capital is Rs.1500 lakhs
2. Reserve and Surplus–Total accumulated profit as on 31-03-2015 is Rs. 1551.64 lakh.
3. Loan Profile – The Company has taken secured loan of Rs. 1,257 lakhs and the unsecured loan stands to Rs. 2.04 lakhs.
4. Fixed Assets – During the year under review, total additions to the gross block of assets was Rs. 621.66 lakhs
5. Investments – The Company has not made any fresh investment in capital market during the year.
6. Cash and Bank Balance – The Company had adequate liquidity of Rs.249.32 lakhs in the various Bank Accounts

SEGMENTWISE OR PRODUCTWISE PERFORMANCE

The same is not mandatory for Small and Medium Sized Companies.

DISCLOSURE BY THE MANAGEMENT

Your Board has received confirmation from its managerial staff that they had no personal interest in any material, financial and commercial transactions of the company.

INTERNAL CONTROL SYSTEM AND RISK MANAGEMENT

The Company has an in-house team in internal audit department and also availed services of external firms of consultants and chartered accountants to help the Company to strengthen the internal audit and risk management functions.

CAUTIONARY STATEMENT

Statement in this report, particularly those which relate to Management Discussion and Analysis, description of company's objective, estimates and expectations may constitute forward looking statements within the meaning of applicable laws or regulations. Actual results might differ materially from those either. The Company takes no responsibility for any consequence of decisions made based on such statements and holds no obligation to update these in the future.

RISK MANAGEMENT

The Company has a risk management framework in place under which the management identifies and monitors business risks on a continuous basis and initiates appropriate risk mitigation steps as and when required. The Company periodically place before the Board the risk assessment and minimization procedures being followed by the company and steps taken by it to mitigate those risks through a properly defined framework.

**ANNEXURE '2'
TO DIRECTORS' REPORT****REPORT ON CORPORATE GOVERNANCE**

Company's policies on the Corporate Governance and due compliance report on specific areas wherever applicable for the year ended March 31, 2015 are given here under divided in the following areas:



Company's philosophy on code of Governance

Eastern Gases Ltd. (EGL) is dedicated to achieve the highest level of integrity, transparency and accountability in our operations, financial results and public disclosures. EGL is in full compliance with the corporate governance norms and disclosures of clause 49 of the Listing Agreement with the Stock Exchanges. We inform our financial results and other relevant disclosures & developments in a clear and timely manner through print and electronic media. The company files its quarterly, half yearly, annual results and quarterly shareholding patterns in a manner and within such time as prescribed by the Stock Exchanges. In terms of the Company's Corporate Governance Policy, all statutory and other significant and material information are placed before the Board.

Composition of Board of Directors

Your Board consists of eminent directors who have the diverse experience and expertise necessary to serve effectively on the Board and its committees which may include financial, business and other expertise as determined by the Board. The size and composition of the Board confirms to the requirement of the Corporate Governance code under the Listing Agreement with the Stock Exchanges.

The present strength of board is 4 Directors and meets the requirement of not less than 50% being non-executive Directors. During the year 2014-15 5(five) board meetings were held on 31st May' 2014, 12th August' 2014, 15th November' 2014, 14th February' 2015 and 30th March '2015.

The Composition of Directors and their attendance at the Board Meeting during the year ended on 31st March 2015 and the last Annual General Meeting as also number of other directorships, committee memberships and chairmanships held by them are given below :-

Directors	Category	Attendance Particulars	Last AGM	No. of Directorship and Committee Membership/Chairmanship held			
				Directorship Public	Directorship Private	Committee Membership	Committee Chairmanship
Shri S.K.Bhansali	Whole Time Director	4	Yes	6	9	1	Nil
Shri Debabrata Choudhury	Non-Executive, Independent	3	Yes	5	5	Nil	Nil
Shri Anil Choudhury Legha	Non-Executive, Independent	4	Yes	Nil	1	Nil	Nil
Shri Tejvir singh	Non-Executive Director	3	Yes	Nil	2	Nil	Nil
Manika Mukherjee	Non-Executive Director	1	No	Nil	1	Nil	Nil

Notes:

- Smt. Manika Mukherjee appointed to the Board w.e f 30/03/2015
- The Directorship held by Directors as mentioned above, do not include Alternate Directorships and Directorships of Foreign Companies, Section 8 Companies Act 2013.
- In accordance with Clause 49, Membership/ Chairmanships of only the Audit Committee and Shareholders/ Investors Grievance Committees of all public limited companies have been considered.
- None of the Non-Executive directors have any pecuniary relationship or transactions with the company other than for holding directorship and receiving sitting fees.



- ▷ All the directors who are on various Committees are within the permissible limits of the listing agreement. The Directors have intimated from time to time their membership in the various Committees in other Companies.

Board Agenda

Agenda papers for the Board meetings are generally circulated seven days prior to date of the meetings. All major issues included in the Agenda are backed by comprehensive background information to enable the Board to take informed decisions. The Board members, in consultation with the Chairman, may bring up any matter for the consideration of the Board.

Information Supplied to the Board

The Board has complete access to all information with the company. The agenda and papers for consideration of the Board are circulated at least seven days prior to the date of the Board Meeting. Adequate information is circulated as part of the agenda papers and also placed at the meeting to enable the Board to take an informed decision.

The Board periodically reviews compliance reports of all laws applicable to the company, prepared by the company as well as steps taken by the company to rectify instances of non-compliances.

AUDIT COMMITTEE

The Audit Committee is empowered, pursuant to its terms of reference, inter-alia:

- ▷ To investigate any activity within its terms of reference
- ▷ To seek any information it required from any employee
- ▷ To obtain legal or other independent professional advice
- ▷ To secure the attendance of outsiders with relevant experience and expertise, when considered necessary.

The Role of Audit Committee:-

Terms of reference of the Audit Committee as stipulated by the board and as per section 177 of the Companies Act, 2013 and the guidelines set out in Clause 49 of the Listing Agreement with the Stock Exchanges

Composition:

The Audit Committee was constituted by the Board of Directors. Member Directors of the Audit Committee are as under:

1. Mr. Debarata Choudhury, Chairman
2. Mr. Sushil Kumar Bhansali , Member
3. Mr. Anil Choudhury Legha, Member

The 2/3rd members of the Audit Committee are Non- Executive Directors including its Chairman. All the members of Audit Committee are financially literate and one member is having accounting and related financial management expertise.

The Audit committee had four meetings during the year 2014-15 on 31st May 2014, 12th August' 2014, 15th November'2014 and 14th February'2015 and the gap between two meetings did not exceed four months. All the meetings were properly convened and conducted. The attendance of each Audit Committee member is as under:

Member	Position	No. of meetings	
		Held	Attended
Mr. Debabrata Choudhury	Chairman	4	3
Mr. Sushil kumar Bhansali	Member	4	4
Mr. Anil Choudhury Legha	Member	4	4



- The audit committee meetings are held at the registered office and are attended by the Internal Auditors and the Finance head. A representative of the Statutory Auditors is also invited.
- The Chairman of the Audit Committee was present at the last Annual General Meeting of the Company to answer the queries raised by the Shareholders regarding Audit and Accounts.
- The role and terms of reference of the Audit Committee cover the matters specified for Audit Committees under Clause 49 of the Listing Agreement as well as in section 177 of the Companies Act 2013.

NOMINATION & REMUNERATION COMMITTEE

The Committee shall have authority to deal with the matters specified under the Companies Act, 2013 and the terms of reference of the Committee are as under:

- ▶ Any fixation/change in remuneration of Whole Time Directors/Managing Director.
- ▶ Any fixation/change in sitting fees payable to Board/Committee members for attending meeting.
- ▶ To review the existing remuneration of the executives (GM level and above) and to approve any changes thereof.

Remuneration Policy

Remuneration of the employees largely consists of basic remuneration, perquisites and performance incentives. The component of the total remuneration varies for different grades and is governed by industry patterns, qualifications and experience of the employee, responsibilities handled by him and his individual performance. The objectives of the remuneration policy are to motivate employees to excel in their performance, recognize their contribution and retain talent in the organization and reward merit.

Composition:

The remuneration Committee consists of three Non – executive Independent Directors:

1. Mr. Debabrata Choudhury , Chairman
2. Mr. Anil Choudhury Legha, Member
3. Mr. Tejvir Singh, Member

Broad terms of reference of the Remuneration Committee include recommendation to the Board of Directors of the salary /perquisites, commission and retirement benefit payable to the Company’s Directors and Senior Executives.

The Remuneration Committee of the Company met twice during the year on 12th August' 2014 and 30th March' 2015 , wherein the members present waived their sitting fees. The attendance of the members of the Remuneration Committee was as follows:

Member	Position Held	No. of meetings	
		Held	Attended
Mr. Debabrata Choudhury	Chairman	2	2
Mr. Anil Choudhury Legha	Member	2	2
Mr. Tejvir Singh	Member	2	1

Remuneration to Directors

Executive Directors -The Company has paid remuneration by way of salary to its Managing Director Director in terms of the resolutions passed at the General Meetings dt 30-09-2014 and other applicable provisions of the Companies Act, 2013 Details of remuneration paid to Directors during the year 2014-15 are given below:

Director	Remuneration Package (Rs)	Fixed component and incentives (Rs)
Mr. S.K. Bhansali	12,60,000/-	NIL



Non-Executive Directors - During the year no sitting fee/commission was paid to any Non-Executive Director for attending the meeting of the Board of Directors and for Committees thereof.

The Company does not have an incentive plan which is linked to performance and achievement of the Company's objectives. The Company has no stock option and pension scheme.

INVESTORS'/SHAREHOLDERS GRIEVANCE COMMITTEE

The terms of reference of the Investors' Grievance Committee are as follows:

- To review and ensure compliance of statutory provisions of the Companies Act, the guidelines of SEBI and the Stock Exchanges and other statutory requirements relating to transfer and transmission of shares of the company.
- To review and ensure that the Registrar/Company's Transfer House implements all statutory provisions as above.
- Approve transfer/transmission of shares and demat/remat of the shares.
- Approve issue of duplicate share certificates, consolidate/sub-division of share certificates on completion of the procedures as may be stipulated.
- Redressal of Shareholders/Investors queries, grievance and complaints like transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends, etc in an expeditious manner.
- Any other matter referred by the Board relating to equity shareholders of the Company.

Composition

The Board has formed a Shareholders/ Investors' grievance committee consisting of the following Directors:

1. Mr. Debabrata Choudhury
2. Mr. Sushil Kumar Bhansali
3. Mr. Anil Choudhury Legha

The Investors'/Shareholders Grievance Committee of the Company met twice during the year on 12th August '2014 and 30th March '2015. The attendance of the members of the Remuneration Committee was as follows:

Member	Position Held	No. of meetings	
		Held	Attended
Mr. Debabrata Choudhury	Chairman	2	2
Mr. Sushil Kumar Bhansali	Member	2	1
Mr. Anil Choudhury Legha	Member	2	2

Investor Grievance Redressal

The following table shows the nature of complaints received from shareholders during 2014-15

Details of Shareholders/Investors complaints/ request for action :	
Received during the year	3
Resolved to the satisfaction of complaint	3
Pending	NIL
Pending Transfers	NIL

Email id for Investor Grievances : cs@eastgas.co.in

COMPLIANCE OFFICER

Mrs. Swati Basu is the compliance officer, complying with the requirements of SEBI (Prohibition of Insider Trading) Regulations, 1992 and the Listing requirements with the Stock Exchanges.

SECRETARIAL AUDIT

As stipulated by SEBI, a qualified Practicing Company Secretaries, M/s. D.K.Sarawagi & Co. conducts the Secretarial Audit of the Company every quarter for a limited purpose of reconciliation of the total Listed and Paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialize form (held with NSDL and CDSL) and total number of shares in physical form. The quarterly Secretarial Audit Reports which were placed before the



Board of Directors were also sent in time to both the Stock Exchanges where the Company's shares are listed. (Annexure-4)

INSIDER TRADING CODE

This code is applicable to all Directors and designated employees and seeks to prevent dealing in Company's shares by persons having access to unpublished, price sensitive information. Compliance Officer regularly monitors all transactions, in terms of the said Code, undertaken by designated employees of the Company. The Company also informs the stock exchanges periodically about the transactions undertaken by the Directors and designated employees and their shareholdings as per the regulations.

GENERAL BODY MEETING

Particulars of last three years Annual General Meetings:

Financial year	Date	Time	Location
2013-14	Sept 30,2014	11.00 AM	Smriti Charitable Medicle Centre, 81, K.P.Roy Lane, Haltu, Kolkata - 700078
2012-13	Sept. 28,2013	11.00 AM	Smriti Charitable Medicle Centre, 81, K.P.Roy Lane, Haltu, Kolkata - 700078
2011-12	Sept. 29,2012	11.00 AM	Smriti Charitable Medicle Centre, 81, K.P.Roy Lane, Haltu, Kolkata - 700078

No special resolution was passed through postal ballot in the last AGM. No special resolution requiring postal ballot as recommended under clause 49 of the listing Agreement with Stock Exchanges is being proposed at the ensuing AGM.

Disclosures

1. Accounting Treatment in Preparation of Financial Statements

The Company has followed the guidelines of accounting standards laid down by the Institute of Chartered Accountants of India (ICAI) in preparation of its financial statements.

2. Related Party Transactions

Disclosure on materially significant related party transactions i.e., transactions of the company of material nature with its promoters, the Directors or the management, their subsidiaries relatives, etc. that may have potential conflict with the interests of the Company at large. None of the transactions with any of the related parties were in conflict with the interests of the Company at large.

3. Status of Regulatory Compliances

The Company has complied with all the requirements of the Listing Agreements with Stock Exchanges as well as the regulations and guidelines of SEBI and other statutory authorities. Consequently, there are no strictures and penalties imposed on any matter relating to capital markets during the last three years.

4. Whistle Blower Policy

The Company does not have a Whistle Blower Policy. But the employees are free to communicate their concerns and/or reports, unethical happenings to the Management and/or Board through officers and even direct communication of the employee to Audit Committee/Board is entertained.

5. Compliance with Clause 49 of Listing Agreement.

The Company has complied with all the mandatory requirement of clause 49 of the Listing Agreement with stock exchanges. As regards non-mandatory requirements, the extent of compliance has been stated in this report.



MEANS OF COMMUNICATION

- **Quarterly Results:**
Quarterly Results are published in leading English dailies and in local vernacular newspaper having wide circulation in West Bengal.
- **News Release, Presentation etc.:**
Official news releases, detailed presentations made to media, analysts, institutional investors, etc. are displayed on the Company's website.
- **Website:**
The Company's website www.eastgas.in carries a separate dedicated section 'Investor Relations' where shareholders information is available. Full Annual Report is also available on the website in a user-friendly and downloadable form.
- **Annual Report:**
Annual Report containing, inter-alia, Audited Annual Accounts, Directors' Report, Auditors' Report and other important information is circulated to members and others entitled thereto.
- **Corporate filing with Stock Exchanges:**
All announcements, Quarterly Results, Shareholding Pattern etc. of the Company are also filed with the Stock Exchanges within prescribed timeline.

PROFILE OF DIRECTOR SEEKING APPOINTMENT/ RE-APPOINTMENT

Details of Directors seeking appointment including appointment of Independent Director at the ensuing Annual General Meeting as required under Clause – 49 of the Listing Agreement with Stock Exchanges is given in the Explanatory Statement to the Notice of the ensuing Annual General Meeting as 'Additional information'.

GENERAL SHAREHOLDER INFORMATION

1. 20th Annual General Meeting:

Date	: September 30 th 2015
Time	: 10:00 A.M.
Venue	: Smriti Charitable Medical Centre, 81, K.P.Roy Lane, Haltu, Kolkata - 700078

2. a. Financial Year : 2014-15

Financial Calendar	April – March (2015-16) (tentative)
(i) First Quarter results	By end of July 31, 2015
(ii) Second Quarter results	By end of October, 2015
(iii) Third Quarter results	By end of January, 2016
(iv) Audited Yearly Results for the Year ended 31/03/2016	By end of May/June 2016

3. **Book Closure Date** : September 24th, 2015 to September 30th, 2015 (both days inclusive)

Dividend payment date : The Board of Directors has not recommended any dividend for financial year 2014-15

4. Secretarial Audit Calendar (tentative)

- (i) First Quarter : By end of July 31, 2015
- (ii) Second Quarter : By end of October, 2015
- (iii) Third Quarter : By end of January, 2016
- (iv) Fourth Quarter : By end of April 2016

5. Listing of Equity shares in Stock Exchanges and Stock Codes:

Name of the Stock Exchange	Stock Code
The Calcutta Stock Exchange Association Ltd.	015066
Bombay Stock Exchange Ltd.	590080

The annual listing fee for the period 2014-15 has been paid to the Stock Exchange.

Note: The Company has made an application for delisting of Equity Shares from Ahmedabad and Jaipur Stock Exchange and active follow up is being made with the stock exchanges.



6. Demat ISIN for NSDL & CDSL : INE846C01014

7. Market Price Data : The monthly high low data on Bombay Stock Exchange Ltd. from April' 2014 to March' 2015 is given below.

Price	Apr-14	May-14	Jun-14	Jul-14	Aug -14	Sep-14	Oct-14	Nov-14	Dec-14	Jan-15	Feb-15	Mar-15
High	15.90	21.00	26.45	27.30	42.35	40.00	38.90	37.75	34.70	48.00	46.00	42.90
Low	12.90	16.55	19.00	20.00	26.95	30.50	27.00	25.00	21.30	27.25	32.30	24.15

Source: BSE website

i) Distribution of Shareholding as on 31st March, 2015					
RANGE IN NO OF SHARES	RANGE IN VALUE OF SHARES	NO OF SH-HOLDERS	%	NO OF SHARES	%
UPTO to 500	UPTO to 5000	1613	68.61	516495	3.44
501 to 1000	5010 to 10000	501	21.31	369972	2.47
1001 to 2000	10010 to 20000	64	2.72	94883	0.63
2001 to 3000	20010 to 30000	36	1.53	92738	0.62
3001 to 4000	30010 to 40000	12	0.51	46278	0.31
4001 to 5000	40010 to 50000	10	0.43	46619	0.31
5001 to 10000	50010 to 100000	32	1.36	241190	1.61
10001 to 50000	100010 to 500000	48	2.04	1443457	9.62
50001 to 100000	500010 to 1000000	5	0.21	321410	2.14
100001 and Above	1000010 and Above	27	1.28	11826958	78.85
	G-R-A-N-D	2348	100.00	15000000	100.00

ii). Share Holding pattern as on 31st March '2015

SL.NO	CATEGORY	NO.OF EQUITY SHARES HELD	PERCENTAGE
RES. IND.	3024609	20.16	94.99
DOM. COM.	3409860	22.73	2.25
N. R. I.	41581	0.29	1.57
FOR. COM.	0	0	0
MUT. FUND	0	0	0
FIN. INS.	0	0	0
NAL. BANK	0	0	0
PROM. COM.	6172866	41.15	0.85
DIR. RELV.	2351084	15.67	0.34
F.I.I.S.	0	0	0
	15000000	100.00	100.00



DEMATERIALIZATION OF SHARES & LIQUIDITY

Trading in the Company’s shares is permitted only in dematerialised form for all investors as per notifications issued by the SEBI. The Company has established connectivity with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) through the Registrars S.K.Infosolutions Pvt. Ltd. to enable shareholders to hold their shares in electronic form and to facilitate script less trading.

SHARE DEMATERIALIZATION RECORDS

Status of Dematerialization of shares and Physical form of shares as on 31st March, 2015.

Particulars	No. of shares	% to Capital
NSDL	12460438	83
CDSL	1448175	10
Dematerialized(A)	13908613	93
Physical (B)	1091387	7
Total (A+B)	15000000	100

8. Address of Communication:

Eastern Gases Limited

43 Palace Court, 1 Kyd Street,
Kolkata – 700016

Registrar and Share Transfer Agent : S.K.Infosolutions Pvt. Ltd.

34/1A, Sudhir Chatterjee Street,
Kolkata – 700006

Tel : 22194815/22196797 / Fax: 22194815

Email:mail@skcomputers.net,
agarwalsko@rediffmail.com

During the financial year 2014-15 queries/complaints/requests were received by the Company from Shareholders and all of which have been satisfactorily replied.

CODE OF CONDUCT

The Board has framed a code of conduct for all Board members and senior management personnel of the Company focusing transparency, accountability & ethical expression in all acts and deeds. The Company’s Code of Conduct is in consonance with the requirements of Clause 49 of the Listing Agreement with Stock Exchanges. The Code of Conduct is soon to be posted on companies. A certificate of affirmation in this regard is appended.

DECLARATION UNDER CLAUSE 49(I)(D)(II)

In accordance with Clause 49 sub- clause 1(D) of the Listing Agreement with the Stock Exchanges, we hereby confirm that all the Directors and the Senior Management personnel of the Company have affirmed compliance to their respective Codes of Conduct, as applicable to them for the financial year ended March 31st, 2015.

By order of the Board of Directors
For EASTERN GASES LIMITED

S.K BHANSALI
Director
(DIN:00344931)
Place: Kolkata

Dated: 30th May 2015



**AUDITORS' CERTIFICATE ON COMPLIANCE OF CORPORATE
GOVERNANCE UNDER CLAUSE 49 OF THE LISTING AGREEMENT (S)**

**TO,
THE MEMBERS OF EASTERN GASES LTD.**

We have examined the compliance of the conditions of Corporate Governance procedures by *Eastern Gases Ltd. ("the Company")* for the year ended on 31st March 2015, as stipulated in Clause 49 of the Listing Agreements of the Company with the Stock Exchange(s).

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination has been limited to a review of the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance as stipulated in said Clause. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We further state that such compliance is neither an assurance as to future viability of the Company nor the efficiency with which the management has conducted the affairs of the Company.

Place : Kolkata
Dated : 30th May, 2015

FOR SARKAR GURUMURTHY & ASSOCIATES
Chartered Accountants
(Firm Regn.No: 314062E)
Parimal Sarkar
(Partner)
(M.No. 051550)

**Annexure -3
EXTRACT OF ANNUAL RETURN
as on the financial year ended 31.03.2015**

(Pursuant to Section 92(3) of the Companies Act, 2013, and Rule 12(1) of the Companies (Management and Administration) Rules, 2014

Form No MGT- 9

1. Registration and other Details:

CIN	L40200WB1995PLC068251
Registration Date	10-02-1995
Name of the Company	Eastern Gases Limited
Category/Sub-Category of the Company	Public Company / Limited by Shares
Address of the Registered Office and Contact Details	43 Palace Court, 1 KYD Street , Kolkata-700016. Tel - 033-2229-9897/8606 E mail- eastgas@gmail.com
Whether listed Company	Yes
Name , address and Contact details of Registrar and Transfer Agent , if any	S.K Infosolutions Pvt. Ltd. Address: 34/1A, Sudhir Chatterjee Street, Kolkata-700006 Phone: +91-33-22196797 / 4819 , Fax: +91-33-22194815 ; Email: agarwalskc@rediffmail.com



2. The Company is not having any Subsidiary and Associates Companies

3. Share holding of Directors and Key Managerial Personnel:

Sl.no	Name of the directors	No of Shares Held	% of share held
1	Sushil Kumar Bhansali	3,57,500	2.38
2.	Anil Choudhury Legha	100	0.00

4.Shareholding Pattern (equity share capital break up as percentage of total equity)

STATEMENT SHOWING SHAREHOLDING PATTERN								
Name of the Company :		EASTERN GASES LTD						
		Quarter Ended			31st March 2015			
Category Code	Category of Shareholder	No of Share holders	Total Number of Shares	No of Shares held in dematerialized form	Total shareholding as a		Shares pledged or	
					As a percentage of (A+B)1	As a percentage of (A+B+C)	Number of shares	As a percentage
(i)	(ii)	(iii)	(iv)	(v)	(vi)	(vii)	(viii)	(ix) = (viii)/(vii)*100
(A)	Promoter and Promoter Group							
(1)	INDIAN							
(a)	Indian Individuals/ Hindu Undivided Family	6	2351084	2351084	15.67	0.00	0.00	0.00
(b)	Central Government/ State Government(s)	0	0	0	0.00	0.00	0.00	0.00
(c)	Body Corporate	19	6172866	6172866	41.15	0.00	0.00	0.00
(d)	Financial Institutions / Banks	0	0	0	0.00	0.00	0.00	0.00
(e)	Any Other	0	0	0	0.00	0.00	0.00	0.00
	Sub Total (A) (1)	25	8523950	8523950	56.83	0.00	0.00	0.00
(2)	Foreign							
a	Individuals (Non Resident Individuals / Foreign Individuals)	0	0	0	0.00	0.00	0.00	0.00
b	Bodies Corporate	0	0	0	0.00	0.00	0.00	0.00
c	Institutions	0	0	0	0.00	0.00	0.00	0.00
d	Qualified Foreign Investor				0.00	0.00	0.00	0.00
e	Any Other	0	0	0	0.00	0.00	0.00	0.00
	Sub Total (A) (2)	0	0	0	0.00	0.00	0.00	0.00
	Total Shareholding of Promoter and Promoter	25	8523950	8523950	56.83	0.00	0.00	0.00
(B)	Public Shareholding							
(1)	Institutions							
a	Mutual Funds & UIT	0	0	0	0.00	0.00	0.00	0.00
b	Financial Institutions / Banks	0	0	0	0.00	0.10	0.00	0.00
c	Central Government / State Government(s).	0	0	0		0.00	0.00	0.00
d	Venture Capital Funds	0	0	0	0.00	0.00	0.00	0.00
e	Insurance Companies	0	0	0	0.00	0.00	0.00	0.00
f	Foreign Institutional Investors (SEBI-registered)	0	0	0	0.00	0.00	0.00	0.00
g	Foreign Venture Capital Investors	0	0	0	0.00	0.00	0.00	0.00
h	Qualified Foreign Investor				0.00		0.00	0.00
i	Any Others	0	0	0	0.00	0.00	0.00	0.00
	Sub Total (B) (1)	0	0	0	0.00	0.00	0.00	0.00
(2)	Non Institutions							
a	Bodies Corporate	53	3409860	3409860	22.73	22.73	0.00	0.00
b	i) Individuals shareholders holding nominal share capital up to Rs. 1 Lakh	2188	1283694	483094	8.56	8.56	0.00	0.00
	ii) Individuals shareholders holding nominal share capital excess of Rs. 1 Lakh	45	1740915	1475228	11.61	11.61	0.00	0.00
c	Qualified Foreign Investor						0.00	0.00
d	Any Others	37	41581	16481	0.28	0.28	0.00	0.00
	Sub Total (B) (2)	2323	6476050	5391663	43.18	43.18	0.00	0.00
	Total Public Shareholding B= (B)(1) + (B)(2)	2323	6476050	5391663	43.18	43.18	0.00	0.00
	Total Public Shareholding (A) + (B)	2348	15000000	13908613	43.18	43.18	0.00	0.00
(C)	Shares held by Custodians and against which Depository Receipts have been issued	0	0	0	0.00	0.00	0.00	0.00
	Grand Total (A) + (B) + (C)	2348	15000000	13908613	100.00	100.00	0.00	0.00

**Annexure-4****Form No MR-3
Secretarial Audit Report****For the Financial year ended 31st March' 2015**

[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
Eastern Gases Limited
43 Palace Court ,
1 KYD Street,
Kolkata-700016

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

Based on our verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period ended on 31st March' 2015 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:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by **Eastern Gases Limited** ("The Company") for the period ended on 31st March' 2015 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**') to the extent applicable to the Company :-
 - 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, 1992;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - e. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
 - g. the Company has complied with the requirements under the Equity Listing Agreements entered into with BSE Limited and CSE Limited; and
 - h. The Memorandum and Articles of Association.

**We have also examined compliance with the applicable clauses of the following:**

- i) Secretarial Standards issued by The Institute of Company Secretaries of India.
 - ii) The Listing Agreements entered into by the Company with the BSE Limited, CSE Limited.
- During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, Listing Agreements etc mentioned above.

2. We further report that the Company has, in my opinion, complied with the provisions of the Companies Act, 2013 and the Rules made under that Act and the provisions of Companies Act, 2013 as notified by Ministry of Corporate Affairs and the Memorandum and Articles of Association of the Company, with regard to:

- a) maintenance of various statutory registers and documents and making necessary entries therein;
- b) closure of the Register of Members.
- c) forms, returns, documents and resolutions required to be filed with the Registrar of Companies and the Central Government;
- d) service of documents by the Company on its Members, Auditors and the Registrar of Companies;
- e) notice of Board meetings and Committee meetings of Directors;
- f) the meetings of Directors and Committees of Directors including passing of resolutions by circulation;
- g) the 19th Annual General Meeting held on 30th September' 2015;
- h) minutes of proceedings of General Meetings and of the Board and its Committee meetings;
- i) approvals of the Members, the Board of Directors, the Committees of Directors and the government authorities, wherever required;
- j) constitution of the Board of Directors / Committee(s) of Directors, appointment and reappointment of Directors;
- k) payment of remuneration to the Managing Director,
- l) appointment and remuneration of Auditors;
- m) transfers and transmissions of the Company's shares and issue and dispatch of duplicate certificates of shares;
- n) borrowings and registration, modification and satisfaction of charges wherever applicable;
- o) investment of the Company's funds including investments and loans to others;
- p) form of balance sheet as prescribed under Part I, form of statement of profit and loss as prescribed under Part II and General Instructions for preparation of the same as prescribed in Schedule VI to the Act;
- q) Directors' report;
- r) contracts, common seal, registered office and publication of name of the Company; and
- s) Generally, all other applicable provisions of the Act and the Rules made under the Act.

3. We further report that:

_ The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. 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.

_ Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

_ The Company has obtained all necessary approvals under the various provisions of the Act; and

_ There was no prosecution initiated and no fines or penalties were imposed during the year under review under the Act, SEBI Act, SCRA, Depositories Act, Listing Agreement and Rules, Regulations and Guidelines framed under these Acts against / on the Company, its Directors and Officers.



_ The Directors have complied with the disclosure requirements in respect of their eligibility of appointment, their being independent and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel;

4. The Company has complied with the provisions of the Securities Contracts (Regulation) Act, 1956 and the Rules made under that Act, with regard to maintenance of minimum public shareholding.

5. I further report that the Company has complied with the provisions of the Depositories Act, 1996 and the Byelaws framed thereunder by the Depositories with regard to dematerialization / rematerialisation of securities and reconciliation of records of dematerialized securities with all securities issued by the Company.

6. The Company has complied with the provisions of the FEMA, 1999 and the Rules and Regulations made under that Act to the extent applicable.

7. We further report that:

a. the Company has complied with the requirements under the Equity Listing Agreements entered into with BSE Limited and Calcutta Stock Exchange Limited;

b. the Company has complied with the provisions of the Securities and Exchange Board of India(Substantial Acquisition of Shares and Takeovers) Regulations, 2011 including the provisions with regard to disclosures and maintenance of records required under the said Regulations;

c. the Company has complied with the provisions of the Securities and Exchange Board of India(Prohibition of Insider Trading) Regulations, 1992 including the provisions with regard to disclosures and maintenance of records required under the said Regulations;

8. I further report that based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that 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.

Place : Kolkata
Date : 30-05-2015

For DKS & Co.
Company Secretaries

DILIP KUMAR SARAWAGI
ACS: 13020, C.P:3090

**Independent Auditor's Report**

To the Members of **EASTERN GASES LIMITED**

Report on the Financial Statements

We have audited the accompanying financial statements of Eastern Gases Limited ("the Company") which comprise the Balance Sheet as at March 31, 2015, the Statement of Profit and Loss, the Cash Flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the companies Act, 2013("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flow of the company in accordance with the accounting principles generally accepted in India, including the Accounting Standard Specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules 2014. 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 control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, and the Rules made there under including the accounting and matters which are required to be included in the audit report.

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

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. 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. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the company as at March 31, 2015, and its profit and its cash flow for the year ended on that date.

Report on Other Legal and Regulatory Requirements

As required by the companies (Auditor's Report) Order 2015 ("the order") issued by the central government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure a statement on the matters specified in paragraph 3 and 4 of the order



1. As required by section 143(3) of the Act, we report that:
 - a) We have sought obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c) The Balance Sheet and Statement of Profit and Loss, and the Cash flow statement dealt with by this Report are in agreement with the books of account.
 - d) On the basis of written representations received from the directors as on March 31, 2015, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2015, from being appointed as a director in terms of section 164(2) of the Act.
 - e) 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, 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 major pending litigations as at March 31, 2015 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.
 - iii) the Company was engaged in trading business of multi-products
 - iv) there were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company during the year end.

For Sarkar Gurumurthy & Associates
 Chartered Accountants
 F.R. No: 314062E
 (Parimal Sarkar)
 Partner
 Membership No.051550

Place: Kolkata
 Date: 30.05.2015

Annexure to the Auditors' Report

The Annexure referred to in our report to the members of EASTERN GASES LTD. for the year ended on

March 31, 2015. We report that:

(i)	(a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
	(b)The fixed assets have been physically verified by the management at reasonable intervals and in our opinion it is reasonable considering the size of company and nature of asset no such material discrepancies were noticed on such verification and if so, the same have been properly dealt with in the books of account;
(ii)	(a) physical verification of inventory including stock with third parties has been conducted at reasonable intervals by the management;
	(b)The procedures of physical verification of inventory followed by the management are reasonable and adequate in relation to the size of the company and the nature of its business.
	(c)In our opinion the company is maintaining proper records of inventory and if any material discrepancies were noticed on physical verification, the same have been properly dealt with in the books of account
(iii)	The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act.



(iv)	In our opinion, and accordance to the information and explanation given to us, there is an adequate internal control system commensurate with the size of the company and the nature of its business, for the purchase of inventory and fixed assets and for the sale of goods and services.																																											
(v)	The company has not accepted deposits, from the public within the meaning of sections 73 and 74 or any other relevant provisions of the Companies Act and the rules framed there under.																																											
(vi)	Maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act.																																											
(vii)	(a) According to our information and explanation given to us and as per the records of the company, the company has been regular generally regular in depositing the undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, wealth tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues with the appropriate authorities. There are no arrears of undisputed statutory dues of material nature outstanding for a period of more than six months																																											
	(b) In case of dues of income tax or sales tax or wealth tax or service tax or duty of customs or duty of excise or value added tax or cess, the following dues have not been deposited on account of pending disputes. The details are mentioned below -																																											
	<table border="1"> <thead> <tr> <th>Name of Statute</th> <th>Nature of Dues</th> <th>Amount Involved Rs. in Lacs</th> <th>Forum where demand is pending</th> </tr> </thead> <tbody> <tr> <td>Income Tax Act 1961</td> <td>Income Tax/Interest /Penalty A Y 2007-08</td> <td>Rs 2.79</td> <td>Income Tax Department's -CPC Bengaluru</td> </tr> <tr> <td>Income Tax Act 1961</td> <td>Income Tax/Interest /Penalty A Y 2008-09</td> <td>Rs 3.43</td> <td>Income Tax Department's -CPC Bengaluru</td> </tr> <tr> <td>Income Tax Act 1961</td> <td>Income Tax/Interest /Penalty A Y 2012-13-</td> <td>Rs 7.23</td> <td>Income Tax Department's -CPC Bengaluru</td> </tr> <tr> <td>The west Bengal value Added Tax Act, 2003</td> <td>Demand/ITC Disallowance F Y 2008-09</td> <td>Rs 221.99</td> <td>WB CT A & R Board</td> </tr> <tr> <td>The Central Sales Tax Act, 1956</td> <td>Demand/ITC Disallowance F Y 2008-09</td> <td>Rs 1.09</td> <td>WB CT A & R Board</td> </tr> <tr> <td>The west Bengal value Added Tax Act, 2003</td> <td>Demand/ITC Disallowance F Y 2009-10</td> <td>Rs 352.55</td> <td>WB CT A & R Board</td> </tr> <tr> <td>The west Bengal value Added Tax Act, 2003</td> <td>Demand/ITC Disallowance F Y 2010-11</td> <td>Rs 604.85</td> <td>STCC Taxes</td> </tr> <tr> <td>The Central Sales Tax Act, 1956</td> <td>Demand/ITC Disallowance F Y 2010-11</td> <td>Rs 20.15</td> <td>STCC Taxes</td> </tr> <tr> <td>The Central Sales Tax Act, 1956</td> <td>Demand/ITC Disallowance F Y 2011-12</td> <td>Rs 1.37</td> <td>Jt. Commissioner</td> </tr> </tbody> </table>				Name of Statute	Nature of Dues	Amount Involved Rs. in Lacs	Forum where demand is pending	Income Tax Act 1961	Income Tax/Interest /Penalty A Y 2007-08	Rs 2.79	Income Tax Department's -CPC Bengaluru	Income Tax Act 1961	Income Tax/Interest /Penalty A Y 2008-09	Rs 3.43	Income Tax Department's -CPC Bengaluru	Income Tax Act 1961	Income Tax/Interest /Penalty A Y 2012-13-	Rs 7.23	Income Tax Department's -CPC Bengaluru	The west Bengal value Added Tax Act, 2003	Demand/ITC Disallowance F Y 2008-09	Rs 221.99	WB CT A & R Board	The Central Sales Tax Act, 1956	Demand/ITC Disallowance F Y 2008-09	Rs 1.09	WB CT A & R Board	The west Bengal value Added Tax Act, 2003	Demand/ITC Disallowance F Y 2009-10	Rs 352.55	WB CT A & R Board	The west Bengal value Added Tax Act, 2003	Demand/ITC Disallowance F Y 2010-11	Rs 604.85	STCC Taxes	The Central Sales Tax Act, 1956	Demand/ITC Disallowance F Y 2010-11	Rs 20.15	STCC Taxes	The Central Sales Tax Act, 1956	Demand/ITC Disallowance F Y 2011-12	Rs 1.37	Jt. Commissioner
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(viii)	The company has no accumulated losses at the end of the financial year and it has not incurred any cash losses in such financial year and in the immediately preceding financial year;																																											



(ix)	According to the records of the company examined by us, the company has not defaulted in repayment of dues to a financial institution or bank or debenture holders as at balance sheet date.
(x)	the company has not given any guarantee for loans taken by others from bank or financial institutions.
(xi)	In our opinion, and accordance to the information and explanation given to us, the term loans have been applied, on an overall basis for the purpose for which the loans were obtained.
(xii)	We have not come across any instance of material fraud on or by the company noticed or reported during the year, nor have been informed of any such case by the management.

For Sarkar Gurumurthy & Associates
Chartered Accountants
F.R. No: 314062E
(Parimal Sarkar)
Partner
Membership No.051550

Place: Kolkata
Date: 30.05.2015



EASTERN GASES LTD.

Balance Sheet as at 31 March 2015

(Rs. in lacs)

Particulars	Note No.	31-Mar-15	31-Mar-14
I. EQUITY AND LIABILITIES			
(1) SHAREHOLDERS' FUND			
(a) Share Capital	1	1,500.00	1,500.00
(b) Reserves and Surplus	2	1,551.64	1,278.14
(2) NON-CURRENT LIABILITIES			
(a) Long Term Borrowings	3	1,259.05	1,563.71
(b) Other Long Term Liabilities	4	150.06	151.54
(c) Deferred Tax Liability	24.3	70.63	18.93
(3) CURRENT LIABILITIES			
(a) Short Term Borrowings	5	3,467.96	2,266.65
(b) Trade Payables		1,315.92	2,186.18
(c) Short Term Provisions	6	85.19	72.87
TOTAL		9,400.45	9,038.02
II. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Fixed Assets			
Tangible Assets	7	2,734.02	2,262.84
Capital WIP		1.81	306.96
(b) Non-Current Investments	8	9.11	-
(c) Other Non-Current Assets	9	52.40	60.32
(2) CURRENT ASSETS			
(a) Inventories		122.38	78.61
(b) Trade Receivables	10	5,409.80	5,318.24
(c) Cash And Cash Equivalents	11	249.32	133.25
(d) Short Term Loans And Advances	12	800.79	859.04
(e) Other Current Assets	13	20.83	18.76
TOTAL		9,400.45	9,038.02
Significant Accounting Policies	22		
Notes on Financial Statements	23-25		
As per our report of even date For Sarkar Gurumurthy & Associates Chartered Accountants (Registration No. 314062E)		For and behalf of the Board <u>Eastern Gases Ltd.</u>	
Parimal Sarkar Partner Membership No. : 051550 Place : Kolkata Date : 30th May, 2015	S.K.Bhansali Director	D Choudhury Director	



Profit and Loss Statement for the year ended 31st March 2015

(Rs. in lacs)

Particulars	Note No	31-Mar-15	31-Mar-14
I. Revenue from operations	14	22,840.03	22,727.53
II. Other Income	15	135.02	52.35
III. Total Revenue (I +II)		22,975.05	22,779.88
Expenses:			
Purchases of stock-in-trade		21,666.93	21,715.00
Change in inventories of stock-in-trade	16	(43.77)	(7.18)
Employees benefits expense	17	58.93	39.31
Financial costs	18	611.60	525.55
Depreciation and amortisation expense	19	167.14	90.84
Other expenses	20	108.34	67.44
IV. Total Expenses		22,569.18	22,430.96
Extra Ordinary Item- Loss on sale of Fix Asset		1.01	-
V. Profit before tax (III-IV)		404.86	348.92
Tax expense:			
(a) Current tax expense for current year		79.66	70.18
(b) Current tax expense relating to prior years		-	1.47
(c) Deferred tax		51.70	47.07
VI. Total Taxes		131.36	118.72
VII. Profit/(Loss) for the period (V-VI)		273.50	230.20
VIII. Earning per equity share:			
Basic & Diluted (in Rs.)		1.82	1.53
Significant Accounting Policies	22		
Other Notes on Financial Statements	23-25		
As per our report of even date For Sarkar Gurumurthy & Associates Chartered Accountants (Registration No. 314062E)		For and behalf of the Board <u>Eastern Gases Ltd.</u>	
Parimal Sarkar Partner Membership No. : 051550 Place : Kolkata Date : 30th May, 2015	S.K.Bhansali Director	D. Choudhury Director	


Cash Flow Statement for the year ended 31 March, 2015

(Rs. in lacs)

Particulars	31-Mar-2015	31-Mar-2014
A. Cash flow from operating activities		
Net Profit / (Loss) before extraordinary items and tax	404.86	350.76
<i>Adjustments for:</i>		
Depreciation and amortisation	167.14	90.84
Loss on sale of Fix asset	1.01	0.00
Finance Cost	611.60	523.71
Interest Income	(104.84)	(48.51)
	1079.77	916.80
Operating profit / (loss) before working capital changes		
<i>Changes in working capital:</i>		
<i>Adjustments for (increase) / decrease in operating assets:</i>		
Inventories	(43.77)	(7.18)
Trade receivables	(91.56)	(598.85)
Short-term loans and advances	46.73	(157.76)
Other current assets	(2.07)	(10.74)
Other non-current assets	(7.49)	(15.53)
<i>Adjustments for increase / (decrease) in operating liabilities:</i>		
Trade payables	(870.25)	342.71
Proceeds from short term borrowings	1201.31	415.73
Short-term provisions	(1.36)	1.21
	231.54	(30.41)
Cash generated from operations	1311.31	886.39
Net income tax (paid) / refunds	(56.95)	(68.01)
Net cash flow from / (used in) operating activities (A)	1254.36	818.38
B. Cash flow from investing activities		
Interest Income	104.84	48.51
Net Capital expenditure on fixed assets	(316.28)	(1831.55)
Capital expenditure on LT Investments	(9.11)	0.00
Net cash flow from investing activities (B)	(220.54)	(1783.04)
C. Cash flow from financing activities		
Finance Cost	(611.60)	(523.71)
Repayment of other long term liabilities	(1.48)	(4.10)
Repayment of long-term borrowings	(304.66)	1522.11
Net cash flow from / (used in) financing activities (C)	(917.74)	994.30
Net increase / (decrease) in Cash and cash equivalents (A+B+C)	116.07	29.64
Cash and cash equivalents at the beginning of the year	133.25	103.61
Cash and cash equivalents at the end of the year	249.32	133.25
As per our report of even date		
For Sarkar Gurumurthy & Associates Chartered Accountants (Registration No. 314062E)		For and behalf of the Board Eastern Gases Ltd.
Parimal Sarkar Partner Membership No. : 051550 Place : Kolkata Date : 30th May, 2015	S.K.Bhansali Director	D Choudhury Director



Notes forming part of the financial statements		
NOTE 1 - SHARE CAPITAL		
		(Rs. in lacs)
Particulars	31-Mar-15	31-Mar-14
Authorised		
1,50,00,000 Equity Shares of Rs. 10/- Each (P.Y 1,50,00,000 Equity Shares of Rs. 10/- Each)	1,500.00	1,500.00
Total	1,500.00	1,500.00
Issued, Subscribed & Fully Paid Up		
1,50,00,000 Equity Shares of Rs. 10/- Each (P.Y 1,50,00,000 Equity Shares of Rs. 10/- Each)	1,500.00	1,500.00
Total	1,500.00	1,500.00
Disclosure pursuant to Note no. 6(A)(e) of Part I of Schedule VI to the Companies Act,		
Terms & Rights attached to equity shares :		
(i) The Company has only one class of Equity Shares having a par value of Rs. 10/- per share. Each holder of equity share is entitled to one vote per share.		
(ii) In the event of liquidation of the company, the holders of Equity Shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be proportionate to the number of Equity shares held by shareholders.		
(iii) None of the shareholders are holding more than 5% of Equity Shares in the company.		
NOTE 2 - RESERVE & SURPLUS		
Particulars	31-Mar-15	31-Mar-14
Profit and Loss Account		
As per last Balance Sheet	828.03	597.83
Add: Profit for the year	273.50	230.20
Securities premium reserve	450.11	450.11
Total	1,551.64	1,278.14
NOTE 3 - LONG TERM BORROWINGS		
Particulars	31-Mar-15	31-Mar-14
Term Loans		
from Banks - Secured	1,257.00	1,548.43
from other parties - Unsecured	2.04	15.28
Total	1,259.05	1,563.71



(i) Details of terms of repayment for the other long-term borrowings and security provided in respect of the secured other long-term borrowings:

Particulars	Outstanding Balance and Security	31-Mar-15
		Secured
Term loans from banks:		
ICI Bank Ltd.	Against CV- 14 EM of Rs 9260 indd. int.	1.20
DBS-Bank Ltd.	Against Plant at Hyerabad and Bangalore, Payable in 16 equal quarterly Installments of Rs. 34.12 lacs for Rs. 5.46 cr and Rs. 62.5 lacs for Rs. 10 cr.	1255.80
Total - Term loans from banks		1257.00
Term loans from other parties		
Magma Fincorp Ltd.	Nil	(0.01)
Magma Fincorp Ltd.	2 EM of Rs.105568 indd. Int.	2.05
Total - Term loans from others		2.04

Notes forming part of the financial statements

NOTE 4 - OTHER LONG-TERM LIABILITIES

Particulars	(Rs. in lacs)	
	31-Mar-15	31-Mar-14
(a) Security Deposit/ Performance Deposit	150.06	151.54
Total	150.06	151.54

NOTE 5 - SHORT TERM BORROWINGS

Particulars	31-Mar-15	31-Mar-14
Secured		
Loans repayable on demand from banks	3,467.96	2,266.65
Total	3,467.96	2,266.65



Notes:

(i) Details of security for the secured short-term borrowings:

Particulars	31-Mar-15	31-Mar-14
<u>Loans repayable on demand</u>		
<u>from banks:</u>		
(Secured by charge over present and future current assets, plant and machinery at Durgapur Bottling Plant and Paschim Medinipur Retail Outlet)	3467.96	2266.65
Total - from banks	3,467.96	2,266.65

NOTE 6 - SHORT TERM PROMSIONS

Particulars	31-Mar-15	31-Mar-14
(a) Provision for employee benefits	0.43	0.08
(b) <u>Others:</u>		
TDS Payable	0.38	0.31
Salary Payable	-	1.90
Other payables	0.51	0.40
Provision for Taxation	83.86	70.18
Total	85.19	72.87

Notes forming part of the financial statements

NOTE 7 - FIXED ASSETS

Particulars of Depreciation as per Company Act 1956

Fixed Assets	Gross Block			Depreciation & Other Reduction				Net Block		
	As at 01.04.2014	Additions/ (Disposals)	As at 31.03.2015	As at 01.04.2014	Depreciation for the year	Adjustme	Sales of Asset	As at 31.03.2015	As at 31.03.2015	As at 31.03.2014
Tangible Assets										
A. Land & Development - Leasehold	627.54	8.38	635.92	0.51	-	-		0.51	635.41	627.03
B. Building	588.47	11.29	599.76	96.56	19.13	-		115.69	484.07	491.91
C. Plant, Machinery and Equipment	1,239.54	593.33	1,832.87	207.54	70.02	45.17		322.72	1,510.14	1,032.00
D. LPG Cylinders	227.25	9.89	237.14	162.77	4.84	-		167.61	69.53	64.48
E. Furniture and Fixtures	0.44	0.23	0.67	0.28	0.02	-		0.30	0.36	0.16
F. Vehicles & Motor car	70.58	(2.99)	67.59	31.09	10.11	0.49	1.61	40.30	27.28	39.49
G. Office Equipments	17.66	1.54	19.20	9.89	2.09	0.01		11.99	7.21	7.77
Total	2,771.48	621.66	3,393.14	508.64	106.20	45.67	1.61	659.12	2,734.02	2,262.84

Notes

As per the requirement of Companies Act 2013, effective from 1st April 2014, the company have charged depreciation based on estimated life as mentioned in schedule II. An amount of Rs 46,66,676/- have been adjusted with the statement of Profit & loss Account as on 1st April 2014 in respect of Assets whose remaining life is Nil as on 01/04/2014, as per the transitional provision of Schedule II.



EASTERN GASES LTD.		
Notes forming part of the financial statements		
NOTE 8 - NON CURRENT INVESTMENTS		
		(Rs. in Lacs)
Particulars	31-Mar-15	31-Mar-14
Investments in shares ASIALPGPVT LTD (1500 SHARES)	9.11	-
Total	9.11	-
NOTE 9 - OTHER NON CURRENT ASSETS		
Particulars	31-Mar-15	31-Mar-14
Unamortised Expenses		
(a) Share issue expenses	1.45	2.17
(b) Prepaid Expenses	50.95	58.15
Total	52.40	60.32
NOTE 10 - TRADE RECEIVABLES		
Particulars	31-Mar-15	31-Mar-14
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Unsecured, considered good	5348.22	5249.94
Total	5,348.22	5,249.94
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Unsecured, considered good	62.81	69.53
Less: Provision for doubtful debts	1.23	1.23
Total	61.58	68.30
Total	5,409.80	5,318.24





NOTE 11 - CASH AND CASH EQUIVALENTS		
Particulars	31-Mar-15	31-Mar-14
(a) Balances with banks		
(i) In current accounts	0.24	0.76
(ii) In deposit accounts	1.05	1.05
(iii) In earmarked accounts		
- Balances held as margin money or security against borrowings (Refer Note (1) below)	238.50	118.99
(b) Cash in hand	9.53	12.45
Total	249.32	133.25
Notes:		
(1) Balances with banks include deposits/margin money amounting to Rs. 1500000.00 (as at 31st March, 2015) which have an original maturity of more than 12 months.		
EASTERN GASES LTD		
Notes forming part of the financial statements		
NOTE 12 - SHORT TERM LOAN AND ADVANCES		
		(Rs. in Lacs)
Particulars	31-Mar-15	31-Mar-14
(a) Security deposits		
Unsecured, considered good	42.00	42.00
(b) Loans and advances to employees		
Unsecured, considered good	72.41	28.14
(c) Balances with government authorities		
(i) CENMAT credit receivable	3.83	3.83
(ii) VAT credit receivable	4.32	1.12
(iii) Service Tax credit receivable	2.78	0.17
(iv) IT Refundable	7.73	7.73
(v) TDS	6.25	4.69
(vi) Advance with IT Dept	36.05	50.47
(vii) Fringe Benefit Tax Refundable	0.32	0.32
(d) Advances receivable in cash or in kind or for value to be received		
Unsecured, considered good	625.11	720.57
Total	800.79	859.04
NOTE 13 - OTHER CURRENT ASSETS		
Particulars	31-Mar-15	31-Mar-14
(a) Accruals		
(i) Interest accrued on deposits	20.83	18.76
Total	20.83	18.76



Notes forming part of the financial statements		
NOTE 14 - REVENUE FROM OPERATIONS		
		(Rs. in lacs)
Particulars	31-Mar-15	31-Mar-14
Gross Sales	22,840.03	22,727.53
Less: Taxes		
Excise duty	-	-
Sales tax	-	-
Net sales	22,840.03	22,727.53
Total	22,840.03	22,727.53
NOTE 15 - OTHER INCOME		
Particulars	31-Mar-15	31-Mar-14
Interest Received	104.84	48.51
Bottling Income	25.50	3.39
Other Msc. Income	4.67	0.45
Total	135.02	52.35
NOTE 16 - CHANGES IN INVENTORIES OF STOCK IN TRADE		
Particulars	31-Mar-15	31-Mar-14
<u>Inventories at the end of the year:</u>		
Stock-in-trade	122.38	78.61
<u>Inventories at the beginning of the year:</u>		
Stock-in-trade	78.61	71.43
Net (increase) / decrease	(43.77)	(7.18)
NOTE 17 - EMPLOYEE BENEFITS EXPENSE		
Particulars	31-Mar-15	31-Mar-14
(a) Salaries and wages		
(i) Employees Salaries & wages	44.88	15.10
(ii) Salary to director	12.60	12.60
(b) Contributions to		
(i) Provident Fund	0.78	0.52
(ii) Gratuity	0.04	
(iii) ESI	0.36	0.32
(c) Staff welfare expenses	0.27	10.77
Total	58.93	39.31



Notes forming part of the financial statements

NOTE 18 - FINANCE COSTS

Particulars	(Rs. in lacs)	
	31-Mar-15	31-Mar-14
(a) Interest expense		
Interest on car loan	0.22	0.38
Interest on CC/CD	418.57	361.37
Interest on Term Loan	154.44	116.96
Other Interests	1.62	17.92
(b) Other financial costs	36.75	28.92
Total	611.60	525.55

NOTE 19 - DEPRECIATION & AMORTISATION EXPENSE

Particulars	31-Mar-15	31-Mar-14
Depreciation for the year	151.86	90.11
Amortisation expenses	15.28	0.73
Total	167.14	90.84

NOTE 20 - OTHER EXPENSES

Particulars	31-Mar-15	31-Mar-14
Audit Fees	0.19	0.19
Advertisement	0.02	0.28
Commission	1.63	3.05
Donation	0.70	0.64
Entertainment	0.03	0.04
Freight		
Hotel, Boarding & Lodging	0.02	0.30
Insurance	1.37	0.14
Misc. Exp		
a. Legal & Professional Charges/Fees	8.17	5.50
b. Equity Share Expenses	1.30	1.10
c. Packing / Loading & Unloading	20.44	-
d. Security Expenses	10.45	4.86
e. General & Other Expenses:	4.05	2.79
Power & Fuel		
a. Car Running	1.66	5.30
b. H.V. Running & Maintenance	11.78	12.35
c. Electricity & Fuel	5.27	0.85
Rates & Taxes, excluding taxes on income		
a. Service Tax	2.61	3.01
b. ROC	0.19	0.08
c. Any other Govt. Taxes/Licences	17.07	16.28
Rent & Maintenance	5.36	2.11
Repairs to building	4.78	0.93
Repairs to machinery	7.06	1.41
Sales Promotion including publicity	1.02	0.05
Telephone	1.45	1.11
Travelling Expenses	1.73	5.06
Total	108.34	67.44



Notes forming part of the financial statements

Note	Particulars
21	Corporate information
	The company is engaged primarily in the business of Bottling, trading of LPG and Retailing of AutoLPG. It has its LPG Bottling plant at Durgapur and AutoLPG retailing station at Paschim Medinipur.
22	Significant accounting policies
	"The Company is a Small and Medium Sized Company as defined in the General Instructions in respect of Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended). Accordingly, the Company has complied with the Accounting Standards as applicable to a Small and Medium Sized Company."
22.1	Basis of accounting and preparation of financial statements
	The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention.
22.2	Use of estimates
	The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.
22.3	Inventories
	Inventories are valued at the lower of cost (on FIFO / weighted average basis) and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, including octroi and other levies, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads and, where applicable, excise duty.
22.4	Cash and cash equivalents (for purposes of Cash Flow Statement)
	Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.
22.5	Cash flow statement
	Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.
22.6	Depreciation and amortisation
	Depreciation has been provided on the straight-line method as per the rates calculated on basis of life estimates prescribed in Schedule II to the Companies Act, 2013. Leasehold land is yet to be amortised



Notes forming part of the financial statements

Note 22 Significant accounting policies (contd.)

Note	Particulars
22.7	Revenue recognition
	<p><u>Sale of goods</u> Sales are recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers. Sales excludes excise duty, sales tax and value added tax</p>
22.8	Other income
	Interest & Other income is accounted on accrual basis.
22.9	Tangible fixed assets
	<p>Fixed assets, are carried at cost less accumulated depreciation and impairment losses, if any. The cost of fixed assets includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use and other incidental expenses incurred up to that date. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure relating to fixed assets is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.</p>
22.10	Employee benefits
	<p>Employee benefits include provident fund, superannuation fund, gratuity fund, compensated absences, long service awards and medical benefits.</p> <p><u>Defined contribution plans</u> The Company's contribution to provident fund is considered as defined contribution plans and are charged as an expense as they fall due based on the amount of contribution required to be made.</p> <p><u>Defined benefit plans</u> For defined benefit plans in the form of gratuity fund the company has made arrangement with Life Insurance Corporation of India.</p>
22.11	Borrowing costs
	<p>Borrowing costs include interest, amortisation of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilised for qualifying assets, pertaining to the period from commencement of activities relating to construction / development of the qualifying asset upto the date of capitalisation of such asset is added to the cost of the assets.</p>
22.12	Segment reporting
	<p>The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. Being Primarily the trading nature of business hence company don't prepare segment reporting</p>



Notes forming part of the financial statements

Note 22 Significant accounting policies (contd.)

Note	Particulars
22.13	Earnings per share
	Basic earnings per share is computed by dividing the profit / (loss) after tax (including the post tax effect of extraordinary items, if any) by the weighted average number of equity shares outstanding during the year. Diluted earnings per share is same as company has no dilutive potential equity shares.
22.14	Taxes on income
	Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Minimum Alternate Tax (MAT) paid in accordance with the tax laws, which gives future economic benefits in the form of adjustment to future income tax liability, is considered as an asset if there is convincing evidence that the Company will pay normal income tax. Accordingly, MAT is recognised as an asset in the Balance Sheet when it is probable that future economic benefit associated with it will flow to the Company. Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date. Deferred tax assets in respect of unabsorbed depreciation and carry forward of losses are recognised only if there is virtual certainty that there will be sufficient future taxable income available to realise such assets. Deferred tax assets are reviewed at each Balance Sheet date for their realisability.
22.15	Impairment of assets
	The carrying values of assets / cash generating units at each Balance Sheet date are reviewed for impairment. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount of these assets exceeds their recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, except in case of revalued assets.
22.16	Provisions and contingencies
	A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Contingent liabilities are not recognised but are disclosed in the Notes. Contingent Assets are neither recognized nor disclosed in the financial statements.
22.17	Balances
	Balances of Sundry Debtors, Unsecured Loan & Advances and Sundry Creditors are subject to the confirmation and reconciliation.
22.18	Service tax input credit
	Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilising the credits.
22.19	Other Notes
	1. Loans and advances to employees under Short term Loans & Advances (Note 11) include Rs 14.74 lacs paid on behalf of Mr. Sumit Bhansali, who is holding key management position in the company. 2. The deposit shown in the Balance Sheet is the trade deposit which will not attract the provisions of Section 73-76 of the Companies Act, 2013.



Notes forming part of the financial statements

Note 23 Additional information to the financial statements

Note	Particulars	31-Mar-2015 Rs. In lacs	31-Mar-2014 Rs. In lacs
23.1	Contingent liabilities (a) Bank Guarantee issued and effective	800.25	600.25
23.2	Disclosure under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 There has been no dues to Micro and Small Enterprises which have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.		
23.3	Disclosure as per Clause 32 of the Listing Agreements with the Stock Exchanges The company has no Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties.		

Note 24 Disclosures under Accounting Standards

Note	Particulars			
24.1	Related party transactions			
	Description of relationship	Name	Details of transaction	Amount-Rs in lacs
	Managing Director	Mr. S.K.Bhansali	Remuneration	12.60 (P.Y.- 12.60)
	Note: Related parties have been identified by the Management.			
24.2	Earnings per share		For the year ended 31/03/2015	For the year ended 31/03/2014
	Profit for the year (after tax)		Rs. 27,349,734	Rs. 23,020,038
	Weighted average number of equity shares		15,000,000	15,000,000
	Face value per share		Rs.10	Rs.10
	Basic/Diluted Earnings per share		1.82	1.53
24.3	Deferred Tax Liability		Amount in Rs.	Amount in Rs.
	Opening Balance		1,892,922	2,814,321
	Terminating during the year		-	-
	Timing Difference created		5,170,350	4,707,243
	Net deferred tax asset/(liability)		7,063,272	(1,892,922)
	The Company has recognised deferred tax asset on unabsorbed depreciation and brought forward business losses based on the Management's estimates of future profits considering the customer orders received by the Company.			

Note 25 Previous year's figures

Note	Particulars
25	Previous year's figures have been regrouped / reclassified wherever necessary to correspond with the current year's classification / disclosure.

As per our report of even date
Chartered Accountants
(Registration No. 314062E)

Eastern Gases Ltd.

Parimal Sarkar
Partner
Membership No. : 051550
Place : Kolkata
Date : 30th May, 2015

S.K.Bhansali
Director

D Choudhury
Director

**Attendance Slip**

Only Shareholders or Proxies will be allowed to attend the meeting

Registered Folio/DP ID & Client ID:

Name and Address of the Shareholder:

Joint Holder(s):

No. of Shares:

I/We hereby record my/our presence at the 20th Annual General Meeting of the Company being held on 30th September, 2015 at 10.00 a.m. **Smriti Charitable Medical Centre, 81, K.P.Roy Lane, Haltu, Kolkata – 700078.**

Signature of Shareholder(s) 1. _____

2. _____

Signature of the Proxy holder _____

Note: Shareholders attending the meeting in person or by Proxy are requested to complete the attendance slip and hand it over at the entrance of meeting venue.

ELECTRONIC VOTING PARTICULARS

EVSN	Sequence Number

Note: Please read instruction to e-voting to the Notice of the 20th Annual General Meeting dated 3rd September'2015 , being sent herewith, in respect of the instruction for voting through electronic means. The voting period starts from 10 a.m. on September 26, 2015 and ends at 5 p.m. on September 29, 2015.



Proxy Form

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

CIN	L40200WB1995PLC068251
Name of Company	Eastern Gases Limited
Registered Office	43 Palace Court, 1 KYD Street, Kolkata- 700016

Name of the Member(s): Registered Address: E-mail Id: Folio No./Client Id: DP ID:	
---	--

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

- 1) Name: _____ Address: _____
 Email Id: _____ Signature: _____,
 or failing him

- 2) Name: _____ Address: _____
 Email Id: _____ Signature: _____,
 or failing him

- 3) Name: _____ Address: _____
 Email Id: _____ Signature: _____,

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 20th Annual General meeting of the company to be held on the 30th September, 2015 at 10.00 AM. at the Registered office of the company at Smriti Charitable Medical Centre, 81, K.P.Roy Lane, Haltu, Kolkata – 700078 and at any adjournment thereof in respect of such resolution as are indicated below:

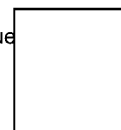
Item No.	Resolution	No. of Shares	For (I/We assent to the Resolution)	Against (I/We dissent to the Resolution)
Ordinary Business				
1	Adoption of Statement of profit & loss, Balance Sheet, Report of Board of Directors and Auditors for Financial year ended March'31'2015			
2	Ratification of appointment of Auditors appointed for a term of 5 years in 19th Annual General Meeting			
Special Business				
3.	Regularizing the appointment of Independent Non Executive Woman Director			

Signed this _____ day of _____ of 2015

Signature of the Shareholder: _____

Signature of the Proxy: _____

(Affix Revenue



EASTERN GASES LIMITED



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



If undelivered, please return to :
Eastern Gases Ltd. - 43 Palace Court, 1 Kyd Street, Kolkata 700 016