

GAGAN GASES LIMITED

Company No. 524624

REGD. OFFICE-602, SECTOR III, PITHAMPUR, DIST. DHAR (M.P.)

AUDITED FINANCIAL RESULTS ENDED 31.03.2017

website : www.gangases.com, email : gagan@gangases.com, CIN : L24111MP1986PLC004228

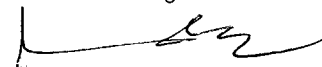
Rounded in lacs

Sr.No.	Particulars	Quarter ended			Year ended	
		30.06 2016 (Unaudited) Rs. In lacs	30.09. 2016 (Unaudited) Rs. In lacs	31.12 2016 (Unaudited) Rs. In lacs	Mar. 31, 2017 (Audited) Rs. In lacs	Mar. 31, 2016 (Audited) Rs. In lacs
1	Income from Operations :	13	10	12	59	115
a	Net sales (net of taxes)	13	10	12	0	6
b	Other Operating Income				0	121
	Total Income from Operations (net)	13	10	12	59	
2	Expenses :					
a	Cost of materials consumed	3	1	0	4	60
b	Changes in inventories of finished goods, work-in-progress and stock-in-trade.	0	0	0	0	1
c	Employee benefit expenses	5	5	5	18	16
d	Depreciation and amortisation expenses	2	2	2	6	7
e	Stores and repairs expenses	0	0	0	0	2
f	Freight expenses	0	0	0	0	0
g	Power and fuel expenses	0	1	1	0	2
h	Other expenses relating to operations	6	2	2	18	20
	Total Expenses	16	11	10	46	108
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	-3	-1	2	13	13
4	Other Income	1	1	1	0	0
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	-2	0	3	13	13
6	Finance costs	0	0	0	0	0
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	-2	0	3	13	12
8	Exceptional items	0	0	0	0	0
9	Profit/(Loss) from ordinary activities before tax (7+8)	-2	0	3	13	13
10	Total Tax Expenses	0	0	0	2	0
11	Net Profit/(Loss) from ordinary activities after tax (9-10)	-2	0	3	11	12
12	Paid up Equity Share Capital (Face value of Rs. 10 each)	451.85	451.85	451.85	451.85	451.85
13	Reserves excluding Revaluation Reserves (As per Balance sheet of previous accounting year)	-358	-358	-358	-347	-358
14	Basic and Diluted Earnings per share of Rs. 10 each (not annualised)	0	0	0.06	0.24	0.27

Notes :-

- The above Audited Financial Results for the year ending 31.03. 2017 were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2017.
- Figures at the end of th year are regrouped/readjusted and or reclassified
- The Company has only one business segment .

 By Order of the Board
 For Gagan Gases Limited



 K.R. Maheshwary
 Managing Director

 Place : Indore
 Dated : 30.05.2017

CA. DILIP K. NEEMA
B. COM. ,FCA



DILIP K. NEEMA & ASSOCIATES

Chartered Accountants
406, Rounak Plaza
8-B, South Tukoganj
Opp. NathMandir
Indore (M.P.)-452001
Tele. No.-0731-4064243
Cell: 9425062556
7804878428

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INDEPENDENT AUDITORS' REPORT

**TO THE MEMBERS OF
GAGAN GASES LIMITED.**

Report on the Financial Statements

We have audited the accompanying financial statements of **GAGAN GASES LIMITED** ("the company"), which comprise the Balance Sheet as at 31 March 2017, the Statement of Profit and Loss, the Cash Flow Statement for the year ended, and a summary of significant accounting policies and other explanatory information.

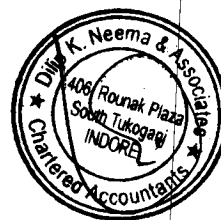
Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of 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.

Auditor's 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, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

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



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give 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 accounting policies used and the reasonableness of the accounting estimates made by 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 on the financial statements.

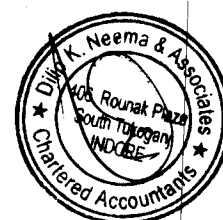
Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements, give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India;

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- b) In the case of the Statement of Profit and Loss, of the **profit** for the year ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Companies Act, 2013 , we give in the Annexure "A" , a statement on the matters specified in the paragraph 3 and 4 of the Order , to the extent applicable .
2. As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books
 - c) the Balance Sheet, the Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.



e) On the basis of written representations received from the directors as on 31 March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31 March, 2017, from being appointed as a director in terms of Section 164(2) of the Act.

f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in Annexure "B".

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

(i) The company has disclosed the impact of pending litigation on it's financial position in its financial statements.

(ii) The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses.

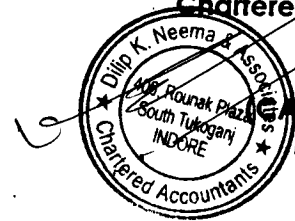
(iii) There has been no delay in transferring amounts, required to be transferred , to the Investor Education and Protection Fund by the company.

(iv) The company has provided requisite disclosure in its financial statements as to holding as well as dealings in Specified Bank Notes during the period from 8th November , 2016 to 30th December ,2016 and these are in accordance with the books of accounts maintained by the Company.

Forming an Opinion and Reporting on Financial Statements

Place : Indore
Date : 30/05/2017

FOR DILIP K. NEEMA & ASSOCIATES
Chartered Accountants



Dilip Neema)
M. No.: 074067
FRN: 005279C

Annexure "A" to the Auditors' Report

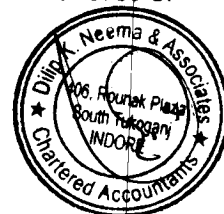
The Annexure referred to in our report to the members of GAGAN GASES LIMITED for the year ended on **31.03.2017**. We report that:

- (i) (a) The company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
(b) These fixed assets have been physically verified by the management at reasonable intervals;
No material discrepancies were noticed on such verification
(c) The company has immovable properties the title deed of the same is in the name of company;

The details of such immovable properties are as under ;

Name of immovable property	Date of title deed registered in the name of the company	Name of office where such deed is registered
Leasehold Industrial Plot No. 602 at Sector 3 Pithampur	14.08.1986	Sub Registrar office Dhar
Leasehold Industrial Plot No. 602A& 603 at Sector 3 Pithampur	05.08.1994	Sub Registrar office Dhar

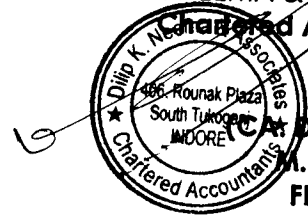
- (ii) Physical verification of inventory has been conducted at reasonable intervals by the management;
No material discrepancies were noticed on such verification ;
- (iii) The company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under section 189 of the Companies Act 2013 hence clause not applicable for comment.
- (iv) There is no loans, investments, guarantees, and security where provisions of Section 185 and 186 of the Companies Act,2013 are applicable.
- (v) The company has accepted deposits during the year only from its director and the directives issued by the Reserve Bank of India , the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules framed there under, where ever applicable, have been complied with.
- (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) The company is regular in depositing undisputed statutory dues .
None of the amount is payable on account of statutory dues which is for any dispute.
- (viii) During the year the company has not obtained loan from financial institution or bank or debenture holders hence clause is not applicable to report.
- (ix) During the year the company has not raised money by way of initial public offer or further public offer (including debt instruments) and not availed term loans from Bank hence clause not applicable to comment.
- (x) No fraud on or by the company by its officers or employees has been noticed or reported during the year;
- (xi) Managerial remuneration has been mandated by the provisions of Sec.197 read with Schedule V of Companies Act,2013 with the requisite approvals;
- (xii) The clause is not applicable since the company is not a Nidhi Company.;
- (xiii) All transactions with the related parties are in compliance with Sections 177 & 188 of Companies Act,2013 where ever applicable and the details of which have been disclosed in the Financial Statements as required by the applicable accounting standards;
- (xiv) The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.



- (xv) The company has not entered into any non-cash transactions with directors or persons connected with him .
- (xvi) The company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934 .

Place : Indore
Date : 30/05/2017

FOR DILIP K. NEEMA & ASSOCIATES
Chartered Accountants



(Dilip Neema)
M. No.: 074067
FRN: 005279C

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF GAGAN GASES LTD.

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

We have audited the internal financial controls over financial reporting of ('the Company') as of 31-Mar-2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

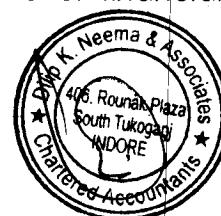
The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls Over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that



(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

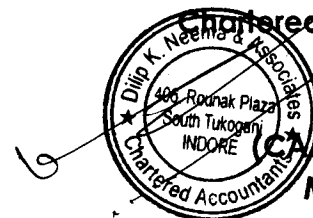
Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31-Mar-2017 based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI)

Place : Indore
Date : 30/05/2017

FOR DILIP K. NEEMA & ASSOCIATES
Chartered Accountants



Dilip Neema)
M. No.: 074067
FRN: 005279C