

## Independent Auditors' Report

To The Board of Directors  
Reliance Syngas Limited

### Opinion

We have audited the accompanying interim financial statements of Reliance Syngas Limited (the "Company") which comprise the interim balance sheet as at 31<sup>st</sup> December, 2021, the interim statement of profit and loss (including other comprehensive income) for the period then ended, the interim statement of changes in equity and the interim statement of cash flows for the period then ended, and notes to the interim financial statements, including a summary of significant accounting policies ("the interim financial statements") and other explanatory information as required by Indian Accounting Standard 34 - Interim Financial Reporting ("Ind AS 34") and other accounting principles generally accepted in India.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid interim financial statements give a true and fair view in conformity with Ind AS 34 and other accounting principles generally accepted in India, of the company's state of affairs as at 31<sup>st</sup> December, 2021, the loss and other comprehensive income for the period then ended, changes in equity and its cash flows for the period ended on that date.

### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Interim Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India and we have fulfilled our other ethical responsibilities in accordance with the provisions of the Act. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the interim financial statements.

### Responsibilities of Management and Those Charged with Governance for the Interim Financial Statements

The Company's management and the Board of Directors are responsible for the preparation and presentation of these interim financial statements that give a true and fair view of the state of affairs, loss (including other comprehensive income), changes in equity and cash flows of the Company in accordance with Ind AS 34 prescribed under section 133 of the Act and other accounting principles generally accepted in India.



The Management is responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding of the assets of the entity and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the interim financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the interim financial statements by the management and Board of Directors of the Company, as aforesaid.

In preparing the interim financial statements, the management of the company is responsible for assessing the ability of entity to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intend to liquidate the entity or to cease operations, or have no realistic alternative but to do so.

The Board of Directors of the company are responsible for overseeing the financial reporting process of the company.

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

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

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

- Identify and assess the risks of material misstatement of the interim financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the interim financial statements made by management and the Board of Directors of the Company.



- Conclude on the appropriateness of the use of the going concern basis of accounting in preparation of interim financial statements by management and Board of Directors of the Company and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the interim financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the interim financial statements, including the disclosures, and whether the interim financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the interim financial statements.

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

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

**For Chaturvedi & Shah LLP**  
**Chartered Accountants**  
**Firm Registration No. 101720W / W100355**



**Sandesh Ladha**  
**Partner**  
**Membership No. 047841**  
**UDIN: 22047841AAAAUW3337**



Place: Mumbai  
Date: 29<sup>th</sup> January, 2022

Reliance Syngas Limited  
Interim Balance Sheet as at 31st December 2021

	Notes	As at 31st December 2021 ( Rupees )
<b>ASSETS</b>		
<b>Current Assets</b>		
Financial Assets		
Cash and cash equivalents	1	10 00 000
<b>Total Current Assets</b>		<b>10 00 000</b>
<b>TOTAL ASSETS</b>		
		<b>10 00 000</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity Share Capital	2	10 00 000
Other Equity		( 15 000)
<b>Total Equity</b>		<b>9 85 000</b>
<b>Current Liabilities</b>		
Other Current liabilities	3	15 000
<b>Total Liabilities</b>		<b>15 000</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		
		<b>10 00 000</b>

**Significant Accounting Policies**

See accompanying Notes to the Financial Statements 1 - 10

As per our report of even date

For Chaturvedi & Shah LLP  
Chartered Accountants  
(Firm Registration no.101720W / W100355)

*Sandesh Ladha*

Sandesh Ladha  
Partner  
Membership no.047841



Place : Mumbai  
Date : 29th January, 2022

For and on behalf of the Board

*Sanjiv Singh*  
Sanjiv Singh  
Director


*Ganesh Ramamurthy*  
Ganesh Ramamurthy  
Director

Reliance Syngas Limited  
Interim Statement of Profit & Loss for the period 01st November 2021 to 31st December 2021

	Notes	For 01.11.2021 to 31.12.2021 ( Rupees )
<b>Income</b>		
Revenue from Operations		0
Other income		0
<b>Total Income</b>		<u>0</u>
<b>Expenses</b>		
Other Expenses	4	15 000
<b>Total Expenses</b>		<u>15 000</u>
<b>Profit / ( Loss ) before tax</b>		( 15 000)
Tax Expense		-
<b>Profit / ( Loss ) for the period</b>		<u>( 15 000)</u>
<b>Other Comprehensive Income</b>		-
<b>Total Comprehensive Income for the period</b>		<u>( 15 000)</u>
<b>Earning per equity share of face value of Rs 10</b>	5	
(1) Basic		(0.15)
(2) Diluted		(0.15)
<b>Significant Accounting Policies</b>		
See accompanying Notes to the Financial Statements	1 - 10	

As per our report of even date

For Chaturvedi & Shah LLP  
Chartered Accountants  
(Firm Registration no.101720W / W100355)

  
Sandesh Ladha  
Partner  
Membership No. 047841

Place : Mumbai  
Date: 29th January, 2022



For and on behalf of the Board

  
Sanjiv Singh  
Director

  
Ganesh Ramamurthy  
Director

Reliance Syngas Limited

Interim Cash Flow Statement for the period 01st November, 2021 to 31st December, 2021

For 01.11.2021  
to 31.12.2021  
(Rupees)

**A: CASH FLOW FROM OPERATING ACTIVITIES:**

Net loss before Tax as per Statement of Profit and Loss

( 15 000)

Adjusted for:

Depreciation

-

**Operating Profit before Working Capital Changes**

( 15 000)

Adjusted for:

Working Capital changes

15 000

**Cash (Used in) / Generated from Operations**

-

Taxes paid ( Net )

-

**Net Cash (Used in) / Generated from Operating Activities**

-

**B: CASH FLOW FROM INVESTING ACTIVITIES:**

Purchase of Other Investments

**Net Cash (Used in) / Generated from Investing Activities**

-

**C: CASH FLOW FROM FINANCING ACTIVITIES:**

Issue of Equity Shares

10 00 000

**Net cash Generated from / (Used in) Financing Activities**

10 00 000

**Net Increase in Cash and Cash Equivalents**

10 00 000

Opening Balance of Cash and Cash Equivalents

-

**Closing Balance of Cash and Cash Equivalents (Refer Note 1)**

10 00 000

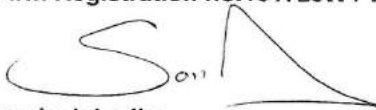
As per our report of even date

For and on behalf of the Board

For Chaturvedi & Shah LLP

Chartered Accountants

(Firm Registration no.101720W / W100355)



Sandesh Ladha

Partner

Membership No. 047841

Place : Mumbai

Date: 29th January, 2022



  
Sanjiv Singh  
Director

  
Ganesh Ramamurthy  
Director

Reliance Syngas Limited  
Interim Statement of Changes in Equity for the period 01st November, 2021 to 31st December, 2021

( Rupees )

A. Equity Share Capital

	Balance at the beginning of the reporting period	Changes in equity share capital during the reporting period	Balance at the end of the reporting period
Equity Share Capital	-	10 00 000	10 00 000

B. Other Equity

( Rupees )

Particulars	Reserves and Surplus - Retained Earnings	Other Comprehensive Income	Total
Balance at the Inception	-	-	-
Profit/ ( Loss) for the period	( 15 000)	-	( 15 000)
Balance at the end of the reporting period i.e., 31st December 2021	( 15 000)	-	( 15 000)

As per our report of even date

For and on behalf of the Board

For Chaturvedi & Shah LLP  
Chartered Accountants  
(Firm Registration no.101720W / W100355)

Sandesh Ladha  
Partner  
Membership No. 047841

Place : Mumbai  
Date: 29th January, 2022



Sanjiv Singh  
Director

Ganesh Ramamurthy  
Director

**Reliance Syngas Limited**

**Notes to the Interim Financial Statement for the period 01st November, 2021 to 31st December, 2021**

**A. CORPORATE INFORMATION**

Reliance Syngas Limited (‘the Company’) is an unlisted public Company incorporated in India. The registered office of the Company is located at Office- 101, Saffron, Nr. Centre Point, Panchwati 5 Rasta, Ambawadi, India.

The Company is engaged in production of Synthesis Gas (Syngas) through Surface Petcoke / Coal Gasification or Underground Coal Gasification or through Coal Bed Methane extraction or from Gas Hydrate or using Natural Gas. To undertake manufacture of Syngas based downstream chemicals such as Methanol, C1 Chemicals (like Acetic Acid and its derivatives), Formic Acid, Hydrogen, Ammonia, Urea / Fertiliser, Dimethyl Ether (DME), Lubricants and Other Chemicals, Transport and Industrial fuels, Industrial Gases (like Nitrogen, Oxygen, Argon, Crypton, Xenon) CO<sub>2</sub>, Fuel Cell, Power and steam generation and any other products produced from gasification assets.

**B. SIGNIFICANT ACCOUNTING POLICIES:**

**B.1 BASIS OF PREPARATION AND PRESENTATION**

The Company has been incorporated on 01st November, 2021 and hence these interim financial statement are for the period from 01st November, 2021 to 31st December, 2021. These being the Company’s first financial statement, there are no previous year’s figures.

The Financial Statement has been prepared on the historical cost basis.

The Financial Statement of the Company has been prepared to comply with the Indian Accounting standards (‘Ind AS’), including the rules notified under the relevant provisions of the Companies Act, 2013, amended from time to time.

The Company’s Financial Statement is presented in Indian Rupees (₹), which is also its functional currency.

**B.2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**(a) Current and Non-Current Classification**

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

An asset is treated as Current when it is –

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

All other assets are classified as non-current.

A liability is current when

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period, or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting

The Company classifies all other liabilities as non-current.

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

**(b) Cash and Cash Equivalents**

Cash and cash equivalents comprise of cash on hand, cash at banks, short-term deposits and short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

**(c) Provisions**

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

**(d) Tax Expenses**

The tax expense for the period comprises current and deferred tax. Tax is recognised in profit or loss, except to the extent that it relates to items recognised in the comprehensive income or in equity. In this case, the tax is also recognised in other comprehensive income and equity.

**Current Tax**

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted at the Balance sheet date.

**Deferred Tax**

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

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

**(e) Earnings per share**

Basic earnings per share is calculated by dividing the net profit after tax by the weighted average number of equity shares outstanding during the year adjusted for bonus element in equity share. Diluted earnings per share adjusts the figures used in determination of basic earnings per share to take into account the conversion of all dilutive potential equity shares. Dilutive potential equity shares are deemed converted as at the beginning of the period unless issued at a later date.

**C.CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY**

The preparation of the Company’s Financial Statements requires management to make judgement, estimates and assumptions that affect the reported amount of revenue, expenses, assets and liabilities and the accompanying disclosures. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in next financial years.

**(a) Provisions**

The timing of recognition and quantification of the liability (including litigations) requires the application of judgement to existing facts and circumstances, which can be subject to change. The carrying amounts of provisions and liabilities are reviewed regularly and revised to take account of changing facts and circumstances.

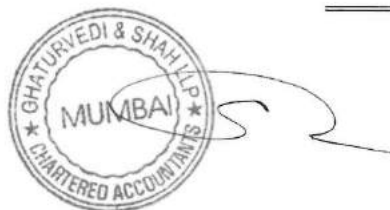




Reliance Syngas Limited

Notes to the Interim Financial Statement for the period 01st November, 2021 to 31st December, 2021

	<u>As at</u>	
	<u>31st December 2021</u>	
	<u>( Rupees )</u>	
<b>1. Cash and Cash Equivalents</b>		
Balances with Bank :		
In current account		10 00 000
<b>Total</b>		<u>10 00 000</u>
<b>2. Equity Share Capital</b>		
<b><u>Authorised Share Capital</u></b>		
1,50,000 Equity Shares of Rs 10/- each		15 00 000
		<u>15 00 000</u>
<b><u>Issued, Subscribed &amp; Paid up</u></b>		
1,00,000 Equity Shares of Rs 10/- each fully paid up		10 00 000
<b>Total</b>		<u>10 00 000</u>
<b>2.1 Reconciliation of number of Equity shares :</b>		
<b>a. Equity Share Capital</b>		
	<u>Numbers</u>	<u>( Rupees )</u>
Opening Balance	0	0
Add: Issue of Shares	1 00 000	10 00 000
Closing Balance	<u>1 00 000</u>	<u>10 00 000</u>
<b>b. Details of Shareholder holding more than 5% Equity shares</b>		
	<u>Number of Shares</u>	<u>% held</u>
<b>Name of Shareholder</b>		
Holding Company		
Reliance Industries Limited	1 00 000	100%
<b>Total</b>	<u>1 00 000</u>	
<b>3. Current Liabilities</b>		<b>(Rupees)</b>
Other Current Liabilities		15 000
		<u>15 000</u>



**Reliance Syngas Limited**

**Notes to the Interim Financial Statement for the period 01st November 2021 to 31st December 2021**

For 01.11.2021  
to 31.12.2021

Rupees

**4. Other Expenses**

Audit fees

15 000

**Total**

15 000

**5. Earning per share (EPS)**

**Particulars**

(i) Face value per equity share ( Rs. )	10
(ii) Net Profit/(Loss) after tax as per Statement of Profit and Loss (Rs.)	( 15 000)
(iii) Weighted Average Number of equity shares ( For Basic) (Numbers)	1 00 000
(iv) Weighted Average Number of equity shares ( For Diluted) (Numbers)	1 00 000
(iv) Earnings per equity share of face value of Rs.10 each (Basic and Diluted)	(0.15)

6. As the company is incorporated on 1st November 2021, no comparative figures are available.

**7. Related Party Disclosures**

(i) List of Related Parties Where Control Exists:

Name	Relationship
Reliance Industries Limited	Holding Company

(ii) Major Transactions During The Period:

(Rupees)

Sr. No.	Nature of Transaction	Holding Company
1	Subscription to Equity Share Capital	10,00,000

(iii) Balance As On 31st December, 2021:

(Rupees)

Sr. No.	Particulars	Holding Company
1	Equity Share Capital	10,00,000

**8. Segment Information**

The Company has not commenced any business activity during the period , hence there is no reportable segment under IND AS 108 on "Operating Segment".

**9. Details of loans given, investments made and guarantee given covered u/s 186 (4) of the Companies Act, 2013.**

- (a) Loans given - NIL
- (b) Investment made - NIL
- (c) Guarantees given and Securities provided by the Company in respect of loan - NIL

10. This financial statement is approved by Board of Directors in the meeting held on January 29, 2022.

As per our report of even date

For Chaturvedi & Shah LLP  
Chartered Accountants  
(Firm Registration no.101720W / W100355)

Sandesh Ladha  
Partner  
Membership No. 047841

Place : Mumbai  
Date : 29th January, 2022



For and on behalf of the Board

Sanjiv Singh  
Director

Ganesh Ramamurthy  
Director