

Petronet CCK Limited

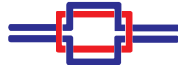
Nineteenth Annual Report

2016-17



Petronet CCK Limited

REGISTERED OFFICE	:	Irimpanam installation of Bharat Petroleum Corporation Ltd. Irimpanam P.O., Cochin - 682 309
WEB SITE	:	www.petronetcck.com
CORPORATE IDENTITY NO.	:	U60300KL1998PLC012336
AUDITORS	:	Menon & Ayyar, Chartered Accountants 57/1059, Iyyattil Lane, Chittur Road, Iyyattil Junction, Ernakulam, Kochi - 11
COST AUDITORS	:	BBS & Associates, Cost Accountants, 1 Floor, Nenmanassery Illam off paliyam road, Kochi - 16
SECRETARIAL AUDITORS	:	BVR & Associates, Company Secretaries Swastika. 53/3933, Lal Salam Road, Ponnurunni, Vyttila P.O., Kochi - 19
INTERNAL AUDITORS	:	Johney & Company, Chartered Accountants, Edappally Kochi - 24



Board of Directors

Chairman



S. P. Gathoo



K. Sivakumar



Dipti Sanzgiri



Prasad K Panicker



P. M. Thomas
Independent Director



S.K. Agrawal



Sam Varghese
Independent Director
(w.e.f 25.07.16)

Managing Director

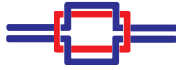


N. Vijayagopal
(upto 21.11.16)

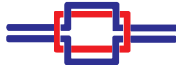


V. Mohan Nair
(w.e.f 22.11.16)

S. Ramesh
Company Secretary



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NOTICE TO SHAREHOLDERS

Notice is hereby given that the Nineteenth Annual General Meeting of the Members of Petronet CCK Limited will be held on Thursday, 7th September, 2017 at 12.15 P.M. at the Registered Office of the Company located at the Irimpanam Installation of Bharat Petroleum Corporation Limited, Irimpanam, Cochin-682 309, to transact the following business:-

Ordinary Business

1. To receive, consider and adopt the Balance Sheet as at 31st March 2017, the Profit & Loss Account for the year ended as on that date, and the Reports of the Board of Directors and Auditors and the comments of the Comptroller and Auditor General of India thereon .
2. To confirm the payment of interim dividends on equity shares.
3. To appoint a Director in the place of Shri. S.P.Gathoo (DIN: 05102526), who is retiring by rotation. The retiring Director is eligible for re-appointment.
4. To appoint a Director in the place of Shri.S.K.Agrawal(DIN: 06908669), who is retiring by rotation. The retiring Director is eligible for re-appointment.
5. To authorize the Board to fix the remuneration of the Statutory Auditors, appointed by the Comptroller and Auditor General of India, for the financial year 2017-18.

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

“RESOLVED that pursuant to the provisions of the Companies Act 2013, the Board of Directors be and are hereby authorized to fix the remuneration of the Statutory Auditors to be appointed by the Comptroller & Auditor General of India (C&AG), for the financial year 2017-18”.

Special Business

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

“RESOLVED that Shri.V.Mohan Nair (DIN No 07657550) be and is hereby appointed as a Director of the Company.

RESOLVED further that Shri.V.Mohan Nair shall not be liable to retire by rotation.”.

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

“RESOLVED that pursuant to the provisions of sections 196,197 and 198 read with Schedule V and other applicable provisions of the Companies Act 2013, as amended from time to time, the consent and approval of the Company be and is hereby accorded to the appointment of Shri V Mohan Nair as the Managing Director of the Company w.e.f. 22.11.2016, on the terms and conditions as stipulated in BPCL’s letters ref CA.PCCKL dtd. 7.11.16 and PS.DEPUTATION. CON dtd. 17.11.16 and letter HRD.DEP.CON (Petronet CCK) dtd. 8.11.16.

RESOLVED further that the appointment, terms and conditions of the remuneration of the Managing Director shall be in accordance with the provisions of Schedule V of the Companies Act as amended from time to time.

RESOLVED further that pursuant to the provisions of Sections 196, 197 and 198, read with Schedule V and other applicable provisions of the Companies Act 2013 or any amendment or modification thereof and subject to approval of Central Government if required, and such



other approvals and sanctions as may be necessary in this regard, the consent and approval of the shareholders be and is hereby accorded for the payment of the remuneration / salary and benefits to Shri.V Mohan Nair, the Managing Director of the Company, as outlined in the letter ref PS.DEPUTATION.CON dtd. 17.11.16 received from M/s .Bharat Petroleum Corporation Ltd.

RESOLVED further that the Managing Director shall be entitled for all additional benefits/ improvements over and above the existing benefits, perquisites, facilities and other entitlements, that may be introduced by BPCL from time to time, provided the total remuneration shall not exceed the ceiling limits as prescribed under Schedule V/Section 197 of the Companies Act.”

RESOLVED further that the Board of Directors be and are hereby authorized to revise the remuneration of the Managing Director subject to the limits laid down in Schedule V/Section 197 of the Companies Act as amended from time to time”.

8. To consider and if thought fit to pass with or without modification, the following Resolution as ordinary Resolution:-

“RESOLVED that pursuant to Section 149, 150 and 152 read with Schedule IV of the Companies Act, 2013, Shri.Sam Varghese (DIN No.07551445) be and is hereby appointed as Independent Director of the Company, not liable to retire by rotation”.

9. To consider and if thought fit to pass with or without modification the following Resolution as an ordinary Resolution, for ratification of remuneration payable to the Cost Auditors:

“RESOLVED that pursuant to the provisions of Section 148 and other applicable provisions, if any of the Companies Act, 2013, and subject to such guidelines/Rules as may be notified by the Central Govt. M/s.BBS & Associates, Cost Accountants Cochin, appointed as Cost Auditors of the Company by the Board of Directors for the financial year 2017-18, be paid an annual remuneration of Rs.30,000/- + reimbursement of out of pocket expenses + applicable taxes, for conducting the cost audit.”

Note :

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT ONE OR MORE PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. PROXIES, IN ORDER TO BE EFFECTIVE MUST BE RECEIVED BY THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE MEETING.
2. The explanatory Statement in respect of item No. 5 to 9 is annexed hereto and form part of the Notice.

Registered Office:

Irimpanam Installation of BPCL

Irimpanam, Cochin – 682 309

By Order of the Board of Directors

For Petronet CCK Ltd

Sd/-

S. Ramesh

Company Secretary

Date :07.08.2017



STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT 2013

Item No.5 : Regarding remuneration of Statutory Auditors:

The Statutory Auditors of the Company are appointed by the Comptroller & Auditor General of India.

In terms of Sec.139(5) read with Sec.142 of the Companies Act, 2013, the remuneration of an auditor shall be fixed by the Company in General Meeting or in such manner as the company in general meeting may determine. Accordingly, the Shareholders in the Annual General Meeting to be held on 07.09.2017 would consider and if thought fit, authorise the Board to fix the remuneration of the statutory auditors for the financial year 2017-18.

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

The Board recommends the ordinary Resolution as set out in item No.5 of the notice for approval by the Shareholders.

Item No.6 & 7 : Appointment of Shri.V Mohan Nair as Director/Managing Director and approval of his Remuneration :

As per Article 94 (1) (a) of the Articles of Association of the Company, M/s.Bharat Petroleum Corporation Limited (BPCL) has the right to appoint the Managing Director of the Company. BPCL vide its letter dated 7.11.2016 nominated Shri. V Mohan Nair, as the Managing Director of the Company in the place of Shri N.Vijayagopal. As per the Companies Act, only a Director can be made a Managing Director. Accordingly, in the Board Meeting held on 21.11.2016, Shri V Mohan Nair was co-opted as an Additional Director and thereupon appointed as the Managing Director of the company w.e.f 22.11.2016, up to 31.3.2018 on terms and conditions as stipulated in BPCL's letters ref 7.11.2016 (Copy enclosed), subject to the approval of shareholders in General Meeting.

As Additional Director, Shri V.Mohan Nair will hold office up to the ensuing AGM and he is eligible for election as Director / Managing Director by the Members in the said Meeting. A notice has been received under section 160 of the Companies Act from a Member, proposing the name of Shri V Mohan Nair for Directorship.

Since the appointment of Managing Director had been made under Schedule V of the Companies Act, to comply with the requirements of the said Schedule, the subject is brought before the Shareholders for their approval.

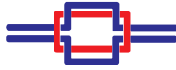
Letter reference PS.DEPUTATION.CON dtd. 17.11.16 has been received from BPCL giving details of the remuneration applicable for Shri.V Mohan Nair, Managing Director of the Company (Copy enclosed).

The remuneration of the Managing Director has been approved by the Nomination and Remuneration Committee and thereafter by the Board in the meetings held on 21.11.2016.

Shri. V Mohan Nair is an alumni of The National Law School of India University, Bangalore with Masters Degrees in Business Law, Marketing and Philosophy. He is a rich blend of unique experience of over 34 years and academic pursuits. He has held senior positions in BPCL and handled various areas in marketing and legal departments. While he was in marketing, he had headed Nagpur, Raipur & Jabalpur and retail marketing- Calcutta division / Eastern regional office and Territory Manager Retail - Chennai and Coimbatore. During his tenure in legal, he had occupied the position of legal head of Southern Region. He was also selected as a Member of the CII Industry Institute Interactive Group for his ardent interest in academics. In addition, he is also a Management Research scholar with the Bharathiyar University, Coimbatore. His services will be valuable and beneficial to the Company.

None of the Directors/Key Managerial Personnel of the Company/their relatives other than Shri.V.Mohan Nair, are, in any way, concerned or interested, financially or otherwise in this Resolution.

The Board recommends the Resolution for approval by the Members.



Item No 8 : Appointment of Shri.Sam Varghese as Independent Director :

Shri.Sam Varghese was appointed as an Independent Director on PCCKL Board w.e.f. 25.7.2016. He was initially appointed as an Additional Director as per provisions of Section 161 of the Companies Act 2013 and thereafter termed as Independent Director on PCCKL Board pursuant to Provisions of 149 of the Companies Act, 2013, subject to the approval of Shareholders in the AGM.

As Additional Director, Shri Sam Varghese will hold office up to the ensuing AGM and he is eligible for election as Independent Director by the Members in the said Meeting. A notice has been received under section 160 of the Companies Act from a Member, proposing the name of Shri Sam Varghese for Directorship.

Shri.Sam Varghese is a qualified Chartered Accountant having more than 10 years of diversified practical experience. He is the Chief Executive Partner of M/s.K.Varghese & Company, an eleven Partner Firm with Head Office at Kochi and branches at Kollam, Calicut, Adoor, Chennai, Trivandrum, Mumbai and Coimbatore. He has specialized in Corporate Advisory Service and Management Consultancy and holds diploma in Information Systems Audit. He has completed various Certificate Courses conducted by ICAI. Also he is a Signing Partner of various prestigious institutions like LIC, BPCL, Corporation Bank and many other Companies and Organisations. He has served as an Advisor in the Regional Advisory Committee under the Trivandrum Commissionerate of the Department of Central Excise, Customs and Service Tax. His services will be useful to the Company.

Considering his vast experience, in the Board Meeting held on 25.7.16, the Board unanimously appointed Shri.Sam Varghese as an Independent Director. Shri.Sam Varghese possess all the qualifications required for an Independent Director as enumerated in Section 149, 150 and 152 read with Schedule IV of the Companies Act, 2013 and he fulfills the conditions specified in the Companies Act, 2013 for such appointment.

In the ensuing AGM, the appointment of Shri.Sam Varghese as Independent Director would be regularized. None of the Directors/Key Managerial Personnel of the Company/their relatives other than Shri.Sam Varhese, are, in any way, concerned or interested, financially or otherwise in this Resolution.

Item No.9 : Ratification of the remuneration of Cost Auditors :

In line with the provisions of Sec. 148 of Companies Act, 2013 and other applicable Rules issued by Central Govt., based on the recommendation of the Audit Committee, the Board of Directors have to appoint Cost Auditors and fix the remuneration and the said remuneration has to be ratified by the shareholders in the AGM. Accordingly, in the Board Meeting held on 17-5-17, based on the recommendation of the Audit Committee, M/s. BBS & Associates, Cost Accountants, Cochin were appointed as Cost Auditors of the Company for the Financial Year 2017-18. The Board approved an annual remuneration of Rs.30,000/- + reimbursement of out of pocket expenses + applicable taxes for conducting the Cost Audit.

In line with Section 148 (3) and other applicable Rules, the remuneration approved by the Board of Directors have to be ratified subsequently by the Shareholders. M/s.BBS & Associates have submitted necessary certificate under the relevant provisions of the Companies Act, enabling the said appointment. Accordingly, the subject as set out in Item No.9 of the Notice is brought before the Shareholders for approval.

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

Registered Office:

Irimpanam Installation of BPCL

Irimpanam, Cochin – 682 309

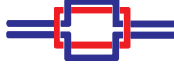
Date : 07.08.2017

By Order of the Board of Directors

For Petronet CCK Ltd

**S/d
S. Ramesh**

Company Secretary



भारत पेट्रोलियम कॉर्पोरेशन लिमिटेड
भारत सरकार का उपक्रम

BHARAT PETROLEUM CORPORATION LTD.
A Govt. of India Enterprise

CA.PCCKL

November 7, 2016

To,
Company Secretary,
Petronet CCK Limited,
Irimpanam Installation of BPCL,
Irimpanam,
Kochi.

Dear Sir,

Subject : BPCL Nominee for Office of Managing Director of PCCKL.

As per Article 94(1)(a) of the Articles of Association of Petronet CCK Ltd., BPCL has the right to appoint the Managing Director of the company.

Shri N.Vijaygopal, incumbent Managing Director has been recalled by BPCL and in his place we propose to nominate Shri V.Mohan Nair, as Managing Director on the Board of Petronet CCK Limited.

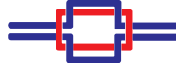
You are requested to take further necessary action in this regard.

Yours faithfully,

For Bharat Petroleum Corporation Limited,

S.K.Agrawal
ED(Corporate Affairs)

Cc: Chairman, Petronet ^{CCK} India Ltd, for information.



भारत पेट्रोलियम कॉर्पोरेशन लिमिटेड
भारत सरकार का उपक्रम
PS.DEPUTATION.CON



BHARAT PETROLEUM CORPORATION LTD.
A Govt. of India Enterprise

November 17, 2016

Petronet CCK Limited
Irimpanam Installation of BPCL
Irimpanam
COCHIN-682 309

Dear Sir,

This has reference to the nomination of Shri V. Mohan Nair (1447) as Managing Director of Petronet CCK Ltd. w.e.f. 01/10/2016.

The salary details of Shri V. Mohan Nair in the rank of Dy. General Manager as on 01/10/2016 as per limits prescribed in the DPE guidelines are given below :-

PARTICULARS	AS ON 01/10/2016 (Rs./p.m.)
Basic Pay	73,000/-
Stagnation Increment	4,380/-
DA (@ 120.30% of Basic Pay + SI as on 01/10/2016)	93,088/-
HRA (@ 20% of Basic Pay + SI)	15,476/-
Deputation Allowance @ 15% of Basic Pay + SI	11,607/-
Perks & Allowances (50% of Basic Pay + SI)	38,690/-
Reimbursement of Conveyance Expenses (monthly) Fuel Entitlement : 2040 litres per annum for petrol version or 1734 litres per annum for other than petrol version cars Reimbursement rate : Rs.64.81 per litre Maintenance expenses : @ Rs.3,000/- per month (petrol version) or @ Rs.3,600/- per month (other than petrol)	14,018/-
Retirement benefits (30% of Basic + SI + DA)	51,140/-
Performance Related Pay (PRP) @ 70% of Basic Pay + SI (subject to achievement of excellent rating on MOU Parameters, SBU / Individual performance)	54,166/-
TOTAL	3,55,565/-

Thanking you,

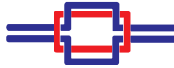
Yours faithfully,

For **BHARAT PETROLEUM CORPN. LTD.**

MRADUL R. CHATURVEDI
DY. GENERAL MANAGER (COMP. & BEN.)

भारत भवन, 4 एवं 6, करीमभाय रोड, बेलार्ड इस्टेट, पोस्ट बॉक्स क्र. 688, मुंबई - 400 001. फोन : 2271 3000/4000. फ़ैक्स : 2271 3874

Bharat Bhavan, 4 & 6, Currimbhoy Road, Ballard Estate, P.B.No. 688, Mumbai - 400 001. Phone : 2271 3000/4000. Fax : 2271 3874
email : info@bharatpetroleum.in web : www.bharatpetroleum.in CIN : L23220MH1952GOI008931



സംസ്കാര വകുപ്പിന്റെ നിയമനാമം

BHARAT PETROLEUM CORPORATION LTD.

HRD.DEP.CON(PETRONET CCK)

8th November, 2016

NOTE TO : MR. MOHAN NAIR V. (1447)

DEPUTATION TO PETRONET CCK LTD.

We are pleased to advise that you have been deputed to Petronet CCK Ltd., Kochi till your superannuation. However, Corporation reserves the right to recall you at any time, for its own services, at its sole discretion.

We give below the terms and conditions of your deputation.

SALARY & ALLOWANCE:

You will continue to draw your salary and other allowances as per the rules of Bharat Petroleum Corporation Ltd., as applicable to your salary grade i.e. JG 'G'.

DEPUTATION ALLOWANCE

You will be eligible for deputation allowance @ 15% of your Basic Pay and Stagnation increment, if any, per month during you secondment.

SERVICE RULES:

During your deputation to Petronet CCK Ltd., you will continue to be governed by the Service, Conduct, Discipline and Appeal rules of Bharat Petroleum Corporation Ltd.

GENERAL:

While on deputation, you shall abide by all the day to day working conditions and facilities like closed days, holidays, working hours, canteen facilities, etc. as per the available practice in Petronet CCK Ltd. and shall hold such positions and discharge such responsibilities as may be assigned to you from time to time by Petronet CCK Ltd.

As a token of your acceptance of the above terms and conditions, please return the duplicate copy of this letter duly signed. You are requested to inform Regional HRS as soon as you take over the new position to enable updation of the SAP HR system and other related applications.


K. PADMAKAR
EXECUTIVE DIRECTOR (HRD)

Cc: ED (Legal)
Cc: DGM - Finance (Shared Services), HQ
Cc: DGM (HRS) West
Cc: Chief Manager (HRS) South
Cc: Sr. Manager HR Entities



DIRECTORS' REPORT TO THE SHAREHOLDERS

Dear Shareholders,

Your Directors take pleasure in presenting the Nineteenth Annual Report of your Company along with the Audited Accounts of the Company for the year ended 31st March 2017.

It is a matter of great pleasure that your company has continued with the improved performance during the financial year 2016-17. The Company could achieve an operating profit of Rs.95.92Crores. Profit before taxation amounted to Rs.90.07 Crores and Profit after taxation, amounted to Rs.58.41 Crores.

FINANCIAL HIGHLIGHTS

₹ in Lakhs

	2016-17	2015-16
Income from operations (including other income)	11646.95	11740.95
Operating expenses and employee costs	2054.25	1953.99
Operating profit	9592.70	9786.96
Finance cost	-	-
Profit before depreciation	9592.70	9786.96
Depreciation & amortisation	585.92	657.91
Profit before tax	9006.78	9129.05
Provision for Tax	3165.94	3167.09
Profit for the period after tax	5840.84	5961.96

Review of Operations

Throughput – Growth

During the financial year 2016-17, the Company achieved highest ever throughput of 2.775 MMT surpassing previous best of 2.715 MMT during the year 2015-16 with a moderate growth rate of 2.21 %. The uptrend in throughput attributes to marginal improvement in off take by OMCs including private players owing to their better sales.

The Company earned revenue of Rs.109.78 Crores on transportation which is the record earnings since inception surpassing best of Rs.107.78 Crores in previous year 2015-16. The Company will continue to maintain close co-ordination with its stake holders - Retail/Logistics, BPCL for enhanced utilization of pipeline and thereby earn higher revenue for the Company.

DIVIDEND

The Company has declared three interim dividend during the financial year as follows:-

July – September quarter	:	90%
October – December quarter	:	15%
January – March quarter	:	15%
Total	:	120%



ACHIEVEMENTS AT A GLANCE

Pipeline Operations & Maintenance

1. PCCCKL achieved highest ever throughput of 2.775 MMT during the period from April 2016 to March 2017 surpassing previous best of 2.715 MMT (2015-16). Coimbatore Terminal also achieved highest ever yearly throughput of 1.443 MMT surpassing previous best of 1.376 MMT (2015-16).
2. Pumping of BS IV grade MS and HSD through CCK pipeline implemented from February 2017.
3. Pipeline loss maintained at modest 0.002 % this year.
4. Some of the major maintenance activities/improvements carried out during 2016-17 are as follows:
 - a. Pipeline repair of majority of the defects reported in Intelligent Pigging Survey were carried out.
 - b. Upgraded UPS at Cochin Terminal
 - c. Product leakage from SV-04 valve arrested by replacing stem 'O'ring and graphite gasket.
 - d. Upgraded flow meters and flow computers at all the terminals.
 - e. Four valve stations are powered with renewable energy sources (solar PV power)

HSE & Employee Development Activities

1. Safety awards

Cochin Terminal won two safety awards this year:

- Safety Award - 2016 from Director of Factories & Boilers, Govt. of Kerala under Category IV Small factories (below 100 workers)
- Outstanding Safety Performance Award from National Safety Council Kerala Chapter under Sub-Medium Factories (less than 20 employees worked)

2. External Safety Audit

- OISD carried out external safety audit of CCK pipeline from 29th June to 2nd July 2016. Report was received from OISD vide letter dated 21st July 2016. The observations and recommendations in the report are being complied with.
 - PNGRB carried out compliance assessment of CCK pipeline to the PNGRB (Technical Standards and Specifications including Safety Standards for Petroleum and Petroleum Product Pipelines) Regulations, 2016 from 16th to 18th January 2017 by a multi-disciplinary team. Report is awaited from PNGRB.
3. Line patrolling (pipeline security) is monitored closely through GPS to protect ROU and pipeline and records are maintained. Terminal-in-charges and executives also patrol the pipeline and records are maintained.
 4. All the employees in Operation/Finance/HR/Administration/Secretarial Depts. were given identified training.

Orders passed by the Regulators

PNGRB vide letter no.Infra/PL/PP/Sec-20/PCCKL/01/16 dated 2nd January 2017 has conveyed that PNGRB has decided to maintain the status-quo of the CCK pipeline for the time being subject to request from any entity to utilize the said pipeline, or request for further capacity enhancement of the above pipeline by Petronet CCK, as may be considered by PNGRB at appropriate time.

FINANCE

Surplus funds generated from operations are fruitfully invested in fixed deposits with scheduled banks. The claims for enhanced compensation filed by landowners in various District Courts and appeals thereon at High Court of Kerala are being defended legally.



CHANGE IN THE STATUS OF THE COMPANY

Consequent to the transfer of 19.97% share capital held by IDFC in PCCKL to BPCL, the total shareholding of BPCL in PCCKL became 68.97%, consequent to which PCCKL has become a subsidiary of BPCL and also a Govt. Company w.e.f.29.05.2015. Subsequently 4.99% of PCCKL shares held by SBI, 26% held by PIL and 0.04% held by IL&FS were also purchased by BPCL, increasing BPCL's stake in PCCKL to 100% as on 13.7.2016, consequent to which PCCKL became a 100% subsidiary of BPCL.

In the Meeting held on 16.1.2017, BPCL Board granted its in- principle approval for the merger of PCCKL with BPCL subject to the statutory approvals and other processes. Subsequently, PCCKL Board , in the Meeting held on 30.1.2017 accorded its in-principle approval for the said merger, subject to the fulfilment of all statutory formalities / clearance from NCLT/MCA.

DIRECTORS & KEY MANAGERIAL PERSONNEL

As on 31.3.2017, the Board comprised of eight Directors – Shri.S.P.Gathoo (Chairman), Shri. V.Mohan Nair (MD), Shri.K.Sivakumar, Smt.Dipti Sanzgiri, Shri.S.K.Agrawal, Shri.Prasad K.Panicker, Shri.P.M.Thomas (Independent Director) & Shri.Sam Varghese (Independent Director).

Based on BPCL letter dated 7.11.16, proposing the name of Shri V. Mohan Nair as MD, PCCKL, in the place of Shri N. Vijayagopal, in the meeting held on 21.11.16, Shri.V.Mohan Nair was co-opted as Additional Director/Managing Director/KMP w.e.f. 22.11.16. The Board places on record, its appreciation of the valuable services rendered by Shri. Vijayagopal,during his tenure as Managing Director of the company.

Shri.Sam Varghese was appointed as Additional Director/ Independent Director by the Board in the meeting held on 25.7.16.

As Additional Directors, Shri.Mohan Nair and Shri.Sam Varghese would hold office until the ensuing AGM and they are eligible for election as Directors in the said Meeting. Notices have been received under Section 160 of the Companies Act 2013 from members, proposing their name for Directorship. In the said AGM, the appointment of Shri.Mohan Nair as MD and Shri.Sam Varghese as Independent Director would be considered by the shareholders.

As per Sec. 152 of the Companies Act, 2013, Shri. S.P.Gathoo and Shri. S.K.Agrawal will retire by rotation at the forthcoming Annual General Meeting and they are eligible for re-election.

In line with Section 203 of the Companies Act, 2013, Shri.V Mohan Nair, Managing Director, Smt.S.Rajeswari, VP(F)/CFO and Shri.S.Ramesh, Company Secretary were termed as Key Managerial Personnel.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134(3)(c) of the Companies Act 2013, with respect to Directors' Responsibility Statement, it is hereby confirmed:

- i) that in the preparation of the annual accounts for the financial year ended 31st March 2017, the applicable accounting standards have been followed and there are no material departures;
- ii) that the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were 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 of the Company for that period;
- iii) that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) that the Directors had prepared the accounts for the financial year ended 31st March 2017 on a "going concern" basis;



(v) that 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.

COMMITTEES OF THE BOARD

Currently, the Board has four Committees viz. Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee & Share Transfer Committee.

The composition of the Committees is as follows:-

Name of Committee	Composition of the Committee
1. Audit Committee	P.M.Thomas S.P.Gathoo K.Sivakumar V Mohan Nair Shri.Prasad K.Panicker
2.Nomination and Remuneration Committee	P.M.Thomas S.P.Gathoo K.Sivakumar V Mohan Nair
3.Corporate Social Responsibility Committee	P.M.Thomas Prasad K Panicker V Mohan Nair
4.Share Transfer Committee of the Board	K.Sivakumar S.K.Agrawal Prasad K Panicker V Mohan Nair

MEETINGS OF THE BOARD / COMMITTEES – 2016-17

During the year:

- i) Four Board Meetings were held - on 21.4.16, 25.7.16, 21.11.16, & 30.1.17
- ii) Four Audit Committee Meetings were held - on 21.4.16, 25.7.16, 21.11.16, & 30.1.17
- iii) Three Nomination and Remuneration Committee Meetings were held – on 25.7.16, 21.11.16 & 30.1.17
- iv). Two Share Transfer Committee Meetings were held on 6.5.16 & 13.7.16

ANNUAL GENERAL MEETING

18th Annual General Meeting of the Company was held on 25.7.2016.



CORPORATE SOCIAL RESPONSIBILITY (CSR)

In line with the provisions of Companies (Corporate Social Responsibility Policy) Rules, 2014, an annual report on CSR activities of the company in 2016-17 is shown below:

- The Company has a CSR Committee of Directors comprising of Shri.P.M.Thomas, Shri.Prasad K Panicker and Shri.V Mohan Nair,
- The CSR Committee has formulated and recommended to the Board a Corporate Social Responsibility Policy (CSR Policy), indicating the activities to be undertaken by the Company, which has been approved by the Board.
- The objective of CSR initiative by PCCCKL is to impact the lives of the disadvantaged people residing near terminals and pipeline route by supporting and engaging them in activities that improve their well-being. PCCCKL is also dedicated to support initiative for protection of environment and ecological balance.
- Average net profit of the Company for the last three financial years for the purpose of computation of CSR is Rs.6607 lakhs and the prescribed CSR expenditure (2% of the average net profits) is Rs.132.14 lakhs
- Details of CSR spent during the financial year : see Annexure -1

RISK MANAGEMENT

Since the Company has become a wholly owned Subsidiary of BPCL, a Risk Management Policy as applicable to pipeline transporters would be framed in line with the system in vogue at BPCL.

INTERNAL FINANCIAL CONTROLS

The Company has in place adequate internal financial controls with reference to financial statements. During the year such controls were tested and no reportable material weaknesses in the design or operation were observed.

ACCEPTANCE OF DEPOSITS

The Company has not accepted/renewed any deposits during the year under consideration.

LOANS, GUARANTEES OR INVESTMENTS

The Company has not given any loan, made any investment or provided guarantee during the financial year.

TRANSACTIONS WITH RELATED PARTIES

During the Financial Year 2016-17, there are no transactions that attracted related party disclosures as required under Section 188 of the Companies Act/information pursuant to 134(3)(h) of Companies Act, 2013, read with Rule 8(2) of the Companies (Accounts) Rules 2014.

PARTICULARS OF EMPLOYEES

There are no employees, in respect of whom information is required pursuant to Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

VIGIL MECHANISM

Being a wholly owned Subsidiary of BPCL, Vigilance Administration has been set up in the Company and the CVO of BPCL is acting as the CVO of PCCCKL.

FORMAL ANNUAL EVALUATION (AS PER SECTION 134(3)(p))

The Board/ Committee of Directors of PCCCKL comprise of senior executives of BPCL, a Navaratna company.



The performance of the Board/Committee was evaluated by the Board after seeking inputs from all the Directors on the basis of the criteria such as the Board composition and structure, effectiveness of Board process, information and functioning etc.

STATUTORY AUDITORS

Pursuant to Section 139 (5) of the Companies Act, 2013, the Statutory Auditors are appointed by the Comptroller & Auditor General of India (C&AG). Accordingly, C&AG appointed M/s.Menon & Ayyar, Cochin as the Statutory Auditors of the Company for the Financial Year 2016-17.

The notes on financial statement referred to in the Auditors Report are self-explanatory and do not call for any further comments. The Auditors Report does not contain any qualification, reservation or adverse remark.

COST AUDITORS

M/s. BBS & Associates, Cost Accountants, Cochin were appointed as Cost Auditors of the Company for the financial year 2016-17. In the Board Meeting held on 17.5.17, M/s. BBS & Associates have been reappointed as the Cost Auditors of the company for the financial year 2017-18. Their remuneration approved by the Board, is recommended for ratification by the members at the ensuing Annual General Meeting.

SECRETARIAL AUDITORS

Pursuant to Section 204 of the Companies Act, 2013, the Board has appointed M/s.BVR & Associates, Cochin as Secretarial Auditors for the Financial Year 2016-17. Pursuant to Section 204(1) of the Act and read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Secretarial Audit Report for the Financial Year ended 31st March, 2017 is annexed herewith marked as Annexure-2. The Secretarial Audit Report does not contain any qualification/reservation or adverse remark.

INTERNAL AUDITORS

Pursuant to Section 138 of the Companies Act, 2013, M/s.Johney & Co., Chartered Accountants, Cochin were appointed as the Internal Auditors of the Company for the Financial Year 2016-17 and in the meeting held on 17.5.17, they are re-appointed as Internal Auditors for the year 2017-18 also.

APPLICABILITY OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL), ACT 2013.

In line with the applicability of Sexual Harassment of Women at workplace (Prevention, Prohibition and Redressal), Act 2013, the Board framed a policy for PCCCKL and appointed an Internal Complaints Committee consisting of four Officers from the Company and one woman representative from NGO, to consider and redress the grievances of sexual harassment at workplace. There were no complaints received from any employee during the financial year 2016-17.

EXTRACT OF ANNUAL RETURN

Pursuant to Section 134(3) (a) of the Companies Act, 2013, extract of the Annual Return of the Company in form MGT -9 is annexed here with marked as Annexure -3.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Energy Conservation

1. The Company continues to receive incentive from KSEB for maintaining average Power Factor (PF) above 0.90. The company received Rs.12.42 lakhs as incentive from KSEB during the year 2016-17.



2. Company saved about 8000 units (kWh) of electricity in four valve stations during the year (November 2016 to March 2017) amounting to Rs.0.75 lakhs after up gradation of charger/storage battery with solar PV power system. The annual savings will be around 19200 units (kWh) of electricity costing Rs.1.79 lakhs.

Technology Up gradation

1. Up gradation of UPS 35 KVA at Cochin Terminal. Digital based control & monitoring with enhanced safety features.
2. Up gradation of Flow meters and Flow computers at all the terminals. This supports TCP/IP based communications increasing the speed of data transfer.
3. Up gradation of Charger/storage power system with Solar PV power system which is efficient and resulted in energy savings

Foreign Exchange Earnings & Outgo :

Earnings –NIL , Outgo – Rs.3.02 lakhs

For and on behalf of the Board of Directors

Sd/

S.P.Gathoo

DIN : 05102526

Chairman

Kochi

Date : 17.05.2017

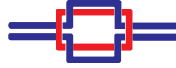


Annexure -1

1	2	3	4	5	6	7	8
Sl. No	CSR project or activity identified	Sector in which the project is covered	Projects or programs 1. Local area or other 2. Specify the state and Dist. where project or programme undertaken	Amount outlay (Budget) Project or programmes wise (Rs.in lakhs)	Amount Spent on the projects or programmes Sub-heads 1. Direct expenditure on project or programmes 2. Overheads (Rs.in lakhs)	Cumulative expenditure up to the reporting period (Rs.in lakhs.)	Amount spent Direct or through implementing agency
1	Connecting villages to the main land project at walayar dam / providing computers to schools and potable water project at schools	Rural education / drinking water	Walayar, Palakkad, Kerala	8.78	8.78	8.78	Direct
2	Renovation works at Anganwadies and providing Indoor play equipments for under privileged and financially poor children	Promotion of education / Rural Development	Thrissur, Kerala	16.31	16.31	25.09	Direct
3	Project for compensatory afforestation	Supporting environment ecological balance through afforestation	Ernakulam, Thrissur & Palakkad, Kerala	52.15	52.15	77.24	Direct
4	Sanitation and potable water projects at schools	Drinking water	Karur, Tamil Nadu	14.86	14.86	92.10	Direct
5	Rehabilitation programme in the areas of physical disability	Rehabilitation / health	Thrissur, Kerala	7.18	7.18	99.28	Direct

➤ 2% of the average net profit of the last three financial years amounted to Rs. 132.14 lakhs. The amount spent for 2016-17 towards CSR expenditure is Rs. 99.28 lakhs. The company is in the process of spending the unspent amount of 2016-17 in the year 2017-18 and it has an approved CSR allocation towards approved CSR projects.

➤ The implementation and monitoring of CSR policy are in compliance with CSR objectives and policy of the company.



SECRETARIAL AUDIT REPORT
FOR THE YEAR ENDED 31ST MARCH, 2017

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To

The Members,

Petronet CCK Limited

C/o BPCL, New oil Installation,

Irimpanam, Ernakulam – 682309.

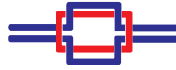
We, BVR & Associates, Company Secretaries have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Petronet CCK Limited [CIN:U60300KL1998PLC012336](hereinafter called 'the Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has during the audit period covering the financial year ended on 31st March, 2017 complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Petronet CCK Limited for the financial year ended on 31st March, 2017 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the Rules made thereunder;
2. Secretarial Standards issued by the Institute of Company Secretaries of India, to the extent applicable.

As informed to us the following other Laws applicable to the Company are as under:



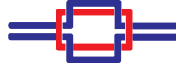
1. The Petroleum Act, 1934
2. Petroleum and Minerals Pipelines (Acquisition of Right of User Inland) Act, 1962
3. Explosives Act, 1884
4. Kerala Industrial Establishments (National & Festival Holidays Act) 1958
5. The Factories Act, 1948
6. The Employees Provident Fund and Miscellaneous Provisions Act, 1952
7. The Employees State Insurance Act, 1948
8. The Contract Labour (Regulation & Abolition) Act, 1970
9. The Minimum Wages Act, 1948
10. The Payment of Wages Act, 1936
11. The Child Labour (Prohibition & Regulation) Act, 1986
12. The Payment of Gratuity Act, 1972
13. The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013
14. The Maternity Benefit Act, 1961
15. The Kerala Panchayath Raj Act and Kerala Municipalities Act
16. The Public Liability Insurance Act, 1961
17. The Water (Prevention and Control of Pollution) Act, 1974
18. The Electricity Act, 2003
19. Other Acts.

We report that during the year under review, the Company has complied with the provisions of the Act, Rules, Regulations and Guidelines mentioned above. The Company acquired proper approvals, licenses and renewals for the financial year pertaining to the above mentioned laws.

The status of the Company during the year has been that of Government Company and being a wholly owned subsidiary of Bharat Petroleum Corporation Ltd. Due to the substantial share transfer to BPCL, the total stake by the BPCL in PCCKL was increased to 100%.

We further report that the compliance by the Company of applicable financial laws like direct and indirect tax laws has not been reviewed in this audit since the same has been subject to review by statutory financial audit and other designated professionals.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors and Non-Executive Directors. In order to comply with the provisions of applicable laws in force for the time being, one more Independent Director was appointed on 25.07.2016.



Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed proposal on agenda were sent in advance duly complying with the time limits specified 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. The Circular Resolutions dated 03.05.2016 and 19.05.2016 were approved and passed in the duly convened Board Meeting.

As per the minutes of the meeting duly recorded and signed by the chairman, the decisions of the Board were unanimous and no dissenting views have been recorded. The Board Committees met frequently during the year and respective re-constitutions made due to appointment during the year.

During the year, the company has not advanced any loans, given guarantees and provided securities to Directors, and or persons or firms or companies in which directors are interested. The company has also not borrowed from its Directors, members, bank(s) or financial institution(s). The company has not had any charge on its asset during the year. The Board has declared an interim dividend for three times, 90%, 15% and 15% of net profits for the first three quarters respectively and paid to its shareholders during the period under scrutiny.

During the Financial year, the total cash outflow towards CSR expenditure amounts to Rs.99.27 Lakhs.

As on 31.03.2017, there are a total of 734 cases filed, of which 320 cases were dismissed, 328 cases has been decided and balance 86 are pending.

We further report that there are adequate systems and processes in the company commensurate with the size and operation of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

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

Sd/-

CS Yogindunath S

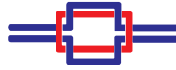
BVR & Associates, Company Secretaries LLP

FCS: F7865

CP: 9137

Place: Cochin

Date: 05/05/2017



'Annexure A'

**To
The Members,
Petronet CCK Limited
c/o BPCL, New oil Installation,
Irimpanam, Ernakulam – 682309.**

Our report of even date is to be read along with this letter.

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

For BVR & Associates Company Secretaries LLP

Sd/-

CS Yogindunath S
Designated Partner
FCS No. F7865
C P No. 9137

Place: Cochin

Date: 05/05/2017



Form No. MGT-9

EXTRACT OF ANNUAL RETURN

As on the financial year ended on March 31, 2017

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

I. REGISTRATION AND OTHER DETAILS

I.	CIN	:	U60300KL1998PLC012336
II.	Registration date	:	18.06.1998
III.	Name of the Company	:	Petronet CCK Limited
IV.	Category/Sub-Category of the Company	:	Public Company/Limited by shares
V.	Address of the Registered office and contact details	:	Irimpanam Installation of BPCL Irimpanam, Cochin - 682309
VI.	Whether listed company	:	No
VII.	Name, address and contact details of Registrar and Transfer Agent, if any	:	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl.No	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Transportation of petroleum products through underground pipeline	493	100%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:-
See Annexure A

IV. SHAREHOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

- i. Category-wise Share Holding – As per annexure-B
- ii. Shareholding of Promoters – As per annexure-C
- iii. Change in Promoters Share Holding – BPCL's shareholding in PCCCKL went up from 73.96% to 100% during the period 1.4.16 to 31.3.17
- iv. Shareholding pattern of 10 Shareholders other than Directors, Promoters and Holders of GDRs and ADRs – As per annexure-D



- v. Shareholding of Directors and Key Managerial Personnel – As per annexure-E
- V. INDEBTEDNESS
Indebtedness of the Company including interest outstanding / accrued but not due for payment - NIL
- VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
- A. Remuneration to Managing Director/Whole-time Directors and/ Or Manager – As per annexure-F
- B. Remuneration to Other Directors – As per annexure-G
- C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD – As per annexure-H
- VII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES – NIL

ANNEXURE A

III. Particulars of holding subsidiary and associate companies:

Sl. No	Name and address of the Company	CIN/GLN	Holding / Subsidiary / Associate	% of shares held	Applicable section
	Bharat Petroleum Corporation Ltd. Bharat Bhavan, 4 & 6 Currimbhoy Road, Ballard Estate , Mumbai – 400 001	L23220MH-1952GOI008931	Holding company	100	Section 2(46)

ANNEXURE B

IV. SHAREHOLDING PATTERN (Equity Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

	Category of Shareholders	No. of Shares held at the beginning of the year i.e.01.04.2016				No. of Shares held at the end of the year i.e.31.03.2017				% of Change during the year
		Demat	Physical	Total	% of total Shares	Demat	Physical	Total	% of total shares	
A	Promoters									
	Bodies Corporate		99960068	99960068	99.96		99999988	99999988	100	0.04
	Total Shareholding of Promoters		99960068	99960068	99.96		99999988	99999988	100	0.04
B	Public Shareholding									
1.	Institutions									
	Financial Institutions/ Bank		39920	39920	0.04		-	-	-	0
	Total Public Shareholding		39920	0.04		-	-	-	-	0
C	Non-institutions									
	Individual Shareholders		12	12	-		12	12	-	0
	Sub-Total		12	12	12	-	12	12	-	0
	Grand Total A+B+C		100000000	100000000	100		100000000	100000000	100	0



ANNEXURE-C

ii. Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year 01.04.2016			Shareholding at the end of the year 31.03.2017			% change in share-holding during the year
		No. of Shares	% of total Shares of the company	% of Shares pledged/encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares pledged/encumbered to total shares	
1.	Bharat Petroleum Corporation Ltd.	73959998	73.96	-	99999988	100	-	26.04
2.	Petronet India Ltd.	26000070	26.00	-	-	-	-	-26.00
Total		99960068	99.96	-	99999988	100	-	0.04

ANNEXURE-D

iii. Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs & ADRs):

Sl. No.	Top 10 Shareholders	Shareholding at the beginning of the year 01.04.2016		Cumulative Shareholding at the end of the year 31.3.2017	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	BPCL	73959998	73.96	99999988	100
2	PIL	26000070	26.00	-	-
3	IDFC	00	00	-	-
4	SBI	00	00	-	-
5	IL&FS	39920	0.04	-	-

ANNEXURE-E

iv. Shareholding of Directors and Key Managerial personnel :

Sl.No.	Folio/Beneficiary A/c. No.	Name of the Shareholder	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
					No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	29	S.K.Agrawal jointly with BPCL	6.05.2016	-	1	-	1	-
2	33	Prasad K Panicker	24.11.15	-	1	-	1	-
3	30	S.P.Gathoo jointly with BPCL	6.05.2016	-	1	-	1	-
4	31	Dipti Sanzgiri jointly with BPCL	6.05.2016	-	1	-	1	-
Key Managerial Personnel	28	N.Vijayagopal jointly with BPCL *	6.05.2016	-	7	-	7	-
Total					11	-	11	-

* Shri.N.Vijayagopal was acting as the Managing Director of the Company up to 21.11.2016



ANNEXURE - F

vi. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager

				(Rs. In lakhs)
Sl. No.	Particulars of Remuneration	Name of MD/WTD/Manager		Total Amount
1	Gross salary	N.Vijayagopal (up to 21.11.16)	V Mohan Nair (w.e.f.22.11.16)	
a	Salary as per Provisions contained in Section 17(1) of the Income Tax Act 1961	24.54	15.34	39.88
b	Value of perquisites u/s Section 17(2) of the Income Tax Act 1961	2.62	3.43	6.05
c	Profits in lieu of salary u/s Section 17(3) of the Income Tax Act 1961	-	-	-
2	Stock option	-	-	-
3	Sweat Equity	-	-	-
4	Commission – as % of profit	-	-	-
5	Others	-	-	-
	Total	27.16	18.77	45.93
	Ceiling as per the Act (@10% of profits calculated u/s 198 of the Companies Act, 2013)			904.14

Note : Shri.N.Vijayagopal was continuing as the MD of the Company till 21.11.16 and Shri.V.Mohan Nair was appointed as the Managing Director in place of Shri.N.Vijayagopal w.e.f.22.11.16.

ANNEXURE-G

B. Remuneration to other Directors: (Refer Corporate Governance Report for details)

					(Rs in Lakhs)
Sl.No.	Particulars of Remuneration	Fee for attending Board /Committee Meetings	Commission	Others, please specify	Total Amount
1.	Independent Directors	-	-	-	-
	P.M.Thomas	1.47	-	-	1.47
	Sam Varghese	0.30	-	0.12	0.42
	Total (1)	1.77	-	0.12	1.89
2.	Other Non-Executive Directors	-	-	-	-
	Total (2)	-	-	-	-
	Total (B) = (1 + 2)	1.77	-	0.12	1.89
	Ceiling as per the Act @1% of profits calculated under Section 198 of the Companies Act, 2013)				90.41



ANNEXURE-H

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD / MANAGER / WTD

Sl.No.	Particulars off Remuneration	Key Managerial Personnel		
		S.Rajeswari (CFO)	S.Ramesh (CS)	
1.	Gross Salary (Rs. In lakhs)			
a	Salary as per Provisions contained in Section 17(1) of the Income Tax Act 1961	31.01	19.84	50.85
b	Value of perquisites u/s Section 17(2) of the Income Tax Act 1961	3.88	1.87	5.75
c	Profits in lieu of salary u/s Section 17(3) of the Income Tax Act 1961			
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission			
	-as % of profit	-	-	-
	Others, Allowances	-	-	-
	Total	34.89	21.71	56.60

vii. PENALTIES / PUNISHMENT /COMPONDING OF OFFENCES:

There were no penalties, punishment or compounding of offences during the year ended March 31, 2017.



COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF PETRONET CCK LIMITED FOR THE YEAR ENDED 31 MARCH 2017.

The preparation of financial statements of Petronet CCK Limited for the year ended 31 March 2017 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 (Act) is the responsibility of the management of the company. The statutory auditors appointed by the Comptroller and Auditor General of India under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with the standards on auditing prescribed under section 143(10) of the Act. This is stated to have been done by them vide their Audit Report dated 17.05.2017.

I, on behalf of the Comptroller and Auditor General of India, have decided not to conduct the supplementary audit of the financial statements of Petronet CCK Limited for the year ended 31 March 2017 under section 143(6)(a) of the Act.

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

(G. SUDHARMINI)

**Principal Director of Commercial Audit &
Ex-Officio Member, Audit Board, Chennai**

Place: Chennai
Date: 19.07.2017



Independent Auditor's Report

To

**The Members of
Petronet CCK Limited**

Report on the Financial Statements

We have audited the accompanying Ind AS financial statements of Petronet CCK Limited ("the Company"), which comprise the Balance Sheet as at 31st March, 2017, the Statement of Profit and Loss (including other comprehensive income), the Cash Flow Statement and the statement of changes in Equity for the year then ended and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "Ind AS financial statements").

Management's 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 Ind AS financial statements, that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities ; selection and application of appropriate accounting policies ; making judgments and estimates that are reasonable and prudent ; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind AS 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 Ind AS 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 thereunder.

We conducted our audit of the Ind AS financial statements 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 Ind AS financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in



the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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 Ind AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of 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 Ind AS 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 Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS 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 including the Ind AS, of the financial position of the Company as at 31 March 2017 and its financial performance including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Other Matters

The comparative financial information of the Company for the year ended 31st March 2016 and the transition date opening balance sheet as at 1st April 2015 included in these Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us.

Our opinion is not modified in respect of these matters.

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 Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.

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 it appears from our examination of those books;
 - c. The Balance Sheet, the Statement of Profit and Loss, the Cash Flow statement and statement of changes in equity dealt with by this Report are in agreement with the books of account;
 - d. In our opinion, the aforesaid Ind AS financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

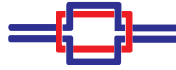


- e. On the basis of the written representations received from the directors as on 31st March 2017, taken on record by the Board of Directors, none of the directors is disqualified as on 31st March 2017, from being appointed as a director in terms of Section 164 (2) of the Act ;
- f. With respect to 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”.
- g. With respect to the other matters to be included in the Auditor’s Report in accordance with Rule 11 of the Companies (Audit and Auditor’s) Rules, 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 litigations on its financial position in its Ind AS financial statements – Refer Note No. 31(i) to the Ind AS financial statements.
 - ii) The Company does not have any long term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) The Company does not have any amounts required to be transferred to the Investor Education and Protection Fund.
 - iv) The Company has provided requisite disclosures in the Ind AS financial statements as to holdings as well as dealings in Specified Bank Notes at it’s Registered Office at Irimpanam, Cochin during the period from 8th November 2016 to 30th December, 2016. Based on audit procedures and relying on the management representation, we report that the disclosures are in accordance with the books of account maintained by the Company and in respect of Cash Imprest accounts held at various locations - Refer Note No. 34 to the Ind AS financial statements.

3.As per section 143(5) of the Companies Act, 2013, we give in the “Annexure C” a report on the directions/sub directions issued by the Comptroller and Auditor General of India and its impact on the accounts and Ind AS financial statements of the Company.

Ernakulam
17.05.2017

For MENON & AYYAR
Chartered Accountants
Firm Registration No. 002058S
Sd/-
Raveendran. A
Partner
Membership No. 019893



Annexure "A"

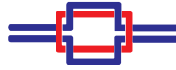
Annexure To The Independent Auditor's Report

The Annexure referred to in paragraph 1 under the heading "Report on other legal and Regulatory Requirements" of our report of even date on the Ind AS financial statements of Petronet CCK Limited for the year ended 31 March, 2017.

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

(b) As explained to us, all the fixed assets have been physically verified by the Management during the year and there is a regular programme of physical verification, which in our opinion, is reasonable having regard to the size of the company and the nature of its assets. No material discrepancies between the book records and the physical inventory have been noticed on such verification.

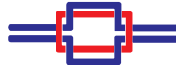
(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties shown in the financial statements are held in the name of the Company.
- (ii) Physical verification of inventory of stores and chemicals has been conducted at the close of the year by the management which is reasonable and adequate in relation to the size of the company and the nature of its business and no material discrepancies were noticed on such physical verification during the year by the management.
- (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.
- (iv) The company has not given any loans or guarantees or made any investment falling within the meaning of sections 185 and 186 of the Companies Act, 2013.
- (v) According to the information and explanations given to us, the company has not accepted deposits from the public and hence the directives issued by Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act 2013, and the rules framed there under are not applicable.
- (vi) We have broadly reviewed the cost records maintained by the Company pursuant to sub-section (1) of section 148 of the Companies Act and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the company is regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service



- Tax, duty of Customs, duty of excise, value added Tax, Cess and other material statutory dues as applicable with the appropriate authorities. There are no arrears of undisputed statutory dues outstanding as at the last day of the financial year, for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us, there are no dues of Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs Duty, Excise Duty and Cess which have not been deposited on account of any dispute.
- (viii) The company has not taken any loan or borrowing from a financial Institution, bank, Government nor has it issued any debentures.
- (ix) The Company has not raised any money by way of initial public offer or further public offer (including debt instruments) and term loans during the year.
- (x) In our opinion and according to the information and explanations given to us, no fraud on or by the company has been noticed or reported during the year under audit.
- (xi) Remuneration paid/provided to directors is only in accordance with section 197 read with Schedule V of the Companies Act, 2013.
- (xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company and hence clause (xii) of the order is not applicable.
- (xiii) According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with related parties are in Compliance with sections 177 and 188 of the Companies Act, 2013 and the details of such transactions have been disclosed in the Ind AS financial statements, as required by the applicable accounting standards.
- (xiv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential or private placement of shares or convertible debentures.
- (xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into any non-cash transactions with directors or persons connected with them during the year.
- (xvi) The Company is not required to be registered under section 45-1A of the Reserve Bank of India Act, 1934.

Ernakulam
17.05.2017

For MENON & AYYAR
Chartered Accountants
Firm Registration No. 002058S
Sd/-
Raveendran. A
Partner
Membership No. 019893



Annexure “B”

Annexure to the Independent Auditor’s Report

The Annexure referred to in paragraph 2(f) under the heading “Report on other legal and Regulatory Requirements” of our report of even date on the Ind AS financial statements of Petronet CCK Limited for the year ended 31st March, 2017.

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

We have audited the internal financial controls over financial reporting of Petronet CCK Limited as of March 31, 2017 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

The company’s management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk.



The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS 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.

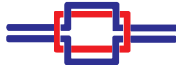
Opinion

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 March 31, 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.

Ernakulam
17.05.2017

For MENON & AYYAR
Chartered Accountants
Firm Registration No. 002058S
Sd/-
Raveendran. A
Partner
Membership No. 019893

Annexure "C"



Annexure to the Independent Auditor's Report

The Annexure referred to in paragraph 3 under the heading "Report on other legal and Regulatory Requirements" of our report of even date on the Ind AS financial statements of Petronet CCK Limited for the year ended 31st March, 2017.

1. Whether the company has clear title/ lease deeds for freehold and leasehold land respectively? If not, please state the area of freehold and leasehold land for which title / lease deeds are not available.

The title deeds of immovable properties shown in the Ind AS financial statements are held in the name of the Company.

2. Whether there are any cases of waiver / write off of debts/loans/interest etc., if yes, the reasons therefore and the amount involved.

There are no cases of waiver / write off of debts/loans/interest during the year under audit.

3. Whether proper records are maintained for inventories lying with third parties & assets received as gift/grant(s) from the Government or other authorities.

The Company has no inventories lying with third parties and no assets have been received as gift/grant(s) from the Government or other authorities.

For MENON & AYYAR
Chartered Accountants
Firm Registration No. 002058S

S/d
Raveendran A
Partner
Membership No. 019893

Ernakulam
17.05.2017



Petronet CCK Limited
Balance Sheet as at 31st March, 2017

₹ in Lakhs

Particulars	Note No.	As at 31 st March, 2017	As at 31 st March, 2016	As at 1 st April, 2015
1	2	3	4	5
I. ASSETS				
1 Non-current assets				
(a) Property, Plant and Equipment	2	3,793.35	4,190.25	4,659.04
(b) Other Intangible assets	3	1,568.37	1,564.79	1,517.42
(c) Capital work-in-progress	4	39.98	36.55	37.82
(d) Financial Assets				
(i) Loans	5	18.20	19.36	30.66
(ii) Others	6	1,095.00	12,134.00	3,953.00
(e) Other non-current assets	7	175.28	149.29	147.45
(f) Income tax assets (net)	8	73.18	72.57	86.64
2 Current assets				
(a) Inventories	9	86.58	64.69	70.95
(b) Financial Assets				
(i) Trade receivables	10	1,244.82	1,110.08	1,100.93
(ii) Cash and cash equivalents	11	3,439.35	699.90	3,199.54
(iii) Loans	12	6.79	7.58	8.05
(c) Other current assets	13	869.10	916.07	782.78
(d) Current Tax Assets (Net)	14	38.65	1.85	72.58
Total Assets		12,448.65	20,966.98	15,666.86
II. EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share capital	15	10,000.00	10,000.00	10,000.00
(b) Other Equity	16	1,672.59	10,278.91	4,923.85
Liabilities				
2 Non-current liabilities				
(a) Financial Liabilities				
(i) Other financial liabilities	17	12.43	9.09	8.91
(b) Provisions	18	107.79	83.44	62.51
(c) Deferred tax liabilities (Net)	19	231.96	275.69	349.33
(d) Other non-current liabilities	20	33.91	32.85	28.35
3 Current liabilities				
(a) Other current liabilities	21	296.28	227.65	262.29
(b) Provisions	22	93.69	59.35	31.62
Total Equity and Liabilities		12,448.65	20,966.98	15,666.86

Significant Accounting Policies: Note No: 1

Other Notes to accounts: Note No: 28 to 40

For and on behalf of the Board of Directors

This is the Balance Sheet referred to in our report of even date

Sd/-
S. P. Gathoo
(DIN: 05102526)
Chairman

Sd/-
V Mohan Nair
(DIN: 07657550)
Managing Director

For Menon and Ayyar
Chartered Accountants
Firm Regn. No. 002058S
Sd/-

Sd/-
S. Ramesh
Company Secretary

Sd/-
S. Rajeswari
Chief Financial Officer

Raveendran A
Partner
MM No. 019893

Kochi
Date: 17/05/2017

Kochi
Date: 17/05/2017



Petronet CCK Limited

Statement of Profit and Loss for the period ended 31st March, 2017

₹ in Lakhs

Particulars		Note No.	For the period ended 31 st March 2017	For the period ended 31 st March 2016
I	Revenue From operations	23	10,978.36	10,777.60
II	Other Income	24	668.59	963.35
III	Total Income (I+II)		11,646.95	11,740.95
IV	Expenses			
	Employee benefits expense	25	534.01	504.54
	Depreciation and amortization expenses	2/3	585.92	657.91
	Other expenses	26	1,520.24	1,449.45
	Total expenses (IV)		2,640.17	2,611.90
V	Profit before tax(III-IV)		9,006.78	9,129.05
	Tax Expense:	27 a		
VI	(1) Current tax		3,207.43	3238.33
	(2) Deferred tax		(41.49)	(71.24)
VII	Profit for the period (V-VI)		5,840.84	5,961.96
VIII	Other Comprehensive Income			
	(i) Items that will not be reclassified to profit or loss			
	Remeasurements of the defined benefit plans	27 b	(4.24)	(4.53)
IX	Other Comprehensive Income for the period		(4.24)	(4.53)
	Earnings per equity share (for continuing operation):	30		
	(1) Basic		5.84	5.96
	(2) Diluted		5.84	5.96

Significant Accounting Policies: Note No: 1

Other Notes to accounts: Note No: 28 to 40

For and on behalf of the Board of Directors

This is the Profit and Loss Account referred to in our report of even date

Sd/-
S. P. Gathoo
(DIN: 05102526)
Chairman

Sd/-
V Mohan Nair
(DIN: 07657550)
Managing Director

For Menon and Ayyar
Chartered Accountants
Firm Regn. No. 002058S

Sd/-
S. Ramesh
Company Secretary

Sd/-
S. Rajeswari
Chief Financial Officer

Sd/-
Raveendran A
Partner
MM No. 019893

Kochi
Date: 17/05/2017

Kochi
Date: 17/05/2017



PETRONET CCK LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2017

(₹ in lakhs)

	2016-17	2015-16
A CASHFLOW FROM OPERATING ACTIVITIES		
Net profit before tax	9006.78	9129.05
Adjustments for:		
Depreciation and amortisation	585.92	657.91
Corporate social responsibility expenses	134.93	55.61
Loss /(Profit) on sale of assets (including stores)	(6.79)	19.70
Interest income	(648.41)	(947.12)
Other non-cash Items	-	2.07
Other comprehensive income	(6.48)	(6.92)
Interest on income tax paid/(refund)	-	0.85
Operating profit before working capital changes	9065.95	8911.15
Adjustments for:		
(Increase)/decrease in Trade and other receivables	10886.00	(8184.19)
(Increase)/decrease in Inventories	(21.89)	6.26
Increase/(decrease) in Trade payables	96.07	(7.35)
Cash generated from operations	20026.13	725.87
Direct taxes (paid)/ refund received	(3244.84)	(2735.18)
Corporate social responsibility paid	(99.28)	(29.57)
Net cash (used in) / generated from operating activities (A)	16682.01	(2038.88)
B CASHFLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed assets	(197.24)	(256.17)
Proceeds from sale of fixed assets	8.00	1.24
Net cash (used in) / generated from investing activities (B)	(189.24)	(254.93)
C CASHFLOW FROM FINANCING ACTIVITIES		
Interest income	689.60	396.54
Dividend paid	(12,000.00)	(500.00)
Corporate dividend tax	(2,442.92)	(102.37)
Net cash generated from financing activities (C)	(13753.32)	(205.83)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	2,739.45	(2,499.64)
Cash and Cash equivalents as at	31-03-2016	31-03-2015
Cash on hand	0.70	0.83
Bank balances with scheduled banks	699.20	3,198.71
	699.90	3199.54
Cash and Cash equivalents as at	31-03-2017	31-03-2016
Cash on hand	-	0.70
Bank balances with scheduled banks	3,439.35	699.20
	3439.35	699.90
Net change in cash and cash equivalents	2,739.45	(2,499.64)

For and on behalf of the Board of Directors

Sd/-
S. P. Gathoo
(DIN: 05102526)
Chairman

Sd/-
S. Ramesh
Company Secretary

Sd/-
V Mohan Nair
(DIN: 07657550)
Managing Director

Sd/-
S. Rajeswari
Chief Financial Officer

This is the cash flow statement referred to in our report of even date

For Menon and Ayyar
Chartered Accountants
Firm Regn. No. 002058S

Sd/-
Raveendran A
Partner
MM No. 019893



Petronet CCK Limited

Statement of Changes in Equity (SOCIE)

(₹ in lakhs)						
	As at March 31, 2017		As at March 31, 2016		As at April 1, 2015	
	No. of Shares	Amount	No. of Shares	Amount	No. of Shares	Amount
Balance at the beginning of the reporting period	100000000	10,000.00	100000000	10,000.00	100000000	10,000.00
Changes in equity share capital during the year	-	-	-	-	-	-
Balance at the end of the reporting period	100000000	10,000.00	100000000	10,000.00	100000000	10,000.00

(b) Other equity

(₹ in lakhs)

Particulars	Reserves & Surplus		
	Retained earnings		
	31-Mar-17	31-Mar-16	1-Apr-15
Opening balance	10,278.91	4,923.85	627.42
Profit for the year	5,840.84	5,961.96	4,296.43
Other comprehensive income for the year	(4.24)	(4.53)	
Total comprehensive income for the year	5,836.60	5,957.43	4,296.43
Interim Dividend	(12,000.00)		
Corporate Dividend Tax on Interim Dividend	(2,442.92)		
Final Dividend	-	(500.00)	
Corporate Dividend Tax on Final Dividend	-	(102.37)	-
Closing balance	1,672.59	10,278.91	4,923.85

For and on behalf of the Board of Directors

Sd/-
S. P. Gathoo
(DIN: 05102526)
Chairman

Sd/-
S. Ramesh
Company Secretary

Sd/-
V Mohan Nair
(DIN: 07657550)
Managing Director

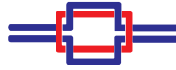
Sd/-
S. Rajeswari
Chief Financial Officer

This is the Balance Sheet referred to in our report of even date

For Menon and Ayyar
Chartered Accountants
Firm Regn. No. 002058S
Sd/-
Raveendran A
Partner
MM No. 019893

Kochi
Date: 17/05/2017

Kochi
Date: 17/05/2017



Petronet CCK Limited

Notes to Financial Statements for the year ended 31st March, 2017

Company Overview

Petronet CCK limited is a transportation company. It is engaged in transporting petroleum products (Petrol, Diesel and Kerosene) through a dedicated pipeline for Bharat Petroleum Corporation Limited (BPCL). Product deliveries to BPCL are made from terminals provided at Kochi, Irugur and Karur.

NOTE No: 1

Statement of significant accounting policies:

i. Basis of preparation

The financial statements have been prepared in accordance with Indian Accounting Standards (IND ASs) on accrual basis under historical cost convention basis except for certain financial assets and liabilities which are measured at fair value.

The financials statements are prepared to comply in all material respects with IND AS notified under section 133 of Companies Act, 2013 read with Rule 4A of Companies (Accounts) Second Amendment Rules, 2015, Companies (Indian Accounting Standards), Rules 2015 and the other relevant provisions of Act.

The Company's presentation and functional currency is Indian Rupees (₹). All values are rounded to the nearest lakhs, except otherwise indicated.

ii. Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. Differences between actual results and estimates are recognised in the period in which they materialise.

iii. Property, Plant and Equipment (PPE)

- a. Property, plant and equipment are stated at cost, net of accumulated depreciation and accumulated impairment losses, if any.
- b. Capital work in progress is stated at cost.
- c. Specific machinery spares, if they meet the definitions of PPE, are capitalised along with the principal items under PPE.
- d. The property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use/disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the sale proceeds and the carrying amount of the asset) is included in the Statement of Profit & Loss when the item is derecognised.
- e. The residual values and useful lives of property, plant and equipment are reviewed at each financial year end and changes, if any, are accounted in line with revisions to accounting estimates
- f. On the date of transition to Ind AS, the Company has opted to continue with the carrying value of the property plant and equipment existing as at 1st April 2015 as per previous GAAP and use that as its deemed cost.

iv. Depreciation

Depreciation on Property, Plant & equipment are provided under the straight line method, based on useful lives concept of assets prescribed under Schedule II to the Companies Act, 2013, except in the following cases:



- a. Furniture and fixtures provided at the residence of the employees is depreciated @15% as per internal assessment.
- b. Computers and peripherals (other than servers and hubs), and mobile phones, are depreciated at the rate of 25% as per internal assessment.

Fixed assets costing less than ₹ 0.05 lakhs each are depreciated at 100 percent in the year of capitalisation.

Components of the main assets that are significant in value and have different useful lives as compared to the main assets are depreciated over their estimated useful lives.

Depreciation is charged on addition / deletion on pro-rata monthly basis including the month of addition / deletion.

v. Intangible assets

- a. Intangible assets with finite useful lives are carried at cost less accumulated amortisation.
- b. Intangible asset with indefinite useful lives, such as ROU for laying pipelines are not amortised as it is perpetual & absolute in nature.
- c. On transition to Ind AS, the Company has opted to continue the carrying value of the intangible assets existing as at 1st April 2015 as per previous GAAP as its deemed cost.

vi. Impairment of Assets

At each Balance Sheet date, an assessment is made of whether there is any indication of impairment. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. The recoverable amount is the higher of the asset's or Cash-Generating Unit's (CGU) fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

vii. Inventories

Stock of stores and spares are valued at cost (computed on first in first out basis). Slow moving or obsolete items identified as surplus are valued at ₹ Nil.

viii. Revenue recognition

- a. Revenue from transportation is recognised on the basis of actual quantities transported and received at the receiving terminals.
- b. Interest income is recognised using Effective Interest Rates basis.
- c. Other incomes are recognised on accrual basis when there is reasonable certainty of recoveries.
- d. Income from sale of scrap is accounted on realisation.

ix. Employee Benefits

- a. Defined Contribution Plans
The company has defined contribution plans for employees comprising of Provident Fund, Superannuation Fund and Employee's State Insurance. The contributions paid/payable to these plans during the period are charged to the Profit and Loss Account for the period.



b. **Defined Benefit Plans -Gratuity (Unfunded)**

The net present value of the obligation for gratuity benefits as determined on independent actuarial valuation, conducted annually using the projected unit credit method is recognised in the accounts. Actuarial gains and losses are recognised in (full) the Statement of Profit and Loss account for the period in which they occur, except to the extent recognised in the other comprehensive income.

c. **Compensated absences**

The company has a scheme for compensated absences for employees, the liability of which is determined on the basis of an independent actuarial valuation carried out at the end of the year. Actuarial gains and losses are recognised in full in the Profit and Loss account for the period in which they occur.

x. Provisions, Contingent Liabilities and Contingent Assets

- a. Provisions are recognised when the company has a present obligation as a result of a past event for which it is probable that a cash flow will be required and a reliable estimate can be made of the amount of the obligation.
- b. Contingent liabilities are possible obligations whose existence will only be confirmed by future events not wholly within the control of the Company, or present obligations where it is not probable that an outflow of resources will be required or the amount of the obligation cannot be measured with sufficient reliability.

xi. Fair value measurement

- a. Considering the facts and circumstances existing as on the date of transition the financial assets and liabilities, in general, are remeasured to fair value and accounted the amortisation cost and comprehensive income as the case may be.
- b. The fair values of other financial assets and liabilities like cash, short term deposits/ receivables, payables and other liabilities are approximated to their carrying amounts mainly due to their short term maturities and easy liquidity.
- c. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation technique as follows:
 - i. Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
 - ii. Level 2: inputs other than quoted prices included in Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
 - iii. Level 3: inputs for the assets or liability that are not based on observable market data (unobservable inputs)

xii. Taxes on income

- a. Provision for current tax is made based on the tax payable under the Income Tax Act, 1961.
- b. Deferred tax on account of temporary differences and carry forward of unused tax credits and unused tax losses is accounted for, using the tax rates and the tax laws enacted or substantively enacted by the balance sheet date.
- c. Deferred tax assets is recognised and carried forward only to the extent it is probable that the taxable profit will be available against which the assets will be realised in future.
- d. The carrying amount of deferred tax assets and unrecognised deferred tax assets are reviewed at each Balance Sheet date.

xiii. Cash and cash equivalents

Cash and cash equivalents include cash at bank and on hand. The deposits maintained by the company with banks comprise time deposit, which can be withdrawn by the company at any point of time.

Petronet CCK Limited
Notes forming part of financial statements

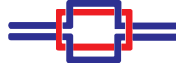
NOTE No: 2

Property, Plant and Equipment

(₹ in lakhs)

PARTICULARS	GROSS BLOCK			DEPRECIATION				NET CARRYING AMOUNT			
	AS AT 01.04.2016	ADDITIONS	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	AS AT 31.03.2017	UPTO 01.04.2016	FOR THE PERIOD	OTHER ADJUST- MENTS	DEDUCTIONS ON ACCOUNT OF RETIREMENT DISPOSAL	UPTO 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
1. Land	68.90	-	-	68.90	-	-	-	-	-	68.90	68.90
2. Buildings	1,133.60	10.27	-	1,143.87	62.88	61.29	-	-	124.17	1,019.70	1,070.72
3. Pipelines	2,058.40	-	-	2,058.40	117.41	117.41	-	-	234.82	1,823.58	1,940.99
4. Plant & Equipment	1,482.14	168.89	-	1,651.03	441.05	383.48	-	-	824.53	826.50	1,041.09
5. SCADA	4.51	0.44	-	4.95	4.51	0.02	-	-	4.53	0.42	-
6. Electrical Equipment	0.46	0.06	-	0.52	0.10	0.17	-	-	0.27	0.25	0.36
7. Computers	19.41	4.89	-	24.30	8.64	6.14	-	-	14.78	9.52	10.77
8. Office Equipment	48.86	1.09	0.07	49.88	10.83	11.13	0.02	0.07	21.91	27.97	38.03
9. Vehicle	2.50	-	2.50	-	0.76	0.55	1.19	2.50	-	-	1.74
10. Furniture & Fixtures	20.70	2.10	0.14	22.66	3.05	3.24	-	0.14	6.15	16.51	17.65
Total	4,839.48	187.74	2.71	5,024.51	649.23	583.43	1.21	2.71	1,231.16	3,793.35	4,190.25





Property, Plant and Equipment

(₹ in lakhs)

PARTICULARS	GROSS BLOCK			DEPRECIATION					NET CARRYING AMOUNT		
	AS AT 01.04.2015	ADDITIONS	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	AS AT 31.03.2016	UPTO 01.04.2015	FOR THE PERIOD	OTHER ADJUSTMENTS	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	UPTO 31.03.2016	AS AT 31.03.2016	AS AT 01.04.2015
1. Land	68.90	-	-	68.90	-	-	-	-	-	68.90	68.90
2. Buildings	1,131.70	1.90	-	1,133.60	-	62.88	-	-	62.88	1,070.72	1,131.70
3. Pipelines	2,058.40	-	-	2,058.40	-	117.41	-	-	117.41	1,940.99	2,058.40
4. Plant & Equipment	1,333.65	173.98	25.49	1,482.14	-	446.09	20.45	25.49	441.05	1,041.09	1,333.65
5. SCADA	4.51	-	-	4.51	-	4.51	-	-	4.51	-	4.51
6. Electrical Equipment	0.46	-	-	0.46	-	0.10	-	-	0.10	0.36	0.46
7. Computers	18.71	0.70	-	19.41	-	8.64	-	-	8.64	10.77	18.71
8. Office Equipment	21.22	27.64	-	48.86	-	10.83	-	-	10.83	38.03	21.22
9. Vehicle	2.50	-	-	2.50	-	0.76	-	-	0.76	1.74	2.50
10. Furniture & Fixtures	18.99	2.27	0.56	20.70	-	3.11	-	0.06	3.05	17.65	18.99
Total	4,659.04	206.49	26.05	4,839.48	-	654.33	20.45	25.55	649.23	4,190.25	4,659.04



Notes

- 1 The assets are constructed on 15.81 acres of land, owned by BPCL, taken on lease rentals basis.
- 2 The Company has adopted Previous GAAP as the deemed cost as per the exemption under Ind AS 101. Accordingly, the company has set the Net Block as per Previous GAAP as on April 1, 2015 as the Gross Block under Ind AS. Break up of the Gross block and accumulated depreciation as at April 1, 2015 is as follows:

(₹ in lakhs)			
Particulars	Gross Block * (At Cost)	Accumulated Amortization	Net Block
	As at April 1, 2015		
<u>Tangible assets</u>			
1 Land	68.90	-	68.90
2 Buildings	2452.96	1321.26	1,131.70
3 Pipelines	22972.28	20913.88	2,058.40
4 Plant & Equipment	5984.78	4651.13	1,333.65
5 SCADA	638.73	634.22	4.51
6 Electrical Equipment	15.09	14.63	0.46
7 Computers	48.27	29.56	18.71
8 Office Equipment	82.49	61.27	21.22
9 Vehicle	30.35	27.85	2.50
10 Furniture & Fixtures	68.41	49.42	18.99
Total tangible assets	32362.26	27703.22	4659.04

Petronet CCK Limited
Notes forming part of financial statements

NOTE No: 3
Intangible Assets as on 31st March 2017

PARTICULARS	Useful life (No of years)	GROSS BLOCK				AMORTISATION				NET CARRYING AMOUNT	
		AS AT 01.04.2016	ADDITIONS	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	AS AT 31.03.2017	UPTO 01.04.2016	FOR THE PERIOD	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	UPTO 31.03.2017	AS AT 31.03.2017	AS AT 31.03.2016
1 Right of use	99	1,556.87	6.07	-	1,562.94	-	-	-	-	1,562.94	1,556.87
2 Computer Software	4	11.50	-	-	11.50	2.49	-	6.07	6.07	5.43	7.92
TOTAL		1,568.37	6.07	-	1,574.44	2.49	-	6.07	6.07	1,568.37	1,564.79

Intangible Assets as on 31st March 2016

PARTICULARS	Useful life (No of years)	GROSS BLOCK				AMORTISATION				NET CARRYING AMOUNT	
		AS AT 01.04.2015	ADDITIONS	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	AS AT 31.03.2016	UPTO 01.04.2015	FOR THE PERIOD	DEDUCTIONS ON ACCOUNT OF RETIREMENT / DISPOSAL	UPTO 31.03.2016	AS AT 31.03.2016	AS AT 1.04.2015
1 Right of use	99	1,510.94	45.93	-	1,556.87	-	-	-	-	1,556.87	1,510.94
2 Computer Software	4	6.48	5.02	-	11.50	3.58	-	-	3.58	7.92	6.48
TOTAL		1,517.42	50.95	-	1,568.37	3.58	-	-	3.58	1,564.79	1,517.42





Notes

- 1 The Company has adopted Previous GAAP as the deemed cost as per the exemption under Ind AS 101. Accordingly, the company has set the Net Block as per Previous GAAP as on April 1, 2015 as the Gross Block under Ind AS. Break up of the Gross block and accumulated depreciation as at April 1, 2015 is as follows:

(₹ in lakhs)			
Particulars	Gross Block (At Cost)	Accumulated Amortization	Net Block
	As at April 1, 2015		
<u>Intangible assets</u>			
1. Right of Way	1723.63	212.69	1,510.94
2. Computer Software	112.28	105.80	6.48
Total intangible assets	1835.91	318.49	1517.42

- 2 The Right of use has been acquired under the Petroleum & Minerals Pipeline Act for an indefinite period of time and accordingly has not been amortised.



Notes forming part of financial statements

(₹in lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
NOTE No: 4			
Capital work-in-progress			
Capital work-in-progress	39.98	36.55	37.82
	39.98	36.55	37.82
NOTE No: 5			
Loans (including accrued interest)			
To staff			
Secured, considered good. (Secured by hypothecation of assets)			
Due from officers	1.90	2.40	2.97
Due from employees	16.30	16.96	27.69
Total	18.20	19.36	30.66
NOTE No: 6			
Other Financial Assets			
Unsecured, Considered Good			
Bank deposits with more than twelve months maturity	1,095.00	12,134.00	3,953.00
Total	1,095.00	12,134.00	3,953.00
NOTE No: 7			
Other Non-Current Assets			
Advances other than capital advances			
Unsecured, Considered Good			
*Other advances	20.92	4.05	7.07
Security Deposits	112.91	103.79	99.27
Deposit endorsed with Sales Tax Authorities	1.59	1.59	1.25
**Others	39.86	39.86	39.86
Total	175.28	149.29	147.45
* Includes ₹15.86 lakhs (Previous year ₹0.86 lakhs) deposited as per court order in ROU cases for which appeals are pending.			
** Disputed entry tax ₹ 39.86 lakhs (Previous year ₹ 39.86 lakhs)			
Note No: 8			
Income Tax Assets			
Advance income tax (Net of provision)	73.18	72.57	86.64
Total	73.18	72.57	86.64



Petronet CCK Limited
Notes forming part of financial statements

(₹ in lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
NOTE No: 9			
Inventories			
Stores and Spares (Valued at cost (FIFO basis))	86.58	64.69	70.95
Total	86.58	64.69	70.95
NOTE No: 10			
Trade Receivables			
Unsecured, Considered Good			
- Outstanding for a period exceeding six months	-	-	
- Other debts- Due from Holding Company	1,244.82	1,110.08	1,100.93
Total	1,244.82	1,110.08	1,100.93
NOTE No: 11			
Cash and Cash Equivalents			
Balance with Banks			
- In current accounts	22.21	4.20	5.71
On deposit accounts			
Short term deposits	3,417.14	695.00	3,193.00
Cash on Hand	-	0.70	0.83
Total	3,439.35	699.90	3,199.54
NOTE No: 12			
Current Loans			
Secured, considered good (Secured by hypothecation of assets)			
Others - Loans to staff			
Due from Officers	0.47	0.50	0.50
Due from Employees	5.13	4.35	6.13
Unsecured, considered good			
Loan and advances to related party - Due from Petronet India Ltd	0.04	1.58	0.02
Loans to employees	1.15	1.15	1.40
Total	6.79	7.58	8.05



Petronet CCK Limited
Notes forming part of financial statements

(₹ in lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
NOTE No: 13			
Other Current Assets			
Advances other than capital advances:			
Other advances	73.32	79.02	78.59
MAT Credit entitlement	-	-	419.20
Interest income accrued but not due - Bank deposits	787.05	828.24	277.66
- Others	8.73	8.81	7.33
Total	869.10	916.07	782.78

NOTE No: 14

Current Tax Assets (Net)

Advance income tax (Net of provision)	38.65	1.85	72.58
Total	38.65	1.85	72.58

NOTE No: 15

Share Capital	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Number	₹ lakhs	Number	₹ lakhs	Number	₹ lakhs
Authorised						
Equity Shares of ₹10/- each	135000000	13,500.00	135000000	13,500.00	135000000	13,500.00
Issued, Subscribed and Paid up						
Equity Shares of ₹10/- each	100000000	10,000.00	100000000	10,000.00	100000000	10,000.00
		10,000.00		10,000.00		10,000.00

The Company has only one class of shares referred to as equity shares having a par value of ₹10. Each holder of equity shares is entitled to only one vote per share. The shareholders are entitled to any dividends paid by the company in proportion to the number of equity shares held. In the event of liquidation of the company, the holders of equity shares will be entitled to receive any of the remaining assets of the company in proportion to the number of equity shares held by the company.

The Company declares and pays dividend in Indian Rupees. The final dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting

The Board at its meeting held on 25th July 2016, 21st November 2016 and 30th January 2017 declared interim dividends of ₹ 9 (previous year NIL), ₹ 1.50 (previous year NIL) and ₹ 1.50 (previous year NIL) per equity share, respectively. The amount of interim dividends distributed to equity shareholders and corporate dividend tax paid thereon is ₹ 10832.20 lakhs (previous year NIL), ₹ 1805.36 lakhs (previous



year NIL) and ₹1805.36 lakhs (previous year NIL) respectively. In addition, the Board has also proposed a final dividend of ₹ Nil (previous year NIL) per equity share. The final dividend appropriated for the year ended 31st March 2017 amounted to ₹ Nil (previous year NIL) including Corporate Dividend Tax of ₹ Nil (previous year NIL). The total dividend including interim dividend for the year ended 31st March 2017 is ₹ 12 (previous year NIL) per equity share amounting to ₹14,442.92 lakhs(previous year NIL) including Corporate Dividend Tax of ₹ 2,442.92 lakhs (previous year NIL).

The reconciliation of the number of shares outstanding and the amount of share capital as at March 31, 2017, March 31, 2016 and April 1st 2015 is set out below.

Share Capital	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	Number	₹ lakhs	Number	₹ lakhs	Number	₹ lakhs
Shares outstanding at the beginning of the period	100000000	10,000.00	100000000	10,000.00	100000000	10,000.00
Shares issued during the period	-	-	-	-	-	-
Shares bought back during the period	-	-	-	-	-	-
Shares outstanding at the end of the period	100000000	10,000.00	100000000	10,000.00	100000000	10,000.00

Details of the shareholders holding more than 5% shares

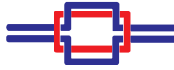
Name of Shareholder	As at 31st March, 2017		As at 31st March, 2016		As at 1st April, 2015	
	No: of shares held	% of holding	No: of shares held	% of holding	No: of shares held	% of holding
Bharat Petroleum Corporation Limited	100000000	100.00%	73959998	73.96%	49000000	49.00%
Petronet India Limited	-	-	26000070	26.00%	26000070	26.00%
Infrastructure Development Finance Corporation	-	-	-	-	19973322	19.97%



Petronet CCK Limited
Notes forming part of financial statements

(in lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
NOTE No: 16			
Other equity			
Surplus i.e Balance in the statement of Profit and Loss			
As per last Balance Sheet	10,278.91	4,923.85	627.42
Add : Profit for the year as per Statement of Profit and Loss	5,840.84	5,961.96	4,296.43
Add: Other Comprehensive Income for the year	(4.24)	(4.53)	
Total	16,115.51	10,881.28	4,923.85
Less: Appropriations			
Interim Dividend	12,000.00	-	-
Corporate Dividend Tax on Interim Dividend	2,442.92	-	-
Final Dividend	-	500.00	-
Corporate Dividend Tax on Final Dividend	-	102.37	-
Total	1,672.59	10,278.91	4,923.85
Details of Dividends on Equity Shares declared and paid:			
Final Dividend for the year ended 31st March, 2016 (Nil per share (Previous year : (50paise per share)		-	500.00
DDT on final dividend		-	102.37
Total		-	602.37
Proposed Dividends on Equity Shares:			
Final Dividend for the year ended 31st March 2017(₹Nil per Share) (Previous year : ₹Nil per share)	-	-	
DDT on proposed dividend	-	-	
Total	-	-	
NOTE No: 17			
Other financial liabilities			
Retention and security deposit collected from suppliers/ contractors	12.43	9.09	8.91
Total	12.43	9.09	8.91
NOTE No: 18			
Non Current - Provisions			
Employee benefits			
Gratuity	77.14	61.58	47.35
Leave salary	30.65	21.86	15.16
Total	107.79	83.44	62.51



Notes forming part of financial statements

(₹ in lakhs)

Particulars	As at 31st March, 2017	As at 31st March, 2016	As at 1st April, 2015
NOTE No: 19			
Deferred Tax Liabilities (Net)			
Deferred tax liability on account of depreciation	271.21	306.96	354.29
Deferred tax assets	(39.25)	(31.27)	(4.96)
Disallowances under Income Tax Act, 1961.			
Total	231.96	275.69	349.33
NOTE No: 20			
Other non current liabilities			
Provision for expenses	33.91	32.85	22.98
Statutory and other dues	-	-	5.37
Total	33.91	32.85	28.35
NOTE No: 21			
Other Current Liabilities			
Other Payables-			
Provision for expenses	249.46	193.55	231.26
Retention and security deposit collected from suppliers/ contractors	30.53	25.58	17.43
Statutory and other dues	16.29	8.52	13.60
Total	296.28	227.65	262.29
NOTE No: 22			
Current - Provisions			
Employee benefits			
Gratuity	2.40	3.70	2.98
Leave salary	3.21	3.22	2.25
Other Provisions			
Provision for Corporate Social Responsibility	88.08	52.43	26.39
Total	93.69	59.35	31.62



Notes forming part of financial statements

(₹ in lakhs)

Particulars	For the period ended 31st March 2017	For the period ended 31st March 2016
NOTE No: 23		
Revenue From Operations		
Sale of Services	12615.24	12279.35
Less: service tax	1636.88	1501.75
Total	10978.36	10777.60
NOTE No: 24		
Other Income		
Interest Income	656.08	957.03
Other Non-Operating Income	5.72	6.32
Profit from sale of assets (net)	6.79	-
Total	668.59	963.35
NOTE No: 25		
Employee Benefit Expenses		
Salaries and Wages	434.26	412.04
Contribution to Provident Fund and Other Funds	55.66	50.88
Staff Welfare Expenses	44.09	41.62
Total	534.01	504.54
NOTE No: 26		
Other Expenses		
Power & Fuel	671.58	667.61
Consumption of chemicals, stores, etc. (indigenous)	49.20	48.45
Repair & Maintenance		
- Pipeline	86.24	7.15
- Machinery	112.54	137.65
- Buildings	3.99	7.15
- Other infrastructure	48.07	50.16
- Others	0.00	0.06
Watch and ward	164.19	142.32
Rent	65.87	60.17
Rates and Taxes	11.57	11.73
Insurance	51.62	50.14
Auditor's remuneration		
(a) audit fees	1.50	1.50
(b) reimbursement of expenses	0.04	-
CSR expences	134.93	55.61
Travelling expenses	25.01	20.11
Loss on sale of Fixed Assets (net)	-	19.70
ROU Expenses	10.50	84.76
Miscellaneous Expenses	83.39	85.18
Total	1520.24	1449.45



Petronet CCK Limited
Notes forming part of financial statements

(₹ in lakhs)

Particulars	For the period ended 31st March 2017	For the period ended 31st March 2016
NOTE No: 27		
Tax Expenses		
<u>(a) Amounts recognised in profit and loss</u>		
Current tax expense		
Current year	3,207.43	3,238.33
Deferred tax expense /(income)		
Origination and reversal of temporary differences	(41.49)	(71.24)
Tax expense recognised in the income statement	3,165.94	3,167.09
<u>(b) Amounts recognised in other comprehensive income</u>		
Items that will not be reclassified to profit or loss		
Remeasurements of the defined benefit plans		
Before Tax	(6.48)	(6.92)
Tax (expense) benefit	2.24	2.39
Net of tax	(4.24)	(4.53)
<u>(c) Reconciliation of effective tax rate</u>		
Profit before tax	9,006.78	9,129.05
Tax using the Company's domestic tax rate (Current year 34.61% and Previous Year 34.61%)	3,117.07	3,159.38
Tax effect of:		
Non-deductible tax expenses	262.76	274.10
Tax-exempt income	(2.35)	(0.26)
Others	(170.05)	(194.89)
Tax expense recognised in the statement of profit and loss account	3,207.43	3,238.33



Petronet CCK Limited
Notes Forming Part of Financial Statements

(d) Movement in deferred tax balances

(₹ in lakhs)

	Net balance April 1, 2016	Recognised in profit or loss	Recognised in OCI	Recognised directly in equity	March 31, 2017		
					Net	Deferred tax asset	Deferred tax liability
Deferred tax asset							
Tangible and intangible assets	(306.96)	35.75			(271.21)	-	271.21
Employee benefits	31.27	5.74	2.24		39.25	39.25	-
Tax assets (Liabilities)	(275.69)	41.49	2.24	-	(231.96)	39.25	271.21

(e) Movement in deferred tax balances

(₹ in lakhs)

	Net balance April 1, 2015	Recognised in profit or loss	Recognised in OCI	Recognised directly in equity	March 31, 2016		
					Net	Deferred tax asset	Deferred tax liability
Deferred tax asset							
Tangible and intangible assets	(354.29)	47.32			(306.97)	-	306.97
Employee benefits	4.96	23.93	2.39		31.28	31.28	-
Tax assets (Liabilities)	(349.33)	71.25	2.39	-	(275.69)	31.28	306.97

The company has not recognised income tax expense as a consequence of proposed dividend to the extent of ₹Nil (Previous year March 31, 2016 NIL, April 1, 2015: ₹ 102.37 lakhs)



Petronet CCK Limited
Notes forming part of financial statements

Note No: 28

Employee benefits

Disclosures required under Accounting Standard 15 - "Employee Benefits" (Revised 2005)

1. Defined Contribution Plans

During the year the following amounts have been recognised in the Statement of Profit and Loss on account of defined contribution plans

Particulars	2016-17	2015-16
Employers contribution to Provident Fund *	20.16	18.81
Employers contribution to Superannuation Fund	22.73	21.22
Employers contribution to Employees State Insurance	0.13	-

*Excluding EPF of employees on deputation

2. Defined Benefit Plans

Gratuity

	Particulars	2017	2016	2015	2014	2013
i	Actuarial Assumptions					
	Discount Rate (per annum)	7.34%	8.08%	7.94%	9.31%	8.25%
	Salary escalation rate*	5.00%	5.00%	5.00%	5.00%	5.00%
	Expected average remaining lives of working employees (years)	17	17	18	17	17

*The assumption of future salary increases takes into account of inflation, seniority, promotions and other relevant factors such as supply and demand in the employment market.

Reconciliation of opening and closing balances of the present value of the defined benefit obligations are given below:

Gratuity

₹ Lakhs

	Particulars	2017	2016	2015	2014	2013
ii	Reconciliation of present value of obligation					
	Present value of obligation at beginning of the year	65.27	50.33	40.41	34.56	27.43
	Current Service Cost	4.07	4.02	3.31	3.00	2.62
	Interest Cost	5.27	4.00	3.77	3.10	2.63
	Actuarial (gain)/loss	6.48	6.92	3.69	(0.25)	1.88
	Benefits Paid	(1.55)	-	(0.85)	-	-
	Present value of obligation at end of the year (Liability disclosed in the Balance sheet)	79.54	65.27	50.33	40.41	34.56

Net cost for the year ended March 31, 2017 and March 31, 2016 comprises of the following components:



Gratuity

₹ in Lakhs

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Expenses recognised in the Statement of Profit and Loss		
Current Service Cost	4.06	4.02
Interest Cost	5.28	4.00
Actuarial (gain) /loss recognised in the year		
Total expenses recognised in the Statement of Profit and Loss for the year	9.34	8.02

Particulars	Year ended 31.03.2017	Year ended 31.03.2016
Expenses recognised in the Other Comprehensive Income (OCI)		
Actuarial (gain) /loss recognised in the year	6.48	6.92
Total expenses recognised in OCI	6.48	6.92

The above disclosures are based on information certified by the independent actuary and relied upon by the auditors.

Gratuity cost as disclosed above, is included under employee benefit expenses.

Note No: 29

Related Party Transactions

Names of the Related parties : Enterprises who are able to control the Company(through substantial interest in the voting power)

1. Bharat Petroleum Corporation Limited
2. Petronet India Limited
3. Kochi Salem Pipeline Private Limited

Key Management Personnel: Mr. V Mohan Nair (Managing Director – effective 22.11.2016)
Mr. N Vijayagopal (Managing Director – up to 21.11.2016)
Mrs. S Rajeswari, (Chief Financial Officer)



Nature of Transactions with Bharat Petroleum Corporation Limited

₹ Lakhs

		March 31, 2017	March 31, 2016
i	Transactions during the period		
	Rendering of services (including Service Tax)	12617.71	12281.76
	Rent received	1.21	1.20
	Utility service charges for rented premises	1.52	1.51
	Receiving of services		
	Purchase of lubricants	2.38	0.26
	Sale of scrap	-	0.18
	Lease rent	74.38	63.59
	Sitting fees	-	1.49
	* Management contracts – in respect of Employees deputed to the company		
	Key management personnel	79.36	90.37
	Other employees	32.99	21.47
	Outstanding on Balance Sheet date		
	Receivable	1250.22	1112.22
	Payable	39.74	36.99

*These amounts are computed based on debit advice received from Bharat Petroleum Corporation Limited and also include expenses for leave encashment, incentives and other reimbursements.

Nature of Transactions with Petronet India Limited

₹ lakhs

Outstanding on Balance Sheet date	March 31, 2017	March 31, 2016
Receivable	0.04	1.58

Nature of Transactions with Kochi Salem Pipeline Private Limited - Nil

Note No: 30 Earnings per share

	₹ lakhs	
Particulars	March 31, 2017	March 31, 2016
Profit/(Loss) for the period (₹ lakhs)	5840.84	5961.96
Weighted average of the number of shares of ₹ 10 each, fully paid up, outstanding during the period	100,000,000	100,000,000
Basic earnings /(loss) per share (₹)	5.84	5.96
Diluted earnings/ (loss) per share (₹)	5.84	5.96



Petronet CCK Limited
Notes attached to and forming part of financial statements

Note No: 31

Contingent Liabilities and Commitments (to the extent not provided for)

₹ lakhs

Particulars	March 31, 2017	March 31,2016
(i)Contingent Liabilities		
Claims against the company not acknowledged as debts:		
Against the enhanced ROU compensation awarded by the District Courts of Kerala, the Company has preferred appeals in the High Court Of Kerala, which are not finally heard and decided. The amount enhanced by the District Court (as reduced by the amount remitted as per High Court Order at the time of obtaining stay) together with interest are recognised as contingent liability.	33.41	32.48
(ii) Commitments		
Estimated amount of contracts remaining to be Executed on capital account and not provided for	55.05	47.00

NOTE No: 32

(a) Value of imports calculated on C.I.F basis:

(₹ in lakhs)

Particulars	March 31st, 2017	March 31st, 2016
i) Components and spare parts	3.02	-
ii) Capital goods	-	-

(b) Expenditure in foreign currency

(₹ in lakhs)

Particulars	March 31st, 2017	March 31st, 2016
Foreign travel	-	-
Technical consultancy fee	-	-

(c) Stores and Spares Consumed

(in lakhs)

Particulars	March 31st, 2017		March 31st, 2016	
	Amount	%	Amount	%
Stores consumed :				
Chemicals (indigenous)	47.75	93%	47.97	94%
Lubricants (indigenous)	1.44	3%	0.48	1%
Selant catridges charged to other revenue accounts (indigenous)	1.94	4%	2.32	5%
Total	51.13	100%	50.77	100%
Spares consumed :				
Imported	-	-	-	-
Indigenous (Charged to other revenue accounts)	21.78	100%	27.35	100%
Total	21.78	100%	27.35	100%



Petronet CCK Limited
Notes forming part of financial statements

Note No : 33

Specified bank notes (SBN) held and transacted during the period from 08.11.2016 to 30.12.2016

(₹ in lakhs)

	SBNs	Other denomination notes	Total
Closing cash in hand as on 08.11.2016*	31,500.00	3,410.50	34,910.50
(+) Permitted receipts	10,000.00	79,181.00	89,181.00
(-) Permitted payments		52,297.00	52,297.00
(-) Amount deposited in Banks	41,500.00		41,500.00
Closing cash in hand as on 30.12.2016*	-	30,294.50	30,294.50

* exclude imprest cash balances held at other loacations.

Note No: 34

Fair value measurement

a. Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

As at 31.3.2017	Carrying amount			Fair Value			Total
	FVTPL	Amortised cost	Total	Level 1	Level 2	Level 3	
Financial assets							
Current and Non-current financial assets	-	5.51	5.51	-	23.80	-	23.80
Financial liabilities							

As at 31.3.2016	Carrying amount			Fair Value			Total
	FVTPL	Amortised cost	Total	Level 1	Level 2	Level 3	
Financial assets							
Current and Non-current financial assets	-	4.99	4.99	-	24.21	-	24.21
Financial liabilities							



As at 1.4.2015	Carrying amount			Fair Value			Total
	FVTPL	Amortised cost	Total	Level 1	Level 2	Level 3	
Financial assets							
Current and Non-current financial assets	-	7.27	7.27	-	37.29	-	37.29
Financial liabilities							

b. Measurement of fair values

The following table shows the valuation techniques in measuring Level 2 fair values for financial assets and liabilities in the statement of financial position and significant unobservable inputs used.

Type	Valuation Technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Current and non-current Financial assets and liabilities.	Discounted cash flows. The valuation model considers the present value of expected receipts discounted using appropriate discounting rates.	Not applicable	Not applicable

c. Financial risk management

The Company has exposure to the following risks.

- i. Credit risk
- ii. Liquidity risk

Credit risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers in the normal course of business and the investments. The Company's exposure to credit risk is minimal considering the fact that the company is providing service only to BPCL – its holding company.

1. Trade and other receivables

The company is functioning as dedicated pipeline for BPCL. Therefore the only trade receiver for the Company as on 31/3/2017 is BPCL for an amount of ₹ 1244.82 lakhs (previous year ₹ 1110.08 lakhs) which is found to be good. The Company is not expecting any credit loss during the year.



2. Cash and cash equivalents

The Company held cash and cash equivalents including non-current term deposits of ₹ 4,534.35 lakhs at March 31, 2017 (March 31, 2016: ₹ 12,833.90 lakhs, April 1, 2015: ₹ 7,152.54 lakhs). The cash and cash equivalents are held with banks having good credit ratings.

Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The Company has sufficient non funded working capital to manage the situation if it occurs.

As of March 31, 2017, the Company had working capital of ₹ 5310.09 lakhs, including cash and cash equivalents of ₹ 3439.35 lakhs in which investments in term deposits (i.e., bank certificates of deposit having original maturities of more than 3 months) of ₹ 3004 lakhs.

As of March 31, 2016, the Company had working capital of ₹2513.17 lakhs, including cash and cash equivalents of ₹ 699.90 lakhs in which investments in term deposits (i.e. bank certificates of deposit having original maturities of more than 3 months) of ₹ 695 lakhs.

As of April 1, 2015 the Company had working capital of ₹ 4940.92 lakhs, including cash and cash equivalents of ₹ 3199.54 lakhs in which investments in term deposits (i.e., bank certificates of deposit having original maturities of more than 3 months) of ₹ 3193 lakhs.

Note No: 35

Transition to Ind AS:

As per Note 1, these are the Company's first financial statements prepared in accordance with Ind AS. For the year ended 31 March 2016, the Company had prepared its financial statements in accordance with Companies (Accounting Standards) Rules, 2006, notified under Section 133 of the Act and other relevant provisions of the Act ('Previous GAAP').

The accounting policies set out in Note 1 have been applied in preparing these financial statements for the year ended 31 March 2016 and the opening Ind AS balance sheet on the date of transition i.e. 1 April 2015.

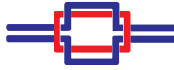
In preparing its Ind AS balance sheet as at 1 April 2015 and in presenting the comparative information for the year ended 31 March 2016, the Company has adjusted amounts previously reported in the financial statements prepared in accordance with previous GAAP. This note explains the principal adjustments made by the Company in restating its financial statements prepared in accordance with Previous GAAP, and how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows.

Explanation of transition to Ind AS

In preparing the financial statement, the Company has applied the below mentioned optional exemptions and mandatory exceptions.

Property, plant and equipment; investment property and intangibles exemption:

The Company has elected to apply the exemption available under Ind AS 101 to continue the carrying value for all of its property, plant and equipment, investment properties and intangibles as recognised in the financial statements as at the date of transition to Ind ASs, measured as per the previous GAAP and use that as its deemed cost as at the date of transition (April 1, 2015).

**Classification and measurement of financial assets:**

Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable.

Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

Proposed Dividend:

Under Indian GAAP, proposed dividend including dividend distribution tax (DDT), are recognised as a liability in the period in which they relate, as these are considered as an adjusting event. Under Ind AS, proposed dividend is recognised as a liability in the period in which it is declared by the Company i.e. usually when approved by shareholders in an annual general meeting.

Accordingly, the liability for proposed dividend including dividend distribution tax as at 1 April 2015 and 31 March 2016 of ₹602.37 lakhs and NIL respectively included under the provisions has been reversed with corresponding adjustments to retained earnings.

Indefinite useful life of Intangible assets:

Under Indian GAAP, the right of way assets with indefinite useful lives were amortised over a period of 99 years based on EAC opinion issued by ICAI. Under Ind AS, intangible assets with indefinite useful life are not required to be amortised but shall be tested for impairment annually or when there is an indication. Accordingly amortisation of right of way of ₹ 17.93 lakhs charged in the year 2015-16 has been reversed.



Petronet CCK Limited
Reconciliation of equity as at April 1, 2015

₹ in Lakhs

Particulars	Note No.	As at 1st April, 2015 GAAP	Effects of transition to IND AS	As at 1st April, 2015 IND AS
1	2			
I ASSETS				
1 Non-current assets				
(a) Property, Plant and Equipment		4,659.04	-	4,659.04
(b) Other Intangible assets		1,517.42	-	1,517.42
(c) Capital work-in-progress		37.82	-	37.82
(d) Financial Assets				
(i) Loans		37.69	(7.03)	30.66
(ii) Others		3,953.00	-	3,953.00
(e) Other non-current assets		141.47	5.98	147.45
(f) Income tax assets (net)		86.64	-	86.64
2 Current assets				
(a) Inventories		70.95	-	70.95
(b) Financial Assets				
(i) Trade receivables		1,100.93	-	1,100.93
(ii) Cash and cash equivalents		3,199.54	-	3,199.54
(iii) Loans		8.29	(0.24)	8.05
(c) Other current assets		781.49	1.29	782.78
(d) Current Tax Assets (Net)		72.58	-	72.58
Total Assets		15,666.86	(0.00)	15,666.86
II EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share capital		10,000.00	-	10,000.00
(b) Other Equity		4,321.47	602.38	4,923.85
LIABILITIES				
2 Non-current liabilities				
(a) Financial Liabilities				
(i) Other financial liabilities		8.91	-	8.91
(b) Provisions		62.51	-	62.51
(c) Deferred tax liabilities (Net)		349.33	-	349.33
(d) Other non-current liabilities		28.35	-	28.35
3 Current liabilities				
(a) Other current liabilities		262.29	-	262.29
(b) Provisions		634.00	(602.38)	31.62
Total Equity and Liabilities		15,666.86	0.00	15,666.86



Petronet CCK Limited
Reconciliation of equity as at 31st March 2016

₹ in Lakhs

Particulars	Note No.	31st March, 2016 GAAP	Effects of transition to IND AS	31st March, 2016 IND AS
1	2			
I ASSETS				
1 Non-current assets				
(a) Property, Plant and Equipment		4,190.25	-	4,190.25
(b) Other Intangible assets		1,546.86	(17.93)	1,564.79
(c) Capital work-in-progress		36.55	-	36.55
(d) Financial Assets				
(i) Loans		23.86	4.50	19.36
(ii) Others		12,134.00	-	12,134.00
(e) Other non-current assets		146.10	(3.19)	149.29
(f) Income tax assets (net)		72.57	-	72.57
2 Current assets				
(a) Inventories		64.69	-	64.69
(b) Financial Assets				
(i) Trade receivables		1,110.08	-	1,110.08
(ii) Cash and cash equivalents		699.90	-	699.90
(iii) Loans		9.39	1.81	7.58
(c) Other current assets		914.28	(1.79)	916.07
(d) Current Tax Assets (Net)		1.85	-	1.85
Total Assets		20,950.38	(16.60)	20,966.98
II EQUITY AND LIABILITIES				
1 Equity				
(a) Equity Share capital		10,000.00	-	10,000.00
(b) Other Equity		10,262.31	(16.60)	10,278.91
LIABILITIES				
2 Non-current liabilities				
(a) Financial Liabilities				
(i) Other financial liabilities		9.09	-	9.09
(b) Provisions		83.44	-	83.44
(c) Deferred tax liabilities(Net)		275.69	-	275.69
(d) Other non-current liabilities		32.85	-	32.85
3 Current liabilities				
(a) Other current liabilities		227.65	-	227.65
(b) Provisions		59.35	-	59.35
Total Equity and Liabilities		20,950.38	(16.60)	20,966.98



Petronet CCK Limited
Statement of Profit and Loss for the period ended 31st March, 2016

(₹ in lakhs)

Particulars	Note No.	For the period ended 31st March 2016	Effects of transition to Ind AS	For the period ended 31st March 2016
		GAAP		IND AS
I Revenue From operations	22	10,777.60	-	10,777.60
II Other Income	23	964.62	(1.27)	963.35
III Total Income (I+II)		11,742.22	(1.27)	11,740.95
IV Expenses				
Employee benefits expense	25	510.64	(6.10)	504.54
Depreciation and amortization expenses	1/2	696.29	(38.38)	657.91
Other expenses	26	1,429.75	19.70	1,449.45
Total expenses (IV)		2,636.68	(24.78)	2,611.90
V Profit/ (loss) before tax(III-IV)		9,105.54	23.51	9,129.05
Tax expense:	27 a			
VI (1) Current tax		3,238.33	-	3,238.33
VII (2) Deferred tax		(73.63)	2.39	(71.24)
VIII Profit/(loss) for the period (V-VI-VII)		5,940.84	21.12	5,961.96
IX Other Comprehensive Income				
(i) Items that will not be reclassified to profit or loss				
Remeasurements of the defined benefit plans	27 b	-	(4.53)	(4.53)
X Total Comprehensive Income for the period		-	(4.53)	(4.53)
XI Earnings per equity share (for continuing operation):	30			
(1) Basic		5.94		5.96
(2) Diluted		5.94		5.96



PETRONET CCK LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2016

(₹ in lakhs)

	2015-16 GAAP	Effects of transition to IND AS	2015-16 IND AS
A CASHFLOW FROM OPERATING ACTIVITIES			
Net profit before tax	9105.54	23.51	9129.05
Adjustments for:			
Depreciation and amortisation	696.29	(38.38)	657.91
Corporate social responsibility expenses	55.61	-	55.61
Loss /(Profit) on sale of assets (including stores)	(0.75)	20.45	19.70
Interest income	(947.12)	-	(947.12)
Other non-cash Items	2.07	-	2.07
Other comprehensive income	-	(6.92)	(6.92)
Interest on income tax paid/(refund)	0.85	-	0.85
Operating profit before working capital changes	8912.49	(1.34)	8911.15
Adjustments for:			
(Increase)/decrease in Trade and other receivables	(8185.53)	1.34	(8184.19)
(Increase) /decrease in Inventories	6.26	-	6.26
Increase/(decrease) in Trade payables	(7.35)	-	(7.35)
Cash generated from operations	725.87	-	725.87
Direct taxes (paid) / refund received	(2735.18)	-	(2735.18)
Corporate social responsibility paid	(29.57)	-	(29.57)
Net cash (used in) / generated from operating activities (A)	(2038.88)	-	(2038.88)
B CASHFLOW FROM INVESTING ACTIVITIES			
Purchase of Fixed assets	(256.17)	-	(256.17)
Proceeds from sale of fixed assets	1.24	-	1.24
Net cash (used in) / generated from investing activities (B)	(254.93)	-	(254.93)
C CASHFLOW FROM FINANCING ACTIVITIES			
Interest income	396.54	-	396.54
Dividend paid	(500.00)	-	(500.00)
Corporate dividend tax	(102.37)	-	(102.37)
Net cash generated from financing activities (C)	(205.83)	-	(205.83)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(2,499.64)	-	(2,499.64)
Cash and Cash equivalents as at	31-03-2015		31-03-2015
Cash on hand	0.83	-	0.83
Bank balances with scheduled banks	3,198.71	-	3198.71
	3,199.54	-	3199.54
Cash and Cash equivalents as at	31-03-2016		31-03-2016
Cash on hand	0.70	-	0.70
Bank balances with scheduled banks	699.20	-	699.20
	699.90	-	699.90
Net change in cash and cash equivalents	(2,499.64)	-	(2,499.64)

**Note No: 36****Segment reporting**

The Company is operating as a single segment for transporting petroleum products such as motor spirit, high speed diesel and superior kerosene oil from Cochin to Coimbatore and Karur.

Note No: 37**Impairment of assets**

Based on the assessment of the management, there is no indication of impairment of the fixed assets as on the balance sheet date.

Note No: 38

Insurance premium includes premium paid on the estimated value of petroleum products stored in the pipeline.

Note No: 39**Dues to Micro, Small and Medium Enterprises**

Based on the information available with the management there are no amounts due to micro, small and medium enterprises in respect of whom, information is to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006.

Note No: 40

Previous year's figures have been regrouped/recast wherever necessary. Figures in brackets represent figured for the previous year.

For and on behalf of the Board of Directors

Sd/-
S. P. Gathoo
(DIN: 05102526)
Chairman

Sd/-
V Mohan Nair
(DIN: 07657550)
Managing Director

For Menon and Ayyar
Chartered Accountants
Firm Regn. No. 002058S

Sd/-
S. Ramesh
Company Secretary

Sd/-
S. Rajeswari
Chief Financial Officer

Sd/-
Raveendran A
Partner
MM No. 019893

Kochi
Date: 17/05/2017

Kochi
Date: 17/05/2017