



GAIL (INDIA) LIMITED

STATEMENTS OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2014

(₹ In Lakhs)

Particulars	For the Quarter ended			For the Half Year Ended		For the Year ended
	30.09.2014 Unaudited	30.06.2014 Unaudited	30.09.2013 Unaudited	30.09.2014 Unaudited	30.09.2013 Unaudited	31.03.2014 Audited
PART - I						
1 Income from Operations						
a) Net Sales/Income from operations (Net of excise duty)	1,406,318	1,333,711	1,394,455	2,740,029	2,680,019	5,724,510
b) Other Operating Income	6,654	3,512	5,790	10,166	10,206	26,283
Total Income from Operations (Net)	1,412,972	1,337,223	1,400,245	2,750,195	2,690,225	5,750,793
2 Expenses						
a) Consumption of raw materials	130,558	105,554	138,140	236,112	243,094	484,343
b) Purchases of Stock in trade	938,193	1,066,464	951,402	2,004,657	1,916,127	4,123,442
c) (Increase)/decrease in Inventories of Finished Goods, Work in Progress and Stock in Trade	11,577	(60,413)	39,918	(48,836)	2,124	(62,686)
d) Employees Cost	23,264	22,735	20,309	45,999	40,351	84,773
e) Depreciation & amortisation expenses	23,675	23,365	28,884	47,040	56,965	117,615
f) Other expenditure	107,157	98,399	104,139	205,556	191,357	450,802
Total Expenses	1,234,424	1,256,104	1,282,792	2,490,528	2,450,018	5,198,289
3 Profit from Operations before Other Income, Finance Costs & Exceptional Items (1-2)	178,548	81,119	117,453	259,667	240,207	552,504
4 Other Income	28,881	17,243	22,192	46,124	27,960	89,852
5 Profit before Finance Costs & Exceptional Items (3+4)	207,429	98,362	139,645	305,791	268,167	642,356
6 Finance Costs	9,163	9,318	10,819	18,481	16,936	36,619
7 Profit after Finance Costs but before Exceptional Items (5-6)	198,266	89,044	128,826	287,310	251,231	605,737
8 Exceptional Items	-	-	-	-	-	34,495
9 Profit/(Loss) from Ordinary Activities before tax (7+8)	198,266	89,044	128,826	287,310	251,231	640,232
10 Tax expenses :						
Current Tax						
- Current Year	53,943	24,213	33,134	78,156	69,069	180,774
- Earlier Year	-	-	(7,482)	-	(7,469)	(4,700)
Deferred Tax	14,033	2,687	11,607	16,720	17,247	26,631
11 Net Profit/(Loss) from Ordinary Activities after tax (9-10)	130,290	62,144	91,567	192,434	172,384	437,527
12 Extraordinary Items (Net of tax expenses)	-	-	-	-	-	-
13 Net Profit/(Loss) for the period (11±12)	130,290	62,144	91,567	192,434	172,384	437,527
14 Paid up Equity Share Capital (Face value of ₹ 10/- per share)	126,848	126,848	126,848	126,848	126,848	126,848
15 Reserves excluding Revaluation Reserves	-	-	-	-	-	2,580,385
16 Earnings Per Share (EPS) (In ₹)						
(a) Basic & Diluted EPS before Extraordinary Items	10.27	4.90	7.22	15.17	13.59	34.49
(b) Basic & Diluted EPS after Extraordinary Items	10.27	4.90	7.22	15.17	13.59	34.49
17 Debt Service Coverage Ratio				2.70	2.88	4.17
18 Interest Service Coverage Ratio				8.17	8.45	9.90
PART - II : SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2014						
A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- No. of shares	556,743,749	556,743,749	541,071,725	556,743,749	541,071,725	556,743,749
- Percentage of Shareholding (Including 1,97,56,092 shares represented by 32,92,682 GDRs as on 30.09.2014)	43.89	43.89	42.65	43.89	42.65	43.89
2 Promoters and Promoter Group Shareholding						
a) Pledged / Encumbered						
- No. of shares	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
- Percentage of Shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non - encumbered						
- No. of shares	711,733,651	711,733,651	727,405,675	711,733,651	727,405,675	711,733,651
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of Shares (as a % of the total share capital of the company)	56.11	56.11	57.35	56.11	57.35	56.11
Particulars						3 Months ended 30.09.2014
B INVESTOR COMPLAINTS						
Pending at the beginning of the quarter						Nil
Received during the quarter						5
Disposed of during the quarter						5
Remaining unresolved at the end of the quarter						Nil

Note : Definition for Coverage Ratio :

- Debt Service Coverage Ratio (DSCR) - Earning Before Interest & Tax / (Interest Expense+ Principal Repayment)
- Interest Service Coverage Ratio (ISCR) - Earning Before Interest & Tax / Interest Expense

Segment wise Revenue, Results and Capital Employed for the Quarter and Half Year ended 30th September 2014

(₹ In Lakhs)

PARTICULARS	For the Quarter ended			For the Half Year Ended		For the Year ended
	30.09.2014 Unaudited	30.06.2014 Unaudited	30.09.2013 Unaudited	30.09.2014 Unaudited	30.09.2013 Unaudited	31.03.2014 Audited
1 Segment Revenue (Net Sales/Income)						
A. TRANSMISSION SERVICES						
I) NATURAL GAS	76,688	66,035	106,675	142,723	206,617	410,418
II) LPG	9,782	11,141	9,550	20,923	18,942	41,807
B. NATURAL GAS MARKETING	1,181,880	1,166,909	1,237,849	2,348,789	2,343,696	4,892,167
C. PETROCHEMICALS	128,141	99,266	113,362	227,407	223,696	458,169
D. LPG AND LIQUID HYDROCARBONS	170,374	126,007	103,880	296,381	204,254	546,191
E. OTHER SEGMENT	20,001	16,247	7,550	36,248	13,308	39,255
Total	1,586,866	1,485,605	1,578,866	3,072,471	3,010,513	6,388,007
Less : Inter- Segment Revenue	180,548	151,894	184,411	332,442	330,494	663,497
Sales / Income from Operations	1,406,318	1,333,711	1,394,455	2,740,029	2,680,019	5,724,510
2 Segment Results (Profit)/(Loss) before Interest and Tax						
A. TRANSMISSION SERVICES						
I) NATURAL GAS	26,201	22,343	57,617	48,544	113,000	180,161
II) LPG	4,768	6,903	4,261	11,671	9,764	21,526
B. NATURAL GAS MARKETING	45,177	(3,546)	48,698	41,631	78,951	158,029
C. PETROCHEMICALS	15,521	12,491	39,088	28,012	82,913	136,122
D. LPG AND LIQUID HYDROCARBONS	90,107	49,556	(22,794)	139,663	(23,887)	102,144
E. OTHER SEGMENT	9,886	6,130	169	16,016	(2,378)	516
Total	191,660	93,877	127,039	285,537	258,363	598,498
Less : (i) Interest	9,163	9,318	10,819	18,481	16,936	36,619
(ii) Other Un-allocable Expenditure	12,818	12,255	11,702	25,073	21,679	51,348
(iii) Other Un-allocable Income	(28,587)	(16,740)	(24,308)	(45,327)	(31,483)	(129,701)
Total Profit before Tax	198,266	89,044	128,826	287,310	251,231	640,232
3 Capital Employed (Segment Assets - Segment Liabilities)						
A. NATURAL GAS TRANSMISSION / MARKETING	1,918,768	2,031,134	1,902,769	1,918,768	1,902,769	1,918,306
B. LPG TRANSMISSION	72,942	73,637	75,884	72,942	75,884	75,497
C. PETROCHEMICALS	122,165	127,618	160,497	122,165	160,497	138,561
D. LPG AND LIQUID HYDROCARBONS	167,965	80,440	97,574	167,965	97,574	68,173
E. OTHER SEGMENTS	155,813	155,575	95,196	155,813	95,196	148,686
F. UN ALLOCABLE	1,688,523	1,571,133	1,576,448	1,688,523	1,576,448	1,641,459
Total	4,126,176	4,039,537	3,908,368	4,126,176	3,908,368	3,990,682

Note : Others Segments includes GAILTel, E&P, City Gas & Power Generation.

Standalone Statement of Assets & Liabilities as at 30th September, 2014

(₹ In Lakhs)

PARTICULARS	As at		As at
	30.09.2014 (Un-audited)	30.09.2013 (Un-audited)	31.03.2014 (Audited)
A EQUITY AND LIABILITIES			
1 Shareholders' Fund			
(a) Share Capital	126,848	126,848	126,848
(b) Reserves & Surplus	2,766,285	2,471,091	2,580,385
Sub Total - Shareholders' Funds	2,893,133	2,597,939	2,707,233
2 Share Application Money Pending Allotment	-	-	-
3 Non Current Liabilities			
(a) Long Term Borrowings	880,182	951,444	952,609
(b) Deferred Tax Liabilities (net)	269,597	247,253	256,637
(c) Other Long Term Liabilities	72,756	66,561	77,117
(d) Long Term Provisions	50,309	38,465	40,404
Sub Total - Non Current Liabilities	1,272,844	1,303,723	1,326,767
4 Current Liabilities			
(a) Short Term Borrowings	-	28,552	-
(b) Trade Payables	283,425	245,420	397,483
(c) Other Current Liabilities	543,002	492,387	404,754
(d) Short Term Provisions	60,453	60,101	144,896
Sub Total - Current Liabilities	886,880	826,460	947,133
TOTAL - EQUITY AND LIABILITIES	5,052,857	4,728,122	4,981,133
B ASSETS			
1 Non Current Assets			
(a) Fixed Assets	3,150,687	3,084,658	3,120,448
(b) Non Current Investments	414,797	374,249	410,300
(c) Long Term Loans and Advances	263,233	283,357	253,512
(d) Other Non Current assets	70,807	66,254	71,841
Sub Total - Non Current Assets	3,899,524	3,808,518	3,856,101
2 Current Assets			
(a) Current Investments	-	3,895	-
(b) Inventories	278,056	157,513	225,476
(c) Trade Receivables	335,400	278,117	281,199
(d) Cash and Cash Equivalents	215,119	196,365	265,098
(e) Short Term Loans and Advances	299,983	282,548	340,238
(f) Other Current Assets	24,775	1,166	13,021
Sub Total - Current Assets	1,153,333	919,604	1,125,032
TOTAL - ASSETS	5,052,857	4,728,122	4,981,133

Notes

1. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meetings held on 31st October' 2014.
2. Limited Review of the Financial Results has been carried out by the Statutory Auditors of the company.
3. The company provided NIL discount for the quarter ending 30th September, 2014 (Previous year corresponding quarter: ₹ 69868 Lakhs) as the company has not received orders from MOP&NG relating to sharing of under recoveries on LPG for the quarter. The provisional discount provided for the half year ended 30th September, 2014 is ₹ 50000 Lakhs (Previous year corresponding period: ₹ 139868 Lakhs).
4. Effective April 1, 2014, the Company has revised the useful life of fixed assets based on Schedule II to the Companies Act, 2013 for the purposes of providing depreciation on fixed assets. This resulted in increase in profit before tax to the extent of ₹ 6937 Lakhs during the quarter ending 30th September, 2014 and ₹ 13874 Lakhs during the half year ended 30th September, 2014.
5. In accordance with the orders issued by PNGRB notifying "Provisional" initial unit natural gas pipeline tariff for various Pipeline network effective from 20.11.2008, the company has derecognized the revenue by an amount of ₹ 19284 Lakhs during the quarter ending 30th September, 2014 (Previous year corresponding quarter: ₹ NIL) and ₹ 43443 Lakhs during the half year ended 30th September, 2014 (Previous year corresponding period: ₹ NIL).
6. Previous period figures have been regrouped / reclassified, wherever required.

For GAIL (India) Limited


(P. K. Jain)
Director (Finance)

Place: New Delhi
Date: 31.10.2014

M/s G.S.Mathur & Co.
Chartered Accountants
A-160, Ground Floor,
Defence Colony,
New Delhi – 110 024

M/s S K Mittal & Co.
Chartered Accountants
E-29, South Extension,
Part - II
New Delhi-110 049

Review Report

The Board of Directors,
GAIL (India) Ltd.
16, Bhikaiji Cama Place,
R.K. Puram,
New Delhi – 110 066.

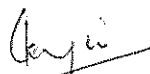
We have reviewed the accompanying statement of standalone unaudited financial results of GAIL (India) Ltd. for the period ended on 30th September 2014 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurances as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

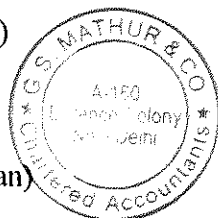
Without qualifying our report, attention is invited to Note No 3 of Statement of standalone unaudited financial results regarding accounting of sharing of under recoveries on LPG.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial results read with notes thereon, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies thereon has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **G.S.Mathur & Co.**
(Chartered Accountants)
FRN - 008744N



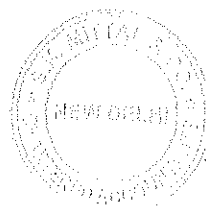
(Rajiv Kumar Wadhawan)
Partner
M.No. 091007



For **S.K.Mittal & Co.**
(Chartered Accountants)
FRN - 001135N



(Gaurav Mittal)
Partner
M.No. 099387



Place : New Delhi
Date : 31st October 2014