



गेल (इंडिया) लिमिटेड

(भारत सरकार का उपक्रम-
एक नवरेल कम्पनी)

GAIL (India) Limited

(A Government of India Undertaking-
A Navratna Company)

ND/GAIL/SECTT/2011

October 24, 2011

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (East)
MUMBAI – 400051

Sub.: Un-audited Financial Results for the quarter ended on 30th September, 2011

Dear Sir,

This is in continuation of our letter of even no. dated 13th October, 2011.

Please find enclosed herewith a copy of the un-audited financial results of the Company for the quarter ended on 30th September, 2011, as approved by the Board of Directors in its Meeting held today i.e. 24th October, 2011.

The above is for your information and records please.

Thanking You
Yours faithfully

(N.K. Nagpal)
Company Secretary

Encl.: As above

Copy to:

1. Listing Department
Bombay Stock Exchange Limited
Floor 1, Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI – 400001
2. Deutsche Bank Trust Company Americas
Global Equity Services
Corporate Trust & Agency Services
Kodak House, 1st Floor, 222 Dr. D N Road
MUMBAI – 400001

16, भीकाएजी कामा प्लेस, आर. के. पुरम, नई दिल्ली - 110066 दूरभाष : 26182955 फैक्स : 011-26185941
16, Bhikalji, Cama Place, R. K. Puram, New Delhi - 110 066 Phone: 26182955 Fax : 011-26185941

3. London Stock Exchange,
Regulatory News Service Department (RNS)
10, Paternoster Square,
LONDON EC4M 7LS

AVS No.- 649624



GAIL (INDIA) LIMITED

UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED 30TH SEPTEMBER, 2011

Rs In Lakhs

	Particulars	For the Quarter ended		For the Half Year ended		For the Year ended 31.03.2011 (Audited)
		30.09.2011	30.09.2010	30.09.2011	30.09.2010	
1	a) Net Sales/Income from operations	9,69,902	8,10,409	18,56,640	15,20,004	32,45,864
	b) Other Operating Income	2,738	2,413	4,900	4,393	7,788
2	Expenditure					
	a) (Increase) / Decrease in stock in trade	(9,120)	(5,545)	(27,870)	(12,695)	(13,249)
	b) Consumption of raw materials	63,157	49,376	1,21,034	1,02,789	2,17,878
	c) Purchase of traded goods	6,59,264	5,57,410	12,80,399	10,15,831	22,00,591
	d) Employees Cost	17,787	15,376	35,609	31,722	75,266
	e) Depreciation	20,076	16,259	37,893	32,255	65,029
	f) Other expenditure	73,998	50,503	1,27,092	95,589	2,19,922
	g) Total	8,25,162	6,83,379	15,74,157	12,65,491	27,65,437
3	Profit from Operations before Other Income, Interest & Exceptional Items (1-2)	1,47,478	1,29,443	2,87,383	2,58,906	4,88,215
4	Other Income	11,600	14,988	18,065	19,763	44,070
5	Profit before Interest & Exceptional Items (3+4)	1,59,078	1,44,431	3,05,448	2,78,669	5,32,285
6	Interest	2,262	1,174	4,341	3,228	8,286
7	Profit after Interest but before Exceptional Items (5-6)	1,56,816	1,43,257	3,01,107	2,75,441	5,23,999
8	Exceptional Items	-	-	-	-	-
9	Profit(+)/ Loss(-) from Ordinary Activities before tax (7+8)	1,56,816	1,43,257	3,01,107	2,75,441	5,23,999
10	Provision for Taxation - Current Tax	64,467	32,153	98,636	73,251	1,43,518
	- Deferred Tax	(17,092)	18,749	(5,437)	21,147	24,368
11	Net Profit (+)/Loss (-) from Ordinary Activities after tax (9-10)	1,09,441	92,355	2,07,908	1,81,043	3,56,113
12	Extraordinary items (Net of tax expenses)	-	-	-	-	-
13	Net Profit (+)/Loss (-) for the period (11-12)	1,09,441	92,355	2,07,908	1,81,043	3,56,113
14	Paid up Equity Share Capital (₹ 10/- per share)	1,26,848	1,26,848	1,26,848	1,26,848	1,26,848
15	Reserves excluding Revaluation Reserves	-	-	-	-	17,98,486
16	Earnings Per Share (EPS) (in ₹)					
	(a) Basic & Diluted EPS before Extraordinary items	8.63	7.28	16.39	14.27	28.07
	(b) Basic & Diluted EPS after Extraordinary items	8.63	7.28	16.39	14.27	28.07
17	Debt Service Coverage Ratio	8.30	56.77	13.05	45.21	19.66
18	Interest Service Coverage Ratio	31.69	60.15	33.00	58.41	45.76
19	Public Shareholding					
	- No. of shares	53,05,30,391	52,95,20,783	53,05,30,391	52,95,20,783	53,01,15,515
	- Percentage of Shareholding	41.82	41.74	41.82	41.74	41.79
	(Excluding 1,756,889 GDRs representing 10,541,334 shares (0.83%) as on 30.09.2011)					
20	Promoters and Promoter Group Shareholding					
	a) Pledged / Encumbered					
	- No. of shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil
	- Percentage of Shares (as a % of the total share capital of the company)	Nil	Nil	Nil	Nil	Nil
	b) Non - encumbered					
	- No. of shares	72,74,05,675	72,74,05,675	72,74,05,675	72,74,05,675	72,74,05,675
	- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00
	- Percentage of Shares (as a % of the total share capital of the company)	57.35	57.35	57.35	57.35	57.35

Note : Definition for Coverage Ratio :

1. Debt Service Coverage Ratio (DSCR) = Earning Before Interest & Tax / (Interest Expense+ Principal Repayment)

2. Interest Service Coverage Ratio (ISCR) = Earning Before Interest & Tax / Interest Expense

Segment wise Revenue, Results and Capital Employed for the Quarter ended 30th September 2011

(₹ In Lakhs)

	PARTICULARS	For the quarter ended		For the Half Year ended		For the Year ended 31.03.2011 (Audited)
		30.09.2011	30.09.2010	30.09.2011	30.09.2010	
1	Segment Revenue (Net Sales/Income)					
	A. TRANSMISSION SERVICES					
	I) NATURAL GAS	97,999	97,932	1,91,892	1,87,623	3,78,957
	II) LPG	10,983	11,408	22,403	22,764	47,452
	B. NATURAL GAS TRADING	7,57,538	6,28,941	14,78,081	11,74,108	25,66,723
	C. PETROCHEMICALS	93,764	72,089	1,57,455	1,35,845	2,96,043
	D. LPG AND LIQUID HYDROCARBONS	98,872	73,671	1,80,255	1,51,816	2,78,602
	E. OTHERS	2,572	1,433	4,769	2,946	6,120
	Total	10,61,728	8,85,474	20,34,855	16,75,102	35,73,897
	Less : Inter- Segment Revenue	91,826	75,065	1,78,215	1,55,098	3,28,033
	Sales / Income from Operations	9,69,902	8,10,409	18,56,640	15,20,004	32,45,864
2	Segment Results (Profit before Interest and Tax)					
	A. TRANSMISSION SERVICES					
	I) NATURAL GAS	55,623	72,063	1,20,827	1,36,118	2,56,125
	II) LPG	7,222	7,868	14,119	15,203	30,759
	B. NATURAL GAS TRADING	28,659	16,021	59,970	31,806	79,494
	C. PETROCHEMICALS	40,405	27,159	64,741	55,616	1,18,825
	D. LPG AND LIQUID HYDROCARBONS	35,213	17,517	58,064	40,850	48,577
	E. OTHERS	(8,182)	(4,786)	(11,533)	(6,162)	(10,560)
	Total	1,58,940	1,35,842	3,06,188	2,73,431	5,23,220
	Less : (i) Interest	2,262	1,174	4,341	3,228	8,286
	(ii) Other Un-allocable Expenditure	11,829	6,538	19,230	14,743	35,372
	(iii) Other Un-allocable Income	(11,967)	(15,127)	(18,490)	(19,981)	(44,437)
	Total Profit before Tax	1,56,816	1,43,257	3,01,107	2,75,441	5,23,999
3	Capital Employed (Segment Assets - Segment Liabilities)					
	A. NATURAL GAS TRANSMISSION / TRADING	13,20,610	9,77,238	13,20,610	9,77,238	9,80,270
	B. LPG TRANSMISSION	81,191	83,447	81,191	83,447	85,500
	C. PETROCHEMICALS	1,54,480	1,61,680	1,54,480	1,61,680	1,65,038
	D. LPG AND LIQUID HYDROCARBONS	1,12,584	1,06,088	1,12,584	1,06,088	64,249
	E. OTHERS	(7,356)	(3,821)	(7,356)	(3,821)	(8,414)
	F. UN-ALLOCABLE	9,96,564	8,66,454	9,96,564	8,66,454	10,33,015
	Total	26,58,073	21,91,086	26,58,073	21,91,086	23,19,658

Note : Others Segment includes GAILTel, E&P, City Gas and Power Sector.

Statement of Assets & Liabilities as at 30th September 2011

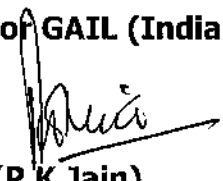
(₹ in Lakhs)

	PARTICULARS	For the Half Year ended		For the Year ended 31.03.2011 (Audited)
		30.09.2011	30.09.2010	
1	SHAREHOLDERS' FUND			
	(a) Capital	1,26,848	1,26,848	1,26,848
	(b) Reserves & Surplus	20,06,388	17,34,090	17,98,486
2	LOAN FUNDS	3,66,950	1,70,045	2,31,000
3	PROVISION FOR DEFERRED TAX (NET)	1,57,887	1,60,103	1,63,324
	TOTAL	26,58,073	21,91,086	23,19,658
1	FIXED ASSETS	20,21,155	16,04,190	18,28,274
2	INVESTMENT	3,04,761	2,32,598	2,58,252
3	CURRENT ASSETS, LOANS AND ADVANCES			
	(a) Inventories	1,16,222	85,103	85,511
	(b) Sundry Debtors	2,06,843	1,50,374	1,90,590
	(c) Cash and Bank balances	1,03,088	3,98,177	2,13,135
	(d) Other Current assets	66	720	359
	(e) Loans and Advances	6,32,977	8,09,205	6,25,024
	Less : Current Liabilities and Provisions			
	(a) Current Liabilities	(4,38,277)	(5,90,280)	(4,75,437)
	(b) Provisions	(2,88,762)	(4,99,001)	(4,06,050)
4	MISCELLANEOUS EXPENSES (NOT WRITTEN OFF OR ADJUSTED)	-	-	-
5	PROFIT AND LOSS ACCOUNT	-	-	-
	TOTAL	26,58,073	21,91,086	23,19,658

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 24th October 2011.
2. Limited Review of the Financial Results has been carried out by the Statutory Auditors of the company.
3. In terms of the decision of the Government of India to share the under recoveries on LPG, the company has provided discount of ₹ 56660 Lakhs for the quarter ended 30th September, 2011 (Previous year corresponding quarter : ₹ 34637 Lakhs) and ₹ 124852 Lakhs for the half year ended 30th September, 2011 (Previous year corresponding period : ₹ 79185 Lakhs).
4. Other expenditure for the quarter ended 30th September, 2011 includes ₹ 9389 Lakhs (Previous year corresponding quarter : ₹ 4920 Lakhs) and ₹ 14132 Lakhs for the half year ended 30th September 2011 (Previous year corresponding period : ₹ 6931 Lakhs) on account of Survey Expenses and write off of Dry well Expenditure in Exploration & Production (E&P) business segment.
5. During the quarter ended 30th September, 2011, a wholly owned subsidiary "GAIL GLOBAL (USA) INC." was incorporated in USA which acquired working interest to the extent of 20% in Eagle Ford assets (Shale assets) held by Carrizo Oil and Gas Inc. in USA.
6. There were nil investors' complaint pending at the beginning of the quarter, four complaints were received, all the complaints were resolved and no complaints were pending at the close of the quarter.
7. Previous period figures have been regrouped / rearranged, wherever required.

Place: New Delhi
Date: 24.10.2011

For GAIL (India) Limited

(P.K.Jain)
Director (Finance)