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GATI
Ahead in reach

November 14, 2011

National Stock Exchange of India Ltd.
Exchange Plaza, Bandra Kurla Complex,
Bandra(E),
Mumbai – 400 051

Dear Sir,

Sub:- Unaudited Financial Results and Limited Review Report – reg.

Please find enclosed the:

a) Statement of unaudited financial results of the company for the quarter ended September 30, 2011 and
b) Limited review report by the Statutory Auditor of the Company on the unaudited financial results of the company

for the quarter ended September 30, 2011 as per clause 41 of the listing agreement.

Kindly take the same on your record.

Thanking you,

Yours faithfully,
For GATI LIMITED

VSN Raju
Company Secretary

Encls:a/a.

GATI LIMITED

Regd. & Head Office: 1-7-293, M G Road, Secunderabad 500 003.
website: www.gati.com e-mail: investor.services@gati.com

UNAUDITED FINANCIAL RESULTS FOR QUARTER ENDED 30th SEPTEMBER, 2011

(Rs. in Lakhs)

Particulars	Quarter Ended		Year Ended
			Audited
	30.09.2011	30.09.2010	30.06.2011
Income from Operations	23,489	22,500	90,012
Other Operating Income	143	146	545
Total Income	**23,632**	**22,646**	**90,557**
Expenditure:			
- Operating Expenses	15,990	15,562	61,128
- Employees Cost	2,665	2,519	10,582
- Administrative Expenses	2,021	2,071	8,535
- Repairs & Maintenance	206	265	1,029
- Depreciation	830	535	2,161
Total	**21,712**	**20,951**	**83,435**
Profit from Operations before Other Income, Interest and Tax	**1,921**	**1,695**	**7,122**
Other Income	6	10	18
Interest (Net)	1,233	1,093	4,844
Profit before Tax	**694**	**612**	**2,295**
Tax Expense	311	237	865
Net Profit for the period / year	**383**	**375**	**1,430**
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	1,720	1,703	1,720
Reserves excluding Revaluation reserve	28,506	26,354	26,956
Earnings Per Share (EPS) a) Basic	0.45	0.44	1.68
b) Diluted	0.40	0.40	1.38
Public Shareholding - No. of shares	43,395,982	43,395,982	43,395,982
- Percentage of shareholding	50.46	50.96	50.46
Promoter & Promoter Group shareholding			
a) Pledged / Encumbered			
- No. of shares	38,274,700	34,786,700	38,049,700
- Percentage of shares (as a % of the total shareholding of Promoter & Promoter group)	89.83	83.30	89.30
- Percentage of shares (as a % of the total share capital of the company)	44.50	40.85	44.24
b) Non-encumbered			
- No. of shares	4,334,218	6,972,218	4,559,218
- Percentage of shares (as a % of the total shareholding of Promoter & Promoter group)	10.17	16.70	10.70
- Percentage of shares (as a % of the total share capital of the company)	5.04	8.19	5.30

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Particulars	Quarter Ended		Year Ended
			Audited
	30.09.2011	30.09.2010	30.06.2011
1. Segment Revenue (Net Sale / Income from each Segment)			
a) Express Distribution & Supply Chain	22,692	19,667	80,883
b) Coast to Coast (Shipping)	801	2,846	9,197
Less: Inter Segment Revenue	3	12	68
Net Sales / Income from Operations	**23,489**	**22,500**	**90,012**
2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)			
a) Express Distribution & Supply Chain	3,098	2,131	9,616
b) Coast to Coast (Shipping)	(561)	110	8
Total	**2,536**	**2,241**	**9,624**
Less: i) Interest (net of Income)	(1,233)	(1,093)	(4,844)
ii) Other unallocable expenditure net off	(610)	(536)	(2,484)
Total Profit before tax	**694**	**612**	**2,295**
3. Capital Employed (Segment Assets - Segment Liabilities)			
a) Express Distribution & Supply Chain	2,682	5,742	2,677
b) Coast to Coast (Shipping)	21,979	17,545	21,726
d) Unallocated Corporate Assets	10,243	9,036	9,786
Total	**34,904**	**32,323**	**34,189**

Notes:

1. The Company is making arrangements to redeem the outstanding FCCBs of US $ 15 mn and premium thereof on or before the due date (December 6, 2011).

2. In terms of amendments notified on 31st March, 2009 and on 11th May 2011 to Accounting Standard 11, "The Effects of changes in Foreign Exchange Rates" the exchange loss of Rs.858.05 Lakhs on restatement of foreign currency borrowings relating to acquisition of depreciable assets has been capitalized to be depreciated over the balance life of the assets. In case of other assets there is an exchange loss of Rs.498.89 lakhs out of which Rs.249.45 lakhs has been charged as depreciation during the quarter and balance of Rs.249.44 lakhs would be charged off in the following quarter ended 31st December 2011. As a result depreciation charge for the quarter is higher by Rs.250.38 lakhs.

3 The Company has initiated Arbitration Proceeding with the National Aviation Company of India Limited ("NACIL") in respect of certain disputes that had arisen between the Company and NACIL arising out of the Wet Lease Agreement, the Company had entered into with NACIL in the year 2007 wherein NACIL had invoked the Bank guarantee of Rs. 30.00 crores. The Company had objected to the wrongful invocation of the Bank guarantee and raised claims on NACIL in respect of the continuous breaches committed by it during the tenure of the Wet Lease Agreement. NACIL had in turn raised certain counter claims on the Company in the proceedings. The disputes are pending before the Arbitral Tribunal. No orders have been passed against the Company nor have any claims been adjudicated in the matter as on date. In the opinion of the Company's Attorneys, no provision is considered necessary at this stage. The Auditors in their report have stated their inability to express an opinion in the matter.

4 28,15,860 Options under Employee Stock Options Scheme were outstanding as on September 30, 2011.

5. The Company is in the process of hiving off the shipping division into a Wholly owned subsidiary Company.

6. Tax expense for the current year represents Income Tax, Tonnage Tax and Deferred Tax.

7. The previous year figures have been regrouped / rearranged wherever necessary to make them comparable.

8. The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on 14th November, 2011.

9. Three complaints received from investors during the quarter ended September 30, 2011 have been resolved. There were no complaints outstanding at the beginning or at the end of the quarter.

For **GATI LIMITED**

Place : Secunderabad
Date : 14th November 2011

Mahendra Agarwal
Managing Director & CEO

R.S. Agarwala & Co.
Chartered Accountants

28, Black Burn Lane
Kolkata - 700 012
Ph.: +91 33 22370741
+91 33 22377682

LIMITED REVIEW REPORT

We have reviewed the accompanying statement of unaudited financial results of **GATI Limited** for the quarter ended on 30th September, 2011 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) 2400, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance 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 provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards referred to in Section 211(3C) of the Companies Act,1956 and other recognised accounting practices and policies 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 except that, we are unable to express an opinion in the matter of claim by National Aviation Company of India Ltd. referred to in note 3.

For R.S. Agarwala & Co.
Chartered Accountants
Firm's Regn. No. : 304045E

R.S. Agarwala
(Partner)
Membership No. F-5534

Camp: Secunderabad
Date : November 14, 2011