



गेल (इंडिया) लिमिटेड

(भारत सरकार का उपक्रम-
एक नवरातन कम्पनी)

GAIL (India) Limited

(A Government of India Undertaking-
A Navratna Company)

ND/GAIL/SECTT/2012

March 1, 2012

Listing Department
Bombay Stock Exchange Limited
Floor 1, P.J.Towers, Dalal Street,
Mumbai – 400 001

Dear Sir,

Please find enclosed a copy of Press Releases regarding “**GAIL releases first sustainability report: Value beyond Business for 2010-11 - 7,948 tCO₂e of Green House Gas (GHG) emission reduced - LPG pipeline also helps reduction in Green House Gas (GHG) emissions**”.

The above is for your information and record please.

Thanking you,

Yours faithfully,

(N.K. Nagpal)
Company Secretary

Encl.: As above

Copy to:

1. 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
2. Deutsche Bank
Kodak House, 1st Floor,
222 Dr. D N Road,
Mumbai - 400001

GAIL (India) Limited

GAIL releases first sustainability report: Value beyond Business for 2010-11.

7,948 tCO₂e of Green House Gas (GHG) emission reduced

LPG pipeline also helps reduction in Green House Gas (GHG) emissions.

New Delhi, 29th February, 2012. Mr. G C Chaturvedi, Secretary, Petroleum and Natural Gas, Government of India today has released the first Sustainability Report of GAIL (India) Limited in presence of Mr. B C Tripathi, Chairman and Managing Director, GAIL. This report proposes a roadmap for GAIL (India) Limited for improving three key aspects of sustainability - "People" (human capital and local communities), "Planet" (natural capital), "Profit" (the economic value) in business processes and operational endeavours to make a positive impact upon economic growth, ecological balance and social progress. During the occasion, Mr. Sudhir Bhargava, Additional Secretary, Petroleum and Natural Gas, along with senior officials of the Ministry and GAIL including Mr. R D Goyal, Director (Projects), Mr. S L Raina, Director (Human Resources), Mr. Prabhat Singh, Director (Marketing), Mr. S Venkatraman, Director (Business Development), Mr. P K Jain, Director (Finance) were present.

Concurrently, the BSE-Greenex Index, launched on 22 February 2012 included GAIL as the only company from Oil and Gas sector in this index, setting a new benchmark. The index comprises the top 20 companies which are largest and most efficient on Carbon Emission front.)

GAIL's core business is in the transmission, processing and trading of Natural Gas which is an inherently cleaner fuel. With the commencement of GAIL's operations and growth over the years, GAIL has significantly contributed towards reducing flaring of gas from exploration and production activities. From 3,445 million cubic meter of gas flaring in India at the time of commissioning of HVJ pipeline in 1987-88, gas flaring in India has reduced to 993 million cubic meter in year 2010-11. GAIL has contributed by laying of exclusive pipelines for LPG transmission in various parts of the country to replace the mode of transportation through 'road, which is required to

deliver LPG from production facilities to various customers. The shifting of LPG transport from road to pipeline during 2010-11 has led to reduction of GHG emissions by 9,656 tCO₂e. India is the fourth largest energy consumer in the world, with gas constituting around 11 per cent of India's primary energy consumption. Out of 162.11 MMSCMD gas marketed in the country in year 2010-11, GAIL marketed around 83.23 MMSCMD of gas, accounting for 5.6 per cent of the primary energy consumption.

Speaking on the occasion, Mr. G C Chaturvedi, Secretary, Petroleum and Natural Gas said, "Gas Pipeline infrastructure development is critical for promoting a cleaner and sustainable economic development in India. GAIL's vast gas pipeline network of more than 9,000 Kms and its implementation of on-going new pipeline projects will yield a pan-India network of about 14,500 kms thus contributing significantly to the distribution infrastructure."

Mr. B C Tripathi, CMD GAIL said "as a clean energy Company that promotes usage of natural gas, GAIL is able to contribute in a humble way to the cause of sustainability and achievement of commercial goals by the Company has always been in harmony with the people and planet"

GAIL is committed for the sustainable development of all its business activities. GAIL's first sustainability report gives an appropriate representation of the sustainable development initiatives undertaken in the company. The report captures identifying the material aspects for the company, collecting performance. The information provided is in adherence to the principles of GRI G3 guidelines and Oil and Gas Industry Guidance on Voluntary Sustainability Reporting (2005) from International Petroleum Industry Environmental Conservation Association (IPIECA) and the American Petroleum Institute (API).

The sustainability report 2010-11, is prepared in accordance with the Global Reporting Initiative's G3.1 guidelines (GRI) on sustainability reporting and externally assured by Emergent Ventures India Private Ltd. against Accountability's AA1000 Assurance Standard 2008 (AA1000AS 2008). The report also refers to the International Petroleum Industry Environmental Conservation Association (IPIECA) and the American Petroleum Institute's (API) Oil and Gas Industry Guidance on Voluntary Sustainability Reporting (2005).