



**एनएचपीसी लिमिटेड**

(भारत सरकार का उद्यम)

आई एस ओ-९००१ और १४००१ प्रमाणित कम्पनी

**NHPC Limited**

(A Government of India Enterprise)

ISO-9001 & 14001 Certified Company

संदर्भ सं./Ref. No. \_\_\_\_\_

दिनांक/DATE \_\_\_\_\_

NH/CS/199 (NSE)

10<sup>th</sup> August 2011

**M/s National Stock Exchange of India Limited,**  
Exchange Plaza,  
Bandra Kurla Complex,  
Bandra East,  
Mumbai – 400 051

**Sub: Consideration of quarterly results of NHPC Limited**  
**Ref: Scrip code NHPC12 to NHPC18 and NHPCEQ**

Sirs,

This has reference to our letter number NH/CS/199 (NSE)/3014 dated 15<sup>th</sup> July 2011 on the subject cited above. It is to inform that the Board of Directors of NHPC Limited has considered and approved the results of NHPC Limited for the quarter ended 30<sup>th</sup> June 2011. A copy of the approved results is enclosed herewith for uploading on your website.

Thanking you.

Yours faithfully,

  
(Vijay Gupta)  
Company Secretary 10/08/2011

---

पंजीकृत कार्यालय : एनएचपीसी कार्यालय परिसर, सैक्टर-33, फरीदाबाद - 121003 (हरियाणा)  
Regd. Office : NHPC OFFICE COMPLEX, SECTOR-33, FARIDABAD-121003(HARYANA)  
केबल/CABLE : "HYDROCORP" टैलेक्स/TELEX : 343-311 NHPC IN फैक्स/FAX : 2277941

**NHPC Limited**  
(Formerly known as National Hydroelectric Power Corporation Limited)  
(A Government of India Enterprise)  
SECTOR-33, FARIDABAD, HARYANA-121003

**UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2011**

(₹ in Lacs)

| Sl. | Particulars                                                                                 | Quarter ended<br>30.06.2011<br>(Un-audited) | Quarter ended<br>30.06.2010<br>(Un-audited) | Year ended<br>31.03.2011<br>(Audited) |
|-----|---------------------------------------------------------------------------------------------|---------------------------------------------|---------------------------------------------|---------------------------------------|
| 1.  | (a) Net Sales*                                                                              | 143,141                                     | 101,971                                     | 404,859                               |
|     | (b) Other Operating Income                                                                  | 12,913                                      | 3,724                                       | 20,258                                |
|     | <b>Income from Operations (a+b)</b>                                                         | <b>156,054</b>                              | <b>105,695</b>                              | <b>424,917</b>                        |
| 2.  | <b>Expenditure:-</b>                                                                        |                                             |                                             |                                       |
|     | (a) Employees cost                                                                          | 20,580                                      | 12,088                                      | 69,962                                |
|     | (b) Depreciation                                                                            | 22,578                                      | 25,473                                      | 91,674                                |
|     | (c) Other expenditure                                                                       | 31,648                                      | 9,457                                       | 71,954                                |
|     | (d) Prior Period Adjustments (Net)                                                          | (799)                                       | (14)                                        | (65,638)                              |
|     | <b>Total (a+b+c+d)</b>                                                                      | <b>74,007</b>                               | <b>47,004</b>                               | <b>167,952</b>                        |
| 3.  | <b>Profit from Operations before Other Income, Finance Cost and Exceptional Items (1-2)</b> | <b>82,047</b>                               | <b>58,691</b>                               | <b>256,965</b>                        |
| 4.  | Other Income                                                                                | 23,785                                      | 17,607                                      | 68,294                                |
| 5.  | <b>Profit before Finance Cost &amp; Exceptional Items (3+4)</b>                             | <b>105,832</b>                              | <b>76,298</b>                               | <b>325,259</b>                        |
| 6.  | Finance Cost                                                                                | 8,649                                       | 9,356                                       | 37,416                                |
| 7.  | <b>Profit after Finance Cost but before Exceptional Items (5-6)</b>                         | <b>97,183</b>                               | <b>66,942</b>                               | <b>287,843</b>                        |
| 8.  | Exceptional items                                                                           | -                                           | -                                           | -                                     |
| 9.  | <b>Profit(+)/Loss(-) from Ordinary Activities before Tax (7+8)</b>                          | <b>97,183</b>                               | <b>66,942</b>                               | <b>287,843</b>                        |
| 10. | Tax expense                                                                                 | 18,078                                      | 13,200                                      | 71,176                                |
| 11. | <b>Net Profit(+)/Loss(-) from Ordinary Activities after Tax (9-10)</b>                      | <b>79,105</b>                               | <b>53,742</b>                               | <b>216,667</b>                        |
| 12. | Extraordinary items (net of tax expense)                                                    | -                                           | -                                           | -                                     |
| 13. | <b>Net Profit(+)/Loss(-) for the period (11-12)</b>                                         | <b>79,105</b>                               | <b>53,742</b>                               | <b>216,667</b>                        |
| 14. | Paid-up Equity Share Capital (Face Value ₹10/- each)                                        | 1,230,074                                   | 1,230,074                                   | 1,230,074                             |
| 15. | Paid-up Debt Capital                                                                        | 1,498,503                                   | 1,415,485                                   | 1,456,926                             |
| 16. | Reserves excluding Revaluation Reserves as per Balance Sheet                                | -                                           | -                                           | 1,228,315                             |
| 17. | Debt Redemption Reserve                                                                     | 29,975                                      | 21,400                                      | 29,975                                |
| 18. | <b>Earning Per Share (EPS in ₹):-</b>                                                       |                                             |                                             |                                       |
|     | (a) Basic & Diluted EPS before Extraordinary items (not annualised)                         | 0.64                                        | 0.44                                        | 1.76                                  |
|     | (b) Basic & Diluted EPS after Extraordinary items (not annualised)                          | 0.64                                        | 0.44                                        | 1.76                                  |
| 19. | Debt-Equity Ratio                                                                           | 0.59                                        | 0.59                                        | 0.59                                  |
| 20. | Debt Service Coverage Ratio (DSCR)                                                          | 5.11                                        | 3.30                                        | 3.01                                  |
| 21. | Interest Service Coverage Ratio (ISCR)                                                      | 16.59                                       | 11.93                                       | 12.37                                 |
| 22. | Public shareholding                                                                         |                                             |                                             |                                       |
|     | - Number of shares                                                                          | 1,677,374,015                               | 1,677,374,015                               | 1,677,374,015                         |
|     | - Percentage of shareholding                                                                | 13.64%                                      | 13.64%                                      | 13.64%                                |
| 23. | Promoters and Promoter Group Shareholding                                                   |                                             |                                             |                                       |
|     | a) Pledged / Encumbered                                                                     |                                             |                                             |                                       |
|     | - Number of shares                                                                          | -                                           | -                                           | -                                     |
|     | -Percentage of shares (as a % of the total shareholding of promoter and promoter group)     | -                                           | -                                           | -                                     |
|     | -Percentage of shares (as a % of the total share capital of the company)                    | -                                           | -                                           | -                                     |
|     | b) Non-encumbered                                                                           |                                             |                                             |                                       |
|     | - Number of shares                                                                          | 10,623,368,758                              | 10,623,368,758                              | 10,623,368,758                        |
|     | -Percentage of shares (as a % of the total shareholding of promoter and promoter group)     | 100%                                        | 100%                                        | 100%                                  |
|     | -Percentage of shares (as a % of the total share capital of the company)                    | 86.36%                                      | 86.36%                                      | 86.36%                                |

\* Net Sales = Gross Sales minus Advance against Depreciation

- Electricity generation is the principal business activity of the Corporation. Other operations viz., Contract, Project Management and Consultancy Works do not form a reportable segment as per Accounting Standard - 17 on Segment Reporting issued by the Institute of Chartered Accountants of India. The operations of the Company are mainly carried out within the Country and therefore, Geographical Segments are not applicable.
- The revenue of the Company is subject to seasonal variations. The results for the current quarter are however comparable with corresponding previous quarter.
- Sales in respect of 9 out of 12 power stations have been recognized as per tariff notified by Central Electricity Regulatory Commission (CERC). For remaining 3 power stations namely Teesta-V, Rangit and Chamera-II, in respect of which tariff is yet to be notified by CERC, sales have been provisionally recognized based on tariff claimed in the petitions for the period 2009-14 and also taking into consideration the principle of conservatism as the petitions filed with CERC are subject to prudence check.  
However, for the purpose of recognising sales for the current quarter, Return on Equity (ROE) [a component of tariff] has been grossed-up using the applicable Minimum Alternate Tax (MAT) rate of 2011-12, pending review at year end.
- Sales include ₹27,534 lacs (corresponding previous quarter ₹274 lacs) towards earlier year sales arising out of finalisation of tariff in respect of 9 power stations.
- Other Income includes ₹6,886 lacs (corresponding previous quarter ₹2,664 lacs) towards profit on transfer of project.
- Other Expenditure during current quarter includes provision of ₹20,210 lacs made as an abundant precaution towards water cess payable in respect of power stations situated in the State of J&K, which has been challenged by the Company in the Hon'ble High Court of Jammu. Petition for recovery of the same from beneficiaries has also been filed with CERC. Pending disposal of the petition, corresponding revenue has not been recognised following the principle of prudence.

7. Out of Proceeds of ₹402,570 lacs from Initial Public Offering (IPO), a sum of ₹165,088 lacs has been utilised upto 30th June 2011 for recoupment of capital expenditure already incurred from internal accruals on the projects specified for utilisation, ₹3,871 lacs recouped for meeting IPO expenditure and balance of ₹233,611 lacs is kept in bank account under Fixed Deposit/Corporate Liquidity Term Deposit (CLTD).
8. There were no qualifications of Auditors on the Annual Accounts for the financial year 2010-11. Similarly, there are no qualifications of Auditors on the Accounts for the quarter ended 30th June 2011.
9. Information on Investors Complaints pursuant to Clause 41 of Listing Agreements for the quarter ended 30th June, 2011:-

|                   | Opening Balance | Additions | Disposals | Closing balance |
|-------------------|-----------------|-----------|-----------|-----------------|
| No. of Complaints | 2               | 495       | 495       | 2               |

10. Formula used for computation:-
  - "Debt Service Coverage Ratio (DSCR) = [Profit before Interest, Depreciation and Tax/(Principal repayment, excluding payment under put option+Interest)]"
  - "Interest Service Coverage Ratio (ISCR) = [Profit before Interest, Depreciation and Tax/Interest]"
 Interest has been considered net off transferred to expenditure during construction and the principal repayment pertains to loan taken for operational projects.
11. The above results have been reviewed by the Auditors as required under Clause 41 of the Listing Agreements.
12. The above results have been reviewed by Audit Committee of the Board of Directors in their meeting held on 10.08.2011 and approved by the Board of Directors of the Company in their meeting held on 10.08.2011.
13. Figures for the previous periods have been re-grouped/re-arranged/re-cast wherever necessary.

For and on behalf of the Board of Directors of  
NHPC Limited

  
(A. B. L. SRIVASTAVA)  
CHAIRMAN & MANAGING DIRECTOR  
DIN - 01601682

Place : New Delhi  
Date : 10.08.2011

# **S B G & CO.**

*Chartered Accountants*

## **Board of Directors, NHPC Limited**

We have reviewed the accompanying Statement of Un-audited Financial Results of NHPC Limited for the quarter ended 30<sup>th</sup> June 2011. Preparation of this statement is the responsibility of the company's management & has been approved by the Board of Directors. Our responsibility is to issue a report on this statement based on our review.

We conducted our review in accordance with the Statement 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 of this statement consists primarily of applying analytical procedures for financial data and enquiring the persons responsible for financial & accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. We have not performed an audit and, accordingly, we do not express an audit opinion.

In Annual Accounts of financial year ended 31<sup>st</sup> March 2011, we have, without qualifying our opinion, drawn attention to (a) Para No. 5 (Note 35 of Accounts) regarding accounting of sales on provisional basis pending determination of tariff by Central Regulatory Electricity Commission (CERC), (b) Para No. 7 (Note 35 of Accounts) regarding capitalization of Corporate Office Expenses, Regional Office Expenses, Survey & Investigation and administration & other general overhead expenses of construction projects, and (c) Para No. 11 (Note 35 to Accounts) regarding having referred the issue of capitalization of expenditure incurred for creation of assets (enabling assets) not within the control of the company, to Expert Advisory Committee of the Institute of Chartered Accountants of India.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of Un-audited Financial Results do not give a true and fair view (or 'are not presented fairly, in all material respects') in accordance with Accounting Standards issued by the Institute of Chartered Accountants of India and 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 SBG & Co.,  
Chartered Accountants  
FR No. - 001818 N

(Suresh Kumar)  
Partner  
M. No. - 072921



Place: New Delhi

Date : 10.08.2011

S B G & CO.  
E-27, Kamla Nagar, Delhi-110 007  
Ph. : +91-11-23845425, 23843883  
Fax : +91-11-23846237  
Email : sbgdelhi@gmail.com