

SEC:12223

14 September, 2016

Manager (Listing)
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G-Block
Bandra-Kurla Complex
Bandra (East)
Mumbai - 400 051

Dear Sir,

Further to our letter dated 2 September 2016, we enclose for your record a copy of the Unaudited Financial Results of the Company for the quarter ended 30 June 2016, which have been taken on record by the Board of Directors of the Company at its meeting held today. We also submit herewith a copy of the Auditors' Limited Review Report relating thereto.

We enclose a copy of the extract of the aforesaid Unaudited Financial Results being sent for publication in the newspapers.

Yours faithfully,



Company Secretary

Encl:



CIN : L31901WB1978PLC031411
Registered Office: CESC House, Chowringhee Square, Kolkata 700 001
Email ID: cesclimited@rp-sg.in; Website: www.cesc.co.in
Tel: (033) 6499 0049; Fax: (033) 22124262

Statement of Unaudited Standalone Financial Results for the Quarter ended 30 June 2016

Rs. Crore

Particulars	Three months ended 30.06.2016 (Unaudited)	Three months ended 30.06.2015 (Not subjected to review/audit)
	(1)	(2)
Income from operations		
(a) Net Sales	1888	1689
(b) Other Operating Income	24	24
Total Income from operations	1912	1713
Expenses		
(a) Cost of fuel	442	424
(b) Employee benefits expense	193	178
(c) Depreciation and amortisation expense	96	91
(d) Other expenses	866	703
Total expenses	1597	1396
Profit from Operations before Other Income and Finance Costs	315	317
Other Income	26	28
Profit before Finance Costs	341	345
Finance Costs	(115)	(121)
Profit before tax	226	224
Tax Expenses :-		
Current Tax	52	51
Deferred Tax	38	44
Less : Recoverable	(38)	(44)
Net Profit after Tax	174	173
Other Comprehensive Income (net of income tax)		
- not to be reclassified to profit or loss	(8)	(10)
Total Comprehensive Income	166	163
Paid-up Equity Share Capital (Shares of Rs. 10 each)	133	133
Earnings Per Share (EPS) (Rs.) (Face value of Rs. 10/- each) Basic & Diluted (*not annualised)	13.11 *	13.02 *

Notes to financial results :

- 1 In the above standalone financial results of the Company, net sales have been arrived at based on the relevant orders of the West Bengal Electricity Regulatory Commission taking into consideration the adjustments relating to advance against depreciation, arrear revenue, cost of fuel and purchase of power and those having bearing on revenue account, as appropriate, based on the Company's understanding of the applicable available regulatory provisions and available orders of the competent authorities ; which may, however, necessitate further adjustments upon receipt of subsequent orders/directions in this regard.
- 2 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 1, 2016 ,the Company has for the first time adopted Ind AS with a transition date of April 1, 2015. The comparative figures for the quarter ended 30th June, 2015 have been restated by the Management as per Ind AS and such restatement have not been subjected to review/audit. However, the Company's management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 3 The format for an un-audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with requirements of SEBI's circular dated July 5, 2016 , Ind AS and Schedule III (Division II) to the Companies Act, 2013 applicable to companies that are required to comply with Ind AS.
- 4 The statement does not include Ind AS compliant results for the preceding quarter and previous year ended March 31, 2016 as the same are not mandatory as per SEBI's Circular dated July 5, 2016.
- 5 No material impairment is envisaged in the Company's investments in subsidiaries and share application money placed therein, as at 30th June, 2016.



- 6 The reconciliation of net profit for June 2015 quarter reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS (not reviewed/audited) is given below:

Rs. Crore

Description	Three months ended 30.06.2015
Net Profit after tax as per previous GAAP	152
i Contribution from customers for distribution network	9
ii Actuarial loss on employee defined benefit recognised in other comprehensive income (net of income tax)	10
iii Others (including net impact of fair value measurement of financial instruments)	2
Net profit after tax as per Ind As	173
Add : Other comprehensive income (net of income tax)	(10)
Total Comprehensive Income as per Ind AS	163

- 7 (i) Cost of electrical energy purchased for the periods mentioned in columns (1) and (2) amount to Rs.684 crore and Rs.502 crore respectively. Other expenses contained in columns (1) and (2) include interest on security deposit of Rs.25 crore and Rs.25 crore for the respective periods and the said electrical energy cost.
- (ii) Cost of Fuel contained in columns (1) and (2) above include loss/(gain) of (Rs.0.08 crore) and Rs.0.04 crore due to exchange fluctuations for the respective periods.
- 8 Additional levy amounting to Rs 998 crore paid to the account of the Central Government, in terms of the provisions of the Coal Mines (Special Provisions) Ordinance, 2014, read with the Coal Mines (Special Provisions) Rules, 2014 framed thereunder, Coal Mines (Special Provisions) Second Ordinance, 2014 and Coal Mines (Special Provisions) Act, 2015, relating to the output of Sarisatolli Coal block for meeting part of the Company's coal requirement since inception to 31st March, 2015, has been considered as recoverable (accounted for in the year ended 31st March 2015 as exceptional item and partly fuel cost) by way of tariff in terms of the applicable laws / regulations, for which appropriate reference has been made to West Bengal Electricity Regulatory Commission, and being pursued by the management, the nature of payment being in the form of levy and given the facts and circumstances of the incidence thereof.
- 9 Part A of Schedule II to the Companies Act, 2013 (the 'Act'), inter alia, provides that depreciable amount of an asset is the cost of an asset or other amount substituted for cost. Part B of the said Schedule deals with the useful life or residual value of an asset as notified for accounting purpose by a Regulatory Authority constituted under an act of Parliament or by the Central Government for calculating depreciation to be provided for such asset irrespective of the requirement of Schedule II. In terms of applicable Regulations under the Electricity Act, 2003, depreciation on tangible assets other than freehold land is provided on straight line method on a pro-rata basis at the rates specified therein, the basis of which be considered by the West Bengal Electricity Regulatory Commission (Commission) In determining the Company's tariff for the year, which is also required to be used for accounting purpose as specified in the said Regulations, The Company has considered the implication of withdrawal of the Guidance Note on Treatment of Reserves arising on revaluation of assets, by the Institute of Chartered Accountants of India, from 14 October, 2015 and announced on 21 October, 2015 in its financial results and based on legal opinions and independent accounting opinions obtained, continues with the consistently followed practice of recouping from the Revaluation Reserve the additional charge of depreciation relating to the increase in value arising from revaluation, which for the quarter ended 30th June 2016 amounts to Rs. 23 crore (previous period Rs. 27 crore)
- 10 The Company is engaged in generation and distribution of electricity and does not operate in any other reportable segment.
- 11 The Statutory Auditors of the Company has carried out a limited review of the unaudited financial results for the three months ended 30 June 2016 in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.


By Order of the Board
Aniruddha Basu
Managing Director

Dated : September 14 , 2016



Lovelock & Lewes

Chartered Accountants

The Board of Directors
CESC Limited
Chowringhee Square
Kolkata - 700001

1. We have reviewed the unaudited financial results of CESC Limited (the "Company") for the quarter ended June 30, 2016 which are included in the accompanying "Statement of Unaudited Standalone Financial Results for the Quarter ended 30th June 2016" together with the notes to financial results thereon (the "Statement"). The Statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the Company's opening unaudited Balance Sheet as at April 1, 2015 prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies. Our responsibility is to issue a report on the Statement based on our review.
2. 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 assurance as to whether the Statement is free of material misstatement.
3. 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement has not been prepared in all material respects in accordance with Ind AS and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to the following matters:
 - a. Note 2 to the Statement which states that the Company has adopted Ind AS for the financial year commencing from April 1, 2016, and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.
 - b. We were neither engaged to review, nor have we reviewed the comparative figures including the reconciliation to the Total Comprehensive Income for the quarter ended on June 30, 2015 and accordingly, we do not express any conclusion on the results in the Statement for the quarter ended June 30, 2015. As set out in note 2 to the Statement, these figures have been furnished by the Management.



Lovelock & Lewes, Plot No. Y 14, Block EP, Sector V, Salt Lake Electronic Complex, Bidhan Nagar,
Kolkata - 700 091

T: +91 (33) 2357 9260, +91 (33) 2357 7600, F: +91 (33) 2357 7496

Lovelock & Lewes

Chartered Accountants

- c. Note No. 8 of the Unaudited Financial Results for the quarter ended 30th June, 2016, relating to additional levy of Rs. 998 crore paid pursuant to Coal Mine Special Provision Act, 2015 read with related Rules/Ordinance, etc. and recognised as recoverable through tariff (accounted for in the year ended March 31, 2015 as exceptional item and fuel cost) for reasons stated in the referred note.

Our conclusion is not qualified in respect of these matters.

Kolkata
September 14, 2016

For Lovelock & Lewes
Firm Registration Number: 301056E
Chartered Accountants



Sougata Mukherjee
Partner
Membership Number 057084



Registered Office: CESC House, Chowringhee Square, Kolkata 700 001

CIN : L31901WB1978PLC031411

E-mail ID: cesclimited@rp-sg.in; Website: www.cesc.co.in

Tel: (033) 6499 0049; Fax: (033) 2212 4262

Extract of Unaudited Standalone Financial Results for the Quarter ended 30 June 2016

(Rs. crore)

Particulars	Quarter ending 30.06.2016	Quarter ending 30.06.2015
Total Income from operations	1912	1713
Net Profit for the period (before tax and exceptional items)	226	224
Net Profit for the period before tax (after exceptional items)	226	224
Net Profit for the period after Tax (after exceptional items)	174	173
Total comprehensive income for the period	166	163
Paid-up Equity Share Capital (Shares of Rs. 10 each)	133	133
Earnings Per Share (EPS) (Rs.) (Face value of Rs.10 each) Basic & Diluted (*not annualised)	13.11 *	13.02 *

The above is an extract of the detailed format of standalone Financial Results for the quarter ended on 30 June 2016 filed with stock exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of standalone Financial Results for the quarter ended on 30 June 2016 are available on stock exchange websites (www.nseindia.com, www.bseindia.com and www.cse-india.com) and on the company's website (www.cesc.co.in)

Dated : September 14 , 2016

By Order of the Board
Aniruddha Basu
Managing Director