

पावर ग्रिड कारपोरेशन ऑफ इंडिया लिमिटेड
(भारत सरकार का उद्यम)
POWER GRID CORPORATION OF INDIA LIMITED
(A Government of India Enterprise)



केन्द्रीय कार्यालय : "सौदामिनी" प्लॉट सं. 2, सेक्टर-29, गुरुगँव-122 001, हरियाणा
फोन : 0124-2571700-719, फैक्स : 0124-2571760, 0124-2571761 तार 'नेटग्रिड'
Corporate Office : "Saudamini" Plot No. 2, Sector-29, Gurgaon-122 001, Haryana
Tel. : 0124-2571700-719, Fax : 0124-2571760, 0124-2571761 Gram : 'NATGRID'

संदर्भ संख्या / Ref. No.

C/COS/Listing/NSE/

Dt: 31.10.2012

The GM (Listing)
National Stock Exchange of India Ltd.,
Exchange Plaza,
Plot No.C/1, G Block,
Bandra Kurla Complex,
Bandra (East),
Mumbai

Ref: Symbol: POWERGRID; Series: EQ;
ISIN: INE752E01010

Dear Sir,

Sub: **Unaudited Financial Results for the quarter and half year ended
30th September, 2012.**

In pursuance of clause 41 of the Listing Agreement, a copy of Unaudited Financial Results for the quarter and half year ended 30th September, 2012 is submitted please.

Thanking You,

Yours faithfully,


(Divya Tandon)
Company Secretary &
Compliance Officer

पंजीकृत कार्यालय : बी-8, कृतव इंस्टीट्यूशनल एरिया, कटवारिया सराय, नई दिल्ली-110016 दूरभाष : 011-26560121 फैक्स : 011-26560039 तार 'नेटग्रिड'
Registered Office : B-8, Kurta Institutional Area, Katwaria Sarai, New Delhi-110016 Tel. : 011-26560121 Fax : 011-26560039 Gram : 'NATGRID'

स्वहित एवं राष्ट्रहित में ऊर्जा बचाएं
Save Energy for Benefit of Self and Nation

S. K. Mehta & Co.
Chartered Accountants
2682/2, Beadon Pura,
Karol Bagh
New Delhi – 110005.

Chatterjee & Co.
Chartered Accountants
153, Rash Behari Avenue,
3rd Floor,
Kolkata – 700029.

Sagar & Associates
Chartered Accountants
H.No. 6 / 3 / 244 / 5,
Sarada Devi Street, Prem Nagar,
Hyderabad – 500004.

LIMITED REVIEW REPORT

Board of Directors
Power Grid Corporation of India Limited
B-9, Qutab Institutional Area
Katwaria Sarai, New Delhi – 11 00 16

We have reviewed the accompanying statement of unaudited standalone financial results of Power Grid Corporation of India Limited for the quarter and half year ended 30th September, 2012 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 have 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 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 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 read with notes thereon, prepared in accordance with applicable accounting standards and other recognized accounting practices and policies thereon 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 S. K. Mehta & Co.
Chartered Accountants
Firm Regn. No. 000478 N

For Chatterjee & Co.
Chartered Accountants
Firm Regn. No. 302114 E

For Sagar & Associates
Chartered Accountants
Firm Regn. No. 003510 S

(Jyoti Bagga)
Partner

Membership No. 87002

Place : Gurgaon
Date : 31.10.2012



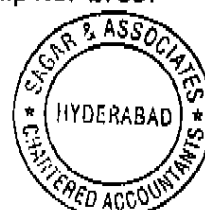
(R. N. Basu)
Partner

Membership No. 50430



(V. Vidyasagar Babu)
Partner

Membership No. 27357



POWER GRID CORPORATION OF INDIA LTD. (A Govt. of India Enterprise)
B-9 QUTAB INSTITUTIONAL AREA, KATWARIA SARAI, NEW DELHI-110016.

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2012

(₹ In lakhs)

Part - I							
PARTICULARS	Quarter ended on			Half Year ended on		Year ended on	
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012	
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)	
1. Income from Operations							
a) Transmission Income	296006	277361	214475	573367	424577	954419	
b) Consultancy Income	6750	6039	6955	12789	12561	28995	
c) Telecom Income	5821	5425	5005	11246	9546	20119	
Total Income from operations	308577	288825	226435	597402	446684	1003533	
2. Expenses							
a) Employee benefit expenses	21676	22365	19220	44041	40316	84297	
b) Depreciation and amortisation expenses	82515	75651	59663	158166	117566	257254	
c) Transmission, Administration and Other expenses	19975	19996	20228	39971	37389	80998	
Total Expenses	124166	118012	99111	242178	195271	422549	
3. Profit from Operations before other income, finance costs, prior period adjustments and exceptional items (1-2)	184411	170813	127324	355224	251413	580984	
4. Other Income	15698	9202	19420	24900	33319	74968	
5. Profit from ordinary activities before finance costs, prior period adjustments and exceptional items (3+4)	200109	180015	146744	380124	284732	655952	
6. Finance costs							
a) Interest & Other Charges	63431	61013	45933	124444	87837	185883	
b) Foreign Exchange Rate Variation (including adjustment to Borrowing Cost and net of amount recoverable from beneficiaries) : Loss/(Gain)	(10476)	3600	6834	(6876)	6409	8443	
Total finance costs	52955	64613	52767	117568	94246	194326	
7. Profit from ordinary activities after finance costs but before prior period adjustments and exceptional items (5-6)	147154	115402	93977	262556	190486	461626	
8. Prior Period Adjustments : Expenses / (Income)	(1400)	35	(211)	(1365)	(86)	1866	
9. Exceptional Items	-	-	-	-	-	-	
10. Profit from ordinary activities before Tax(7-8-9)	148554	115367	94188	263921	190572	459760	
11. Tax Expenses							
a) Current Tax (Minimum Alternate Tax)	27418	22070	17830	49488	36425	88851	
b) Deferred Tax	8547	6286	5484	14833	12744	45414	
Total Tax Expenses	35965	28356	23314	64321	49169	134265	
12. Net Profit from ordinary activities after tax (10-11)	112589	87011	70874	199600	141403	325495	
13. Extraordinary Items (net of tax expenses)	-	-	-	-	-	-	
14. Net Profit for the period (12-13)	112589	87011	70874	199600	141403	325495	
15. Paid up Equity Share Capital (Face Value - ₹10/- per share)	462973	462973	462973	462973	462973	462973	
16. Paid up Debt Capital				5815813	4535794	5175191	
17. Reserves excluding Revaluation Reserve as per balance sheet						1885805	
18. Bonds Redemption Reserve				358712	284833	322403	
19. Earnings per share (before extraordinary items)(not annualised) (₹/Share of ₹10 each calculated on Profit after Tax)							
(a) Basic	2.43	1.88	1.53	4.31	3.05	7.03	
(b) Diluted	2.43	1.88	1.53	4.31	3.05	7.03	
20. Earnings per share (after extraordinary items)(not annualised) (₹/Share of ₹10 each calculated on Profit after Tax)							
(a) Basic	2.43	1.88	1.53	4.31	3.05	7.03	
(b) Diluted	2.43	1.88	1.53	4.31	3.05	7.03	
21. Debt Equity Ratio				70:30	67:33	69:31	
22. Debt Service Coverage Ratio (DSCR)				2.52	2.24	2.25	
23. Interest Service Coverage Ratio (ISCR)				4.73	5.05	5.14	

Refer accompanying notes to the financial results

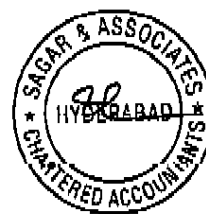


Part - II							
	PARTICULARS	Quarter ended on			Half Year ended on		Year ended on
		30.09.2012 (Un-audited)	30.06.2012 (Un-audited)	30.09.2011 (Un-audited)	30.09.2012 (Un-audited)	30.09.2011 (Un-audited)	31.03.2012 (Audited)
A	PARTICULARS OF SHAREHOLDING						
1.	Public Shareholding						
	- Number of shares	1415701141	1415701141	1415701141	1415701141	1415701141	1415701141
	- Percentage of shareholding	30.58 %	30.58 %	30.58 %	30.58 %	30.58 %	30.58 %
2.	Promoters and Promoter Group Shareholding						
	(a) Pledged/ Encumbered						
	Number of Shares	-	-	-	-	-	-
	Percentage of shares (as % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	Percentage of shares (as % of the total share capital of the company)	-	-	-	-	-	-
	(b) Non-encumbered						
	Number of Shares	3214024212	3214024212	3214024212	3214024212	3214024212	3214024212
	Percentage of shares (as % of the total shareholding of promoter and promoter group)	100 %	100 %	100 %	100 %	100 %	100 %
	Percentage of shares (as % of the total share capital of the company)	69.42 %	69.42 %	69.42 %	69.42 %	69.42 %	69.42 %

Particulars		Quarter ended 30.09.2012
B	INVESTOR COMPLAINTS	
	Pending at the beginning of the quarter	21
	Received during the quarter	98
	Disposed of during the quarter	116
	Remaining unresolved at the end of the quarter	0



STANDALONE STATEMENT OF ASSETS AND LIABILITIES			(₹ In lakhs)
Particulars			
	As at 30.09.2012 (Un-audited)	As at 31.03.2012 (Audited)	
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	462973	462973	
(b) Reserves and surplus	2085331	1885805	
Sub-total - Shareholders' funds	2548304	2348778	
2 Non-current liabilities			
(a) Long-term borrowings	5521831	4911919	
(b) Deferred tax liabilities (Net)	174922	160088	
(c) Deferred revenue	224643	228310	
(d) Deferred income/(expenditure) from Foreign Currency Fluctuation(Net)	129531	49317	
(e) Other long term liabilities	101293	143173	
(f) Long-term provisions	46692	42149	
Sub-total - Non-current liabilities	6198912	5534956	
3 Current liabilities			
(a) Short-term borrowings	165000	165000	
(b) Trade payables	18057	20335	
(c) Other current liabilities	999224	846099	
(d) Short-term provisions	352289	306440	
Sub-total - Current liabilities	1534570	1337874	
TOTAL - EQUITY AND LIABILITIES	10281786	9221608	
II. ASSETS			
1 Non-current assets			
(a) Fixed assets (including Capital Work-in-Progress)	6931584	6323580	
(b) Construction stores	1401789	1261004	
(c) Non-current investments	113057	110119	
(d) Deferred foreign currency fluctuation asset	151062	131667	
(e) Long-term loans and advances	597184	561476	
Sub-total Non-current assets	9194676	8387846	
2 Current assets			
(a) Current investments	18325	18326	
(b) Inventories	46068	44031	
(c) Trade receivables	271841	231537	
(d) Cash and Bank balances	386013	233688	
(e) Short-term loans and advances	289765	243369	
(f) Other current assets	75098	62811	
Sub-total - Current assets	1087110	833762	
TOTAL - ASSETS	10281786	9221608	



Segment wise Revenue, Results and Capital Employed for the quarter and half year ended 30.09.2012

(₹ in lakhs)

PARTICULARS	Quarter ended on			Half Year ended on		Year ended on
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
A. Segment Revenue including Other Income						
- Transmission	304029	281659	221465	585688	438804	986863
- Consultancy	6775	6123	7277	12898	12708	29235
- Telecom	6114	5709	5103	11823	9719	21025
Total	316918	293491	233845	610409	461231	1037123
Less: Inter Segment Revenue	291	277	74	568	143	881
Total Revenue including Other Income	316627	293214	233771	609841	461088	1036242
B. Segment Results						
Profit Before Interest and Tax						
- Transmission	188017	170183	129891	358200	257542	589093
- Consultancy	4013	3210	3294	7223	5412	16206
- Telecom	1831	1774	1686	3605	2949	6528
Total Profit Before Tax	193861	175167	134871	369028	265903	611827
Less :						
Unallocated interest and finance charges	52955	62612	52767	117568	91216	194326
Other unallocated expenditure net of unallocated income	(7648)	(4813)	(12084)	(12461)	(18915)	(42259)
Profit before Tax	148554	115367	94188	263921	190572	459760
C. Capital Employed (Segment Assets - Segment Liabilities)						
- Transmission	5658522	5441948	4172740	5658522	4172740	4885782
- Consultancy	(51966)	(44267)	(41519)	(51966)	(41519)	(46278)
- Telecom	30310	29000	33272	30310	33272	24855
- Unallocated	(3088562)	(2990892)	(1887780)	(3088562)	(1887780)	(2515581)
Total Segment Capital Employed	2548304	2435789	2276713	2548304	2276713	2348778

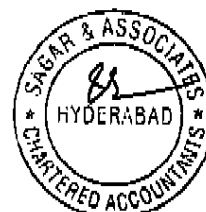
Notes

1. Profit of Telecom segment has been increased by the amount of inter segment revenue with a corresponding decrease in profit of Transmission segment.
2. The operations of the Company are mainly carried out within the country and therefore, geographical segments are not applicable.
3. Previous quarters' / half year / year figures have been regrouped / rearranged wherever necessary.



Notes :

1. The Company has recognized transmission income during the quarter and half year as per the following :
 - a) ₹77211 lakhs for the quarter (corresponding previous quarter ₹81233 lakhs) and ₹160678 lakhs for the half year (corresponding previous half year ₹143521 lakhs) for which provisional tariff orders have been issued by CERC allowing provisional billing of at 85%-95% of the tariff claimed;
 - b) ₹190344 lakhs for the quarter (corresponding previous quarter ₹130911 lakhs) and ₹365163 lakhs for the half year (corresponding previous half year ₹250011 lakhs) for which final tariff orders have been issued by CERC.
 - c) ₹27331 lakhs for the quarter (corresponding previous quarter ₹2331 lakhs) and ₹ 42911 lakhs for the half year (corresponding previous half year ₹31045 lakhs) based on CERC Tariff norms applicable for the tariff block 2009-14 for which tariff orders are yet to be issued by CERC.
 - d) ₹1120 lakhs for the quarter (corresponding previous quarter ₹ Nil) and ₹4615 lakhs for the half year (corresponding previous half year ₹ Nil) recognized provisionally as transmission income on account of Deferred Tax liability (Net) materialized and depicted as recoverable as permissible under CERC regulations.
2. The Company had opted, in FY 2011-12, to apply para 46A of Accounting Standard 11 (AS 11) with effect from 01.04.2011 in accordance with Ministry of Corporate Affairs (MCA), Government of India Notification No. G.S.R. 914(E) dated 29.12.2011. Further vide Notification No. 25/2012 dated 09.08.2012, MCA has clarified that para 6 of AS 11 and para 4(e) of AS 16 shall not apply to a Company which is applying para 46A of AS 11. Accordingly, Foreign Exchange Rate Variation (FERV) (Unfavourable) on Foreign Currency Borrowings to the extent regarded as adjustment to interest cost as per para 4(e) of AS 16 which was hitherto charged to statement of profit and loss, has been adjusted, in this quarter, to carrying cost of the related assets with effect from 01.04.2011. The change has resulted in increase in profit before tax for the quarter and half year by ₹10476 lakhs and ₹6876 lakhs respectively.
3. Out of the issue proceeds of FPO of ₹372117 lakhs, the Company has utilised an amount of ₹5000 lakhs during the quarter (₹322117 lakhs cumulative upto 30.09.2012) as per the objects of the issue and the balance of ₹50000 lakhs is kept in the banks as term deposits.
4. During the quarter, the Company has declared final dividend of ₹1.31 per share (of ₹10/- each) for the financial year 2011-12 in addition to Interim dividend of ₹0.80 per share totaling to ₹2.11 per share.
5. Formula used for computation of coverage ratios DSCR = Earning before Interest, Depreciation and Tax/(Interest & Finance Charges net of amount transferred to expenditure during construction + Principal Repayment) and ISCR = Earning before Interest, Depreciation and Tax/(Interest & Finance Charges net of amount transferred to expenditure during construction).



6. Previous quarters' / half year / year figures have been regrouped / rearranged wherever necessary.
7. The above results have been reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on 31.10.2012.
8. The above results have been reviewed by the Statutory Auditors as required under clause 41 of the listing agreements.

For and on behalf of **POWER GRID CORPORATION OF INDIA LTD.**


(R. N. Nayak)

Chairman & Managing Director

Place : Gurgaon.

Date : 31.10.2012.

