August 02, 2019

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001. Tel: 022 - 2272 1233 / 34 Fax: 022 - 2272 2131 / 1072/ 2037 / 2061 / 41 Email: corp.relations@bseindia.com corp.compliance@bseindia.com **Scrip Code: 532345**	**National Stock Exchange of India Ltd.** Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai – 400 051 Tel: 022 - 2659 8235 / 36 / 452 Fax: 022 - 2659 8237/ 38 Email: cmlist@nse.co.in **Symbol : GATI**

Dear Sir,

Sub: - Outcome of Board Meeting – August 2, 2019

This is to inform you that Board of Directors of the Company at its meeting held today i.e. Friday, August 02, 2019, inter-alia approved the following:

1) Pursuant to regulation 33 of SEBI (LODR) Regulations, 2015, the unaudited financial results (Standalone & Consolidated) for the quarter ended June 30, 2019.

2) Appointment of Mrs. T.S. Maharani as the Company Secretary and Compliance Officer of the Company. Further, the brief profile of Mrs. T.S. Maharani is given as under:

   Mrs. T.S. Maharani is a qualified Company Secretary, L.L.M and PGDM from Symbiosis University, Pune having over 20 years of Overall Corporate Exposure in Multi- functional areas in Compliance, Finance, Accounts, Legal and HR related matters.

   She has worked with manufacturing and power generation companies.

3) Reappointment of Independent Directors: The Board approved the re-appointment of Mr. KL Chugh, Mr. N Srinivasan, Mr. Sunil Alagh, Dr. PS Reddy and Mr. PN Shukla as Independent Directors of the Company for a second term of two consecutive years w.e.f August 04, 2019, subject to the approval of the members at the ensuing Annual General Meeting.

4) Appointment of Mr. Sushil Jiwarajika (holding DIN: 00016680) and Dr. Savita Date Menon (holding DIN: 08528271) as Additional Directors (Non-Executive & Independent) of the Company w.e.f. August 02, 2019.

5) Cessation of Independent Director: Ms. Sheela Bhide, Independent Director of the Company whose current term as an independent director is expiring on August 04, 2019 and she has conveyed her intention of not to seek reappointment as an Independent Director of the Company for a further term.

GATI LIMITED HYDERABAD

6) Noting of the allotment of 70,500 equity shares of Rs. 2/- each on exercise of stock options under Employee Stock Option Scheme (ESOS) of the Company passed as resolution by circulation on July 13, 2019.

Please find enclosed copy of the unaudited financial results (Standalone & Consolidated) for the quarter ended June 30, 2019, along with the limited review report.

Further, The brief details for change of directors as prescribed vide SEBI Circular dated September 9, 2015 is enclosed as Annexure –A.

The meeting of the board of directors commenced at 03:00 p.m. and concluded at 11:00 p.m.

This is for your information and records.

Thanking you,

Yours faithfully,

For **Gati Limited**

GATI LIMITED HYDERABAD

Peter H. Jayakumar
(Chief Financial Officer)

Singhi & Co.
Chartered Accountants
101, SARAT BOSE ROAD, KOLKATA 700 026, (INDIA)
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Independent Auditor's Review Report on unaudited standalone Quarterly Financial Results of Gati Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To,
The Board of Directors of Gati Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Gati Limited (the 'Company'), for the quarter ended June 30, 2019 (the 'Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation of 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the 'Regulation'), read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 (the 'Circular).

2. This statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors of the company, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statements based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 audit opinion.

4. Attention is drawn to the following :

   I. As stated in note 5 of the result, during the financial year 2018-2019 the Company has received income tax demand for Rs. 2111 lakhs relating to financial year 2012-13 due to disallowance of capital loss for MAT computation u/s 115JB of the Income tax Act, 1961. The Company has filed an appeal before the Hon'ble High Court, Telangana for admission no provision for the said tax demand has been made in the financial result of the company during the quarter ended June30, 2019. In view of the uncertainty, we were unable to determine the impact on the standalone financial result for the said demand.

   II. As stated in note 4 of the statement, The Company has given operational advances to few parties aggregating Rs.1849 lakhs which is long overdue and the full recoverability of which is doubtful. No impairment allowance for potential collectability has been recognized against above advances. Based on the information received from the management of the Company regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the financial result, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.

Our conclusion is qualified in respect of the above matters.

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5. Based on our review conducted and procedure performed as stated in paragraph 3 above, except for the indeterminate effect of the matter as referred in paragraph 4(I) and 4(II) above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial result prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulations33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 read with the Circular, as amended, including the manner in which it is to disclosed or that it contains any material misstatement.

6. Further, without qualifying our conclusion, we draw attention to note 6 of the Statement, loans given to a subsidiary amounting to Rs. 2001 lakhs in earlier years and during the year, which is outstanding as at the reporting date. The management is confident of recovery of the amount in due course and no provision is considered necessary for any possible losses that may arise in this behalf.

For Singhi & Co.
Chartered Accountants
Firm's Registration Number: 302049E

SINGHI & CO. Chartered Accountants

(Anurag Singhi)
Partner
Membership Number: 066274
UDIN : 19066274AAAABB6407

Place: Kolkata
Date: 2nd August, 2019

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GATI LIMITED

CIN : L63011TG1995PLC020121

Regd. & Corp Office: Plot no.20, Survey no.12, Kothaguda, Kondapur, Hyderabad - 500 084.

website: www.gati.com e-mail: investor.services@gati.com Telephone: 040 71204284 Fax: 040 23112318

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE,2019

(₹ in Lakhs)

Particulars	QUARTER ENDED			YEAR ENDED
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	Unaudited	Audited (Note no.9)	Unaudited	Audited
Income:				
Revenue from operations	11,830	12,684	12,207	51,618
Other Income	302	634	569	2,627
Total Income	**12,132**	**13,318**	**12,776**	**54,245**
Expenditure:				
Purchase of Stock in trade	6,860	7,002	6,601	28,355
Changes in inventories of stock in trade	89	(79)	7	(61)
Operating Expenses	3,663	4,167	3,926	16,876
Employee benefits expense	754	759	613	2,723
Finance Cost	330	355	397	1,509
Depreciation and amortization expense	97	95	103	401
Other expenses	508	626	393	1,887
Total expenses	**12,301**	**12,925**	**12,040**	**51,690**
Profit/(Loss) Before Exceptional items and Tax	**(169)**	**393**	**736**	**2,555**
Exceptional Items	-	-	-	-
Profit /(Loss) Before Tax	**(169)**	**393**	**736**	**2,555**
Tax expenses				
Current tax	-	-	100	130
Deferred tax	-	-	-	-
Profit/(Loss) for the period	**(169)**	**393**	**636**	**2,425**
Other Comprehensive Income :				
Items that will not be reclassified to profit or loss	(24)	(50)	(81)	(187)
Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
Other Comprehensive income for the period, net of tax	**(24)**	**(50)**	**(81)**	**(187)**
Total Comprehensive income for the Period	**(193)**	**343**	**555**	**2,238**
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	**2,171**	**2,171**	**2,169**	**2,171**
Other Equity				74,554
Earnings per equity share (Rs.) (Not annualised for Quarters)				
- Basic	(0.16)	0.36	0.59	2.24
- Diluted	(0.16)	0.36	0.58	2.23

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GATI LIMITED HYDERABAD

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Unaudited Standalone Segment wise Revenue, Results, Assets and Liabilities for the Quarter ended 30th June 2019

₹ in Lakhs

Particulars	Quarter Ended			Year Ended
1. Segment Revenue (Net Sale / Income from each Segment)	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	Unaudited	Audited	Unaudited	Audited
a) Express Distribution	4,659	5,515	5,377	22,409
b) Fuel Stations	7,171	7,169	6,830	29,209
Total	**11,830**	**12,684**	**12,207**	**51,618**
Less: Inter Segment Revenue	-	-	-	-
Net Sales / Income from Operations	**11,830**	**12,684**	**12,207**	**51,618**
2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)				
a) Express Distribution	(16)	538	954	3,306
b) Fuel Stations	177	210	179	758
Total	**161**	**748**	**1,133**	**4,064**
Less: Finance Cost	(330)	(355)	(397)	(1,509)
Profit before tax	**(169)**	**393**	**736**	**2,555**
3. Segment Assets				
a) Express Distribution	37,736	37,203	39,986	37,203
b) Fuel Stations	2,144	2,965	2,386	2,965
c) Unallocated	60,611	60,493	58,071	60,493
Total Assets	**1,00,491**	**1,00,661**	**1,00,443**	**1,00,661**
Segment Liabilities				
a) Express Distribution	9,951	9,610	8,909	9,610
b) Fuel Stations	62	66	61	66
c) Unallocated	13,946	14,260	15,468	14,260
Total Liabilities	**23,959**	**23,936**	**24,438**	**23,936**

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LIMITED HYDERABAD

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Notes:

1. The above Results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their Meetings held on August 2, 2019. In compliance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), a limited review of the said results has been carried out by the Statutory Auditors of the Company.

2. The loss for quarter ended June 30, 2019 is mainly attributable to planned capacity building and additional investment in manpower to meet requirement of upcoming festival season.

3. Pursuant to the Order of the Hon`ble High Court of New Delhi in an appeal preferred by Air India , an amount of ₹ 2,200 lakhs was given on account by Air India in an earlier year, pending adjudication of Cross Appeals before the Division Bench of the said Hon`ble High Court at New Delhi. Necessary adjustments, if any, will be made in the accounts upon the decision of the Hon`ble High Court of New Delhi.

4. The Company has initiated recovery of overdue advances given ₹ 2015 Lakhs to few parties in earlier years and out of which ₹ 166 lakhs has been recovered during the previous financial year as per the agreed upon recovery plan. However, for the current quarter, company could not recover the agreed amount for which company has sent a legal notice. The management is hopeful of recovering the balance outstanding amount of ₹ 1,849 Lakhs over a period of time and in its opinion, provision is not required. This has been qualified by the Auditors in their audit report of financial year ended March 31, 2019, and now referred in the review report.

5. In previous year, Income Tax Appellate Tribunal (ITAT) has dismissed an appeal filed by the company against order of Principal Commissioner of Income Tax passed u/s. 263 for allowance of capital loss on sale of investments u/s 115JB of the Income Tax Act, 1961 relating to financial year 2012-13. Against tax demand of ₹ 2,111 Lakhs related to Financial year 2012-13 has been confirmed by Income Tax Appellate Tribunal (ITAT) and the matter is pending before Hon 'ble High Court, Telangana for admission. According to legal opinion the demand is not sustainable and hence no provision for the demand is presently considered necessary. This has been qualified by the Auditors in their audit report of financial year ended March 31, 2019, and now referred in the review report.

6. Company had given interest free loan to a wholly owned subsidiary amounting to ₹ 2,001 lakhs towards financing a project in an earlier year, which the operation are yet to commence. The company is now in possession of the title deeds to the landed property of the subsidiary which is adequate security..This has been emphasis of matter by the Auditors in their audit report of financial year ended March 31, 2019, and now referred in the review report.

7. Effective April 01, 2019, the Company adopted Ind AS-116 "Leases" using modified retrospective approach. The company is as lessee for few rental contracts only and has no material impact on the financial results of the quarter.

8. Subsequent to the Quarter ending June 30, 2019, board of directors of the company allotted 70,500 shares by Resolution by Circulation dated July 13, 2019 pursuant to employee stock option scheme of the company.

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GATI LIMITED HYDERABAD

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9. Figures of the quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2019 and year to date figures up to December 31, 2018, being the date of the end of the third quarter of the financial year.

10. Figures of the previous quarters/periods have been regrouped/ re-arranged wherever considered necessary.

For GATI LIMITED

GATI LIMITED HYDERABAD

Mahendra Agarwal
Founder & CEO
DIN: 00179779

Place: Hyderabad
Date: August 2, 2019

SINGHI & CO. Chartered Accountants

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Singhi & Co.
Chartered Accountants

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Independent Auditor's Review Report on unaudited consolidated quarterly financial results of the Gati Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ,as amended

To,
The Board of Directors
Gati Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Gati Limited ('the parent') and its Subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income for the quarter ended June 30, 2019 ("the Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation') read with the SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 (the 'Circular).

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

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Name of the Entity	Relationship
Gati Limited	Parent company
Gati Kintetsu Express Private Limited	Subsidiary
Gati Import Export Trading Limited	Subsidiary
ZEN Cargo Movers Private Limited	Subsidiary
Gati Kausar India Limited	Subsidiary
Gati Logistics Parks Private Limited	Subsidiary
Gati Project Private Limited	Subsidiary
Asia Pacific Pte Limited. Including its subsidiaries Gati Hong Kong Limited Gati Cargo Express (Shanghai) Co. Limited	Subsidiary

5. Attention is drawn to the following :

(i) As stated in note 3 of the statement, the Company and one of the subsidiary, Gati Kintetsu Express (P) Ltd, has given operational advances to few parties aggregating Rs.2288 lakhs which is long overdue and the full recoverability of which is doubtful. No impairment allowance for potential collectability has been recognized against above advances. Based on the information received from the management of the Company regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the financial result, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.

(ii) As stated in note 5 of the statement, during the financial year the Company has received Income tax demand for Rs. 2111 lakhs relating to financial year 2012-13 due to disallowance of capital loss for MAT computation u/s 115JB of the Income tax Act, 1961. The Company has filed an appeal before the Hon'ble High Court, Telangana as the issue involves interpretation of law and no provision for the said tax demand has been made in the financial statements of the company during the year. In view of the uncertainty, we were unable to determine the impact on the consolidated financial statements for the said demand.

(iii) We draw attention to Note 6 of the financial results, which states that one of the subsidiary has not made any adjustments relating to Ind AS 116 – leases for reasons stated therein. The impact of the standard is not ascertainable for the period ended 30th June, 2019.

(iv) As stated in note 8 of the statement In one of the subsidiary, Gati Kausar India Limited, the said subsidiary has provided for its obligation towards commitment fee based on the management's assessment of the likely obligation in view of the ongoing negotiation with the investor relating to the terms of the amended Bond Subscription Agreement, instead of measuring the obligation at Rs. 838 Lakhs as per the terms of the aforementioned agreement. However, in the absence of sufficient and appropriate audit evidence in support of management's assessment and pending final outcome of the negotiation referred above, we are unable to comment upon the adequacy of the provision and its consequential impact on the Statement.



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Our Conclusion is qualified in respect of above matters

6. Based on our review conducted and procedures performed stated in paragraph 3 above and based on the consideration of the review reports of the other auditor referred to in paragraph 8 below, except the matter referred in paragraph as stated in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Further, without qualifying our Conclusion , we draw your attention to the following matters:

   (i) As stated in note 7, managerial remuneration has been paid to the Executive chairman of one of the subsidiary of the company for the year ended March'19 which exceeded the limit prescribed under section 197 read with Schedule V of the Companies Act, 2013 by Rs. 106 lakhs. Pending necessary approvals for the excess remuneration from members' of the company, no adjustment to the financial results for the year ended June 30, 2019 has been made.

   (ii) As stated in note 9, one of the subsidiary, Gati Kausar India Limited has incurred a net loss of Rs.233 Lakhs during the quarter ended June 30, 2019, and as of that date, the Company's accumulated losses amounts to Rs. 8237 Lakhs, which has resulted in complete erosion of the net worth of the of the said subsidiary. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, based on the revised business and resolution plans as stated in the aforesaid note, the management is of the view that going concern basis of accounting is appropriate for preparation of the statement.

Our conclusion is not modified in respect of the above matters.

8. We did not review the financial result of one Indian subsidiary included in the consolidated unaudited financial results, whose results reflect total revenue of Rs 1267 lakhs and Total net loss Rs.233.43 lakhs and total comprehensive income of Rs. - 233.03 Lakhs for the Quarter ended June30, 2019 and for the period from April1, 2019 to June30, 2019 as considered in the consolidated unaudited financial results. These interim financial result have been reviewed by other auditor whose reports have been furnished to us by the management and our conclusion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, are based solely on the report of other auditors and the procedure performed by us as stated in paragraph 3 above.

Our conclusion on the statement is not modified in respect of the above matters.



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9. The Statement include the financial result of five subsidiaries, which have not been reviewed, whose financial result (before eliminating intercompany transactions) reflect total revenue of Rs. 4872 lakhs , net profit after tax of Rs.14 lakhs and total comprehensive income of Rs -21 Lakhs for the quarter ended june30, 2019, as considered in the Statement. These financial information have been furnished by the management of the respective subsidiaries. According to the information and explanation given by the management of the Parent, these financial information are not material to the group.

Our conclusion on the Statement is not modified in respect of the above matters.

For Singhi & Co.
Chartered Accountants
Firm's Registration Number: 302049E

(Anurag Singhi)
Partner
Membership Number: 066274
UDIN : 19066274AAAABC2268

Place: Kolkata
Date: 2nd August ,2019

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GATI LIMITED

CIN: L63011TG1995PLC020121

Regd. & Corp Office: Plot No 20, Survey No 12, Kothaguda, Kondapur, Hyderabad 500 084

Website: www.gati.com E-mail: investor.services@gati.com Phone No. - 040 71204284 Fax - 040 23112318

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30th JUNE, 2019

(₹ in Lakhs)

Particulars	Quarter Ended			Year Ended
	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	Unaudited	Audited (Note no.12)	Unaudited	Audited
Income:				
Revenue from Operations	45,806	45,939	45,574	1,86,319
Other Income	272	747	483	1,596
Total Income	**46,078**	**46,686**	**46,057**	**1,87,915**
Expenditure :				
Purchases of Stock in trade	9,291	9,922	8,571	38,451
Changes in Inventories of Stock in trade	266	(53)	143	(315)
Operating Expense	25,303	25,037	25,840	1,04,479
Employee Benefit Expense	4,826	4,440	4,704	18,636
Finance Cost	1,119	1,139	1,110	4,527
Depreciation and Amortisation Expense	787	730	726	2,952
Other Expenses	4,002	3,976	4,132	15,638
Total Expenses	**45,594**	**45,191**	**45,226**	**1,84,368**
Profit/(Loss) Before Exceptional items and Tax	**484**	**1,495**	**831**	**3,547**
Exceptional Items	-	-	-	-
Profit/(Loss) Before Tax	**484**	**1,495**	**831**	**3,547**
Tax Expense				
- Current tax	418	218	339	1,115
- Deferred Tax	(137)	216	(69)	128
Profit/(Loss) for the period	**203**	**1,061**	**561**	**2,304**
Other Comprehensive income				
A) - Items that will not be reclassified to Profit or loss	(45)	(168)	(82)	(311)
-Income Tax relating to Items that will not be reclassified to Profit or loss	9	33	1	36
B) - Items that will be reclassified to Profit or loss	(35)	-	(3)	(40)
-Income Tax relating to Items that will be reclassified to Profit or loss	-	-		-
Other Comprehensive income for the period, net of tax	**(71)**	**(135)**	**(84)**	**(315)**
Total Comprehensive income for the Period	**132**	**926**	**477**	**1,989**
Profit/(Loss) for the Period	**203**	**1,061**	**561**	**2,304**
Attributable to:				
- Owners of equity	72	828	508	1,836
- Non-Controlling Interest	131	233	53	468
Total Comprehensive income for the Period	**132**	**926**	**477**	**1,989**
Total Comprehensive income attributable to:				
- Owners of equity	6	716	424	1,545
- Non-Controlling Interest	126	210	53	444
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	2,171	2,171	2,169	2,171
Other Equity				**70,273**
Earnings per equity share (Rs.) (Not annualised for Quarters)				
a) Basic	0.07	0.76	0.47	1.69
b) Diluted	0.07	0.76	0.47	1.69

SINGHI & CO. Chartered Accountants

GATI LIMITED HYDERABAD

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Unaudited Consolidated Segment wise Revenue,Results, Assets and liabilities for the Quarter ended 30th June 2019

(₹ in Lakhs)

Particulars	Quarter Ended			Year Ended
1. Segment Revenue (Net Sales / Income from each Segment)	30.06.2019	31.03.2019	30.06.2018	31.03.2019
	Unaudited	Audited	Unaudited	Audited
a) Express Distribution & Supply Chain	35,875	35,674	36,563	1,46,957
b) Fuel Station	7,171	7,169	6,830	29,209
c) Other Sales	2,946	3,296	2,318	10,951
Total	**45,992**	**46,139**	**45,711**	**1,87,117**
Less: Inter Segment Revenue	(186)	(200)	(137)	(798)
Net Sales / Income from Operations	**45,806**	**45,939**	**45,574**	**1,86,319**
2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)				
a) Express Distribution & Supply Chain	1,370	2,345	1,732	7,268
b) Fuel Station	177	210	179	758
c) Other Sales	56	79	30	48
Total	**1,603**	**2,634**	**1,941**	**8,074**
Less: Finance Cost	(1,119)	(1,139)	(1,110)	(4,527)
Profit before tax	**484**	**1,495**	**831**	**3,547**
3. Segment Assets				
a) Express Distribution & Supply Chain	1,37,562	1,34,792	1,37,213	1,34,792
b) Fuel Stations	2,144	2,965	2,386	2,965
c) Others	2,969	3,370	2,438	3,370
c) Unallocated	8,022	7,838	6,044	7,838
Total Assets	**1,50,697**	**1,48,965**	**1,48,081**	**1,48,965**
Segment Liabilities				
a) Express Distribution & Supply Chain	20,570	22,681	19,611	22,681
b) Fuel Stations	62	66	61	66
c) Others	1,867	2,304	1,492	2,304
c) Unallocated	43,688	39,265	42,141	39,265
Total Liabilities	**66,187**	**64,316**	**63,305**	**64,316**

SINGHI & CO. ★ Chartered Accountants ★

GATI LIMITED HYDERABAD

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Notes:

1. The above results have been reviewed by the Audit Committee and approved by the board of Directors at its meeting held on August 2, 2019. In compliance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), a limited review of the said results has been carried out by the Statutory Auditors of the Company.

2. Gati Limited ("Company") and its 9 subsidiaries including 3 overseas step down subsidiaries ("Group") are engaged primarily in the business of running Express Distribution, Supply Chain Services, e-Commerce logistics, Integrated Freight Forwarding, Warehousing and running Fuel stations.

3. The Company has initiated recovery of overdue advances given ₹ 2,747 Lakhs to few parties in earlier years and out of which ₹ 459 Lakhs has been recovered during the previous financial year as per the agreed upon recovery plan. However, for the current quarter, company could not recover the agreed amount for which company has sent a legal notice. The management is hopeful of recovering the balance outstanding amount of ₹ 2,288 Lakhs over a period of time and in its opinion, provision is not required. This has been qualified by the Auditors in their audit report of financial year ended March 31, 2019, and now referred in the review report.

4. Pursuant to the Order of the Hon`ble High Court of New Delhi in an appeal preferred by Air India , an amount of ₹ 2,200 Lakhs was given on account by Air India in an earlier year, pending adjudication of Cross Appeals before the Division Bench of the said Hon`ble High Court at New Delhi. Necessary adjustments, if any, will be made in the accounts upon the decision of the Hon`ble High Court of New Delhi.

5. In the previous year, Income Tax Appellate Tribunal (ITAT) has dismissed an appeal filed by the company against order of Principal Commissioner of Income Tax passed u/s. 263 for allowance of capital loss on sale of investments u/s 115JB of the Income Tax Act, 1961 relating to financial year 2012-13. Against tax demand of ₹ 2,111 Lakhs related to Financial year 2012-13 has been confirmed by Income Tax Appellate Tribunal (ITAT) and the matter is pending before Hon 'ble High Court, Telangana for admission. According to legal opinion the demand is not sustainable and hence no provision for the demand is presently considered necessary. This has been qualified by the Auditors in their audit report of financial year ended March 31, 2019, and now referred in the review report.

6. Effective April 01, 2019, the Group has adopted Ind AS - 116 - Leases using modified retrospective approach except for a subsidiary which has entered into large number of leased assets and is assessing the impact of standard. Upon quantification of the ascertained amount will be provided in subsequent quarters. The same is subject matter of qualification in the Auditor's Limited Review Report. The other entities of the group has no material impact on the financial results of the quarter.

7. The remuneration paid to the Executive Chairman of the Company during the year ended March 2019 has exceeded the limit prescribed under section 197 of the Companies Act, 2013, by ₹ 106 Lakhs which is subject to approval of members of the company. This has been reported in Audit report of financial year ended March 31, 2019, and now referred in their review report as an emphasis of matter.

8. During the year ended March 31, 2018, management of the Gati Kausar India Limited (GKIL), a Subsidiary of the Company, has revised its business strategy to adopt an "asset light" model in place of "asset heavy" model in view of the present business scenario and keeping in view the cost benefit analysis. Accordingly, the GKIL has not drawdown the committed loan aggregating to ₹6,100 Lakhs from the investors. On the basis of a careful analysis of the terms of the amended Bond Subscription Agreement and the prevalent industry practice in this regard, management of the GKIL has considered a provision of ₹30.50 Lakhs to be adequate to meet its obligations as at June 30, 2019. Further, in view of the ongoing negotiation with the investor.

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Management of GKIL is confident that no additional financial obligations would dwell on the GKIL. This has been qualified by the Auditors in their audit report of financial year ended March 31, 2019, and now referred in the review report.

Gati Ltd., has fully provided the value of investment and its exposure is limited to guarantee of working capital facility of GKIL.

9. During the Quarter ended June 30, 2019, Gati Kausar India Limited (GKIL), a subsidiary of the Company has incurred a loss of ₹233 Lakhs during the quarter ended June 30, 2019, and as of that date, the accumulated losses amounting to ₹8,237 Lakhs has resulted in complete erosion of its net worth. These events together with the maturity of long term debts in the month of October 2019 and subsequently in January 2020 has cast significant doubt on the Company's ability to continue as a going concern for a foreseeable future. To address this and improve upon its operating and financial performance, the key shareholders along with the management of the subsidiary is in the process of implementing a resolution plan by focusing on number of measures viz;- (i) operational improvements through revenue enhancement; (ii) balance sheet restructuring to ensure solvency through sustainable cash flows.

   Based on the foregoing and management's assessment regarding the favorable outcome of the ongoing negotiations in relation to the unpaid commitment fee as detailed in note 8 above, management believes that the subsidiary will be able to realize the assets and discharge its liabilities as recorded in the normal course of its operations. Accordingly, the accompanying unaudited financial information of the GKIL for the quarter ended June 30, 2019 have been prepared considering going concern basis of accounting.

10. The value of investment in an associate had been fully provided in earlier years therefore the share of loss in that has not been considered in consolidated accounts.

11. Subsequent to the Quarter ending June 30, 2019, board of directors of the company allotted 70,500 shares by Resolution by Circulation dated July 13, 2019 pursuant to employee stock option scheme of the company.

12. Figures of the quarter ended March 31, 2019 are the balancing figures between audited figures in respect of the full financial year up to March 31, 2019 and year to date figures up to December 31, 2018, being the date of the end of the third quarter of the financial year.

13. Figure of the previous quarters / periods have been re-arranged / re-grouped whereever considered necessary.

GATI LIMITED HYDERABAD

For GATI LIMITED

Mahendra Agarwal
Founder and CEO
DIN: 00179779

Place: Hyderabad
Date: August 2, 2019

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