

S. K. Mehta & Co.
Chartered Accountants
504, Kirti Mahal,
19, Rajendra Place,
New Delhi – 110 008.

Chatterjee & Co.
Chartered Accountants
153, Rash Behari Avenue,
3rd Floor,
Kolkata – 700 029.

Sagar & Associates
Chartered Accountants
H.No. 6 - 3 - 244 / 5,
Sarada Devi Street, Prem Nagar,
Hyderabad – 500 004.

LIMITED REVIEW REPORT

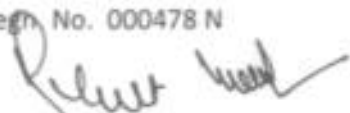
Board of Directors
Power Grid Corporation of India Limited
B-9, Qutab Institutional Area
Katwaria Sarai, New Delhi – 11 00 16

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, 2013 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 mis-statement. 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone 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

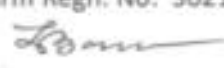

(Rohit Mehta)
Partner

Membership No. 91382

Place : Gurgaon.
Date : 23.10.2013



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


(R. N. Basu)
Partner

Membership No. 50430



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


(D. Manohar)
Partner

Membership No. 29644



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

STATEMENT OF STANDALONE UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2013

(₹ in lakhs)

Part - I	PARTICULARS	Quarter ended on			Half Year ended on		Year ended on
		30-09-2013	30-06-2013	30-09-2012	30-09-2013	30-09-2012	31.03.2013
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
1.	Income from Operations						
	a) Transmission Income	369486	338614	296006	708100	573367	1216266
	b) Consultancy Income - Services	5617	6559	8750	12176	12789	22896
	c) Consultancy Income - Sale of Products	15714	2899	-	18613	-	8644
	d) Telecom Income	7347	7303	5821	14650	11246	23139
	e) Other Operating Income	1785	621	3291	2406	3424	4840
	Total Income from Operations	399949	355996	311868	755945	600826	1275785
2.	Expenses						
	a) Purchase of Stock in Trade	11489	2303	-	13792	-	6350
	b) Employee benefits expense	22988	23178	21676	46166	44041	88640
	c) Depreciation and amortization expense	96598	96440	82515	193038	158166	335192
	d) Transmission, Administration and Other expenses	26604	24601	19975	51205	39971	87154
	Total Expenses	157679	146522	124166	304201	242178	517836
3.	Profit from Operations before other income, finance costs, prior period adjustments and exceptional items (1-2)	242270	209474	187702	451744	358648	758449
4.	Other income	10494	7407	12407	17901	21476	57089
5.	Profit from ordinary activities before finance costs, prior period adjustments and exceptional items (3+4)	252764	216881	200109	469645	380124	815538
6.	Finance costs						
	a) Interest & Other Charges	80141	75985	63431	156126	124444	260914
	b) Foreign Exchange Rate Variation (including adjustment to Borrowing Cost and net of amount recoverable from beneficiaries) / Loss/(Gain)	-	-	(10476)	-	(6876)	(7392)
	Total finance costs	80141	75985	52955	156126	117568	253522
7.	Profit from ordinary activities after finance costs but before prior period adjustments and exceptional items (5-6)	172623	140896	147154	313519	262556	562016
8.	Prior Period Adjustments : Expenses / (Income)	549	(604)	(1400)	(55)	(1365)	(2470)
9.	Exceptional Items	-	-	-	-	-	-
10.	Profit from ordinary activities before Tax(7-8-9)	172074	141500	148554	313574	263921	564486
11.	Tax Expenses						
	a) Current Tax (Minimum Alternate Tax)	34940	28964	27418	63904	49488	105308
	b) Deferred Tax	13214	8502	8547	21716	14833	35828
	Total Tax Expenses	48154	37466	35965	85620	64321	141036
12.	Net Profit from ordinary activities after tax (10-11)	123920	104034	112589	227954	199600	423450
13.	Extraordinary Items (net of tax expense)	-	-	-	-	-	-
14.	Net Profit for the period (12-13)	123920	104034	112589	227954	199600	423450
15.	Paid up Equity Share Capital (Face Value - ₹10/- per share)	462973	462973	462973	462973	462973	462973
16.	Paid up Debt Capital	-	-	-	7770999	5815813	6618787
17.	Reserves excluding Revaluation Reserve as per balance sheet	-	-	-	-	-	2160974
18.	Bonds Redemption Reserve	-	-	-	447135	358712	400529
19.	Earnings per share (before extraordinary items)(not annualized) (₹/share of ₹10/- each calculated on Profit after Tax)						
	(a) Basic	2.67	2.25	2.43	4.92	4.31	9.15
	(b) Diluted	2.67	2.25	2.43	4.92	4.31	9.15
20.	Earnings per share (after extraordinary items)(not annualized) (₹/share of ₹10/- each calculated on Profit after Tax)						
	(a) Basic	2.67	2.25	2.43	4.92	4.31	9.15
	(b) Diluted	2.67	2.25	2.43	4.92	4.31	9.15
21.	Debt Equity Ratio	-	-	-	73:27	70:30	72:28
22.	Debt Service Coverage Ratio (DSCR)	-	-	-	2.33	2.52	2.28
23.	Interest Service Coverage Ratio (ISCR)	-	-	-	4.57	4.73	4.73

Refer accompanying notes to the financial results



PARTICULARS	Select Information					
	Quarter ended on			Half Year ended on		Year ended on
	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(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 share (as % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
Percentage of share (as % of the total share capital of the company)	-	-	-	-	-	-
(b) Non-encumbered						
Number of Shares	3214024212	3214024212	3214024212	3214024212	3214024212	3214024212
Percentage of share (as % of the total shareholding of promoter and promoter group)	100 %	100 %	100 %	100 %	100 %	100 %
Percentage of share (as % of the total share capital of the company)	69.42 %	69.42 %	69.42 %	69.42 %	69.42 %	69.42 %

Particulars	Quarter ended 30.09.2013
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	0
Received during the quarter	57
Disposed of during the quarter	54
Remaining unresolved at the end of the quarter	3

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Segment wise Revenue, Results and Capital Employed for the Quarter and half year ended 30.09.2013

(₹ in lakhs)

PARTICULARS	Quarter ended on			Half Year ended on		Year ended on
	30.09.2013	30.06.2013	30.09.2013	30.09.2013	30.09.2012	31.03.2013
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
A. Segment Revenue (including allocable Other Income)						
- Transmission	376100	343536	304029	719636	585688	1244899
- Consultancy	21733	9607	6775	31340	12898	31803
- Telecom	7681	7575	6114	15256	11823	24376
Total	405514	360718	316918	766232	610409	1301078
Less: Inter Segment Revenue	272	267	291	539	568	1219
Total Revenue including Other Income	405242	360451	316627	765693	609841	1299859
B. Segment Results						
Profit Before Interest and Tax						
- Transmission	237156	207234	188017	444390	358200	765329
- Consultancy	6748	4448	4013	11196	7223	13325
- Telecom	3110	2851	1831	5961	3605	7605
Total Profit Before Interest and Tax	247014	214533	193861	461547	369028	786259
Less :						
Unallocated interest and finance charges	80141	75985	52955	156126	117568	254788
Other unallocated expenditure net of unallocated income	(5201)	(2952)	(7648)	(8153)	(12461)	(33015)
Profit before Tax	172074	141500	148554	313574	263921	564486
C. Capital Employed (Segment Assets - Segment Liabilities)						
- Transmission	6831219	6634719	5647849	6831219	5647849	6305297
- Consultancy	(59321)	(76037)	(51966)	(59321)	(51966)	(85576)
- Telecom	35173	35673	30310	35173	30310	30832
Capital Employed in Segments	6807071	6594355	5626193	6807071	5626193	6250553
- Unallocated Assets Less Liabilities	4015827	3543065	2902924	4015827	2902924	3192181
Total	10822898	10137420	8529117	10822898	8529117	9442734

Notes

1. The operations of the Company are mainly carried out within the country and therefore, geographical segments are not applicable.
2. Previous quarters' / half year / year figures have been regrouped / rearranged wherever necessary.

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STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(₹ in lakhs)

Particulars	As at	As at
	30.09.2013 (Un-audited)	31.03.2013 (Audited)
I. EQUITY AND LIABILITIES		
1 Shareholders' funds		
(a) Share capital	462973	462973
(b) Reserves and surplus	2388926	2160974
Sub-total - Shareholders' funds	2851899	2623947
2 Deferred Revenue	520315	371760
3 Non-current liabilities		
(a) Long-term borrowings	7435069	6307627
(b) Deferred tax liabilities (Net)	217632	195916
(c) Other long term liabilities	142302	98993
(d) Long-term provisions	49192	44263
Sub-total - Non-current liabilities	7844195	6646799
4 Current liabilities		
(a) Short-term borrowings	200000	200000
(b) Trade payables	29136	24673
(c) Other current liabilities	1221222	1169346
(d) Short-term provisions	75779	76831
Sub-total - Current liabilities	1526137	1470850
TOTAL - EQUITY AND LIABILITIES	12742546	11113356
II. ASSETS		
1 Non-current assets		
(a) Fixed assets (including Capital Work-in-Progress)	9083468	8051556
(b) Construction stores	1958951	1570862
(c) Non-current investments	98912	96424
(d) Deferred foreign currency fluctuation asset	319478	171629
(e) Long-term loans and advances	558979	596340
Sub-total Non-current assets	12019788	10486811
2 Current assets		
(a) Current investments	18326	18326
(b) Inventories	62593	55153
(c) Trade receivables	158646	143409
(d) Cash and Bank balances	199295	166197
(e) Short-term loans and advances	54328	59503
(f) Other current assets	229570	183957
Sub-total - Current assets	722758	626545
TOTAL - ASSETS	12742546	11113356

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Notes :

1. The Company has recognized transmission income during the quarter and half year as per the following :
 - a) ₹123376 lakhs for the quarter (corresponding previous quarter ₹77211 lakhs) and ₹230101 lakhs for the half year (corresponding previous half year ₹160678 lakhs) for which provisional tariff orders have been issued by CERC allowing provisional billing of at 85%–95% of the tariff claimed;
 - b) ₹223395 lakhs for the quarter (corresponding previous quarter ₹190344 lakhs) and ₹439167 lakhs for the half year (corresponding previous half year ₹365163 lakhs) for which final tariff orders have been issued by CERC.
 - c) ₹20925 lakhs for the quarter (corresponding previous quarter ₹ 27331 lakhs) and ₹34992 lakhs for the half year (corresponding previous half year ₹42911 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) ₹1790 lakhs for the quarter (corresponding previous quarter ₹ 1120 lakhs) and ₹3840 lakhs for the half year (corresponding previous half year ₹ 4615 lakhs) 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 filed petition on 15.01.2013 before the Central Electricity Regulatory Commission (CERC) for determination of revised transmission tariff on the basis of revised cost estimate approved by the Board of Directors for one of the transmission systems. The Hon'ble Supreme Court on 15.03.2013 had stayed all the proceedings before the CERC for the said Transmission System based on the appeal filed by the Company against the order of Appellate Tribunal for Electricity (ATE) directing CERC for redetermination of date of commercial operation. Subsequently on 08.10.2013, in its interim order, the Hon'ble Supreme Court has directed the CERC to proceed with determination of tariff for the said Transmission System pending disposal of the appeal.

Considering above, during the quarter, the Company has recognised differential tariff of ₹20971 lakhs for the period from 01.07.10 to 30.09.13 (including ₹17285 lakhs for the period upto 31.03.2013) attributable to differential revised cost as per CERC tariff norms.
3. The profit before tax for the quarter and half year ended 30.09.2012 included one time income of ₹10476 lakhs and ₹6876 lakhs respectively being impact of change of accounting policy regarding Foreign Exchange Rate Variation (FERV), to give effect of the MCA notification no. 25/2012 dated 09.08.2012.
4. During the quarter, the Company has declared final dividend of ₹1.14 per share (of ₹10/- each) for the financial year 2012-13 in addition to interim dividend of ₹1.61 per share totaling to ₹2.75 per share.
5. Formula used for computation of coverage ratios $DSCR = \frac{\text{Earnings before Interest, Depreciation and Tax}/(\text{Interest \& Finance Charges net of amount transferred to expenditure during construction} + \text{Principal Repayment})}{\text{Interest \& Finance Charges net of amount transferred to expenditure during construction}}$ and $ISCR = \frac{\text{Earnings before Interest, Depreciation and Tax}/(\text{Interest \& Finance Charges net of amount transferred to expenditure during construction})}{\text{Interest \& Finance Charges net of amount transferred to expenditure during construction}}$.



6. Previous quarters' / half year / year figures have been re-grouped / re-arranged wherever necessary.
7. The above results have been reviewed by the Audit Committee and have been approved by the Board of Directors in their respective meetings held on 23.10.2013.
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 : 23.10.2013.

