

Quarterly Compliance Report on Corporate Governance

Name of the Company: Power Grid Corporation of India Ltd.

Quarter ended on: 30.09.2014

Particulars	Clause of Listing agreement	Compliance Status Yes/No	Remarks
I. Board of Directors	49I		
(A) Composition of Board	49I(A)	Yes	
(B) Non-executive Directors' compensation & disclosures	49 I(B)	N.A.	The Independent Directors are paid sitting fee. The sitting fee paid is within the limits prescribed under the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.
(C) Other provisions as to Board and Committees	49 I(C)	Yes	
(D) Code of Conduct	49 I (D)	Yes	
II. Audit Committee	49 II		
(A) Qualified & Independent Audit Committee	49II (A)	Yes	
(B) Meeting of Audit Committee	49 II (B)	Yes	
(C) Powers of Audit Committee	49 II (C)	Yes	
(D) Role of Audit Committee	49 II(D)	Yes	The Board of Directors in its meeting held on 4 th August, 2014 noted 'Director (Finance) as Chief Financial Officer (CFO) of the Company'.
(E) Review of Information by Audit Committee	49 II (E)	Yes	
III. Subsidiary Companies	49 (III)	N.A.	As on date, POWERGRID has six wholly owned Subsidiary companies as under: <ol style="list-style-type: none">1. Power System Operation Corporation Limited;2. POWERGRID NM Transmission Limited;3. POWERGRID Vemagiri Transmission Limited;4. Vizag Transmission Limited;5. POWERGRID Unchahar Transmission Limited (formerly Unchahar Transmission Limited); and6. POWERGRID Kala Amb Transmission Limited (formerly NRSS XXXI (A) Transmission Limited)

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			The aforesaid Subsidiary Companies do not fall under the scope of "Material Non-Listed Indian Subsidiary".
IV. Disclosures	49 (IV)		
(A) Basis of related party transactions	49 IV (A)	Yes	
(B) Disclosure of Accounting Treatment	49 IV (B)	Yes	
(C) Board Disclosures	49 IV (C)	Yes	<ul style="list-style-type: none"> - All the Projects/Schemes to be undertaken by the Company are agreed prior to execution by all the Beneficiary States/IPPs. The Projects / Schemes are made part of the 'Transmission Service Agreement'. - Contractual provisions for timely execution of the Projects / Schemes are in place. - To ensure the timely completion of the Projects necessary steps are discussed at Project Review meetings and at higher levels and implemented. <p>The Enterprise Risk Management Framework (ERM) exists.</p>
(D) Proceeds from public issues, rights issues, preferential issues etc.	49 IV (D)	Yes	
(E) Remuneration of Directors	49 IV (E)	Yes	
(F) Management	49 IV (F)	Yes	
(G) Shareholders	49 IV (G)	Yes	
V. CEO/CFO Certification	49 (V)	Yes	
VI. Report on Corporate Governance	49 (VI)	Yes	
VII. Compliance	49 (VII)	Yes	

**For and on behalf of
Power Grid Corporation of India Limited.**

Divya Tandon
(Divya Tandon)
Company Secretary

Date: 14th October, 2014