



गेल (इंडिया) लिमिटेड

(भारत सरकार का उपक्रम - महारत्न कंपनी)

GAIL (India) Limited

(A Government of India Undertaking - A Maharatna Company)

गेल भवन,
16 भीकाएजी कामा प्लेस
नई दिल्ली-110066, इंडिया
GAIL BHAWAN,
16 BHIKAJI CAMA PLACE
NEW DELHI-110066, INDIA
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ND/GAIL/SECTT/ 2016

7th September, 2016

Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G Block,
Bandra-Kurla Complex, Bandra (East),
Mumbai - 400051

Sub.: Un-audited Financial Results for the quarter ended on 30th June, 2016

Dear Sir,

This is in continuation of our letter of even no. dated August 30, 2016.

Please find enclosed herewith a copy of the un-audited financial results of the Company for the quarter year ended on **30th June, 2016** as approved by the Board of Directors along with Limited Review Report of M/s G.S. Mathur & Co. and M/s O.P. Bagla & Co., Joint Statutory Auditors of the Company on the said quarterly results.

The Board meeting commenced at 02.30 p.m. and concluded at 05:20 p.m.

The above is for your information and records please.

Thanking You
Yours faithfully

(A.K. Jha)
Company Secretary

Encl.: As above

Copy to:

Listing Department
Bombay Stock Exchange Limited
Floor 1, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400001

सीआईएन/CIN
L40200DL1984G01018976

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GAIL (INDIA) LIMITED

STATEMENTS OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2016 (₹ In crore)

| | Particulars | For the Quarter ended | |
|-----------------|--|-------------------------|-------------------------|
| | | 30.06.2016 Unaudited | 30.06.2015 Unaudited |
| PART - I | | | |
| 1 | Income from Operations | | |
| | a) Sales/Income from operations (Including excise duty) | 10,831.67 | 12,611.84 |
| | b) Other Operating Income | 20.13 | 25.64 |
| | Total Income from Operations | 10,851.80 | 12,637.48 |
| 2 | Expenses | | |
| | a) Consumption of raw materials | 677.93 | 771.50 |
| | b) Purchase of Stock - in - trade | 7,506.92 | 9,950.01 |
| | c) (Increase)/decrease in Inventories of Finished Goods, Work in Progress and Stock in Trade | (206.46) | (383.31) |
| | d) Employees benefits expense | 269.35 | 241.34 |
| | e) Depreciation & amortisation expenses | 335.44 | 308.44 |
| | f) Excise Duty | 145.09 | 92.80 |
| | g) Other expenses | 865.69 | 929.23 |
| | Total Expenses | 9,593.96 | 11,910.01 |
| 3 | Profit / (Loss) from Operations before other income, finance costs and exceptional Items (1-2) | 1,257.84 | 727.47 |
| 4 | Other Income | 605.40 | 90.49 |
| 5 | Profit / (Loss) from ordinary activities before finance costs and exceptional Items (3±4) | 1,863.24 | 817.96 |
| 6 | Finance Costs | 177.44 | 215.87 |
| 7 | Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5±6) | 1,685.80 | 602.09 |
| 8 | Exceptional Items | - | - |
| 9 | Profit/ (Loss) from Ordinary Activities before tax (7±8) | 1,685.80 | 602.09 |
| 10 | Tax expenses : | | |
| | Current Tax | | |
| | - Current Year (Net of MAT Credit Entitlement)* | 265.44 | 81.12 |
| | - Earlier Year | - | - |
| | - Deferred Tax | 85.18 | 132.88 |
| 11 | Net Profit/(Loss) from Ordinary Activities after tax (9±10) | 1,335.18 | 388.09 |
| 12 | Extraordinary Items (Net of tax expenses) | - | - |
| 13 | Net Profit/(Loss) for the period (11±12) | 1,335.18 | 388.09 |
| 14 | Other Comprehensive Income/(Expenses) (net of tax) | 39.08 | 64.09 |
| 15 | Total Comprehensive Income for the period (after tax) ((13±14) | 1,374.26 | 452.18 |
| 16 | Paid up Equity Share Capital (Face value of ₹ 10/- per share) | 1,268.48 | 1,268.48 |
| 17 | Earnings Per Share (before extraordinary items) (of ₹ 10 each)- not annualised (in ₹) | | |
| | (a) Basic | 10.53 | 3.06 |
| | (b) Diluted | 10.53 | 3.06 |
| 18 | Earnings Per Share (after extraordinary items) (of ₹ 10 each)- not annualised (in ₹) | | |
| | (a) Basic | 10.53 | 3.06 |
| | (b) Diluted | 10.53 | 3.06 |

* MAT Credit Entitlement for Current Qtr ₹ 98.44 crore (Corresponding Qtr ₹ 69.25 crore)



GAIL (INDIA) LIMITED

Segment wise Revenue, Results, Assets and Liabilities for the Quarter ended 30th June, 2016

(₹ In Crore)

| S. No. | PARTICULARS | For the Quarter ended | |
|----------|--|-------------------------|-------------------------|
| | | 30.06.2016 Unaudited | 30.06.2015 Unaudited |
| 1 | Segment Revenue | | |
| | A. Transmission Services | | |
| | I) Natural Gas | 1,031.81 | 924.78 |
| | II) LPG | 107.64 | 136.24 |
| | B. Natural Gas Marketing | 8,328.55 | 10,581.07 |
| | C. Petrochemicals | 1,132.96 | 581.58 |
| | D. LPG And Liquid Hydrocarbons | 673.49 | 956.58 |
| | E. Other Segment * | 149.59 | 188.80 |
| | Total | 11,424.04 | 13,369.05 |
| | Less : Inter- Segment Revenue | 592.37 | 757.21 |
| | Sales / Income from Operations | 10,831.67 | 12,611.84 |
| 2 | Segment Results (Profit/(Loss) before Interest and Tax) | | |
| | A. Transmission Services | | |
| | I) Natural Gas | 555.41 | 389.84 |
| | II) LPG | 52.57 | 81.63 |
| | B. Natural Gas Marketing | 421.93 | 341.04 |
| | C. Petrochemicals | 92.99 | (296.68) |
| | D. LPG And Liquid Hydrocarbons | 214.39 | 275.61 |
| | E. Other Segment * | 60.64 | 67.09 |
| | Total | 1,397.93 | 858.53 |
| | Add / (Less) :(i) Other Un-allocable Income | 596.23 | 86.76 |
| | (ii) Other Un-allocable Expenditure | (130.92) | (127.33) |
| | (iii) Interest | (177.44) | (215.87) |
| | Total Profit before Tax | 1,685.80 | 602.09 |
| 3 | Segment Assets - | | |
| | A. Natural Gas Transmission / Marketing | 23,842.51 | 26,691.04 |
| | B. LPG Transmission | 821.44 | 788.91 |
| | C. Petrochemicals | 10,195.16 | 8,703.48 |
| | D. LPG And Liquid Hydrocarbons | 877.43 | 1,063.47 |
| | E. Other Segment * | 1,754.00 | 1,784.84 |
| | F. Un Allocable | 18,683.41 | 19,972.46 |
| | Total Assets | 56,173.95 | 59,004.20 |
| 4 | Segment Liabilities | | |
| | A. Natural Gas Transmission / Marketing | 5,101.13 | 7,024.22 |
| | B. LPG Transmission | 83.48 | 76.60 |
| | C. Petrochemicals | 635.56 | 767.26 |
| | D. LPG And Liquid Hydrocarbons | 158.03 | 231.70 |
| | E. Other Segment * | 127.25 | 218.10 |
| | F. Un Allocable | 5,832.70 | 5,500.87 |
| | Total Liabilities | 11,938.15 | 13,818.75 |

*Note : Other Segment includes GAILTel, E&P & Power Generation

Notes

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meetings held on 7th September 2016.
2. Limited review of the financial results as required under regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as modified by Circular No. CIR/CFD/62/2016 dated 5th July 2016, has been carried out by the Statutory Auditors of the Company.
3. Petroleum and Natural Gas Regulatory Board (PNGRB) has issued various provisional transportation tariff orders in respect of pipeline tariff. Some of these orders have been contested by the Company with Competent Authority, i.e., Appellate Tribunal for Electricity (APTEL), which were remanded back by APTEL to PNGRB for review. Further adjustment on account of review, if any, is being recognized as and when the matters are decided.
4. Investment in equity shares of Ratnagiri Gas and Power Private Ltd. (RGPPL) (A joint venture of the Company) of ₹ 974.31 crore has been stated at book value as at 30th June 2016, as diminution in the value of the investment is considered of non-permanent nature by the management in view of future plans of the JV company. Further to this, RGPPL had obtained in-principle approval of its Board of Directors for demerger of its Power generation business and LNG business into separate companies.
5. Other Income includes ₹ 489.31 crore (net of expenses) from partial off-load of 1,23,47,250 equity shares of Mahanagar Gas Limited (A Joint Venture Company) through Initial Public Offer of the Joint Venture Company during the quarter.
6. The Company adopted Indian Accounting Standard ("Ind-AS") from 1st April 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles of Ind-AS prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder. The date of transition to Ind-AS is 1st April 2015. The impact of transition has been accounted for in retained earnings on transition date i.e. 1st April 2015 and the comparative periods for financial year 2015-16 have been restated accordingly.
7. The Ind-AS compliant financial results for the corresponding quarter ended 30th June 2015 have been restated in terms of SEBI Circular CIR/CFD/FAC/62/2016 dated 5th July 2016. The financial results relating to the quarter ended 30th June 2015 under Ind-AS have not been subject to limited review by the statutory auditors of the Company. The management has exercised necessary due diligence and ensured that the financial results provide a true and fair view of its affairs in accordance with the Companies (Indian Accounting Standards) Rules, 2015.




8. The reconciliation of Net Profit as previously reported (referred to as 'Previous GAAP') and the total comprehensive income as per Ind-AS is as per the table below:-

| Particulars | ₹ in crore |
|---|---|
| | Quarter ended on 30.06.2015 (unaudited) |
| Net profit after tax as per Previous GAAP (Indian GAAP) | 424.14 |
| Effect of adjustments in Property, Plant and Equipments | (104.66) |
| Effect of fair valuation of derivative contracts | 86.49 |
| Effect of measuring financial assets/financial liabilities at fair value through statement of profit and loss account | (21.56) |
| Amortised cost measurement of financial assets/financial liabilities | (4.39) |
| Remeasurement of defined benefit plans recognised in other comprehensive income | (9.34) |
| Others | 4.41 |
| Tax impact | 13.00 |
| Net profit as per Ind-AS | 388.09 |
| Other Comprehensive Income | |
| Change in fair value of equity instruments | 58.43 |
| Remeasurement of defined benefit plans recognised in other comprehensive income | 8.65 |
| Tax impact | (2.99) |
| Total Comprehensive Income (after taxes) | 452.18 |

9. Previous period figures have been regrouped / reclassified, wherever required.

Place: New Delhi
Date: 07.09.2016

For GAIL (India) Limited


(Subir Purkayastha)
(Director (Finance))



G.S.Mathur & Co.
Chartered Accountants
A-160, Ground Floor,
Defence Colony,
New Delhi – 110 024

O P Bagla & Co.
Chartered Accountants
8/12, Kalkaji Extension,
New Delhi-110 049

Limited Review Report

The Board of Directors,
GAIL (India) Ltd.
16, Bhikaiji Cama Place,
R.K. Puram,
New Delhi – 110 066.

We have reviewed the accompanying Statement of standalone unaudited financial results of GAIL (India) Ltd., for the quarter ended on 30th June 2016. 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.

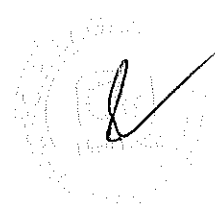
We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Engagements to Review Financial Statements* issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial 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 provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Emphasis of matter

Without qualifying our report on Statement of standalone unaudited financial results, attention is invited to

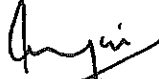
- a) Note No. 3 to the Statement regarding provisional pipeline transportation tariff order issued by PNGRB, which are contested by the Company at Appellate Tribunal for Electricity.
- b) Note No.4 to the Statement regarding status of investment in Ratnagiri Gas and Power Private Ltd, a joint venture of the Company.
- c) Note No.6 to the Statement with respect to adoption of Ind AS by the company for the financial year commencing from 1st April 2016 and accordingly, the Statement has been prepared by the Company's Management in compliance with Ind AS.

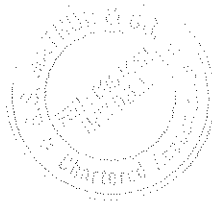
Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of standalone unaudited financial results read with notes thereon, prepared in accordance with applicable accounting standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and



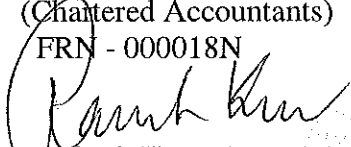
policies thereon has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

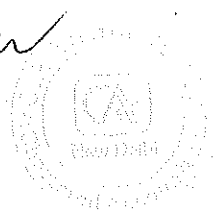
For **G.S.Mathur & Co.**
(Chartered Accountants)
FRN - 008744N


(Rajiv Kumar Wadhawan)
Partner
M.No. 091007



For **O.P.Bagla & Co.**
(Chartered Accountants)
FRN - 000018N


(Rakesh Kumar)
Partner
M.No.087537



Place: New Delhi
Date: 7th September 2016