



गेल (इंडिया) लिमिटेड

(भारत सरकार का उपक्रम – महारत्न कंपनी)

GAIL (India) Limited

(A Government of India Undertaking - A Maharatna Company)

ND/GAIL/SECTT/ 2017

November 14, 2017

गेल भवन,
16 भीकाएजी कामा प्लेस
नई दिल्ली-110066, इंडिया
GAIL BHAWAN,
16 BHIKAJI CAMA PLACE
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Listing Department
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/I, G Block,
Bandra-Kurla Complex, Bandra (East)
Mumbai – 400051

Listing Department
BSE Limited
Floor 1, Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai – 400001

Sub.: Un-audited Financial Results for the quarter ended on 30th September, 2017

Dear Sir,

In continuation of our letter of even no. dated 30.10.2017 on the captioned subject, please find enclosed herewith a copy of the un-audited financial results of the Company for the quarter ended on **30th September, 2017** as approved by the Board of Directors along with Limited Review Report by Joint Statutory Auditors of the Company; M/s O.P. Bagla & Co. and M/s ASA & Associates, LLP on the said results.

The Board meeting commenced at 2:00 p.m. and concluded at 3.30 p.m.

This is in compliance of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking You
Yours faithfully

(A.K. Jha)
Company Secretary

Encl.: As above

O P Bagla & Co.
Chartered Accountants
8/12, Kalkaji Extension,
New Delhi-110 019

ASA & Associates LLP
Chartered Accountants
81/1, Third Floor,
Adchini, Aurobindo Marg
New Delhi – 110 017

Limited Review Report

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

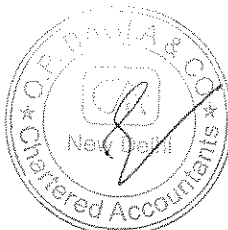
We have reviewed the accompanying Statement of standalone unaudited financial results of **GAIL (India) Ltd.**, for the quarter and half year ended on 30th September 2017 prepared by the Company pursuant to the requirements of the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified by the SEBI circulars CIR/CFD/CMD/15/2015 dated November 30, 2015 and CIR/CFD/CMD/62/2016 dated July 05, 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, "*Review of Interim Financial Information Performed by the Independent Auditors 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.

Emphasis of matter

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

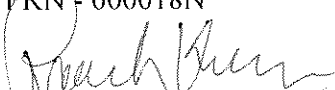
- (a) Note No. 3 to the Statement regarding provisional pipeline transportation tariff order issued by PNGRB, which are contested by the Company at Appellate Tribunal for Electricity.
- (b) Note No: 4- In respect of revenue recognition in previous year for ship or pay charges where the customer has disputed the claim of the company and final outcome is still uncertain.
- (c) Note No. 5 – In view of pending agreement/settlement of certain dues, the amount received from one of its customers by the Company has been retained as liability.



Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statements read with notes thereon, prepared in accordance with applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013 and SEBI circulars CIR/CFD/CMD/15/2015 dated November 30, 2015 and CIR/CFD/CMD/62/2016 dated July 05, 2016 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 accordance with the requirements Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

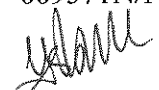
The review of unaudited standalone financial results for the quarter and six month ended September 30, 2016 and audit of the standalone financial results for the year ended March 31, 2017 included in the Statement was reported by G.S. Mathur & Co and O.P. Bagla & Co. vide their unmodified report dated November 15, 2016 and July 20, 2017 (Revised) respectively whose reports have been furnished to us by management and which have been relied upon by us for the purpose of our review of the Statement. Our review report is not modified in respect of this matter.

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


Rakesh Kumar
Partner
M. No. 087537



For **ASA & Associates LLP**
Chartered Accountants
FRN - 009571N/N500006


Parveen Kumar
Partner
M.No.088810



Place: New Delhi
Date: 14th November 2017



GAIL (India) Limited

STATEMENTS OF STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2017

(Rs. in Crore except EPS)

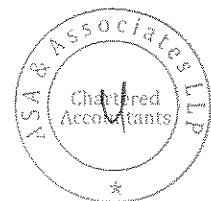
Sr. No.	Particulars	For the Quarter Ended			For the Half Year Ended		For the Year Ended
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	a) Revenue from Operation #	12,409.65	11,570.81	12,058.48	23,980.46	22,890.34	48,882.99
	b) Other Income	292.85	115.83	316.87	408.68	432.96	1,176.27
	Total Income (a+b)	12,702.50	11,686.64	12,375.35	24,389.14	23,323.30	50,059.26
2	Expenses						
	a) Cost of Materials Consumed	923.28	733.40	776.74	1,656.68	1,454.67	3,151.24
	b) Purchase of Stock in trade	8,025.92	7,868.38	8,382.55	15,894.30	15,889.47	33,199.67
	c) Changes in Inventories of Finished Goods, Stock in Trade and WIP	144.77	(193.95)	(183.25)	(49.18)	(389.71)	42.29
	d) Employee benefits expense	343.41	205.38	249.50	548.79	518.85	1,257.53
	e) Finance costs	92.55	101.37	119.83	193.92	297.27	479.36
	f) Depreciation and amortization expense	342.45	345.08	356.31	687.53	691.75	1,396.78
	g) Excise Duty	-	163.91	180.84	163.91	325.93	734.14
	h) Other expenses	902.84	894.34	1,117.36	1,797.18	1,963.11	4,088.70
	Total expenses (a+b+c+d+e+f+g+h))	10,775.22	10,117.91	10,999.88	20,893.13	20,751.34	44,349.71
3	Profit/ (Loss) before exceptional items and tax (1-2)	1,927.28	1,568.73	1,375.47	3,496.01	2,571.96	5,709.55
4	Exceptional Items						
	Add: Profit on sale of Investment	-	-	-	-	489.31	489.31
	Less: Impairment of Investment	-	-	-	-	-	788.04
5	Profit/(loss) before tax (3+)(-4)	1,927.28	1,568.73	1,375.47	3,496.01	3,061.27	5,410.82
6	Tax expense:						
	a) Current tax	496.94	339.21	277.86	836.15	641.74	1,302.94
	b) Deferred tax*	120.71	203.88	172.96	324.59	159.70	589.96
	c) Adjustment of tax relating to earlier periods	-	-	-	-	-	15.01
	Total Tax Expenses(a+b+c)	617.65	543.09	450.82	1,160.74	801.44	1,907.91
7	Profit (Loss) for the period from continuing operations (5-6)	1,309.63	1,025.64	924.65	2,335.27	2,259.83	3,502.91
8	Other comprehensive income not to be reclassified to profit or loss in subsequent periods:						
	a) Re-measurement gains (losses) on defined benefit plans	16.38	2.16	9.95	18.54	19.89	32.23
	Income tax effect thereon	(5.67)	(0.75)	(3.44)	(6.42)	(6.88)	(11.15)
		10.71	1.41	6.51	12.12	13.01	21.08
	b) Net (loss)/gain on FVTOCI equity Securities	412.18	(854.79)	830.19	(442.61)	862.77	1,284.97
	Income tax effect thereon	-	-	-	-	-	-
		412.18	(854.79)	830.19	(442.61)	862.77	1,284.97
	Net other comprehensive income not to be reclassified to profit or loss in subsequent periods: (a+b)	422.89	(853.38)	836.70	(430.49)	875.78	1,306.05
9	Total comprehensive income for the period (Profit and Loss and OCI) net of tax (7+8)	1,732.52	172.26	1,761.35	1,904.78	3,135.61	4,808.96
10	Paid-up Capital (face value Rs. 10 each)	1,691.30	1,691.30	1,268.48	1,691.30	1,268.48	1,691.30
11	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	30,995.57
12	Earnings per share for continuing operations**						
	a) Basic	7.74	6.06	5.47	13.81	13.36	20.71
	b) Diluted	7.74	6.06	5.47	13.81	13.36	20.71
13	Earnings per share from continuing and discontinued operations**						
	a) Basic	7.74	6.06	5.47	13.81	13.36	20.71
	b) Diluted	7.74	6.06	5.47	13.81	13.36	20.71
	(EPS for the quarter and half year not annualized)						

There is no discontinued operations during the period

Consequent upon implementation of Goods and Services Tax (GST) Act w.e.f 1st July 2017, total income excludes GST. Accordingly, total income for the quarter ended 30th September 2017 is not comparable with previous periods presented in the results

*MAT Credit Entitlement for Current half year Rs. Nil (Corresponding previous period: Rs. 42.44 crore). Mat Credit entitlement availed/adjust during the half year Rs. 107.49 crore (Corresponding half year Rs. Nil)

**Earning per share has been restated for the quarter and half year ended 30th September, 2016 as per Ind AS 33 on account of Bonus Issue of Equity Shares in ratio of one equity share for every three shares held, during March, 2017.





GAIL (INDIA) LIMITED

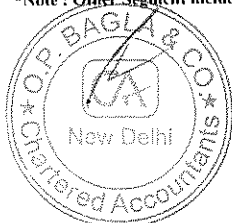
Segment wise Revenue, Results, Assets and Liabilities for the Quarter and Half Year ended 30th September, 2017

(Rs. in Crore)

S. No.	PARTICULARS	For the Quarter Ended			For the Half Year Ended		For the Year ended
		30.09.2017	30.06.2017	30.09.2016	30.09.2017	30.09.2016	31.03.2017
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue #						
	A. Transmission Services						
	I) Natural Gas	1,312.26	1,142.73	1,198.11	2,454.99	2,239.29	4,649.86
	II) LPG	136.32	136.38	126.28	272.70	233.96	514.21
	B. Natural Gas Marketing	9,378.11	8,520.56	9,266.55	17,898.67	17,599.30	37,387.01
	C. Petrochemicals	1,431.94	1,341.84	1,363.25	2,773.78	2,482.10	5,667.61
	D. LPG And Liquid Hydrocarbons	923.44	988.08	705.67	1,911.52	1,377.79	3,193.00
	E. Other Segment *	134.27	154.26	203.18	288.53	354.70	716.31
	F. Unallocated	0.28	0.11	0.14	0.39	0.27	5.81
	Total	13,316.62	12,283.96	12,863.18	25,600.58	24,287.41	52,133.81
	Less : Inter- Segment Revenue	906.97	713.15	804.70	1,620.12	1,397.07	3,250.82
	Sales / Income from Operations	12,409.65	11,570.81	12,058.48	23,980.46	22,890.34	48,882.99
2	Segment Results (Profit/(Loss) before Interest and Tax)						
	A. Transmission Services						
	I) Natural Gas	853.48	679.71	660.74	1,533.19	1,239.52	2,446.74
	II) LPG	69.30	77.37	72.64	146.67	126.09	257.28
	B. Natural Gas Marketing	419.74	336.47	331.08	756.21	765.45	1,581.97
	C. Petrochemicals	88.81	47.29	161.82	136.10	258.23	477.22
	D. LPG And Liquid Hydrocarbons	458.04	531.38	149.43	989.42	365.44	1,246.27
	E. Other Segment *	65.78	72.31	5.16	138.09	66.06	200.38
	Total	1,955.15	1,744.53	1,380.87	3,699.68	2,820.79	6,209.86
	Add / (Less) : (i) Other Un-allocable Income	222.15	58.89	275.82	281.04	830.06	1,202.38
	(ii) Other Un-allocable Expenditure	(157.47)	(133.32)	(161.39)	(290.79)	(292.31)	(1,522.06)
	(iii) Finance Cost	(92.55)	(101.37)	(119.83)	(193.92)	(297.27)	(479.36)
	Total Profit before Tax	1,927.28	1,568.73	1,375.47	3,496.01	3,061.27	5,410.82
3	Segment Assets						
	A. Natural Gas Transmission / Marketing	28,503.14	28,398.56	27,110.27	28,503.14	27,110.27	27,906.94
	B. LPG Transmission	904.03	906.12	873.20	904.03	873.20	899.97
	C. Petrochemicals	10,235.40	10,141.41	10,450.41	10,235.40	10,450.41	10,321.11
	D. LPG And Liquid Hydrocarbons	948.86	915.16	884.53	948.86	884.53	1,004.37
	E. Other Segment *	1,942.18	1,944.32	2,023.52	1,942.18	2,023.52	1,930.79
	F. Un Allocable	14,537.17	12,963.72	14,802.30	14,537.17	14,802.30	13,273.78
	Total Assets	57,070.78	55,269.29	56,144.23	57,070.78	56,144.23	55,336.96
4	Segment Liabilities						
	A. Natural Gas Transmission / Marketing	5,326.50	5,155.54	5,397.71	5,326.50	5,397.71	4,949.81
	B. LPG Transmission	73.28	85.91	80.58	73.28	80.58	82.13
	C. Petrochemicals	641.73	687.30	696.15	641.73	696.15	688.97
	D. LPG And Liquid Hydrocarbons	193.37	205.90	210.73	193.37	210.73	195.39
	E. Other Segment *	225.91	217.74	161.43	225.91	161.43	149.58
	F. Un Allocable	11,105.95	10,595.70	11,825.49	11,105.95	11,825.49	11,121.71
	Total Liabilities	17,566.74	16,948.09	18,372.09	17,566.74	18,372.09	17,187.59

#Note : Segment Revenue includes Other Operating Income

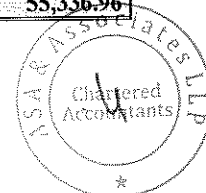
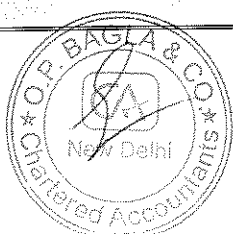
*Note : Other Segment includes GAILTel, E&P & Power Generat



Standalone Statement of Assets and Liabilities

(Rs. in Crore)

Particulars	As at 30.09.2017	As at 31.03.2017
	Unaudited	Audited
ASSETS		
Non current assets		
a) Property, Plant and Equipment	27,485.42	27,762.80
b) Capital work-in-progress	4,496.47	3,585.20
c) Intangible assets	749.39	743.39
d) Intangible Assets under Development	225.16	218.19
e) Financial Assets		
-Investments	8,832.35	9,509.64
-Trade receivables	1,270.26	1,103.66
-Loans & Other Receivables	555.79	619.21
-Others financial assets	297.44	6.87
f) Other Non Current Assets (Non Financial)	2,250.07	2,643.49
Total Non current assets	46,162.35	46,192.45
Current Assets		
a) Inventories	1,740.22	1,698.38
b) Financial Assets		
-Investments	-	-
-Trade receivables	2,750.95	2,724.54
-Cash and cash equivalents	388.20	451.88
-Other bank balances	2,701.89	889.97
-Loans & Other Receivables	976.30	752.83
-Others financial assets	70.63	57.39
c) Other Current Assets (Non Financial)	2,280.24	2,569.52
Total Current Assets	10,908.43	9,144.51
Total Assets	57,070.78	55,336.96
EQUITY AND LIABILITIES		
EQUITY		
a) Equity Share Capital	1,691.30	1,691.30
b) Other Equity	37,812.74	36,458.07
Total Equity	39,504.04	38,149.37
LIABILITIES		
Non Current Liabilities		
a) Financial Liabilities		
-Borrowings	2,394.90	3,004.55
-Other Financial Liabilities	799.47	814.09
b) Provisions	913.01	812.60
c) Deferred Tax Liabilities (net)	4,124.45	3,722.88
d) Other Non Current Liabilities	465.38	458.75
Total Non Current Liabilities	8,697.21	8,812.87
Current Liabilities		
a) Financial Liabilities		
-Borrowings	-	-
-Trade Payables	2,884.39	2,716.01
-Other Financial Liabilities	4,047.71	3,818.31
b) Other Current Liabilities	1,319.01	1,139.66
c) Provisions	618.42	700.74
Total Current Liabilities	8,869.53	8,374.72
Total Equity and Liabilities	57,070.78	55,336.96




Notes

1. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at its meetings held on 14th November 2017.
2. Limited review of the financial results for the quarter and half year ended 30th September 2017, as required under regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended, 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 natural gas 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. PNGRB had issued final tariff orders in respect of some of those natural gas pipeline networks. However, these final tariff orders have also been contested by the Company with Competent Authority APTEL. Further, adjustment on account of revision, if any, is being recognized as and when the matters are decided.
4. Company's claim for ship or pay charges of ₹ 255.36 crore accounted for in FY 2015-16 on account of shortfall in Annual Contracted Quantity (ACQ) (for the period 2010 to 2015), from one of the customer is still under settlement. Adjustments, if any, shall be done on final outcome of the matter.
5. Pending agreement on terms of Settlement and execution of Indenture agreement in respect of certain dues with one of the Customers, amount of ₹ 132.98 crore received in this regard has been kept as advance received from Customers.
6. Consequent upon implementation of Goods and Services Tax (GST) Act w.e.f 1st July 2017, total income for the quarter ending September 2017 is disclosed net of GST. Hitherto, total income for previous periods upto June 2017 are reported hereinabove inclusive of Excise duty.
7. Previous period figures have been regrouped / reclassified, wherever required.

Place: New Delhi
Date: 14.11.2017

For GAIL (India) Limited


(Subir Purkayastha)
Director (Finance)



DISCLOSURE IN ACCORDANCE WITH REGULATION 52(4) AND REGULATION 54(2) OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATION, 2015

1. Credit Rating in respect of Secured Taxable Redeemable Non-Convertible Bonds are as under :

Bond Series	Rating	Rating Agencies
INR Bond Series I - 2010	AAA	CRISIL, ICRA
INR Bond Series I - 2015	AAA	CARE, India Rating

2. Asset cover available : Bonds are secured by way of first pari passu charge on the fixed and/or current assets of the Company with minimum security cover of 1.10 times.

3. Debt Equity Ratio : 0.11:1

4. Previous due date for the payment of interest/principal: The Company has paid the interest on due date. Details of Previous due date for the payment of interest/principal are as under :

S no	Particulars		INR Bond Series I - 2010	INR Bond Series I - 2015
1	Interest	Previous due date	13 th December ,2016	23 rd February, 2017
		Previous date of payment #	14 th December ,2016	23 rd February, 2017
2	Principal		Not Applicable	Not Applicable

As per "effect of holiday" clause of information memorandum.

5. Next due date for the payment of interest/principal :

S. No.	Particulars	INR Bond Series I - 2010	INR Bond Series I - 2015
1	Interest	13th December ,2017	23 rd February, 2018
2	Principal	13 th December ,2017	23 rd February, 2022

6. Debt Service Coverage Ratio * :8.16

7. Interest Service Coverage Ratio ** : 18.44

8. Outstanding Redeemable Preference Shares : Nil



9. Bond Redemption Reserve : Rs 162.41 Crore

10. Net Worth : Rs 34309.61 Crore

11. Net Profit after Tax : Rs 2335.27 Crore

12. Earnings Per Share : Rs 13.81

13. The extent and nature of security created and maintained with respect to secured listed non-convertible debt securities : **INR Bond Series I – 2010, and INR Bond Series I – 2015** are secured on pari passu basis, by charge on freehold non-agricultural land at village Tandalja, Vadodra together with the entire building constructed thereon both present & future and the whole of the plant and machinery, spares, tools and accessories and other movables of the company pertaining to its projects at Vijaipur Dadri Pipeline Projects excluding the compressor stations at Vijapur both present and future and whether installed or not and lying or in store.

* Debt Service Coverage Ratio (DSCR) - Earning Before Interest & Tax / (Interest Expense+ Scheduled Principal Repayment).

** Interest Service Coverage Ratio (ISCR) - Earning Before Interest & Tax / Interest Expense.

