



**GAIL REPORTS HIGHEST EVER  
ANNUAL REVENUE OF  
RS 1,44,302 CRORE (UP 57%) FOR FY23**

GAIL (India) Ltd reported Revenue from Operations of Rs 1,44,302 crores in FY23 as against Rs 91,646 crores in



FY22. Profit before Tax (PBT) in FY23 stood at Rs 6,584 crores as against Rs 13,590 crores in FY22. Profit after Tax (PAT) in FY23 stood at Rs 5,302 crores as against Rs 10,364 crores in FY22.

Quarter on Quarter basis, Revenue from Operations was reported at Rs 32,858 crores in Q4 FY23 as against Rs 35,380 crores in Q3 FY23. PBT registered a growth of 165% to Rs 591 crore in Q4 FY23 as against Rs 223 crore during Q3 FY23. PAT increased by 146% to Rs 604 crore in Q4 FY23 as against Rs 246 crore in Q3 FY23.

Shri Sandeep Kumar Gupta, Chairman & Managing Director, GAIL said that, the Company has incurred its highest ever Capex of about Rs 9,100 crore during FY 2022-23 mainly on Pipelines, Petrochemicals, Equity to JVs, etc. which is 15% higher than annual target of Rs 7,918 crore. He stated that company has successfully implemented Unified Tariff w.e.f. 1st April 2023 which will help India to achieve the One Nation One Grid One tariff model and also boost the gas consumption in distant areas.

# GAIL to borrow up to ₹7,000 cr. for capex

**Press Trust of India**

MUMBAI

Gail India plans to borrow up to ₹7,000 crore in FY24 to fund the ₹10,000 crore capital expenditure plan for this fiscal, said chairman and MD S.K. Gupta.

The company's director of finance, R.K. Jain, said that given the present scenario in global finance, the borrowing would be done domestically and not in global markets.

Keeping in line with the SEBI mandate, a fourth of the borrowings will be in bonds while the rest will be bank borrowings, he said.

At present, the company's overall long-term debt



stands at ₹9,800 crore, and the new bank borrowings will be for a tenor of over five years. It is in the domestic market to raise a borrowing of ₹1,500 crore right now, he added.

Meanwhile, Mr. Gupta said GAIL had initiated legal proceedings against Gazprom for failure to supply LNG following Russia's invasion of Ukraine.



# GAIL initiates legal action against Gazprom

**Press Trust of India**

Mumbai

State-owned GAIL (India) on Friday said it has initiated legal proceedings against an arm of the Russian energy giant Gazprom for non-delivery of LNG. The company's Chairman and Managing Director SK Gupta said it is seeking damages from Gazprom, but declined to spell out the amount being pressed for.

It has filed for arbitration in London and also appointed an arbitrator, Gupta said, adding that Gazprom is yet to appoint its representative.

A September 2022 news report said the Central government is looking at the issue on a bilateral basis and was against pursuing arbitra-

tion or seeking any damages.

Gupta explained that the supply of LNG had stopped in the aftermath of the Russian invasion of Ukraine and the sanctions imposed on the Vladimir Putin-led country by the West.



**ARBITRATION FILED IN UK COURT**

# LNG Deal: GAIL Seeks Damages from Gazprom

## In a Nutshell

GAIL (India) had a 20-yr deal with GMTS in 2012

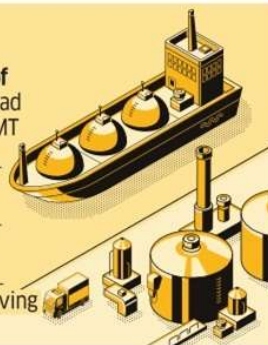
GMTS, a former unit of Gazprom Germania, had to supply an avg 2.5 MT of LNG annually

**HAD TO SUPPLY 40 CARGOES/ ANNUM TO GAIL**

LNG prices soared amid Russia-Ukraine war and led to fuel shortage

**Only 16 cargoes** were delivered

**GAIL is now** receiving full quantity



GAIL chairman Gupta says energy giant's unit had failed to honour contract for supplying gas last yr

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**Mumbai:** GAIL (India) Ltd is seeking compensation from Gazprom Marketing and Trading Singapore (GMTS) over a gas deal. The Gazprom entity reneged last year on a commitment to supply fully contracted liquified natural gas (LNG), GAIL chairman SK Gupta said.

"We have filed for arbitration in London and are seeking damages," he said. He didn't speci-

fy how much the company wants. "But definitely there has been some damages because of this non-supply," Gupta told ET.

GAIL reported a 77.5% slump in its March quarter net profit after high gas prices and supply disruption from Russia impacted earnings. "Gazprom alleged force majeure, which we did not accept, as this was a portfolio contract and they should have sourced (LNG) cargoes from other geographies and supplied the same," Gupta said.

Though LNG supplies have resumed and GAIL is now getting the full quantity as per the contract, it's decided to take up the case legally against Gazprom, he said. "We have nominated our arbitrator. We are pressing for specific performance (of the contract) and to claim damages," Gupta said.

**40 Cargoes/Annum had to be Sent >> 11**

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## 40 Cargoes/Annum had to be Sent

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GAIL entered into a 20-year deal with GMTS in 2012 for annual supply of an average 2.5 million tonnes of LNG. GMTS was a unit of Gazprom Germania, now renamed Sefe. However, Gazprom Germania gave up GMTS ownership after sanctions were imposed on Moscow for invading Ukraine last February.

The Russia-Ukraine war sent LNG prices soaring and created a shortage of the fuel. GAIL tried to mitigate the shortfall of gas by cutting down supplies to fertiliser and power plants and also reducing utilisation of its own Patana petrochemical plant in Uttar Pradesh to 40%.

GMTS was to supply 40 cargoes per annum to GAIL.

Of this, only 16 cargoes were supplied, said GAIL officials. According to industry estimates, the 24 cargoes could be valued at over ₹8,000-10,000 crore.

Gupta said GAIL has been receiving the contracted quantity for the past two months. It expects these volumes to continue going forward.

GAIL ended at ₹104.85, down 1.3%, on the BSE Friday. The benchmark Sensex ended 0.48% higher.

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# Gail to borrow up to ₹7,000 cr to fund ₹10K cr capex plan in FY24

At present, company's overall long-term debt stands at Rs 9,800 crore, and the new bank borrowings will be for a tenor of over five years

## OUR CORRESPONDENT

**MUMBAI:** Gail India plans to borrow up to Rs 7,000 crore in FY24 to fund the Rs 10,000 crore capital expenditure plan for this fiscal, a top company official said on Friday.

Gail's chairman and managing director SK Gupta said, "For this fiscal, we plan to spend Rs 10,000 crore". He added that even though FY23 was not good for internal resource generation, it invested Rs 9,100 crore, which was 15 per cent higher than the budgeted levels.

He exuded confidence that FY24 will be robust on the internal resource generation front, and there will not be any problem with continuing with the capex. "We plan to borrow something around Rs 5-7,000 crore," he added. The company's director of finance, RK Jain, said that given the present scenario in global finance, the borrowing will be done domestically and not in global markets.

Keeping in line with the Sebi mandate, a fourth of the borrowings will be in bonds while the rest will be bank borrow-

ings, he said. At present, the company's overall long-term debt stands at Rs 9,800 crore, and the new bank borrowings will be for a tenor of over five years. It is in the domestic market to raise a borrowing of Rs 1,500 crore right now, he added.

Meanwhile, Gupta said Gail has initiated legal proceedings against Russian energy giant Gazprom for failure to supply Liquefied Natural Gas following the complications arising out of Russia's invasion of Ukraine.

"We are taking up legally against them to press for spe-

cific performance and to claim the damages, and our request for arbitration has been filed...in the London court," Gupta said.

Without divulging the exact sum that the company is claiming, Gupta said Gail has recommended its representatives for the arbitration, while its supplier is yet to appoint one. He said normal supplies have been on for the last two months, but the price being paid by Gail is higher than the spot market prices because the contract entails a price, which is an average of nine months. Gupta also

said that the company is looking seriously at entering the solar energy components space, and will be looking at all the options, including tie-ups. It is also confident of commissioning a green hydrogen production in the calendar year 2023 itself.

The company is also contemplating entering into the ethane cracker, but the plans are still on the drawing board.

Gupta said it will not be looking at pipeline monetisation because oil and gas companies are able to raise necessary resources from the markets.



# Gail plans ₹10,000-crore capital spend in FY2024

**Mumbai, May 19:** Gail India plans to borrow up to ₹7,000 crore in FY24 to fund the ₹10,000 crore capital expenditure plan for this fiscal, a top company official said on Friday.

The state-owned company's chairman and managing director SK Gupta said, "For this financial year, we plan to spend about ₹10,000 crore".

He added that even though FY23 was not good for internal resource generation, it invested about ₹9,100 crore, which was 15 per cent higher than the budgeted levels.

He exuded confidence that FY24 will be robust on the internal resource generation front, and

there will not be any problem with continuing with the capex. "We plan to borrow about ₹5,000 crore to ₹7,000 crore," he added.

The company's director of finance, RK Jain, said that given the present scenario in global finance, the borrowing will be done domestically and not in global markets. Keeping in line with the Sebi mandate, a fourth of the borrowings will be in bonds while the rest will be bank borrowings, he said.

At present, the company's overall long-term debt stands at Rs 9,800 cr, and the new bank borrowings will be for a tenor of over five years.

It is in the domestic market to raise a borrowing of Rs 1,500 crore right now, he added.

Meanwhile, Gupta said Gail has initiated legal proceedings against Russian energy giant Gazprom for failure to supply Liquefied Natural Gas following the complications arising out of Russia's invasion of Ukraine.

"We are taking up legally against them to press for specific performance and to claim the damages, and our request for arbitration has been filed in the London court," Gupta said adding that its supplier is yet to appoint one.

—PTI

# Non-supply of LNG: GAIL takes Gazprom to court in London

PRESSTRUST OF INDIA

Mumbai, 19 May

State-owned GAIL India on Friday said it has initiated legal proceedings against an arm of the Russian energy giant Gazprom for non-delivery of Liquefied Natural Gas (LNG).

Company's Chairman and Managing Director S K Gupta said GAIL is seeking damages from Gazprom, but declined to spell out the amount being pressed for.

It has filed for arbitration in London and also appointed an arbitrator, Gupta said, adding that Gazprom was yet to appoint its representative.

A September 2022 news report said the Centre was looking at the issue on a bilateral basis and was against pursuing arbitration or seeking any damages.

"...we are taking up legally against them to press for specific performance and to claim the damages. And our request for arbitration has been filed in a London arbitration court," Gupta told reporters.

He explained that the supply of LNG had stopped in the aftermath of the Russian invasion of Ukraine and the sanctions imposed on the Vladimir Putin-led country by the West.

Gail had a tie-up with a German subsidiary of Gazprom, and a step-down company based in Singapore to supply the gas. After the invasion, the German government took over the company and the supplies got hindered as the German government debarred the company from picking up any cargo from Russia, Gupta said, stressing that this was a portfolio contract, and supplies cannot be stopped this way.

"...this was a portfolio contract, but perhaps as per their arrangement, the supplies were perhaps to come from Russia. And that is why this problem arose," he said, adding that the onus was on the suppliers to



arrange for the cargo from other destinations.

Gupta reiterated that the normal supplies have resumed over the last two months, and hoped that the same will continue.

However, in a double whammy of sorts, Gail is paying higher than the current spot price for the supplies because its pricing contract pegs the price at an average of the last nine months, Gupta said.

GAIL had in 2012 signed a 20-year deal with Gazprom Marketing and Singapore (GMTS) to buy 2.85 million tonnes per annum of LNG. Supplies started in 2018 and the full volume was to reach in 2023.

GMTS had signed the deal on behalf of Gazprom. GMTS was moved to Gazprom Germania, now called Sef. But in early April last year, Gazprom gave up the ownership of the German unit without giving a reason and placed parts of it under Russian sanctions.

This followed the West slapping sanctions on Russia for its February 24 invasion of Ukraine. It invoked force majeure and stopped supplies to India from June 2022. Gupta said on Friday that the force majeure clause is not acceptable to GAIL.







## GAIL to borrow up to ₹7,000 cr domestically



GAIL INDIA plans to borrow up to ₹7,000 crore in FY24 to fund the ₹10,000 crore

capital expenditure plan for this fiscal, a top company official said on Friday.

PTI

**FINANCIAL EXPRESS**

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### **गैल इंडिया 7,000 करोड़ का लेगी कर्ज**

नई दिल्ली। गैल इंडिया लि. ने चालू वित्त वर्ष में 10,000 करोड़ रुपये के पूंजीगत खर्च के लिए 7,000 करोड़ रुपये कर्ज लेने की योजना बनाई है। कंपनी के चेयरमैन एवं प्रबंध निदेशक एसके गुप्ता ने कहा, 2023-24 में हमारी 10,000 करोड़ रुपये खर्च करने की योजना है। पूंजीगत खर्च जारी रखने में कोई बाधा नहीं आएगी। एजेसी

## गेल 7,000 करोड़ रुपए की जुटाएगी उधारी



मुंबई। सार्वजनिक क्षेत्र की गैस उत्पादक गेल इंडिया लिमिटेड ने चालू वित्त वर्ष में 10,000 करोड़ रुपए के पूंजीगत व्यय के वित्तपोषण के लिए 7,000 करोड़ रुपये कर्ज लेने की योजना बनाई है। गेल इंडिया के चेयरमैन एवं प्रबंध निदेशक एस के गुप्ता ने कहा, वित्त वर्ष 2023-24 में हमारी 10,000 करोड़ रुपए खर्च करने की योजना है।





## गेल 7,000 करोड़ रुपये की पूंजी जुटाएगी

**मुंबई।** सार्वजनिक क्षेत्र की गैस उत्पादक गेल इंडिया लिमिटेड ने चालू वित्त वर्ष में 10,000 करोड़ रुपये के पूंजीगत व्यय के वित्तपोषण के लिए 7,000 करोड़ रुपये कर्ज लेने की योजना बनाई है। गेल इंडिया के चेयरमैन एवं प्रबंध निदेशक एस के गुप्ता ने कहा, 'वित्त वर्ष 2023-24 में हमारी 10,000 करोड़ रुपये खर्च करने की योजना है।' उन्होंने कहा कि वित्त वर्ष 2022-23 आंतरिक स्तर पर संसाधन निर्माण के लिए उतना अच्छा रहने के बावजूद गेल ने 9,100 करोड़ रुपये का निवेश किया जो बजटीय स्तर से 15 प्रतिशत अधिक है। इसके साथ ही उन्होंने भरोसा जताया कि चालू वित्त वर्ष में आंतरिक स्तर पर संसाधन जुटाया जा सकेगा और पूंजीगत व्यय जारी रखने में कोई बाधा नहीं आएगी। गुप्ता ने कहा, 'चालू वित्त वर्ष में हमारी करीब 5,000-7,000 करोड़ रुपये उधारी जुटाने की योजना है।' गेल इंडिया के निदेशक (वित्त) आर के जैन ने कहा कि वित्त से संबंधित वैश्विक परिदृश्य को देखते हुए उधारी जुटाने का काम घरेलू स्तर पर ही किया जाएगा।

## गैल चालू वित्त वर्ष में 7,000 करोड़ रुपये की उधारी जुटाएगी

मुंबई, भाषा। सार्वजनिक क्षेत्र की गैस उत्पादक गैल इंडिया लिमिटेड ने चालू वित्त वर्ष में 10,000 करोड़ रुपये के पूंजीगत व्यय के वित्तपोषण के लिए 7,000 करोड़ रुपये कर्ज लेने की योजना बनाई है।

गैल इंडिया के चेयरमैन एवं प्रबंध निदेशक एस के गुप्ता ने कहा, श्रवित्त वर्ष 2023-24 में हमारी 10,000 करोड़ रुपये खर्च करने की योजना है। उन्होंने कहा कि वित्त वर्ष 2022-23 आंतरिक स्तर पर संसाधन निर्माण के लिए उतना अच्छा रहने के बावजूद गैल ने 9,100 करोड़ रुपये का निवेश किया जो वजतीय स्तर से 15 प्रतिशत अधिक है। इसके साथ ही उन्होंने भरोसा जताया कि चालू वित्त वर्ष में आंतरिक स्तर पर संसाधन जुटाया जा सकेगा और पूंजीगत व्यय जारी रखने में कोई बाधा नहीं आएगी।

गुप्ता ने कहा, चालू वित्त वर्ष में हमारी करीब 5,000-7,000 करोड़ रुपये उधारी जुटाने की योजना है। गैल इंडिया के निदेशक (वित्त) आर के जैन ने कहा कि वित्त से संबंधित वैश्विक परिदृश्य का देखते हुए उधारी जुटाने का काम धरेलू स्तर पर ही किया जाएगा।