

POWER GRID CORPORATION OF INDIA LTD. (A Govt. of India Enterprise)
B-9 QUTAB INSTITUTIONAL AREA, KATWARIA SARAI, NEW DELHI-110016.
UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2011

(Rs. in lacs)

PARTICULARS	Quarter ended 30.06.2011 (Un-Audited)	Quarter ended 30.06.2010 (Un-Audited)	Year ended 31.03.2011 (Audited)
1. Revenue from Operations			
a) Transmission Income	204414	183716	769064
b) Consultancy Income	5606	7304	29935
c) Telecom Income	4541	4401	18720
d) Short Term Open Access	5688	4491	21151
Total Revenue from Operations	220249	199912	838870
2. Expenditure			
I. a) Staff Cost	21096	19985	74589
b) Other O&M Expenditure (including DRE Written off)	14606	11818	59149
Total Expenditure other than Depreciation	35702	31803	133738
II. Depreciation	57903	50239	219939
Total Expenditure	93605	82042	353677
3. Profit from Operations before Other Income and Interest & Finance Charges	126644	117870	485193
4. Other Income	14324	15057	71110
5. Profit before Interest & Finance Charges	140968	132927	556303
6. Interest & Finance Charges			
a) Interest & Other Charges	41904	37071	155696
b) Rebate to Customers	2555	2112	10278
c) FERV as adjustment in Borrowing Cost		1308	7419
Total Interest & Other Charges	44459	40491	173393
7. Profit after interest but Before Tax and Prior Period Adjustments	96509	92436	382910
8. Less : Prior Period Expenses	125	-120	437
9. Profit before tax	96384	92556	382473
10. Provision for Taxation			
a) Minimum Alternate Tax	18595	17006	68461
b) Deferred Tax	7260	5232	44323
11. Profit after Tax	70529	70318	269689
12. Paid up Equity Share Capital	462973	420884	462973
13. Reserves excluding Revaluation Reserve			1673727
14. Basic and Diluted EPS (Rs./Share of Rs 10 each calculated on Profit after Tax)	1.52	1.67	6.19
15. Public Shareholding			
- Number of shares	1415701141	573932895	1415701141
- Percentage of shareholding	30.58 %	13.64 %	30.58 %
16. 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	3634908335	3214024212
Percentage of share (as % of the total shareholding of promoter and promoter group)	100 %	100 %	100 %
Percentage of share (as % of the total share capital of the company)	69.42 %	86.36 %	69.42 %

Un-audited Segment wise Revenue, Results and Capital Employed for the quarter ended 30.06.2011

Rs. in lacs

	Particulars			
		Quarter ended	Quarter ended	Year ended
		30.06.2011	30.06.2010	31.03.2011
		(Un-audited)	(Un-audited)	(Audited)
A.	Segment Revenue including Other Income			
	- Transmission	220897	192824	826072
	- Consultancy	5458	7368	29214
	- RLDCs - POSOCO Assets ⁽¹⁾	0	6506	14425
	- ULDCs - Other Assets	3669	3868	21477
	- Telecom	4618	4552	19161
	Total	234642	215118	910349
	Less: Inter Segment Revenue-Telecom	69	149	369
	Total Revenue including Other Income	234573	214969	909980
B.	Segment Results			
	Profit Before Tax			
	- Transmission	91779	87446	348348
	- Consultancy	2124	3718	16528
	- RLDCs - POSOCO Assets	0	1064	2019
	- ULDCs - Other Assets	1350	548	12236
	- Telecom ⁽²⁾	1131	-220	3342
	Total Profit Before Tax	96384	92556	382473
C.	Segment Capital Employed			
	- Transmission ⁽³⁾	6430042	5045126	6162935
	- Consultancy	-184815	-172973	-199388
	- RLDCs - POSOCO Assets	0	13262	11320
	- ULDCs - Other Assets	94378	102460	94010
	- Telecom	37450	73274	36485
	Total Segment Capital Employed	6377055	5061149	6105362

- (1) Assets pertaining to System Operation Segment have been taken over by Power System Operation Corporation Ltd., a 100% subsidiary of the Company, w.e.f. 01.10.2010. Hence current quarter figures are nil.
- (2) Profit of Telecom segment has been increased by the amount of inter segment revenue with a corresponding decrease in profit of Transmission segment.
- (3) While calculating segment wise capital employed, entire deferred tax liability has been considered and included in transmission segment.

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Notes :

1. In exercise of powers u/s 178 of Electricity Act 2003, Central Electricity Regulatory Commission (CERC) has notified CERC (Terms and Conditions of Tariff) Regulation 2009, vide order dated 19.01.2009 for determination of tariff for the block period 2009-14. Pending disposal of petitions filed with CERC in certain cases and filing of petition in certain other cases , transmission income of Rs. 84023 lacs (corresponding previous quarter Rs. 156913 lacs) for the quarter ended 30.06.2011 has been provisionally recognized based on the CERC norms for the block period 2009-14 and as per accounting policy of the Company.

Wherever tariff orders (Final/Provisional) for assets existing as on 31.03.2009, have not been issued under 2009-14 Regulation, provisional billing is done at the tariff rates approved by CERC as per 2004-09 Regulations.

2. i. Profit before Tax for the quarter ended 30.06.2010 includes the following one time incomes of Rs. 14311 lacs:
 - a. The Return on Equity (RoE) component of Transmission Charges for the FY 2009-10 was grossed up using the MAT rate of FY 2008-09 i.e., 11.33% . On receipt of necessary clarification from CERC, ROE was grossed up at the applicable rate of 16.995% for the FY 2009-10. Difference of Rs. 13247 lacs pertaining to FY 2009-10 was accounted for during the quarter ended 30.06.2010.
 - b. Rs. 1064 lacs, being profit before tax of System Operation Segment which has been taken over by Power System Operation Corporation Ltd., a 100% subsidiary of the Company, w.e.f., 01.10.2010.
- ii Dividend income of Rs. 4128 lacs from investment in Joint Ventures for the FY 2009-10 was received upon declaration and accounted for during the quarter ended 30.06.2010. In the current financial year 2011-12, dividend income is declared and received during July,2011 and the same shall be accounted for in the next quarter as per accounting policy of the company.
3. Accounting of FERV as per accounting policies adopted by the Company in accordance with the opinion of Expert Advisory Committee of ICAI has resulted in increase in profit for the quarter by Rs. 425 lacs (corresponding previous quarter decrease in profit by Rs. 1308 lacs).
4. Out of the issue proceeds of FPO of Rs. 371289 lacs (net of Issue Expenses), the Company has utilised an amount of Rs. 15000 lacs during the quarter in addition to the utilization of Rs. 160000 lacs till 31.03.2011, as per objects of the issue, for part financing of capital expenditure on the projects specified for utilization and the balance amount has been invested as per the investment policy of the Company.
5. i) Status of investor complaints received and attended, regarding equity shares, during the quarter ended 30.06.2011 is given as under :

	Opening Balance	Additions*	Attended*	Closing Balance
No. of Complaints	8	1094	1094	8

* includes references and communications



- (ii) As at 30.06.2011, no investor's complaint / grievance is lying un-resolved in respect of Bonds issued by the Company. Clarifications, as and when sought by investors, have been furnished.
6. Previous quarter / year figures have been regrouped / rearranged wherever necessary.
 7. The above results have been reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on 02.08.2011.
 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.**


(S.K. Chaturvedi)

Chairman & Managing Director

Place : New Delhi.

Date : 02.08.2011







A.R. & Co.
Chartered Accountants
C-1, II Floor, R.D.C.
Raj Nagar, Ghaziabad – 201 002.
National Capital Region of Delhi

S R I Associates
Chartered Accountants
3-B, Garstin Place
Kolkata – 700 001.

Umamaheswara Rao & Co.
Chartered Accountants
Flat No. 5-H 'D' Block, 8-3-324,
Krishna Apartments, Yellareddyguda Lane
Ameerpet 'X' Roads, Hyderabad - 500 073.

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 financial results of Power Grid Corporation of India Limited for the quarter ended 30th June, 2011 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 / Committee of Board of Directors. Our responsibility is to issue a report on this financial statement based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, *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 of interim financial information consists principally of applying analytical procedures for financial data and making inquiries of persons responsible for financial and accounting matters. It is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an 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 financial results prepared in accordance with accounting standards and other recognized accounting practices and policies 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 A.R. & Co.
Chartered Accountants
Regn No.002744C


(Anil Gaur)

Partner

Membership No. 017546

For S R I Associates
Chartered Accountants
Regn No.305109E


(I. Pasha)

Partner

Membership No. 013280

For Umamaheswara Rao & Co.
Chartered Accountants
Regn No. 004453S


(G. Siva Rama Krishna Prasad)

Partner

Membership No. 024860

Place : New Delhi
Date : 02.08.2011