

पावर ग्रिड कारपोरेशन ऑफ इंडिया लिमिटेड

(भारत सरकार का उद्यम)
POWER GRID CORPORATION OF INDIA LIMITED
(A Government of India Enterprise)



केन्द्रीय कार्यालय : "सौदामिनी" प्लॉट सं. 2, सैक्टर-29, गुडगाँव-122 001, हरियाणा
फोन : 2571700 - 719, फ़ैक्स : 2571760, 2571761 तार 'नेटग्रिड',
Corporate Office : "Saudamini" Plot No. 2, Sector-29, Gurgaon-122 001. Haryana
Tel. : 2571700 - 719, Fax : 2571760, 2571761 Gram : 'NATGRID'

संदर्भ संख्या/Ref. Number

C/COS/IPO

Dt: 29.07.2009

The GM (Listing)
National Stock Exchange of India Ltd.,
Exchange Plaza,
Plot No. C/1, G Block,
Bandra Kurla Complex,
Bandra (East)
Mumbai

Dear Sir,

Sub: **Unaudited Financial Results for the quarter ended 30th June, 2009 and Limited Review Report.**

In pursuance of clause 41 of the Listing Agreement, a copy each of Unaudited Financial Results for the quarter ended 30th June, 2009 and Limited Review Report is submitted please.

Thanking You,

Yours faithfully,


(Divya Tandon)
Company Secretary

Encl: a/a

POWER GRID CORPORATION OF INDIA LTD. (A Govt. of India Enterprise)			
B-9 QUTAB INSTITUTIONAL AREA, KATWARIA SARAI, NEW DELHI-110016.			
UNAUDITED RESULTS FOR THE QUARTER ENDED 30TH JUNE 2009			
PARTICULARS	Quarter	Quarter	(Rs. in lacs)
	ended 30.06.2009 (Unaudited)	ended 30.06.2008 (Unaudited)	Accounting year ended 31.03.2009 (Audited)
1. Revenue from Operations			
Transmission Income - Other than FERV	161785	107650	528284
Transmission Income - FERV	-11102	18822	88982
a) Total Transmission Income	150683	126472	617266
b) Consultancy Income	4572	4066	21590
c) Telecom Income	3960	3309	14983
d) Short Term Open Access	1605	994	6161
e) Lease Income - State Sector ULDC	1483	1242	7585
Total Revenue from Operations	162303	136083	667585
2. Expenditure			
I. a) Staff Cost	19599	15159	64388
b) Other O&M Expenditure (including DRE Written off)	9713	7430	45967
Total Expenditure other than Depreciation	29312	22589	110355
II. Depreciation	46701	26379	109397
Total Expenditure	76013	48968	219752
3. Profit from Operations before Other Income and Interest & Finance Charges	86290	87115	447833
4. Other Income			
a) Interest on Bonds & Long Term Advances	3006	3424	13299
b) Interest from Banks	976	2897	10984
c) Dividend	2293	1835	1954
d) FERV Gain	11901		
e) Others	1753	1610	9032
Total Other Income	19929	9766	35269
5. Profit before Interest & Finance Charges	106219	96881	483102
6. (I) Interest & Finance Charges			
a) Interest & Other Charges	36028	34388	150244
b) Rebate to Customers	2057	2360	8631
c) FERV as adjustment in Borrowing Cost	253	7355	40486
(II) FERV above Domestic Borrowing Cost		12296	53848
Total Interest & Other Charges	38338	56399	253209
7. Profit after interest but Before Tax and Prior Period Adjustments	67881	40482	229893
8. Less : Prior Period Items - FERV		5058	5102
Prior Period Items - Others	-142	59	1934
9. Profit before tax	68023	35365	222857
10. Provision for Taxation			
a) Minimum Alternate Tax	11922	3525	47860
b) Fringe Benefit Tax		251	1460
c) Deferred Tax	1440	1020	4476
11. Profit after Tax	54661	30569	169061
12. Paid up Equity Share Capital	420884	420884	420884
13. Reserves excluding Revaluation Reserve			1041475
14. Basic and Diluted EPS (*)	1.30	0.73	4.02
(Rs./Share of Rs 10 each calculated on profit after Tax)			
15. Public Shareholding			
- Number of shares	573932895	573932895	573932895
- Percentage of shareholding	13.64 %	13.64 %	13.64 %
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	3634908335	3634908335	3634908335
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)	86.36 %	86.36 %	86.36 %

* EPS figures for the quarter have not been Annualised



Segment wise Revenue, Results and Capital Employed

Rs. in lacs

Particulars	Quarter ended	Quarter ended	Year ended
	30.06.2009 (Unaudited)	30.06.2008 (Unaudited)	31.03.2009 (Audited)
A. Segment Revenue including Other Income			
- Transmission	168057	132704	634295
- Consultancy	4585	4592	21754
- ULDC/RLDC	5603	5297	31800
- Telecom	4072	3322	15326
Total	182317	145915	703175
Less: Inter Segment Revenue	85	66	321
Total Revenue including Other Income	182232	145849	702854
B. Segment Results			
Profit Before Tax			
- Transmission	66306	33393	214140
- Consultancy	1557	2527	10155
- ULDC/RLDC	423	65	1774
- Telecom	-263	-620	-3212
Total Profit Before Tax	68023	35365	222857
C. Segment Capital Employed			
- Transmission	4436320	3395862	4097340
- Consultancy	-104618	-67083	-117483
- ULDC/RLDC	107925	125781	116653
- Telecom	73522	65832	75094
Total Segment Capital Employed	4513149	3520392	4171604

Notes :

- 1 While calculating segment wise capital employed, dererred tax liability for consultancy and other segments has not been considered and included in transmission segment.
- 2 Profit of Telecom segment has been increased by the amount of inter segment revenue with a corresponding decrease in profit of Transmission segment.



Notes. :

1. (i) In exercise of powers u/s 178 of Electricity Act 2003, Central Electricity Regulatory Commission (CERC) has notified 'CERC (Terms and Conditions of Tariff) Regulations 2009' vide order dt.19th January, 2009 for the determination of transmission tariff for the block year 2009-14.
- (ii) Pending filing of petitions and issue of tariff orders by CERC, Transmission Charges for the quarter has been provisionally accounted for based on above norms.
- (iii) The tariff norms for the block period 2009-14 notified by CERC provides that the rate of return on equity (ROE) shall be computed by grossing up the base rate of 15.5 % with the tax rate applicable to the Company (MAT @ 11.33%) for the year 2008-09 which shall be trued up separately for each year with respect to the actual tax rate applicable, in line with the provisions of the relevant Finance Act of the respective year, of the tariff period alongwith the tariff petition for the next tariff period. Pending filing of petition under clause 44 of the CERC regulations & consequent issuance of notification , ROE for the quarter has been grossed up based on MAT rate of 11.33% (10% plus surcharge @10% and education cess @3%) applicable for the year 2008-09.
- (iv) Upon issue of some tariff orders by CERC, in the current quarter, in respect of transmission systems commissioned upto 31.03.2009, arrears of Rs. 10308 lacs have been included in 'Transmission Income'.
2. Tariff policy issued in accordance with the Electricity Act, 2003 provides that rates of depreciation notified by CERC would be applicable for the purpose of tariffs as well as accounting.
CERC has notified norms for the block period 2009-14 in which depreciation rates have been modified. The same rates have been considered for charging depreciation for the quarter.
3. For the quarter ended on 30.06.2009, the re-statement of foreign currency loans has resulted in FERV gain of Rs. 55461 lacs against previous quarter loss of Rs. 50212 lacs. Accounting of such FERV as per accounting policies adopted by the Company has resulted in increase in profit for the quarter by Rs. 797 lacs (previous quarter decrease in profit by Rs. 5938 lacs) (including decrease in profit on account of prior period FERV of Rs. 5058 lacs). Balance has been decapitalised/shown as payable as per the opinion of Expert Advisory Committee of ICAI.
4. The pay revision of the employees of the company is due w.e.f 1st Jan, 2007. Pending implementation of pay revision, provision for the quarter Rs. 5641 lacs (net of amount charged to construction) against previous quarter provision of Rs. 2872 lacs (net of amount charged to construction) has been made towards wage revision on an estimated basis having regard to the guidelines issued from time to time by Department of Public Enterprises (DPE), GOI.
5. (i) Tax provisions for Minimum Alternate Tax (MAT) has been made at the rates (15% plus surcharge @10% and education cess @3%) proposed in the Union Budget for the financial year 2009-10.
(ii) No provision for FBT has been made for the quarter due to proposed abolition of the same in the Union Budget 2009-10.
6. Pursuant to the directions by the MOP, GOI vide letter dt. 04/07/2008 the company had set up a wholly owned subsidiary company on 20th March 2009 namely "Power System Operation Corporation Limited" for independent system operation. Pending determination of assets to be transferred to the said subsidiary, the income and expenditure of RLDC/ULDC segment is continued to be accounted for by the Company.
7. (i) Status of investor complaints received and attended, regarding equity shares, during the quarter ended 30th June, 2009 is given as under :

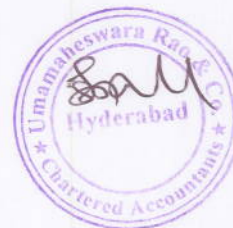
	Opening Balance	Additions*	Attended*	Closing Balance
No. of Complaints	1	143	144	0

* includes references and communications
- (ii) As at 30th June, 2009 , no investor's complaint / grievance is lying un-resolved in respect of Bonds issued by the Company. Clarifications, as and when sought by any investor, have been furnished.
8. Previous quarter / year figures have been regrouped / rearranged wherever necessary.
9. The above results have been reviewed by the Audit Committee and have been approved by the Board of Directors at its meeting held on 29.07.2009.
10. 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.**

Place : New Delhi.
Date : 29.07.2009.


(S.K. Chaturvedi)
Chairman & Managing Director



A.R. & Co.
Chartered Accountants
A-403, Gayatri Apartments
Airlines Group Housing Society
Sector-10, Dwarka,
New Delhi - 75

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, 2009. 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 these financial statements 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.

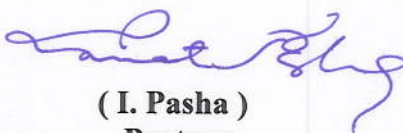
For A.R. & Co.
Chartered Accountants


(Anil Gaur)
Partner

M.No. 017546



For S R I Associates
Chartered Accountants


(I. Pasha)
Partner

M.No. 013280



For Umamaheswara Rao & Co
Chartered Accountants


(G. Sivaramakrishna Prasad)
Partner

M. No. 024860



Place : New Delhi.
Date : 29th July, 2009