

**S. K. Mehta & Co.**  
**Chartered Accountants**  
504, Kirti Mahal,  
19, Rajendra Place,  
New Delhi – 110 008.

**Chatterjee & Co.**  
**Chartered Accountants**  
153, Rash Behari Avenue,  
3<sup>rd</sup> Floor,  
Kolkata – 700 029.

**Sagar & Associates**  
**Chartered Accountants**  
H.No. 6 - 3 - 244 / 5,  
Sarada Devi Street, Prem Nagar,  
Hyderabad – 500 004.

### 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 standalone financial results of Power Grid Corporation of India Limited for the quarter ended 30<sup>th</sup> June, 2014 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. Our responsibility is to issue a report on these financial statements based on our review.

We have conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial Information Performed by the Independent Auditor 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 mis-statement. 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results read with notes thereon, prepared in accordance with Accounting Standards specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013 read with Rule 7 of Companies (Accounts) Rules, 2014) and other recognized accounting practices and policies thereon, 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 S. K. Mehta & Co.**  
Chartered Accountants  
Firm Regn. No. 000478 N

  
(Rohit Mehta)  
Partner

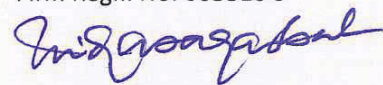
Membership No. 091382

**For Chatterjee & Co.**  
Chartered Accountants  
Firm Regn. No. 302114 E

  
(R. N. Basu)  
Partner

Membership No. 050430

**For Sagar & Associates**  
Chartered Accountants  
Firm Regn. No. 003510 S

  
(V. Vidyasagar Babu)  
Partner

Membership No. 027357

Place : New Delhi.  
Date : 04.08.2014.





POWER GRID CORPORATION OF INDIA LTD. (A Govt. of India Enterprise)  
B-9 QUTAB INSTITUTIONAL AREA, KATWARIA SARAI, NEW DELHI-110016.

STATEMENT OF UN-AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2014

(₹ in lakhs)

Part - I PARTICULARS	Quarter ended on			Year ended on
	30.06.2014	31.03.2014	30.06.2013	31.03.2014
	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
<b>1. Income from Operations</b>				
a) Transmission Income	381294	369961	338614	1425005
b) Consultancy Income - Services	6098	14734	6559	33248
c) Consultancy Income - Sale of Products	-	2219	2899	29407
d) Telecom Income	6450	6492	7303	27614
e) Other Operating Income	343	5222	621	7754
<b>Total income from Operations</b>	<b>394185</b>	<b>398628</b>	<b>355996</b>	<b>1523028</b>
<b>2. Expenses</b>				
a) Purchase of Stock in Trade	-	1681	2303	21940
b) Employee benefits expense	23126	23426	23178	94168
c) Depreciation and amortisation expenses	115503	107503	96440	399568
d) Transmission, Administration and Other expenses	30586	33206	24601	111286
e) Prior Period Adjustments : Expenses / (Income)	3187	2005	(604)	2052
<b>Total Expenses</b>	<b>172402</b>	<b>167821</b>	<b>145918</b>	<b>629014</b>
<b>3. Profit from Operations before other income, finance costs and exceptional items (1-2)</b>	<b>221783</b>	<b>230807</b>	<b>210078</b>	<b>894014</b>
<b>4. Other Income</b>	<b>13326</b>	<b>19736</b>	<b>7407</b>	<b>49113</b>
<b>5. Profit from ordinary activities before finance costs and exceptional items (3+4)</b>	<b>235109</b>	<b>250543</b>	<b>217485</b>	<b>943127</b>
<b>6. Finance costs</b>	92794	81891	75985	316752
<b>7. Profit from ordinary activities after finance costs but before exceptional items (5-6)</b>	<b>142315</b>	<b>168652</b>	<b>141500</b>	<b>626375</b>
8. Exceptional Items	-	-	-	-
<b>9. Profit from ordinary activities before Tax(7-8)</b>	<b>142315</b>	<b>168652</b>	<b>141500</b>	<b>626375</b>
<b>10. Tax Expenses</b>				
a) Current Tax (Minimum Alternate Tax)	29446	34363	28964	127413
b) Deferred Tax	12027	16705	8502	49220
Total (a+b)	41473	51068	37466	176633
Less: Deferred Tax Recoverable / (Payable)	12809	-	-	-
<b>Total Tax Expenses</b>	<b>28664</b>	<b>51068</b>	<b>37466</b>	<b>176633</b>
<b>11. Net Profit from ordinary activities after tax (9-10)</b>	<b>113651</b>	<b>117584</b>	<b>104034</b>	<b>449742</b>
<b>12. Extraordinary Items (net of tax expenses)</b>	-	-	-	-
<b>13. Net Profit for the period (11-12)</b>	<b>113651</b>	<b>117584</b>	<b>104034</b>	<b>449742</b>
14. Paid up Equity Share Capital (Face Value - ₹10/- per share)	523159	523159	462973	523159
15. Reserves excluding Revaluation Reserve as per balance sheet				2922804
16. Earnings per share (before extraordinary items)(not annualised) (₹/Share of ₹10 each calculated on Profit after Tax)				
(a) Basic	2.17	2.24	2.25	9.36
(b) Diluted	2.17	2.24	2.25	9.36
17. Earnings per share (after extraordinary items)(not annualised) (₹/Share of ₹10 each calculated on Profit after Tax)				
(a) Basic	2.17	2.24	2.25	9.36
(b) Diluted	2.17	2.24	2.25	9.36

Refer accompanying notes to the financial results



*Signature*

Part - II		Select Information			
		Quarter ended on			Year ended on
PARTICULARS		30.06.2014	31.03.2014	30.06.2013	31.03.2014
		(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
<b>A PARTICULARS OF SHAREHOLDING</b>					
1. Public Shareholding					
- Number of shares		2202754450	2202754450	1415701141	2202754450
- Percentage of shareholding		42.10 %	42.10 %	30.58 %	42.10 %
2. 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		3028835198	3028835198	3214024212	3028835198
Percentage of share (as % of the total shareholding of promoter and promoter group)		100 %	100 %	100 %	100 %
Percentage of share (as % of the total share capital of the company)		57.90 %	57.90 %	69.42 %	57.90 %

Particulars		Quarter ended 30.06.2014
<b>B INVESTOR COMPLAINTS</b>		
Pending at the beginning of the quarter		56
Received during the quarter		720
Disposed of during the quarter		773
Remaining unresolved at the end of the quarter		3

*Group*





SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 30th JUNE, 2014.

(₹ in lakhs)

PARTICULARS	Quarter ended on			Year ended on
	30.06.2014	31.03.2014	30.06.2013	31.03.2014
	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
<b>A. Segment Revenue (including allocable Other Income)</b>				
- Transmission	385695	380434	343536	1452772
- Consultancy	6121	17164	9607	63274
- Telecom	6747	6797	7575	28821
<b>Total</b>	<b>398563</b>	<b>404395</b>	<b>360718</b>	<b>1544867</b>
Less: Inter Segment Revenue	268	290	267	1105
<b>Total Revenue including Other Income</b>	<b>398295</b>	<b>404105</b>	<b>360451</b>	<b>1543762</b>
<b>B. Segment Results</b>				
<b>Profit Before Interest and Tax</b>				
- Transmission	223111	222592	207234	876890
- Consultancy	2770	12237	4448	28485
- Telecom	12	1455	2851	9373
<b>Total Profit Before Interest and Tax</b>	<b>225893</b>	<b>236284</b>	<b>214533</b>	<b>914748</b>
<b>Less :</b>				
Unallocated interest and finance charges	92794	81891	75985	316752
Other unallocated expenditure net of unallocated income	(9216)	(14259)	(2952)	(28379)
<b>Profit before Tax</b>	<b>142315</b>	<b>168652</b>	<b>141500</b>	<b>626375</b>
<b>C. Capital Employed (Segment Assets - Segment Liabilities)</b>				
- Transmission	7887473	7442450	6634719	7442450
- Consultancy	(66266)	(65412)	(76037)	(65412)
- Telecom	38570	37725	35673	37725
<b>Capital Employed in Segments</b>	<b>7859777</b>	<b>7414763</b>	<b>6594355</b>	<b>7414763</b>
- Unallocated Assets Less Liabilities	4438373	4348185	3543065	4348185
<b>Total</b>	<b>12298150</b>	<b>11762948</b>	<b>10137420</b>	<b>11762948</b>

Notes

1. The operations of the Company are mainly carried out within the country and therefore, geographical segments are not applicable.
2. Figures reported for Consultancy Segment also include amount related to Sale of Products.
3. Previous periods' / year figures have been regrouped / rearranged wherever necessary.


*Signature*



**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 2014' vide order dated 21<sup>st</sup> February, 2014 for the determination of transmission tariff for the block period 2014-2019.
- (ii) Pending filing of petitions and issue of tariff orders by CERC, income on account of Transmission Charges for the quarter has been provisionally recognized based on the transmission tariff norms applicable for the block period 2014-2019. However, beneficiaries are being billed in accordance with the tariff approved and applicable as on 31.03.2014 as provided in the CERC (Terms and Conditions of Tariff) Regulations, 2014.
2. The tariff norms for the block period 2014-2019 notified by the CERC provide that the recovery of Income Tax from the beneficiaries is to be based on the effective tax rate for a financial year which shall be based on the actual tax paid during the year. Accordingly, deferred tax liability provided for the quarter ended 30.06.2014 relating to transmission segment is shown as recoverable from beneficiaries as the same will be recovered in the form of current tax in future period in terms of above said tariff norms.
3. During the Quarter, the Company has revised depreciation rates on certain fixed assets w.e.f. 01<sup>st</sup> April, 2014 as per useful life specified in schedule II of the Companies Act, 2013 as reassessed by the company. Accordingly the company has accounted for additional depreciation charge of ₹ 488 lakhs during the quarter in the financial results and ₹ 5 lakhs (net of deferred tax) in reserves in terms of the transitional provisions of said schedule II. Thus, by charging depreciation at the revised depreciation rates, the depreciation charge for the year is higher by ₹ 488 lakhs.
4. Out of the proceeds of Follow on Public Offer (FPO) made during the financial year 2013-14, a sum of ₹ 278216 lakhs has been utilised upto 30.06.2014 as per the objects of the issue and the balance of ₹ 252500 lakhs is kept in the banks as term deposits.
5. The above results have been reviewed by the Audit Committee and have been approved by the Board of Directors in their respective meetings held on 04.08.2014.
6. The above results have been reviewed by the Statutory Auditors as required under clause 41 of the listing agreements.
7. Previous periods' / year figures have been regrouped / rearranged wherever necessary.

For and on behalf of **POWER GRID CORPORATION OF INDIA LTD.**

  
(R. N. Nayak)

Chairman & Managing Director

Place : New Delhi.

Date : 04.08.2014.

