

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 : 0124-2571700-719, फैक्स : 0124-2571760, 2571761 तार 'नेटग्रिड'
Corporate Office : "Saudamini" Plot No. 2, Sector-29, Gurgaon-122 001. Haryana
Tel. : 0124-2571700-719, Fax : 0124-2571760, 0124-2571761 Gram : 'NATGRID'

संदर्भ संख्या / Ref. No.

C/COS/Listing

Dt: 28.05.2013

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

Ref: Symbol: POWERGRID; Series: EQ; ISIN: INE752E01010

Dear Sir,

Sub: **Audited Annual Financial Results for the year ended 31st March, 2013.**

In pursuance of clause 41 of the Listing Agreement, a copy of audited Annual Financial Results for the year ended 31st March, 2013 is submitted please.

Thanking You,

Yours faithfully,


(Divya Tandon)

Company Secretary &
Compliance Officer

Encl: a/a

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31ST MARCH, 2013

(₹ in lakhs)

Part - I	Standalone				Consolidated	
	Quarter ended on		Year ended on		Year ended on	
	31.03.2013 (Un-audited)	31.12.2012 (Un-audited)	31.03.2012 (Un-audited)	31.03.2013 (Audited)	31.03.2012 (Audited)	31.03.2013 (Audited)
PARTICULARS						
1. Income from Operations						
a) Transmission Income	319134	323765	295881	1216266	954419	1257087
b) Consultancy Income - Services	3528	6579	9094	22896	28995	22680
c) Consultancy Income - Sale of Products	8644	-	-	8644	-	8644
d) Telecom Income	6070	5823	5212	23139	20119	23139
e) Other Operative Revenue	690	726	5379	4840	12894	4840
Total income from operations	338066	336893	315566	1275785	1016427	1316390
2. Expenses						
a) Purchase of Stock in Trade	6350	-	-	6350	-	6350
b) Employee benefit expenses	22155	22444	24005	88640	84297	97472
c) Depreciation and amortisation expenses	90489	86537	71765	335192	257754	342780
d) Transmission, Administration and Other expenses	25765	21418	25799	87154	80998	91183
Total Expenses	144759	130399	121569	517336	422549	537785
3. Profit from Operations before other income, finance costs, prior period adjustments and exceptional items (1-2)	193307	206494	193997	758449	593878	778605
4. Other Income	23484	12129	25312	57089	62074	56322
5. Profit from ordinary activities before finance costs, prior period adjustments and exceptional items (3+4)	216791	218623	219309	815538	655952	834927
6. Finance costs						
a) Interest & Other Charges	67988	68482	50989	260914	185883	267336
b) Foreign Exchange Rate Variation (including adjustment to Borrowing Cost and net of amount recoverable from beneficiaries) : Loss/(Gain)	(516)	-	3137	(7392)	8443	(7392)
Total finance costs	67472	68482	54126	253522	194326	259944
7. Profit from ordinary activities after finance costs but before prior period adjustments and exceptional items (5-6)	149319	150141	165183	562016	461626	574983
8. Prior Period Adjustments : Expenses / (Income)	(1167)	62	1641	(2470)	1866	(2580)
9. Exceptional Items						
10. Profit from ordinary activities before Tax(7-8-9)	150486	150079	163542	564486	459760	577563
11. Tax Expenses						
a) Current Tax (Minimum Alternate Tax)	26650	29070	31761	105208	88851	108255
b) Deferred Tax	12892	8103	28612	35828	45414	38047
Total Tax Expenses	39542	37173	60373	141036	134265	146302
12. Net Profit from ordinary activities after tax (10-11)	110944	112906	103169	423450	325495	431261
13. Extraordinary Items (net of tax expenses)						
14. Net Profit for the period (12-13)	110944	112906	103169	423450	325495	431261

(Signature)

PARTICULARS	Standalone				Consolidated			
	Quarter ended on		Year ended on		Year ended on		Year ended on	
	31.03.2013 (Un-audited)	31.12.2012 (Un-audited)	31.03.2012 (Un-audited)	31.03.2013 (Audited)	31.03.2012 (Audited)	31.03.2013 (Audited)	31.03.2012 (Audited)	
15. Share of profit / (loss) of associates	-	-	-	-	-	-	-	
16. Minority interest	-	-	-	-	-	-	-	
17. Net profit after taxes, minority interest and share of profit / (loss) of associates	110944	112906	103169	423450	325495	431261	330299	
18. Paid up Equity Share Capital (Face Value - '10/- per share)	462973	462973	462973	462973	462973	462973	462973	
19. Paid up Debt Capital				6618787	5175191			
20. Reserves excluding Revaluation Reserve as per balance sheet				2160974	1885805	2177338	1895348	
21. Bonds Redemption Reserve				400529	322403			
22. Earnings per share (before extraordinary items)(not annualised) (₹/Share of ₹10 each calculated on Profit after Tax)	2.40	2.44	2.23	9.15	7.03	9.32	7.14	
(a) Basic	2.40	2.44	2.23	9.15	7.03	9.32	7.14	
(b) Diluted								
23. Earnings per share (after extraordinary items)(not annualised) (₹/Share of ₹10 each calculated on Profit after Tax)	2.40	2.44	2.23	9.15	7.03	9.32	7.14	
(a) Basic	2.40	2.44	2.23	9.15	7.03	9.32	7.14	
(b) Diluted								
24. Debt Equity Ratio				72:28	69:31			
25. Debt Service Coverage Ratio (DSCR)				2.28	2.25			
26. Interest Service Coverage Ratio (ISCR)				4.73	5.14			

Refer accompanying notes to the financial results



Part - II

Select Information

PARTICULARS	Standalone				Consolidated	
	Quarter ended on		Year ended on		Year ended on	
	31.03.2013 (Un-audited)	31.12.2012 (Un-audited)	31.03.2012 (Un-audited)	31.03.2013 (Audited)	31.03.2012 (Audited)	31.03.2012 (Audited)
A PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares	1415701141	1415701141	1415701141	1415701141	1415701141	1415701141
- Percentage of shareholding	30.58 %	30.58 %	30.58 %	30.58 %	30.58 %	30.58 %
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)	-	-	-	-	-	-
(b) Non-encumbered						
Number of Shares	3214024212	3214024212	3214024212	3214024212	3214024212	3214024212
Percentage of share (as % of the total shareholding of promoter and promoter group)	100 %	100 %	100 %	100 %	100 %	100 %
Percentage of share (as % of the total share capital of the company)	69.42 %	69.42 %	69.42 %	69.42 %	69.42 %	69.42 %

PARTICULARS	Quarter ended 31.03.2013	
	Particulars	Particulars
B INVESTOR COMPLAINTS		
Pending at the beginning of the quarter	18	
Received during the quarter	99	
Disposed of during the quarter	113	
Remaining unresolved at the end of the quarter	4	



STATEMENT OF ASSETS AND LIABILITIES

(₹ in lakhs)

Particulars	Standalone		Consolidated	
	Year ended 31.03.2013 (Audited)	Year ended 31.03.2012 (Audited)	Year ended 31.03.2013 (Audited)	Year ended 31.03.2012 (Audited)
I. EQUITY AND LIABILITIES				
1. Shareholders' funds				
(a) Share capital	462973	462973	462973	462973
(b) Reserves and surplus	2160974	1885805	2177338	1895348
Sub-total - Shareholders' funds	2623947	2348778	2640311	2358321
2. Deferred Revenue	371760	277627	376648	282592
3. Non-current liabilities				
(a) Long-term borrowings	6307627	4911919	6403014	5000573
(b) Deferred tax liabilities (Net)	195916	160088	197503	159456
(c) Other long term liabilities	98993	143173	103680	146225
(d) Long-term provisions	44263	42149	46989	44895
Sub-total - Non-current liabilities	6646799	5257329	6751186	5351149
4. Current liabilities				
(a) Short-term borrowings	200000	165000	202706	165828
(b) Trade payables	24673	20078	25804	23460
(c) Other current liabilities	1169346	846356	1262074	917244
(d) Short-term provisions	76831	105667	79679	114631
Sub-total - Current liabilities	1470850	1137101	1570263	1221163
TOTAL - EQUITY AND LIABILITIES	11113356	9020835	11338408	9213225
II. ASSETS				
Non-current assets				
(a) Fixed assets (including Capital Work-In-Progress)	8051556	6323580	8204009	6466364
(b) Construction stores	1570862	1261004	1579382	1263677
(c) Non-current investments	96424	110119	39063	57386
(d) Deferred foreign currency fluctuation asset	171629	131667	171629	131667
(e) Long-term loans and advances	596340	561476	600203	564453
Sub-total Non-current assets	10486811	8387846	10594286	8483547
Current assets				
(a) Current investments	18326	18326	19574	19984
(b) Inventories	55153	44031	55285	44125
(c) Trade receivables	143409	149749	149138	152919
(d) Cash and Bank balances	166197	233688	267889	311134
(e) Short-term loans and advances	59503	42596	63266	52523
(f) Other current assets	183957	144599	128970	148993
Sub-total - Current assets	626545	632989	744122	729678
TOTAL - ASSETS	11113356	9020835	11338408	9213225

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Audited Segment wise Revenue, Results and Capital Employed for the Year ended 31.03.2013

PARTICULARS	Standalone				Consolidated	
	Quarter ended on		Year ended on		Year ended on	
	31.03.2013 (Un-audited)	31.12.2012 (Un-audited)	31.03.2012 (Un-audited)	31.03.2013 (Audited)	31.03.2012 (Audited)	31.03.2012 (Audited)
A. Segment Revenue (including allocable Other Income)						
- Transmission	327981	331230	313724	1244899	986863	1286186
- Consultancy	12249	6656	9222	31803	29235	31803
- Telecom	6401	6152	6087	24376	21025	28930
Total	346631	344038	329033	1301078	1037123	1342365
Less: Inter Segment Revenue	330	321	641	1219	881	1219
Total Revenue including Other Income	346301	343717	328392	1299859	1036242	1341146
B. Segment Results						
Profit Before Interest and Tax						
- Transmission	199812	207317	196888	765329	588619	786257
- Consultancy	2373	3729	6277	13325	16755	13325
- Telecom	1790	2210	2092	7605	6528	7605
Total Profit Before Interest and Tax	203975	213256	205257	786259	611902	807187
Less :						
Unallocated interest and finance charges	68738	68482	54201	254788	194401	261210
Other unallocated expenditure net of unallocated income	(15249)	(5305)	(12486)	(33015)	(42259)	(31586)
Profit before Tax	150486	150079	163542	564486	459760	577563
C. Capital Employed (Segment Assets - Segment Liabilities)						
- Transmission	6305297	5885959	4872921	6305297	4872921	6423605
- Consultancy	(85576)	(50954)	(46278)	(85576)	(46278)	(85576)
- Telecom	30832	24991	24855	30832	24855	30832
Capital Employed in Segments	6250553	5859996	4851498	6250553	4851498	6368861
- Unallocated Assets Less Liabilities	3192181	3132876	2837471	3192181	2837471	3194790
Total	9442734	8992872	7689969	9442734	7689969	9563651

Notes

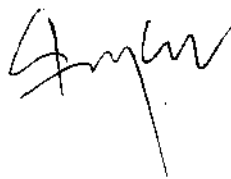
1. Profit of Telecom segment has been increased by the amount of inter segment revenue with a corresponding decrease in profit of Transmission
2. In earlier years, ULDCs and RLDCs were treated as separate business segment. In order to have better presentation of segment result, same have been merged with Transmission segment and accordingly previous year figures have also been merged with Transmission segment.
3. The operations of the Company are mainly carried out within the country and therefore, geographical segments are not applicable.
4. Previous quarters' / year figures have been regrouped / rearranged wherever necessary.

The Subsidiaries and Joint Venture Companies considered in the consolidated Financial Results for the year ended 31.03.2013

Name of the Company	Ownership (%)
Subsidiary Companies	
1 Power System Operation Corporation Limited *	100%
2 Powergrid NM Transmission Limited	100%
3 Powergrid Vemagiri Transmission Limited	100%
Joint Venture Companies	
1 Powerlinks Transmission Limited	49%
2 Torrent Power Grid Limited *	26%
3 Jaypee Powergrid Limited	26%
4 Parbati Koldam Transmission Company Limited	26%
5 Teestavalley Power Transmission Limited *	26%
6 North East Transmission Company Limited *	26%
7 National High Power Test Laboratory Private Limited	20%
8 Energy Efficiency Services Limited	25%
9 Bihar Grid Company Limited	50%
10 Kalinga Vidyut Prasaran Nigam Private Limited	50%
11 Cross Border Power Transmission Company Limited	26%

All the above companies are incorporated in India.

* Un-Audited Financial Statements



Notes :

1. The audited accounts are subject to review by the Comptroller and Auditor General of India under section 619(4) of the Companies Act, 1956.
2. The Company has recognized transmission income during the year as per the following :
 - a) ₹ 345039 lakhs (previous year ₹ 193442 lakhs) for which provisional tariff orders have been issued by CERC allowing provisional billing of at 85%–95% of the tariff claimed;
 - b) ₹ 814151 lakhs (previous year ₹ 651680 lakhs) for which final tariff orders have been issued by CERC.
 - c) ₹ 9644 lakhs (previous year ₹ 30194 lakhs) based on CERC Tariff norms applicable for the tariff block 2009-14 for which tariff orders are yet to be issued by CERC.
 - d) ₹ 6526 lakhs (previous year ₹ 46555 lakhs) recognized as transmission income on account of Deferred Tax liability (Net) materialized during the current financial year which is recoverable from the beneficiaries, as permissible under CERC regulations.
3. Effect of changes in accounting policies :
 - i) Ministry of Corporate Affairs, Government of India through circular no.25/2012 dated 9th August 2012 has clarified that Para 6 of Accounting Standard (AS 11) and para 4(e) of AS 16 shall not apply to company which is applying para 46A of AS 11. Consequently, exchange differences arising on settlement/translation of foreign currency loans to the extent regarded as an adjustment to interest cost as per para 4(e) of AS 16 and charged to the statement of profit and loss have now been adjusted in the cost of related capital assets. The change was effected in 2nd Quarter ending 30th September, 2012 with retrospective effect from 01.04.2011. This change has resulted in increase in Profit before tax for the year by ₹ 12295 lakhs (including ₹ 6612 lakhs for FY 11-12).
 - ii) In view of opinion of the Expert Advisory Committee of the Institute of Chartered Accountants of India, unspent expenditure, out of the budget for the year towards Corporate Social Responsibility(CSR), which was hitherto being provided for in the statement of Profit & Loss is now being transferred to CSR reserve by appropriating profit. The change has resulted in increase in profit before tax for the year by ₹ 2606 lakhs (including ₹ 1526 lakhs write back of provision for earlier years).
4. Out of the proceeds of Follow on Public Offer (FPO) made in Financial Year 2010-11, as sum of ₹ 75000 lakhs (previous year ₹ 137117 lakhs) has been utilised during the year for part financing of capital expenditure on the projects specified for utilization resulting in complete utilisation of funds amounting to ₹ 372117 lakhs raised through FPO.
5. During the year, the Company has paid an interim dividend of ₹ 1.61 per share (face value ₹10/- each) for the year 2012-13. The Board of Directors has recommended final dividend of ₹ 1.14 per share (face value ₹ 10/- each). The total dividend (including interim dividend) for the financial year 2012-13 is ₹ 2.75 per share (face value ₹10/- each).
6. Formula used for computation of coverage ratios DSCR = Earning before Interest, Depreciation and Tax/(Interest & Finance Charges net of amount transferred to expenditure during construction + Principal Repayment) and ISCR = Earning before Interest, Depreciation and Tax/(Interest & Finance Charges net of amount transferred to expenditure during construction).



7. Figures for the fourth quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year.
8. Previous period / 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 their meetings held on 28.05.2013.

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



(R. N. Nayak)

Chairman & Managing Director

Place : Gurgaon.

Date : 28th May, 2013.