

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

Chatterjee & Co.
Chartered Accountants
153, Rash Behari Avenue,
3rd 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 and nine months ended 31st December, 2013 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 applicable accounting standards 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

Place : New Delhi.
Date : 05.02.2014.

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

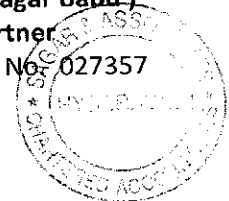

(R. N. Basu)
Partner

Membership No. 050430

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


(V. Vidyasagar Babu)
Partner

Membership No. 027357



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

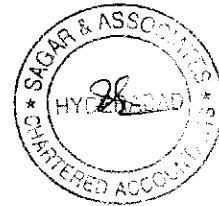
Part - I

Statement of Standalone Unaudited Financial Results for the Quarter and Nine Months ended 31st December, 2013

(₹ in lakhs)

Particulars	Quarter ended on			Nine Months ended on		Year ended on
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
1. Income from Operations						
a) Transmission Income	346944	369486	323765	1055044	897132	1216266
b) Consultancy Income - Services	6338	5617	6579	18514	19368	22896
c) Consultancy Income - Sale of Products	8575	15714	-	27188	-	8644
d) Telecom Income	6472	7347	5823	21122	17069	23139
e) Other Operating Income	126	1785	726	2532	4150	4840
Total Income from Operations	368455	399949	336893	1124400	937719	1275785
2. Expenses						
a) Purchase of Stock in Trade	6467	11489	-	20259	-	6350
b) Employee benefits expense	24576	22988	22444	70742	66485	88640
c) Depreciation and amortisation expense	99027	96598	86537	292065	244703	335192
d) Transmission, Administration and Other expenses	26875	26604	21418	78080	61389	87154
Total Expenses	156945	157679	130399	461146	372577	517336
3. Profit from Operations before other income, finance costs, prior period adjustments and exceptional items (1-2)	211510	242270	206494	663254	565142	758449
4. Other Income	11476	10494	12129	29377	33605	57089
5. Profit from ordinary activities before finance costs, prior period adjustments and exceptional items (3+4)	222986	252764	218623	692631	598747	815538
6. Finance costs						
a) Interest & Other Charges	78735	80141	68482	234861	192926	260914
b) Foreign Exchange Rate Variation (including adjustment to Borrowing Cost and net of amount recoverable from beneficiaries) : Loss/(Gain)	-	-	-	-	(6876)	(7392)
Total finance costs	78735	80141	68482	234861	186050	253522
7. Profit from ordinary activities after finance costs but before prior period adjustments and exceptional items (5-6)	144251	172623	150141	457770	412697	562016
8. Prior Period Adjustments : Expenses / (Income)	102	549	62	47	(1303)	(2470)
9. Exceptional Items	-	-	-	-	-	-
10. Profit from ordinary activities before Tax(7-8-9)	144149	172074	150079	457723	414000	564486
11. Tax Expense						
a) Current Tax (Minimum Alternate Tax)	29146	34940	29070	93050	78558	105208
b) Deferred Tax	10799	13214	8103	32515	22936	35828
Total Tax Expense	39945	48154	37173	125565	101494	141036
12. Net Profit from ordinary activities after tax (10-11)	104204	123920	112906	332158	312506	423450
13. Extraordinary Items (net of tax expense)						
14. Net Profit for the period (12-13)	104204	123920	112906	332158	312506	423450
15. Paid up Equity Share Capital (Face Value - ₹10/- per share)	523159	462973	462973	523159	462973	462973
16. Reserves excluding Revaluation Reserve as per balance sheet						2160974
17. Earnings per share (before extraordinary items)(not annualised) (₹/Share of ₹10/- each calculated on Profit after Tax)						
(a) Basic	2.20	2.67	2.44	7.12	6.75	9.15
(b) Diluted	2.20	2.67	2.44	7.12	6.75	9.15
18. Earnings per share (after extraordinary items)(not annualised) (₹/Share of ₹10/- each calculated on Profit after Tax)						
(a) Basic	2.20	2.67	2.44	7.12	6.75	9.15
(b) Diluted	2.20	2.67	2.44	7.12	6.75	9.15

Refer accompanying notes to the financial results

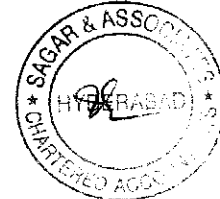
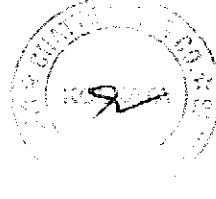


Part - II

Select information for the Quarter and Nine Months ended 31st December, 2013.

Select Information						
Particulars	Quarter ended on			Nine Months ended on		Year ended on
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
A PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares	2202754450	1415701141	1415701141	2202754450	1415701141	1415701141
- Percentage of shareholding	42.10 %	30.58 %	30.58 %	42.10 %	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)	-	-	-	-	-	-
Percentage of share (as % of the total share capital of the company)	-	-	-	-	-	-
(b) Non-encumbered						
Number of Shares	3028835198	3214024212	3214024212	3028835198	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)	57.90 %	69.42 %	69.42 %	57.90 %	69.42 %	69.42 %

Particulars		Quarter ended 31.12.2013
B INVESTOR COMPLAINTS		
Pending at the beginning of the quarter		3
Received during the quarter		1645
Disposed of during the quarter		1572
Remaining unresolved at the end of the quarter		76



Segment wise Revenue, Results and Capital Employed for the Quarter and nine months ended 31st December, 2013

(₹ in lakhs)

PARTICULARS	Quarter ended on			Nine Months ended on		Year ended on
	31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.03.2013
	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
A. Segment Revenue (including allocable Other income)						
- Transmission	352702	376100	331230	1072338	916918	1244899
- Consultancy	14770	21733	6656	46110	19554	31803
- Telecom	6768	7681	6152	22024	17975	24376
Total	374240	405514	344038	1140472	954447	1301078
Less: Inter Segment Revenue	276	272	321	815	889	1219
Total Revenue including Other Income	373964	405242	343717	1139657	953558	1299859
B. Segment Results						
Profit Before Interest and Tax						
- Transmission	209908	237156	207317	654298	565517	765329
- Consultancy	5052	6748	3729	16248	10952	13325
- Telecom	1957	3110	2210	7918	5815	7605
Total Profit Before Interest and Tax	216917	247014	213256	678464	582284	786259
Less :						
Unallocated interest and finance charges	78735	80141	68482	234861	186050	254788
Other unallocated expenditure net of unallocated income	(5967)	(5201)	(5305)	(14120)	(17766)	(33015)
Profit before Tax	144149	172074	150079	457723	414000	564486
C. Capital Employed (Segment Assets - Segment Liabilities)						
- Transmission	6925099	6831219	5885959	6925099	5885959	6305297
- Consultancy	(52655)	(59321)	(50954)	(52655)	(50954)	(85576)
- Telecom	36423	35173	24991	36423	24991	30832
Capital Employed in Segments	6908867	6807071	5859996	6908867	5859996	6250553
- Unallocated Assets Less Liabilities	4751292	4015827	3132876	4751292	3132876	3192181
Total	11660159	10822898	8992872	11660159	8992872	9442734

Notes

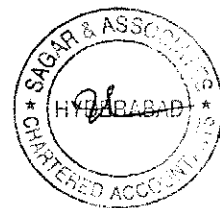
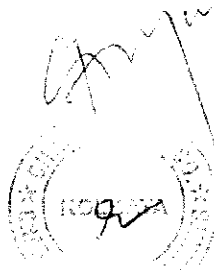
1. The operations of the Company are mainly carried out within the country and therefore, geographical segments are not applicable.
2. Figures reported for Consultancy Segment also include amount related to Sale of Products.
3. Previous periods' / year figures have been regrouped / rearranged wherever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



Notes :

1. The Company has recognized transmission income during the quarter and nine months ended on 31.12.2013, as per the following :
 - a) ₹ 117773 lakhs for the quarter (corresponding previous quarter ₹ 136368 lakhs) and ₹ 347874 lakhs for the nine months (corresponding previous nine months ₹ 297046 lakhs) for which provisional tariff orders have been issued by the Central Electricity Regulatory Commission (CERC) allowing provisional billing of 85%–95% of the tariff claimed;
 - b) ₹ 244364 lakhs for the quarter (corresponding previous quarter ₹ 220529 lakhs) and ₹ 683531 lakhs for the nine months (corresponding previous nine months ₹ 585692 lakhs) for which final tariff orders have been issued by the CERC.
 - c) ₹ 18949 lakhs for the nine months (corresponding previous nine months ₹ 8152 lakhs) based on the CERC Tariff norms applicable for the tariff block 2009-14 for which tariff orders are yet to be issued by the CERC. Such transmission income for the quarter has reduced by ₹ 16043 lakhs (corresponding previous quarter ₹ 34759 lakhs) as compared to such revenue recognized upto 30.09.2013.
 - d) ₹ 850 lakhs for the quarter (corresponding previous quarter ₹ 1627 lakhs) and ₹ 4690 lakhs for the nine months (corresponding previous nine months ₹ 6242 lakhs) recognized provisionally as transmission income on account of Deferred Tax liability (Net) materialized and depicted as recoverable as permissible under CERC regulations.
2. Pursuant to the Further Public Offer (FPO), the Company allotted 601864295 fresh equity shares of ₹ 10 each at a premium of ₹ 80 each (₹ 75.50 each for retail investors and employees) on 16 December, 2013. Further, Company has made an offer for sales of 185189014 equity shares of ₹ 10 each for a consideration of ₹ 90 each (₹ 85.50 each for retail investors and employees) being disinvestment on behalf of President of India.

Out of the issue proceeds of FPO of ₹ 532131 lakhs, the Company has utilised an amount of ₹ 96381 lakhs as per the objects of the issue and the balance is kept in the banks as term deposits.
3.
 - a) The Profit before Tax for the quarter and nine months ended 31.12.2012 included onetime income of ₹ 16197 lakhs on account of admission of claim by the CERC for the increase in employee cost on account of pay revision for the period from 01.01.2007 to 31.03.2009.
 - b) The Income from Operations and Profit before Tax for the quarter ended 30.09.2013 included onetime income of ₹ 17285 lakhs for the period upto 31.03.2013 on account of tariff for the period from 01.07.10 to 30.09.13 attributable to differential revised cost as per CERC tariff norms in respect of one of the transmission systems of the Company.
4. 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 05.02.2014.



5. The above results have been reviewed by the Statutory Auditors as required under clause 41 of the listing agreements.
6. 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 : 05.02.2014.

