



MAHANAGAR
GAS

MAHANAGAR GAS LIMITED

(GAIL, Govt. of Maharashtra & BGAPH Enterprise)

Ref: MGL/CS/SE/2018/166

Date: July 31, 2018

To,

Head, Listing Compliance Department BSE Limited P. J. Towers, Dalal Street, Mumbai - 400 001 Scrip Code/Symbol: 539957; MGL	Head, Listing Compliance Department National Stock Exchange of India Ltd Exchange Plaza, Bandra –Kurla Complex, Bandra (East), Mumbai - 400051 Script Symbol: MGL
--	--

Sub: Submission of Unaudited Financial Results along with the Limited Review Report for the quarter ended June 30, 2018.

Dear Sir/Madam,

In continuation to our letter dated July 16, 2018, we wish to inform you that, the Board of Directors at its meeting held today i.e July 31, 2018, inter alia approved the Unaudited Financial Results for the quarter ended June 30, 2018, as recommended by the Audit committee.

Pursuant to regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we enclose herewith the statement showing the Unaudited Financial Results for the **quarter ended June 30, 2018 along with Limited Review Report thereon**. Performance indicators being shared with the analyst/ Institutional Investors for the said period are also enclosed.

The Board Meeting commenced at 1430 hrs and concluded at 1700hrs.

You are requested to take the above information on your records and disseminate the same on your website.

Thanking you,

Yours faithfully,

For Mahanagar Gas Limited


Alok Mishra

Company Secretary and Compliance Officer



Encl.: As above

Limited Review Report**Review Report to
The Board of Directors
Mahanagar Gas Limited**

We have reviewed the accompanying statement of unaudited financial results of Mahanagar Gas Limited (the 'Company') for the quarter ended June 30, 2018 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015 read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 is the responsibility of the Company's management and has been approved by the Board of Directors of the Company. Our responsibility is to express a conclusion on the Statement based on our review.

We conducted our review in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides 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, prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

The comparative Ind AS financial information of the Company for the corresponding quarter June 30, 2017 were reviewed by the predecessor auditor who expressed an unmodified opinion on those financial information on August 09, 2017.

For S R B C & CO LLP
Chartered Accountants
ICAI Firm registration number: 324982E/E300003



per Vikram Mehta
Partner
Membership No.: 105938



Mumbai
July 31, 2018

MAHANAGAR GAS LIMITED

CIN : L40200MH1995PLC088133

Regd Office : MGL House, G-33 Block, Bandra-Kurla Complex, Bandra (East), Mumbai - 400051

Statement of Unaudited Financial Results for the quarter ended June 30, 2018


(₹ in Crore)

Sr. No.	Particulars	For three months ended			For the year ended
		30.06.2018	31.03.2018 (refer note 8)	30.06.2017	31.03.2018
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
I	Revenue from Operations (refer note 6)	676.27	643.78	582.85	2,452.92
II	Other Income	15.34	17.35	12.19	57.68
III	Total Income (I + II)	691.61	661.13	595.04	2,510.60
IV	Expenses :				
	Cost of Natural Gas and Traded Items	293.02	291.40	231.19	1,029.16
	Changes in Inventories	(0.10)	(0.01)	0.01	(0.05)
	Excise Duty	56.93	56.80	51.99	219.91
	Employee Benefits Expense	16.88	16.11	17.46	67.02
	Finance Costs	0.06	0.06	0.01	0.09
	Depreciation and Amortisation Expenses	29.51	33.94	24.63	111.19
	Other Expenses	98.60	103.32	79.31	356.77
	Total Expenses	494.90	501.62	404.60	1,784.09
V	Profit Before Tax for the period(III- IV)	196.71	159.51	190.44	726.51
VI	Income Tax Expense :				
	(i) Current Tax	61.18	36.27	60.07	211.76
	(ii) Deferred Tax	7.20	18.48	6.04	36.88
	Total Income Tax Expense (i+ii)	68.38	54.75	66.11	248.64
VII	Profit After Tax for the period(V - VI)	128.33	104.76	124.33	477.87
VIII	Other Comprehensive Income				
	Items that will not be reclassified to profit or loss :				
	Gains/(Losses) on Remeasurements of the Defined Benefit Plans	0.40	2.62	(0.29)	1.59
	Income tax relating to items that will not be reclassified to profit or loss	(0.14)	(0.92)	0.10	(0.56)
	Total Other Comprehensive Income	0.26	1.70	(0.19)	1.03
IX	Total Comprehensive Income for the period (VII + VIII)	128.59	106.46	124.14	478.90
X	Paid up Equity Share Capital (Equity Shares of ₹10 each fully paid up) Other Equity Excluding Revaluation Reserve	98.78	98.78	98.78	98.78 1,996.57
XI	Earnings per equity share (EPS) (Face value of ₹ 10/- each)				
	Basic (₹)*	12.99	10.61	12.59	48.38
	Diluted (₹)*	12.99	10.61	12.59	48.38
	* Not annualised for the interim periods				

There were no exceptional item(s) and discontinued operation(s) during the periods presented.

Notes:

- The above financial results have been prepared in accordance with IND AS - 34 "Interim Financial Reporting" as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time.
- The above financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on July 31, 2018.
- The limited review as required under regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 has been completed by the auditors of the Company.

SIGNED FOR IDENTIFICATION
BY 
S R B C & CO LLP
MUMBAI



4. The Company is in the business of selling and distribution of natural gas. There are no separate reportable segments, other than selling of natural gas, as per IND AS 108 - Operating Segments.
5. Ind AS 115 Revenue from Contracts with Customers, mandatory for reporting periods beginning on or after April 1, 2018, replaces existing revenue recognition requirements. Under the modified retrospective approach there were no adjustments required to the retained earnings at April 1, 2018. Also, the application of Ind AS 115 did not have any significant impact on recognition and measurement of revenue and related items in the financial results.
6. The Company in the current quarter has finalised the outstanding negotiations with the Oil Marketing Companies (OMC) with respect to the trade discounts being offered to them. Accordingly, considering the final settlement, the Company in the current quarter has accounted an additional discount of Rs 12.93 crore relating to period from January 1, 2015 to March 31, 2018, which has been netted off against revenue from operations in the current quarter.
7. The Company has received a show cause notice dated July 23, 2018 from the PNGRB with respect to Minimum Work Programme requirement for Raigarh, Geographical Area for which bank guarantee amounting to Rs. 105.2 crores has been submitted. PNGRB has also advised the Company to submit a revised plan to catch-up the balance work by March 31, 2020. Further, the PNGRB has asked MGL to explain why penalty should not be levied on the defaults already made. The Company is in the process of filing a revised catch up plan in response to this notice explaining reasons for delay including those which are beyond the control of the Company. The management is of the view that it will be able to make substantial progress on the required work by March 31, 2020 and is of the view that the penalty can be avoided. Accordingly, no provision is deemed necessary in relation to the bank guarantee issued to the PNGRB at this stage.
8. The figures of the previous quarter are the balancing figures between audited figures in respect of the full financial year up to 31st March, 2018 and the unaudited year-to-date published figures up to 31st December, 2017 being the date of the end of the third quarter of the financial year which was subjected to limited review.
9. The figures for the previous year / periods are re-classified / re-grouped, wherever considered necessary.

Place: Mumbai
Date : July 31, 2018

For and on behalf of the Board of Directors


Sanjib Datta
Managing Director







MAHANAGAR GAS LIMITED

PERFORMANCE CURRENT QUARTER V/S PREVIOUS QUARTER

Particulars	UOM	For the quarter ended 30th June 2018	For the quarter ended 31st March 2018	% Increase / (Decrease)
SALES VOLUMES:				
CNG	SCM Million	193.08	184.87	4.44%
PNG - Domestic	SCM Million	32.89	31.72	3.69%
PNG - Industry / Commercial	SCM Million	35.45	35.16	0.84%
PNG - TOTAL	SCM Million	68.34	66.87	2.19%
TOTAL VOLUMES	SCM Million	261.42	251.75	3.84%
TOTAL VOLUMES	MMSCMD	2.873	2.797	2.70%
NET REVENUE FROM OPERATIONS :				
Net Sales				
CNG (Net of Excise Duty)	Rs. Crores	416.16	397.61	4.67%
PNG	Rs. Crores	197.58	183.32	7.78%
Traded Items	Rs. Crores	1.12	1.48	
Total Sales	Rs. Crores	614.86	582.41	5.57%
Other Operating Income	Rs. Crores	4.49	4.57	-1.70%
TOTAL NET REVENUE FROM OPERATIONS	Rs. Crores	619.35	586.98	5.52%
INCOME FROM OPERATIONS (Gross)	Rs. Crores	676.27	643.78	5.05%
Less: Excise Duty	Rs. Crores	56.93	56.80	0.22%
INCOME FROM OPERATIONS (Net)	Rs. Crores	619.35	586.98	5.51%
EBIDTA	Rs. Crores	210.94	176.16	19.74%
% of Net Income from Operation	%	34.06%	30.01%	
NET PROFIT (after tax)	Rs. Crores	128.33	104.76	22.50%
% of Net Income from Operation	%	20.72%	17.85%	
EARNINGS PER SHARE	Rs.	12.99	10.61	22.50%

Do

MAHANAGAR GAS LIMITED

PERFORMANCE FOR THE QUARTER ENDED JUNE 30, 2018 V/S JUNE 30, 2017

Particulars	UOM	For the Quarter ended 30th June 2018	For the Quarter ended 30th June 2017	% Increase / (Decrease)
SALES VOLUMES:				
CNG	SCM Million	193.08	171.48	12.60%
PNG - Domestic	SCM Million	32.89	29.43	11.75%
PNG – Industry / Commercial	SCM Million	35.45	32.63	8.64%
PNG - TOTAL	SCM Million	68.34	62.06	10.11%
TOTAL VOLUMES	SCM Million	261.42	233.54	11.94%
TOTAL VOLUMES	MMSCMD	2.873	2.566	11.94%
NET REVENUE FROM OPERATIONS :				
Net Sales				
CNG (Net of Excise Duty)	Rs. Crores	416.16	366.67	13.50%
PNG	Rs. Crores	197.58	158.98	24.28%
Traded Items	Rs. Crores	1.12	1.32	
Total Sales	Rs. Crores	614.86	526.97	16.68%
Other Operating Income	Rs. Crores	4.49	3.88	15.73%
TOTAL NET REVENUE FROM OPERATIONS	Rs. Crores	619.35	530.85	16.67%
INCOME FROM OPERATIONS (Gross)	Rs. Crores	676.27	582.85	16.03%
Less: Excise Duty	Rs. Crores	56.93	51.99	9.49%
INCOME FROM OPERATIONS (Net)	Rs. Crores	619.35	530.85	16.67%
EBIDTA	Rs. Crores	210.94	202.89	3.97%
% of Net Income from Operation	%	34.06%	38.22%	
NET PROFIT (after tax)	Rs. Crores	128.33	124.33	3.22%
% of Net Income from Operation	%	20.72%	23.42%	
EARNINGS PER SHARE	Rs.	12.99	12.59	3.22%

Devi