



# MAHANAGAR GAS LIMITED

Ref: MGL/CS/SE/2020/336

Date: June 10, 2020

To,

<b>Head, Listing Compliance Department</b> <b>BSE Limited</b> P. J. Towers, Dalal Street, Mumbai - 400 001 <b>Script Code/Symbol: 539957; MGL</b>	<b>Head, Listing Compliance Department</b> <b>National Stock Exchange of India Ltd</b> Exchange Plaza, Bandra –Kurla Complex, Bandra (East), Mumbai - 400051 <b>Script Symbol: MGL</b>
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**Sub: Submission of Audited Financial Results for the Quarter and Financial Year ended March 31, 2020 and recommendation of Final and Special Dividend.**

Dear Sir/Madam,

In continuation to our letter dated March 30, 2020 and June 01, 2020, we wish to inform you that, the Board of Directors at its meeting held today i.e. June 10, 2020, inter alia:

1. Approved the Audited Financial Results for the Quarter and Financial Year ended March 31, 2020 as recommended by the Audit Committee.
2. Recommended a Final Dividend of ₹ 10.50/- and Special Dividend of ₹ 15/- per equity share having face value of ₹ 10/- each for the financial year ended March 31, 2020 for approval of the Shareholders at the ensuing Annual General Meeting. The Final Dividend for the Financial Year 2019-2020 shall be paid on the seventh working day from the conclusion of the Annual General Meeting, subject to approval of the shareholders of the Company.

This is in addition to the Interim Dividend of ₹ 9.50/- per equity share paid to all eligible shareholders as declared by the Board of Directors at its meeting held on February 26, 2020. With this, the total dividend for the financial year 2019-20 shall be ₹ 35/- per equity share having face value of ₹ 10/- each.

Pursuant to regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, (Listing Regulations), we enclose herewith the statement showing the Audited Financial Results for the quarter and Financial Year ended March 31, 2020 along with Auditors' Report thereon. Performance Indicators being shared with the analyst / Institutional Investors for the said period are also enclosed.

Further, pursuant to the relaxation granted by the Securities and Exchange Board of India vide its Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/48 dated March 26, 2020 read with Circular No.





MAHANAGAR  
GAS

CONTINUATION SHEET

SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 regarding exemption from publication of advertisements in newspapers as required under Regulation 47 of the Listing Regulations for all events scheduled till June 30, 2020, the Financial Results shall not be published in the newspapers.

The Board Meeting commenced at 1630 hrs and concluded at 2100 hrs.

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

Thanking you,

Yours sincerely,

For Mahanagar Gas Limited

Saghan Srivastava  
Company Secretary and Compliance Officer



Encl.: As above

**Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.**

To  
Board of Directors of  
Mahanagar Gas Limited

**Report on the audit of the Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and year to date financial results of Mahanagar Gas Limited (the "Company") for the quarter ended March 31, 2020 and for the year ended March 31, 2020 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2020 and for the year ended March 31, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Management's Responsibilities for the Financial Results**

The Statement has been prepared on the basis of the annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement to fraud or error.



In preparing the Statement, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

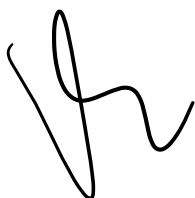
## **Auditor's Responsibilities for the Audit of the Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ▶ Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ▶ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- ▶ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- ▶ Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ▶ Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



# **S R B C & COLLP**

**Chartered Accountants**

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

## **Other Matter**

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

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



per Vikram Mehta  
Partner  
Membership No.: 105938  
UDIN: 20105938AAAACM5800  
Place of Signature: Mumbai  
Date: June 10, 2020



**MAHANAGAR GAS LIMITED**

CIN : L40200MH1995PLC088133

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

**Part - I : Statement of Audited Financial Results for the quarter and for the year ended March 31, 2020**

(₹ in Crore)

Sr. No.	Particulars	For three months ended			For the year ended	For the year ended
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		(Audited) (refer note 10)	(Unaudited)	(Audited) (refer note 10)	(Audited)	(Audited)
I	Revenue from Operations	752.67	819.07	793.24	3,264.49	3,056.79
II	Other Income	26.96	28.68	23.83	98.95	77.71
III	<b>Total Income (I + II)</b>	<b>779.63</b>	<b>847.75</b>	<b>817.07</b>	<b>3,363.44</b>	<b>3,134.50</b>
IV	Expenses :					
	Cost of Natural Gas and Traded Items	298.51	354.23	366.48	1,379.49	1,399.26
	Changes in Inventories	0.02	0.08	0.05	0.05	(0.10)
	Excise Duty	66.12	74.57	70.70	292.36	265.72
	Employee Benefits Expense	17.93	19.18	18.53	80.63	70.88
	Finance Costs	2.08	1.62	0.05	6.53	0.32
	Depreciation and Amortisation Expenses	43.99	41.45	32.87	161.73	125.93
	Other Expenses	126.26	112.26	123.53	459.12	435.58
	<b>Total Expenses</b>	<b>554.91</b>	<b>603.39</b>	<b>612.21</b>	<b>2,379.91</b>	<b>2,297.59</b>
V	<b>Profit Before Tax for the period(III- IV)</b>	<b>224.72</b>	<b>244.36</b>	<b>204.86</b>	<b>983.53</b>	<b>836.91</b>
VI	Income Tax Expense : (refer note 5)					
	(i) Current Tax	57.68	53.03	60.52	233.10	261.40
	(ii) Deferred Tax	0.45	5.28	10.88	(43.07)	29.12
	<b>Total Income Tax Expense (i+ii)</b>	<b>58.13</b>	<b>58.31</b>	<b>71.40</b>	<b>190.03</b>	<b>290.52</b>
VII	<b>Profit After Tax for the period(V - VI)</b>	<b>166.59</b>	<b>186.05</b>	<b>133.46</b>	<b>793.50</b>	<b>546.39</b>
VIII	Other Comprehensive Income					
	Items that will not be reclassified to profit or loss :					
	Gains/(Losses) on Remeasurements of the Defined Benefit Plans	0.83	(1.24)	(0.91)	(2.90)	1.93
	Income tax relating to items that will not be reclassified to profit or loss	(0.21)	0.31	0.32	1.35	(0.68)
	<b>Total Other Comprehensive Income</b>	<b>0.62</b>	<b>(0.93)</b>	<b>(0.59)</b>	<b>(1.55)</b>	<b>1.25</b>
IX	<b>Total Comprehensive Income for the period (VII + VIII)</b>	<b>167.21</b>	<b>185.12</b>	<b>132.87</b>	<b>791.95</b>	<b>547.64</b>
X	Paid up Equity Share Capital	98.78	98.78	98.78	98.78	98.78
	(Equity Shares of ₹10 each fully paid up)					
	Other Equity Excluding Revaluation Reserve				2,853.89	2,300.09
XI	Earnings per equity share (EPS) (Face value of ₹ 10/- each)					
	Basic (₹)*	16.87	18.84	13.51	80.33	55.31
	Diluted (₹)*	16.87	18.84	13.51	80.33	55.31
	* Not annualised for the interim periods					

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



# MAHANAGAR GAS LIMITED


CIN : L40200MH1995PLC088133

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

## Part - II : Statement of Assets and Liabilities as at March 31, 2020

(₹ in Crore)

Particulars	As at 31st March, 2020 (Audited)	As at 31st March, 2019 (Audited)
<b>ASSETS</b>		
<b>I. Non-current Assets</b>		
(a) Property, Plant and Equipment	1,926.22	1,758.75
(b) Capital Work-in-Progress	486.53	369.69
(c) Intangible Assets	4.64	4.66
(d) Right of Use Assets	118.34	-
(e) Financial Assets		
(i) Trade receivables	0.02	0.06
(ii) Security Deposits	27.99	19.21
(iii) Other Financial Assets	0.04	0.36
(f) Income Tax Assets (net)	40.93	33.61
(g) Other Non-current Assets	18.12	80.58
<b>Total Non-current Assets (I)</b>	<b>2,622.83</b>	<b>2,266.92</b>
<b>II. Current assets</b>		
(a) Inventories	18.57	19.12
(b) Financial Assets		
(i) Investments	1,121.47	654.02
(ii) Trade Receivables	68.43	99.53
(iii) Cash and Cash Equivalents	15.38	26.53
(iv) Bank balances other than (iii) above	214.10	272.31
(v) Security Deposits	4.41	8.60
(vi) Other Financial Assets	50.10	77.49
(c) Other current assets	13.22	16.50
<b>Total Current assets (II)</b>	<b>1,505.68</b>	<b>1,174.10</b>
<b>Total Assets (I+II)</b>	<b>4,128.51</b>	<b>3,441.02</b>
<b>EQUITY AND LIABILITIES</b>		
<b>I. Equity</b>		
(a) Equity Share Capital	98.78	98.78
(b) Other Equity	2,853.89	2,300.09
<b>Total Equity (I)</b>	<b>2,952.67</b>	<b>2,398.87</b>
<b>II. Liabilities</b>		
<b>A. Non-current Liabilities</b>		
(a) Financial Liabilities		
(i) Lease Liabilities	49.00	-
(ii) Security Deposits	0.56	1.81
(b) Provisions	18.41	14.31
(c) Deferred Tax Liabilities (net)	160.67	204.84
<b>Total Non-current Liabilities (A)</b>	<b>228.64</b>	<b>220.96</b>
<b>B. Current Liabilities</b>		
(a) Current Financial Liabilities		
(i) Trade Payables		
- outstanding dues of micro and small enterprises	1.95	6.47
- outstanding dues other than micro and small enterprises	129.82	145.97
(ii) Security Deposits	581.75	517.92
(iii) Lease Liabilities	17.61	-
(iv) Other Financial Liabilities	159.09	99.45
(b) Provisions	7.93	6.88
(c) Income Tax Liabilities (net)	2.97	0.81
(d) Other Current Liabilities	46.08	43.69
<b>Total Current Liabilities (B)</b>	<b>947.20</b>	<b>821.19</b>
<b>Total Liabilities (II = A+B)</b>	<b>1,175.84</b>	<b>1,042.15</b>
<b>Total - Equity and Liabilities (I+II)</b>	<b>4,128.51</b>	<b>3,441.02</b>

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



Dr. SP

**Mahanagar Gas Limited**

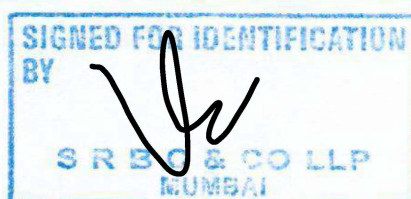
CIN : L40200MH1995PLC088133

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**Part - III : Statement of Cash Flows for the year ended March 31, 2020**

(₹ in Crore)

PARTICULARS	For the year ended 31st March 2020	For the year ended 31st March 2019
<b>I. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before tax as per Statement of Profit and Loss	983.53	836.91
Adjustments for:		
Depreciation and Amortisation Expense	161.73	125.93
Finance Costs	6.53	0.32
Dividend Income on Investments	(15.68)	(19.53)
Interest Income	(32.93)	(26.75)
Gain on sale of Investments	(22.52)	(2.82)
Unrealised Gain on Investments	(8.87)	(11.79)
Write-off and Loss on Disposal of CWIP and Property, Plant and Equipment (Net)	(0.89)	4.22
Allowance for inventory obsolescence	2.29	5.50
Expected credit loss allowance and write off on Financial Assets	10.01	7.60
Net unrealised foreign exchange (gain)/ loss	0.07	(0.74)
<b>Operating Profit Before Working Capital Changes</b>	<b>1,083.27</b>	<b>918.85</b>
Movements in working capital :		
(Increase)/Decrease in Inventories	0.99	(0.33)
(Increase)/Decrease in Trade Receivables	29.40	(11.52)
(Increase)/Decrease in Security Deposits	(5.42)	(0.66)
(Increase)/Decrease in Other Financial Assets	20.04	(27.56)
(Increase)/Decrease in Other Non Current Assets	3.00	(0.10)
(Increase)/Decrease in Other Current Assets	3.28	(1.11)
Increase/(Decrease) in Other Financial Liabilities	38.68	(49.50)
Increase/(Decrease) in Provisions	2.25	3.22
Increase/(Decrease) in Trade Payables	(20.74)	43.17
Increase/(Decrease) in Security Deposits (Liability)	63.50	75.73
Increase/(Decrease) in Other Current Liabilities	2.39	5.26
	<b>137.37</b>	<b>36.60</b>
<b>Cash Generated from Operations</b>	<b>1,220.64</b>	<b>955.45</b>
Income Taxes Paid (Net of refund)	(238.01)	(270.81)
<b>Net Cash from Operating Activities</b>	<b>982.63</b>	<b>684.64</b>
<b>II. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Payments for Property, Plant and Equipment/ Intangibles/ Right to Use Assets	(434.89)	(362.73)
Sale of Property, Plant and Equipment/ Intangibles/ Right to Use Assets	11.67	0.27
Payments for purchase of Investments	(4,586.25)	(4,049.62)
Proceeds from sale of Investments	4,154.66	4,096.97
Movements in Bank Deposits not considered as Cash and Cash Equivalents	55.13	(161.20)
Interest Received	31.78	18.22
Dividend Received on Investments	15.68	19.53
<b>Net Cash (used in) Investing Activities</b>	<b>(752.22)</b>	<b>(438.56)</b>
<b>III. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Repayment of Borrowings	-	(1.20)
Payment of Lease Liability	(15.79)	-
Dividend Paid (Includes Dividend Distribution Tax)	(218.33)	(233.02)
Interest on Lease Liability	(5.80)	-
Interest Paid	(1.64)	(0.34)
<b>Net Cash used in Financing Activities</b>	<b>(241.56)</b>	<b>(234.56)</b>
<b>Net Increase in Cash and Cash Equivalents (I+II+III)</b>	<b>(11.15)</b>	<b>11.52</b>
Cash and Cash Equivalents at the beginning of the period	26.53	15.01
<b>Cash and Cash Equivalents at the end of the period</b>	<b>15.38</b>	<b>26.53</b>





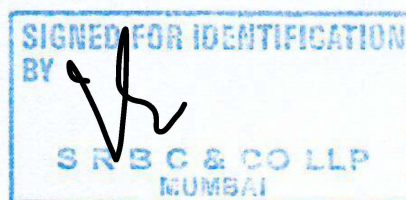
**Notes:**

1. The above financial results is submitted by the company pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. Financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on June 10, 2020.
2. Financial results have been prepared in accordance with the Indian Accounting Standards (Ind AS) prescribed under the section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) Rules, 2016.
3. 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.
4. The Company has adopted modified retrospective approach as per para C5 (b) and recognition of lease liability as per para C8 (a) and right to use asset as per para C8 (b) (ii) of "IND AS 116 - Leases" to its leases effective from annual reporting period beginning 1st April 2019. Restatement of comparative information is not required as para C7 of Ind AS 116. This has resulted in recognition of lease liability of ₹59.91 crore and right to use asset of ₹122.28 crore (including reclassification of leasehold land of ₹62.37 crore) as at 1st April, 2019. Lease expenses have changed to depreciation cost on the right to use assets and finance cost for interest accrued on lease liability.  
Reconciliation for the above effect on statement of profit and loss for the current year/period ending 31st March 2020 as follows:

₹ in crore						
Adjustment to increase / (decrease) in net profit	Quarter ended 31st March 2020 comparable basis	Changes due to IndAS 116 Increase/ (decrease)	Quarter ended 31st March 2020 as reported	Year ended 31st March 2020 comparable basis	Changes due to IndAS 116 Increase/ (decrease)	Year ended 31st March 2020 as reported
Other Expenses	132.49	(6.23)	126.26	480.70	(21.58)	459.12
Finance Costs	0.53	1.55	2.08	0.73	5.80	6.53
Depreciation and Amortisation Expenses	38.44	5.55	43.99	142.39	19.34	161.73
Profit Before Tax	225.60	(0.88)	224.72	987.09	(3.56)	983.53

5. During the current year the Company elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019 and recognised the tax provision for the quarter and year ended March 31, 2020 basis the rates prescribed in that section. The full impact of remeasurement of deferred tax assets / liabilities was recognised in the Statement of Profit and loss in the quarter ended September 2019. The tax expenses for the year ended March 31, 2020 include onetime net reduction of ₹56.59 crore on account of remeasurement of deferred tax assets / liabilities basis prevailing guidance.
6. As per authorisation terms and conditions of the PNGRB for Raigad Geographical Area, the Company is required to meet Minimum Work Programme (MWP) targets by March 2020 (with reference to connections and pipeline inch Kilo Meters) and the Company had submitted Performance Bank Guarantee of ₹105.20 Crore dated March 19, 2015 to the PNGRB. Show cause notice dated July 23, 2018 was given by the PNGRB for shortfall in periodic MWP, asking the Company to explain why penalty should not be levied for the interim MWP target shortfall. The Company submitted catch-up plan vide letter dated August 2, 2018 for meeting MWP target by March 2020 and reiterated host of factors beyond control of the Company causing a shortfall. Further, PNGRB called a Joint Progress Review Meeting on August 27, 2019 wherein PNGRB asked MGL to submit an aggressive catch-up plan (quarter wise) for next two years to achieve MWP targets duly approved by MGL's Board of Directors. MGL's Board of Directors approved revised catch-up Plan and was submitted to PNGRB on November 15, 2019. As of 31st March 2020, the Company has achieved cumulative number of Domestic connections as per PNGRB MWP target and cumulative Inch-Km target has been achieved as per revised catch-up plan dated November 15, 2019 for period up to March 31, 2020. The company has further requested PNGRB to extend the timeline for achieving the minimum work program of Inch-Kms by six months i.e. from September 30, 2021 to March 31, 2022 due to outbreak of COVID-19 vide letter dated April 30, 2020. The management is of the view that it will be able to achieve the inch km targets as per timelines submitted and 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.

*Handwritten initials/signature*



7. GAIL (India) Limited (GAIL) raised demand in April 2014 for additional transportation tariff pursuant to demand on them by Oil and Natural Gas Corporation Limited (ONGC), based on the Petroleum and Natural Gas Regulatory Board (PNGRB) order dated 30.12.2013, determining tariff for ONGC's Uran Trombay pipeline (UTPL) as a common carrier. The Company disputed the demand with GAIL based on contractual provisions and since the transportation charges are to be paid by a third-party user for utilisation of UTPL to ONGC as common carrier and not for transportation of its own gas by ONGC.

Finally, the complaint was filed with the PNGRB in February 2015. However, it was dismissed in October 2015. The writ petition was filed in November 2015 with the High Court of Delhi. The Court advised to appeal before Appellate Tribunal for Electricity (APTEL) being Appellate Authority of the PNGRB in November 2016. The matter was heard by APTEL and remanded back to the PNGRB on technical grounds in September 2019. PNGRB on 18 March 2020 had passed an Order through which it directed MGL and GAIL to pay to ONGC. MGL has filed its Appeal before APTEL on 20th April 2020 during lockdown.

Total demand from November 2008 till March 2020 is ₹250.27 Crore (including ₹223.32 Crore covered in the case filed with APTEL and ₹26.95 Crore demand received subsequently). Based on the legal opinion, the Company believes that it has a strong case and does not expect any outflow of resources. Hence, no provision has been made.

8. On March 11, 2020, the World Health Organization characterised the outbreak of a strain of the new coronavirus ("COVID-19") as a pandemic. This outbreak is causing significant disturbances and slowdown of economic activity. The Company's operations were impacted in the last week of March 2020, resulting in reduction of sales volumes (except for sales volumes in household gas consumption mainly used for cooking requirements) due to nationwide lockdown advised by the Government of India in view of COVID-19.

In assessing the recoverability of carrying amounts of Company's assets such as Investments, loans / advances, trade receivables, inventories etc., the Company has considered various internal and external information up to the date of approval of these financial statements and concluded that they are recoverable based on the cash flow projections. During lockdown company has been able to receive gas supplies and has maintained the supply of gas to all types of consumers as per their requirement. Daily sales volumes recorded during lockdown has been in the range of 25% to 30% compared to volumes recorded pre lockdown period.

Considering continuation of its gas supply during lockdown, volumes recorded and with opening of lockdown, it is estimated that sales volumes are likely to pick up due to vehicular traffic coming to normalcy, opening up of restaurants, industries and other businesses using gas in automotive and other commercial consumer categories.

The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial statements and the Company will continue to closely monitor any material changes to future economic conditions.

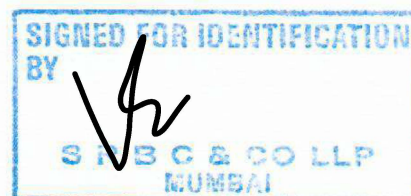
9. The Board of Directors, at its meeting held on 10th June 2020, has proposed a final dividend of ₹25.50 (including normal dividend of ₹10.50 and special dividend of ₹15.00) per equity share of face value ₹10/- each for the financial year ended March 31, 2020. This is in addition to the interim dividend of ₹9.50/- per equity share paid during the year. With this, the total dividend for the year is ₹35.00 (including normal dividend of ₹20.00 and special dividend of ₹15.00) per equity share of face value ₹10/- each. The proposal is subject to the approval of shareholders at the Annual General Meeting to be held and if approved would result in a final dividend cash outflow of approximately ₹251.88 Crore.
10. The figures of the last quarter are the balancing figures between audited figures in respect of the full financial year up to 31st March, 2020 and 31st March, 2019 and the unaudited year-to-date published figures up to 31st December, 2019, and 31st December, 2018 respectively being the date of the end of the third quarter of the financial year which were subjected to limited review.

Place : Mumbai  
Date : June 10, 2020

For and on behalf of the Board of Directors of Mahanagar Gas Limited

  
Sanjib Datta  
Managing Director





MAHANAGAR GAS LIMITED

PERFORMANCE CURRENT QUARTER V/S PREVIOUS QUARTER

Particulars	UOM	For the quarter ended 31st March 2020	For the quarter ended 31st December 2019	% Increase / (Decrease)
<b>SALES VOLUMES:</b>				
CNG	SCM Million	180.17	204.64	-11.95%
PNG - Domestic	SCM Million	38.16	37.90	0.69%
PNG – Industry / Commercial	SCM Million	35.06	38.25	-8.33%
PNG - TOTAL	SCM Million	73.22	76.15	-3.84%
<b>TOTAL VOLUMES</b>	<b>SCM Million</b>	<b>253.39</b>	<b>280.79</b>	<b>-9.76%</b>
<b>TOTAL VOLUMES</b>	<b>MMSCMD</b>	<b>2.785</b>	<b>3.052</b>	<b>-8.77%</b>
<b>NET REVENUE FROM OPERATIONS :</b>				
<b>Net Sales</b>				
CNG (Net of Excise Duty)	Rs. Crores	463.54	522.66	-11.31%
PNG	Rs. Crores	216.62	216.13	0.23%
Traded Items	Rs. Crores	0.97	0.73	
<b>Total Sales</b>	<b>Rs. Crores</b>	<b>681.13</b>	<b>739.52</b>	<b>-7.90%</b>
Other Operating Income	Rs. Crores	5.42	4.98	8.84%
<b>TOTAL NET REVENUE FROM OPERATIONS</b>	<b>Rs. Crores</b>	<b>686.55</b>	<b>744.50</b>	<b>-7.78%</b>
REVENUE FROM OPERATIONS (Gross)	Rs. Crores	752.67	819.07	-8.11%
Less: Excise Duty	Rs. Crores	66.12	74.57	-11.32%
<b>REVENUE FROM OPERATIONS (Net)</b>	<b>Rs. Crores</b>	<b>686.55</b>	<b>744.50</b>	<b>-7.78%</b>
EBIDTA	Rs. Crores	243.83	258.75	-5.76%
% of EBIDTA to Net Revenue from Operation	%	35.52%	34.75%	
NET PROFIT (after tax)	Rs. Crores	166.59	186.05	-10.46%
% of PAT to Net Revenue from Operation	%	24.26%	24.99%	
EARNINGS PER SHARE	Rs.	16.86	18.84	-10.46%

Note: The Company's operations were impacted in the last week of March 2020, resulting in reduction of sales volumes due to nationwide lockdown advised by the Government of India in view of COVID-19.



MAHANAGAR GAS LIMITED

PERFORMANCE FOR THE YEAR ENDED MARCH 31, 2020 V/S MARCH 31, 2019

Particulars	UOM	For the year ended 31st March 2020	For the year ended 31st March 2019	% Increase / (Decrease)
<b>SALES VOLUMES:</b>				
CNG	SCM Million	784.32	790.94	-0.84%
PNG - Domestic	SCM Million	147.51	137.55	7.24%
PNG – Industry / Commercial	SCM Million	148.37	148.22	0.10%
PNG - TOTAL	SCM Million	295.88	285.77	3.54%
<b>TOTAL VOLUMES</b>	<b>SCM Million</b>	<b>1,080.20</b>	<b>1,076.71</b>	<b>0.32%</b>
<b>TOTAL VOLUMES</b>	<b>MMSCMD</b>	<b>2.951</b>	<b>2.950</b>	<b>0.05%</b>
<b>NET REVENUE FROM OPERATIONS :</b>				
<b>Net Sales</b>				
CNG (Net of Excise Duty)	Rs. Crores	2,051.39	1,882.74	8.96%
PNG	Rs. Crores	894.35	882.81	1.31%
Traded Items	Rs. Crores	5.29	5.24	
<b>Total Sales</b>	<b>Rs. Crores</b>	<b>2,951.03</b>	<b>2,770.79</b>	<b>6.51%</b>
Other Operating Income	Rs. Crores	21.10	20.28	4.04%
<b>TOTAL NET REVENUE FROM OPERATIONS</b>	<b>Rs. Crores</b>	<b>2,972.13</b>	<b>2,791.07</b>	<b>6.49%</b>
REVENUE FROM OPERATIONS (Gross)	Rs. Crores	3,264.49	3,056.79	6.79%
Less: Excise Duty	Rs. Crores	292.36	265.72	10.03%
<b>REVENUE FROM OPERATIONS (Net)</b>	<b>Rs. Crores</b>	<b>2,972.13</b>	<b>2,791.07</b>	<b>6.49%</b>
EBIDTA	Rs. Crores	1,052.84	885.45	18.90%
% of EBIDTA to Net Revenue from Operation	%	35.42%	31.72%	
NET PROFIT (after tax)	Rs. Crores	793.50	546.39	45.23%
% of PAT to Net Revenue from Operation	%	26.70%	19.58%	
EARNINGS PER SHARE	Rs.	80.33	55.31	45.23%

Note: The Company's operations were impacted in the last week of March 2020, resulting in reduction of sales volumes due to nationwide lockdown advised by the Government of India in view of COVID-19.

*RDe*





# MAHANAGAR GAS LIMITED

Ref: MGL/CS/SE/2020/336

Date: June 10, 2020

To,

<b>Head, Listing Compliance Department</b> <b>BSE Limited</b> P. J. Towers, Dalal Street, Mumbai - 400 001 <b>Scrp Code/Symbol: 539957; MGL</b>	<b>Head, Listing Compliance Department</b> <b>National Stock Exchange of India Ltd</b> Exchange Plaza, Bandra –Kurla Complex, Bandra (East), Mumbai - 400051 <b>Script Symbol: MGL</b>
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**Sub: Declaration pursuant to regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.**

Dear Sir/Madam,

In compliance with the provisions of Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, the Company hereby declares that SRBC & Co. LLP, Chartered Accountants, the Statutory Auditors of the Company have issued the Audit Report with unmodified opinion on the Standalone Financial Results of the Company for the financial year ended March 31, 2020.

Thanking you,

Yours sincerely,

For Mahanagar Gas Limited

S. M. Ranade  
Chief Financial Officer

