



MAHANAGAR
GAS

MAHANAGAR GAS LIMITED

Ref: MGL/CS/SE/2016/36

Date: November 28, 2016

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
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Sub: Submission of Unaudited Financial Results along with the Limited Review Report for the quarter and half year ended September 30, 2016

Dear Sir/Madam,

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose a copy of the Statement containing the **Unaudited Financial Results** of the Company for the **quarter and half year ended September 30, 2016**, which has been approved at the meeting of the Board of Directors, held today i.e. **Monday, November 28, 2016 (Annexure-I)**. The Board Meeting commenced at 1430 hrs and concluded at 16:00hrs.

We are also enclosing herewith the "**Limited Review Report**" for the quarter and half year ended September 30, 2016 (**Annexure-II**).

Kindly take the same in your record.

Thanking you,
Yours faithfully,

For Mahanagar Gas Limited

Alok Mishra
Company Secretary and Compliance Officer

Encl.: As above



MAHANAGAR GAS LIMITED

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CIN No. U40200MH1995PLC088133

Part I : Statement of Unaudited Financial Results for the quarter and six months ended September 30, 2016

(₹ in Crore)

Sr. No.	Particulars	For three months ended (Reviewed)			For six months ended (Reviewed)		Year ended 31.03.2016
		Sep-16	Jun-16	Sep-15	Sep-16	Sep-15	
1	Income from Operations						
	a Sales/Income from operations	571.34	530.70	590.00	1,102.04	1,152.28	2,273.02
	b Other Operating Income	2.84	3.44	2.67	6.28	5.51	12.11
	Total income from Operations (a+b)	574.18	534.14	592.67	1,108.32	1,157.79	2,285.13
2	Expenses						
	a Cost of Natural Gas and Traded Items	269.17	245.44	333.57	514.61	646.02	1,229.62
	b Changes in inventories of finished goods	(0.02)	0.04	0.02	0.02	0.01	0.07
	c Excise duty	53.29	50.70	53.43	103.99	104.75	206.83
	d Employee benefits expense	15.03	14.61	15.61	29.64	28.05	56.30
	e Depreciation and amortisation expense	23.11	21.61	20.89	44.72	40.85	82.61
	f Other Expenses	75.18	71.00	70.34	146.18	132.77	283.37
	Total Expenses (a+b+c+d+e+f)	435.76	403.40	493.86	839.16	952.45	1,858.80
3	Profit from Operations before other income, finance costs and exceptional items (1-2)	138.42	130.74	98.81	269.16	205.34	426.33
4	Other Income	14.98	12.33	11.35	27.31	22.84	47.54
5	Profit from Ordinary activities before finance costs and exceptional items (3+4)	153.40	143.07	110.16	296.47	228.18	473.87
6	Finance Costs	0.11	0.53	0.52	0.64	0.88	2.22
7	Profit from ordinary activities after finance costs but before exceptional items (5-6)	153.29	142.54	109.64	295.83	227.30	471.65
8	Exceptional Items	-	-	-	-	-	-
9	Profit from ordinary activities before tax (7+8)	153.29	142.54	109.64	295.83	227.30	471.65
10	Tax Expense	51.05	49.81	37.07	100.86	76.86	160.55
11	Net Profit from ordinary activities after tax (9-10)	102.24	92.73	72.57	194.97	150.44	311.10
12	Other comprehensive income	(1.22)	(1.22)	(0.15)	(2.44)	0.37	1.50
13	Total Comprehensive Income (11+12)	101.02	91.51	72.42	192.53	150.81	312.60
14	Paid-up Equity Share Capital (Equity Shares of ₹ 10/- each fully paid up.) (Refer note no. 3)	98.78	98.78	89.34	98.78	89.34	89.34
15	Reserve excluding revaluation reserves as per balance sheet of previous accounting year						1,631.15
16	Earnings Per Share for the period (not annualised)						
	Basic (₹)	10.35	9.39	7.35	19.74	15.23	31.49
	Diluted (₹)	10.35	9.39	7.35	19.74	15.23	31.49

See accompanying notes to the financial results.



Part II: Statement of Unaudited Assets and Liabilities as at September 30, 2016

(₹ in Crore)

Sr. No.	Particulars	As at 30th September, 2016 (Reviewed)	As at 31st March, 2016
I	ASSETS		
1	Non-Current Assets		
a)	Property, Plant And Equipment	1,182.18	1,124.06
b)	Capital work-in-progress	418.06	428.86
c)	Intangible assets	4.05	4.69
d)	Financial Assets		
i.	Security Deposits	19.12	17.10
ii.	Other financial assets	0.70	1.16
e)	Income tax assets (net)	10.80	10.80
f)	Other non-current assets	78.24	45.36
	Total non-current assets (a to f)	1,713.15	1,632.02
2	Current assets		
a)	Inventories	24.99	18.03
b)	Financial assets		
i.	Investments	348.96	393.40
ii.	Trade receivables	73.95	89.96
iii.	Unbilled Revenue	26.15	26.01
iv.	Cash and cash equivalents	25.78	21.11
v.	Other balances with banks	200.99	150.98
vi.	Security Deposits	11.52	9.76
vii.	Other financial assets	8.64	1.88
c)	Other current assets	22.63	18.35
	Total current assets (a to c)	743.61	729.48
	Total assets (1+2)	2,456.76	2,361.50
II	EQUITY AND LIABILITIES		
1	Equity		
a)	Equity share capital	98.78	89.34
b)	Other Equity (Including ₹7.94 crores in March 2016, in respect of 9% Compulsorily Convertible Debentures)	1,634.47	1,639.09
	Total Equity (a+b)	1,733.25	1,728.43
2	LIABILITIES		
2A	Non-current liabilities		
a)	Financial liabilities		
i.	Borrowings	2.70	4.38
ii.	Other financial liabilities	0.69	0.46
b)	Provisions	7.77	5.28
c)	Deferred tax liabilities (net)	127.65	119.95
	Total non-current liabilities (a to c)	138.81	130.07
2B	Current liabilities		
d)	Financial liabilities		
i.	Borrowings	1.68	0.61
ii.	Trade payables	110.86	105.40
iii.	Security deposits	350.73	318.63
iv.	Capital creditors	25.62	24.20
v.	Other financial liability	0.16	-
e)	Other current liabilities	54.84	35.68
f)	Provisions	19.11	17.53
g)	Current tax liabilities (net)	21.70	0.95
	Total current liabilities (d to g)	584.70	503.00
	Total liabilities (2A+2B)	723.51	633.07
	Total equity and liabilities (1+2)	2,456.76	2,361.50

See accompanying notes to the financial results



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Notes :

1. The company has completed an Initial Public Offer ('IPO') through offer for sale by the Selling shareholders, ('the offer'). The equity shares of the company got listed on Stock Exchanges (NSE and BSE) on July 1, 2016.
2. The Company adopted Indian Accounting Standards ("IND AS") from April 01, 2016 and has adopted all the IND-AS standards. The adoptions were carried out in accordance with IND-AS 101 First time adoption of Indian Accounting Standards. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder (IGAAP) which was the previous GAAP. The impact of transition has been adjusted in the opening reserve as at April 01, 2015 and periods presented have been restated accordingly.
3. 94,36,178 Unsecured Compulsorily Convertible Debentures (CCDs) allotted to Government of Maharashtra have been converted at par into equity shares on June 7, 2016, i.e., prior to the date of filing of Red Herring Prospectus with ROC, Mumbai.
4. Reconciliation of Equity previously reported (referred to as 'Previous GAAP') and as prescribed under IND AS as at March 31, 2016 is given below :

(₹ in Crore)	
Balance as reported under IGAAP :	1,527.98
Effect of measuring investments at Fair Value through profit or loss	5.20
Equity component of 9% CCD and impact of amortised cost using effective interest rate.	8.83
Others	0.05
Dividend and Tax on Dividend	188.18
Deferred taxes adjustments	(1.81)
Balance as reported under INDAS :	1,728.43

5. Reconciliation of Statement of Profit and Loss previously reported (referred to as 'Previous GAAP') and as prescribed under IND AS is given below. The reconciliation for quarter ended September 30, 2015 and six month ended September 30, 2015 have not been provided since the Company was listed on July 1, 2016.

(₹ in Crore)	
Particulars	Year ended 31.03.2016
Net Profit after tax (as reported under previous GAAP)	308.69
Effect of measuring investments at Fair Value through profit or loss	4.84
Re-measurement of defined benefit plans recognised in Other Comprehensive Income	(2.59)
Deferred taxes adjustments	(0.57)
Others	0.73
Net Profit after tax (as reported above under IND AS)	311.10
Other Comprehensive Income	1.50
Total Comprehensive Income (as reported above under IND AS)	312.60



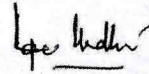
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6. The Company is in the business of selling and distribution of natural gas. There are no separate reportable segments, other than selling of natural gas, as per IND AS 108- Operating Segment.
7. The above unaudited financial results were reviewed by the Audit committee and approved at the meeting of the Board of Directors of the Company at its meeting held on November 28, 2016 and have been reviewed (limited review) by the statutory auditors. The financial statements are prepared in accordance with the Indian Accounting Standards (IND-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016.

For and on behalf of the Board of Directors



Rajeev Mathur
Managing Director

Place: Mumbai
Date : November 28, 2016



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**Deloitte
Haskins & Sells**

Chartered Accountants
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Gujarat, India

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**INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM
FINANCIAL RESULTS****TO THE BOARD OF DIRECTORS OF
MAHANAGAR GAS LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **MAHANAGAR GAS LIMITED** ("the Company"), for the quarter and six months ended September 30, 2016 and Unaudited Balance Sheet as at September 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

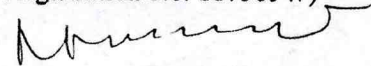
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and 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.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No.

JW

**Deloitte
Haskins & Sells**

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.

For DELOITTE HASKINS & SELLS
Chartered Accountants
(Firm's Registration No. 117365W)



Rupen K. Bhatt
Partner
(Membership No. 46930)

Mumbai, November 28, 2016

