



CIN :L31901WB1978PLC031411

Registered Office: CESC House,Chowringhee Square, Kolkata 700 001

Unaudited Financial Results for the Quarter and Six Months ended 30 September 2014

Rs. Crore

Particulars	Three months ended 30.09.2014 (Unaudited)	Three months ended 30.06.2014 (Unaudited)	Three months ended 30.09.2013 (Unaudited)	Six months ended 30.09.2014 (Unaudited)	Six months ended 30.09.2013 (Unaudited)	Year ended 31.03.2014 (Audited)
	(1)	(2)	(3)	(4)	(5)	(6)
Income from operations						
(a) Net Sales	1647	1848	1611	3495	3030	5445
(b) Other Operating Income	14	15	16	29	31	65
Total Income from operations	1661	1863	1627	3524	3061	5510
Expenses						
(a) Cost of fuel	529	541	478	1070	938	1861
(b) Employee benefits expense	175	211	232	386	388	694
(c) Depreciation and amortisation expense	93	94	84	187	168	339
(d) Other expenses	534	733	546	1267	1045	1522
Total expenses	1331	1579	1340	2910	2539	4416
Profit from Operations before Other Income and Finance Costs	330	284	287	614	522	1094
Other Income	17	15	32	32	53	100
Profit before Finance Costs	347	299	319	646	575	1194
Finance Costs	(95)	(100)	(103)	(195)	(193)	(369)
Profit after Finance Costs but before tax	252	199	216	451	382	825
Tax Expenses :-						
Current Tax	60	48	45	108	80	173
Deferred Tax	46	38	34	84	71	173
Less : Recoverable	(46)	(38)	(34)	(84)	(71)	(173)
Net Profit after Tax	192	151	171	343	302	652
Paid-up Equity Share Capital (Shares of Rs. 10 each)	126	126	126	126	126	126
Reserves (excluding Revaluation Reserve of Rs.961 Crore) as per latest audited Balance Sheet as on 31 March 2014						5952
Earnings Per Share (EPS) (Rs.) (Face value of Rs 10/- each) Basic & Diluted (*not annualised)	*15.37	*12.12	*13.69	*27.49	*24.16	52.18
A. Particulars of Shareholding						
Public Shareholding						
Number of Shares	593,10,105	593,09,955	592,04,725	593,10,105	592,04,725	593,09,955
Percentage of Shareholding	47.47	47.47	47.39	47.47	47.39	47.47
Promoters and Promoter Group Shareholding						
a) Pledged/Encumbered						
Number of Shares	Nil	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	Nil	Nil	Nil	Nil	Nil	Nil
Percentage of Shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil	Nil
b) Non-encumbered						
Number of Shares	655,72,309	655,72,309	655,72,309	655,72,309	655,72,309	655,72,309
Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
Percentage of Shares (as a % of the total share capital of the Company)	52.48	52.48	52.48	52.48	52.48	52.48
B. Investor Complaints						
Pending at the beginning of the quarter	NIL					
Received during the quarter	10					
Disposed of during the quarter	10					
Remaining unresolved at the end of the quarter	NIL					

Notes :

1 Statement of Assets and Liabilities :

Particulars	Rs. Crore	
	As at 30.09.2014 (Unaudited)	As at 31.03.2014 (Audited)
	(1)	(2)
EQUITY AND LIABILITIES		
Shareholders' Funds		
Share Capital	126	126
Reserves and Surplus	7,233	6,913
Shareholders' funds	7,359	7,039
Non-current liabilities		
Long-term borrowings	2,758	2,803
Deferred tax liabilities (net)	1,127	1,043
Less : Recoverable	(1,127)	(1,043)
Advance against depreciation	825	777
Consumers' Security Deposits	1,349	1,280
Other long-term liabilities	1,667	1,641
Long- term provisions	156	140
Non-current liabilities	6,755	6,641
Current liabilities		
Short-term borrowings	503	576
Trade payables	377	208
Other current liabilities	1,775	1,685
Short-term provisions	114	180
Current liabilities	2,769	2,649
TOTAL	16,883	16,329
ASSETS		
Non-current assets		
Fixed Assets	9,224	9,029
Non-current investments	3,191	3,191
Long-term loans and advances	1,587	1,252
Other non-current assets	56	122
Non-current assets	14,058	13,594
Current assets		
Inventories	327	346
Trade receivables	1,471	1,185
Cash and bank balances	613	781
Short-term loans and advances	211	201
Other current assets	203	222
Current assets	2,825	2,735
TOTAL	16,883	16,329

2 In the above standalone financial results of the Company, net sales have been arrived at based on the relevant orders of the West Bengal Electricity Regulatory Commission taking into consideration the adjustments relating to advance against depreciation, arrear revenue, cost of fuel and purchase of power and those having bearing on revenue account, as appropriate, based on the Company's understanding of the applicable available regulatory provisions and available orders of the competent authorities ; which may, however, necessitate further adjustments upon receipt of subsequent orders/directions in this regard.

3 (i) Cost of electrical energy purchased for the periods mentioned in columns (1) to (6) amount to Rs.367 crore, Rs.423 crore, Rs.297 crore, Rs.790 crore, Rs.611 crore and Rs.891 crore respectively. Other expenses contained in columns (1) to (6) include interest on security deposit of Rs.19 crore, Rs. 25 crore, Rs.20 crore, Rs. 44 crore Rs. 39 crore and Rs.79 crore for the respective periods and the said electrical energy cost.

(ii) Cost of Fuel contained in columns (1) to (6) above include loss/(gain) of Rs.0.31 crore, Rs.(1.37) crore, Rs.4.76 crore, Rs.(1.06) crore, Rs.9.54 crore and Rs7.37 crore due to exchange fluctuations for the respective periods.

4 76,21,118 new equity shares of Rs 10 each have been allotted on 5 November 2014 for cash at a premium of Rs 634 per share to Qualified Institutional Buyers in accordance with Section 62(1)(c) of the Companies Act, 2013 read with Chapter VIII of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009.

5 A portion of the Company's coal requirement is being met since October 2002 from the production of Sarsathali coal block allocated by the Ministry of Coal, Government of India. The mining activity being carried out, in its present form by Integrated Coal Mining Limited, a body corporate, in which the Company has equity stake, in terms of the conditionalities of allocation, would be affected by the judgements dated 25th August 2014 and 24th September 2014 of the Hon'ble Supreme Court of India in Coal Block Allocation Case (WP (C) No 463 of 2012 etc). Vide the aforesaid judgements passed by the Hon'ble Supreme Court of India the process of allocation of coal adopted by the Government of India in vogue since 1993 was held to be wanting in material respects which resulted in Hon'ble Court cancelling most of the allocations, including those made to Central as well as State Public Sector Undertakings, made under that process, while directing levy of additional pecuniary charges in respect of coal extracted by the above referred body corporate which is estimated to be Rs 997 crores upto 30.9.2014.

The aforesaid body corporate has mined coal from Sarsathali coal block for embedded generating stations of CESC, a statutory distribution licensee supplying electricity to the end consumers in Kolkata and surrounding areas. The management is working out plans for supply of fuel from alternative sources to its existing generating stations and such mechanism would be worked out based on the modalities to be framed as per the Hon'ble Apex Court's decision, as aforesaid, the applicable statutes including Coal Mines (Special Provisions) Ordinance 2014 and within the regulatory framework of Electricity Act, 2003, rules framed thereunder and/or by West Bengal Electricity Regulatory Commission. Having obtained legal advices the company has filed a petition before the Hon'ble Apex Court seeking among other reliefs also a relief to distinguish the above coal block from the operating boundaries / parameters of the above judgement and exclusion of its mine from the applicability of Coal Mines (Special Provisions) Ordinance 2014 alongwith prayers for interim reliefs including granting of coal linkage as an alternative route. On final outcome of the matter if pecuniary liability, in the form of additional levy gets crystallised in respect of coal extracted from the above referred mine, appropriate recovery process thereof would be initiated in terms of law considering the fact that fuel cost of the Company has been subjected to the regulatory review / consideration and the Company's tariff to consumers has been based on cost etc. incurred by the Company, as approved by the West Bengal Electricity Regulatory Commission. In view of the above, the financial implication, if any, arising on the Company is not ascertainable at this stage.

- 6 The Company does not foresee any diminution, other than temporary, in the value of the Company's long term investments in the subsidiaries and share application money placed therein.
- 7 The Company is engaged in generation and distribution of electricity and does not operate in any other reportable segment.
- 8 The Auditors of the Company have carried out a limited review of the above unaudited financial results together with Statement of Assets and Liabilities.
- 9 Figures for the previous periods have been regrouped /rearranged, wherever necessary.

By Order of the Board
Aniruddha Basu
Managing Director

Dated : 14 November, 2014