

SEC : 12366

14 November, 2018

Manager (Listing)
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1,
G- Block, Bandra – Kurla Complex,
Bandra (East),
Mumbai – 400 051

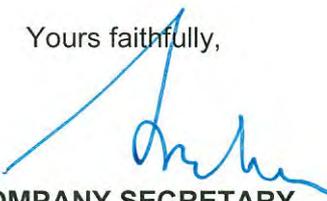
The Secretary
Bombay Stock Exchange Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001

The Secretary
The Calcutta Stock Exchange Limited
7, Lyons Range,
Kolkata – 700 001

Dear Sir,

We also enclose for your record a copy of the Unaudited Financial Results of the Company for the quarter/ half year ended 30 September 2018 which has been approved by the Board of Directors of the Company at their meeting held today along with a copy of the Auditor's Limited Review Report relating thereto.

Yours faithfully,



COMPANY SECRETARY

Encl:

**Review Report to
The Board of Directors
CESC Limited**

1. We have reviewed the accompanying statement of unaudited standalone Ind AS financial results of CESC Limited (the 'Company') for the quarter ended September 30, 2018 and year to date from April 1, 2018 to September 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 ('the Regulation'), read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 ('the Circular').
2. 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, as amended, read with the Circular 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.
3. 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.
4. 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 the Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm registration number: 301003E/E300005per **Kamal Agarwal**

Partner

Membership No.: 058652

Kolkata

November 14, 2018





CIN :L31901WB1978PLC031411
Registered Office: CESC House, Chowringhee Square, Kolkata 700 001
Email ID: cesclimited@rp-sg.in; Website: www.cesc.co.in
Tel: (033) 6499 0049; Fax: (033) 22124262

Statement of Standalone Unaudited Financial Results for the Quarter and Six Months ended 30 September 2018

(Rs.in crore)

Particulars	Three months ended 30.09.2018 (Unaudited)	Three months ended 30.06.2018 (Unaudited)	Three months ended 30.09.2017 (Unaudited)	Six months ended 30.09.2018 (Unaudited)	Six months ended 30.09.2017 (Unaudited)	Year ended 31.03.2018 (Audited)
	(1)	(2)	(3)	(4)	(5)	(6)
Income from operations						
Revenue from operations	2220	2165	2088	4385	4272	7786
Other income	28	20	35	48	75	168
Total Income	2248	2185	2123	4433	4347	7954
Expenses						
Cost of electrical energy purchased	823	837	777	1660	1554	2958
Cost of fuel	434	387	376	821	766	1402
Purchase of Stock -in-trade	6	5	-	11	-	11
Employee benefits expense	240	233	206	473	417	860
Finance costs	120	120	126	240	247	484
Depreciation and amortisation expense	111	110	106	221	209	426
Other expenses	206	208	224	414	423	920
Total expenses	1940	1900	1815	3840	3616	7061
Profit from continuing operations before regulatory (income)/ expense and tax	308	285	308	593	731	893
Regulatory (Income) / expenses (net)	(37)	50	(9)	13	185	(209)
Profit before tax , from continuing operations	345	235	317	580	546	1102
Tax Expenses :-						
Current Tax	74	51	68	125	118	238
Deferred Tax	39	38	8	77	17	69
Regulatory (income)/Expense - Deferred Tax	(39)	(38)	(8)	(77)	(17)	(69)
Total tax expense	74	51	68	125	118	238
Profit for the period from continuing operations	271	184	249	455	428	864
Profit/(loss) before tax for the year from discontinued operations	-	-	(2)	-	(4)	(4)
Tax credit / (expenses) of discontinued operations	-	-	0	-	1	1
(Loss) for the year from discontinued operations	-	-	(2)	-	(3)	(3)
Profit for the period	271	184	247	455	425	861
Other comprehensive income (Net of income tax)						
<i>Items that will not be reclassified to profit or loss</i>						
Remeasurement of defined benefit plan	(13)	(4)	(7)	(17)	(14)	(16)
Gain on fair Valuation of investment	-	-	-	-	-	8
Deferred Tax expenses on above	-	-	-	-	-	(2)
Regulatory (income)/Expense - Deferred Tax	-	-	-	-	-	2
Other Comprehensive Income for the period	(13)	(4)	(7)	(17)	(14)	(8)
Total Comprehensive Income for the period	258	180	240	438	411	853
Paid-up Equity Share Capital (Face value of Rs. 10 each)	133	133	133	133	133	133
Other Equity as per latest audited Balance Sheet as at 31 March 2018						9314
Earnings Per Share (EPS) (Rs.) - refer note 4 (ii)						
Basic & Diluted from continuing operations	20.41*	13.88*	18.80*	34.29*	32.28*	65.23
Basic & Diluted from discontinued operations	-	-	(0.11)*	-	(0.22)*	(0.22)
Basic & Diluted from continuing and discontinued operations	20.41*	13.88*	18.69*	34.29*	32.06*	65.01

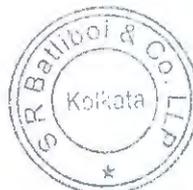
* not annualised



Notes to financial results :-

1 Statement of Assets and Liabilities :

PARTICULARS	As at	As at
	30.09.2018	31.03.2018
	Unaudited	Audited
	Rs. In crore	Rs. In crore
ASSETS		
Non-current Assets		
Property, Plant and Equipment	14,517	14,584
Capital work-in-progress	126	127
Investment Property	56	56
Intangible assets	131	137
Financial Assets		
(i) Investments	4,195	4,193
(ii) Loans	38	33
(iii) Others	296	217
Other non-current assets	142	134
Total	19,501	19,491
Current assets		
Inventories	344	387
Financial Assets		
(i) Investments	262	506
(ii) Trade receivables	1,425	1,041
(iii) Cash and cash equivalents	603	436
(iv) Bank balances other than (iii) above	593	287
(v) Others	153	97
Other current Assets	298	262
Total	3,678	3,016
Regulatory deferral account balances	3,635	3,522
TOTAL ASSETS	26,814	26,029
EQUITY AND LIABILITIES		
Equity		
(i) Equity Share capital	133	133
(ii) Other Equity	9,589	9,314
Total	9,722	9,447
LIABILITIES		
Non-current Liabilities		
Financial Liabilities		
(i) Borrowings	3,767	3,667
(ii) Trade Payables		
(a) Total outstanding dues to Micro Enterprises & Small Enterprises	-	-
(b) Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	41	41
(iii) Other financial liabilities	6	6
Provisions	315	287
Deferred tax liabilities (net)	3,555	3,487
Consumers' Security Deposits	1,580	1,506
Other non-current liabilities	115	166
Total	9,379	9,160
Current Liabilities		
Financial Liabilities		
(i) Borrowings	1,271	1,293
(ii) Trade Payables		
(a) Total outstanding dues to Micro Enterprises & Small Enterprises	6	7
(b) Total outstanding dues of Creditors other than Micro Enterprises & Small Enterprises	622	481
(iii) Other financial liabilities	2,877	3,121
Other current liabilities	840	538
Provisions	110	84
Current Tax Liabilities (net)	92	62
Total	5,818	5,586
Regulatory deferral account balances	1,895	1,836
TOTAL EQUITY AND LIABILITIES	26,814	26,029



- 2 In the above standalone financial results of the Company, revenue from operations have been arrived at based on the relevant orders of the West Bengal Electricity Regulatory Commission. The effect of adjustments relating to advance against depreciation, 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 have been included in Regulatory Income / (expense), which may, however, necessitate further adjustments upon receipt of subsequent orders/directions in this regard, including finalisation of the underlying issues relating to mining of coal from Sarisatoli coal mine commenced from April, 2015.
- 3 Part A of Schedule II to the Companies Act, 2013 (the Act), inter alia, provides that depreciable amount of an asset is the cost of an asset or other amount substituted for cost. Part B of the said Schedule deals with the useful life or residual value of an asset as notified for accounting purpose by a Regulatory Authority constituted under an act of Parliament or by the Central Government for calculating depreciation to be provided for such asset irrespective of the requirement of Schedule II. In terms of applicable Regulations under the Electricity Act, 2003, depreciation on tangible assets other than freehold land is provided on straight line method on a pro-rata basis at the rates specified therein, forming the basis for determining Company's tariff by the West Bengal Electricity Regulatory Commission (Commission), which is also required to be used for accounting purpose as specified in the said Regulations. Based on legal opinions and accounting opinions obtained, the Company continues with the consistently followed practice of recouping additional charge of depreciation relating to the increase in value of assets arising from fair valuation on the date of transition to Ind AS from Retained Earnings, which for the quarter ended 30 September 2018 amounts to Rs.76 crore (quarter ended September, 2017 Rs 78 crore)
- 4 (i) Other expenses contained in columns (1) to (6) in the above financial results include interest on security deposit of Rs.27 crores, Rs.27 crores, Rs.33 crores, Rs.54 crores, Rs.60 crore and Rs.108 crore for the respective periods
- (ii) EPS without Regulatory income/(expenses) contained in Columns (1) to (6) in the above financial results works out to Rs.18.24, Rs 16.81, Rs 18.23, Rs 35.05, Rs 43.24 and Rs 52.81 for the respective periods.
- 5 In order to lay specific focus on its operations and investments in the areas, inter alia, of power distribution, generation, organised retail (Retail Undertaking) and other sundry areas including business process outsourcing & property (IT Undertaking) by way of due alignment, the Board of Directors of CESC Limited ("Parent", "the Company") at its meeting held on 18th May, 2017 had approved, subject to necessary approvals, a composite scheme of arrangement (Scheme) under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 involving the Parent and nine of its subsidiaries. The Scheme provided for restructuring of the Parent and its undertakings referred to in the Scheme into four listed entities, focussed on the above referred four verticals, the appointed date being 1st October 2017 ("The Appointed Date").
- The Company on 5th October, 2018 has received from Hon'ble National Company Law Tribunal (NCLT) (the appropriate authority), the certified copy of their order dated 28 March, 2018 sanctioning the Scheme, subject to a condition that demerger of the Generation Undertaking shall be effective upon approval of the Hon'ble West Bengal Electricity Regulatory Commission to the Power Purchase Agreement (PPA) between the Company and Haldia Energy Limited (One of the Scheme Companies). Pending the said approval, the Board of Directors at its meeting held on 12 October, 2018 has decided to give effect to the remaining parts of the Scheme from the Appointed Date in terms of the order of Hon'ble NCLT, whereby, the said Retail Undertaking and IT Undertaking have been demerged into two entities as stipulated in the Scheme. CESC shareholders registered in its books as on 31 October, 2018, the Record Date fixed for the purpose are entitled to additional equity shares in those two entities viz, RP-SG Retail Limited and RP-SG Business Process Services Limited in the ratios stipulated in the Scheme. Further, CESC Infrastructure Limited, Spencers Retail Limited (after demerger as per Scheme) and Music World Ltd have been merged with CESC from the Appointed Date.
- The above financial results have been compiled duly considering the accounting impact of the implemented Scheme, as referred to hereinbefore. Consequently, Profit After Tax for the quarter ended 30th June 2018 and year ended 31st March 2018, as contained in columns (2) and (6) above stand at Rs 184 crore and Rs 861 crore respectively against Rs 182 crore and Rs 871 crore for the respective period as published earlier. Total assets and total equity and liabilities as on 31st March, 2018 on a standalone basis stand at Rs 26029 crore and Rs 26029 crore respectively against Rs 29272 crore and Rs 29272 crore, respectively, as published earlier. The numbers published earlier, referred to hereinbefore, were computed without considering the impact of the Scheme.
- 6 The Company is primarily engaged in generation and distribution of electricity and does not operate in any other reportable segment.
- 7 The above results were reviewed by the Audit Committee and taken on record by the Board of Directors at their respective meetings held on 14th November, 2018. The Statutory Auditors of the Company have carried out a limited review of the said results in terms of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- 8 Figures for the previous periods have been regrouped / reclassified wherever necessary to conform to current period's classification.

By Order of the Board

Rabi Chowdhury
Managing Director -Generation

Debasish Banerjee
Managing Director- Distribution

Dated : November 14 , 2018





Registered Office: CESC House, Chowringhee Square, Kolkata 700 001
 CIN :L31901WB1978PLC031411
 E-mail ID: cesclimited@rp-sg.in; Website: www.cesc.co.in
 Tel: (033) 6499 0049; Fax: (033) 2212 4262

Extract of Unaudited Standalone Financial Results for the Quarter and Six month ended 30 September 2018

(Rs. crore)

Particulars	Quarter ending 30.09.2018 (unaudited)	Quarter ending 30.09.2017 (unaudited)	Six months ended 30.09.2018 (unaudited)	Six months ended 30.09.2017 (unaudited)	Year ended 31.03.2018 (Audited)
Total income from operations	2248	2123	4433	4347	7954
Net Profit for the period (before tax and exceptional items)	345	317	580	546	1102
Net Profit for the period before tax (after exceptional items)	345	317	580	546	1102
Net Profit for the period after Tax (after exceptional items)	271	249	455	428	864
Total comprehensive income for the period	258	240	438	411	853
Paid-up Equity Share Capital (Shares of Rs. 10 each)	133	133	133	133	133
Other Equity as per latest audited Balance Sheet as at 31 March 2018					9314
Earnings Per Share (EPS) (Rs.) (Face value of Rs.10 each)					
Basic & Diluted from continuing operations	20.41*	18.80*	34.29*	32.28*	65.23
Basic & Diluted from discontinued operations		(0.11)*		(0.22)*	-0.22
Basic & Diluted from continuing and discontinued operations	20.41*	18.69*	34.29*	32.06*	65.01
* not annualised					

The above is an extract of the detailed format of standalone Financial Results for the quarter and six month ended on 30 September 2018 filed with stock exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of standalone Financial Results for the quarter and six month ended on 30 September 2018 are available on stock exchange websites (www.nseindia.com, www.bseindia.com and www.cse-india.com) and on the company's website (www.cesc.co.in)

Dated : November 14 , 2018


 Rabi Chowdhury
 Managing Director -Generation

By Order of the Board


 Debasish Banerjee
 Managing Director -Distribution