



GUJARAT GAS COMPANY LIMITED

CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED ON 30th JUNE 2006

Rs. in Lac

Sr. No.	Particulars	3 months ended on 30/06/2006 (Unaudited)	3 months ended on 30/06/2005 (Unaudited)	6 months ended on 30/06/2006 (Unaudited)	6 months ended on 30/06/2005 (Unaudited)	12 months ended on 31/12/2005 (Audited)
1	Gross sales	21993.00	16334.33	44763.40	32822.34	70189.40
2	Excise duty on sales	232.91	88.01	449.16	148.62	454.59
3	Net Sales (1-2)	21760.09	16246.32	44314.24	32673.72	69734.81
4	Income from Services (Net)	750.98	1310.35	1729.89	2760.34	4949.37
5	Income from Operations (3+4)	22511.07	17556.67	46044.13	35434.06	74684.18
6	Other Income	360.77	298.40	804.98	1885.11	2834.42
7	Total Income (5+6)	22871.84	17855.07	46849.11	37319.17	77518.60
8	Total Expenditure including:	18709.42	13711.05	37817.45	27182.79	59936.01
	(a) consumption of raw material	16598.20	2251.69	33621.79	24516.63	53180.53
	(b) staff cost	717.18	567.02	1381.35	1006.56	2236.42
	(c) Other Expenditure	1394.04	892.34	2814.31	1659.60	4519.06
9	Profit before interest, depreciation and tax (7-8)	4162.42	4144.02	9031.66	10136.38	17582.59
10	Interest	75.07	3.03	151.91	12.48	291.60
11	Depreciation	767.40	563.90	1507.46	1143.15	2736.99
12	Profit before tax (9-10-11)	3319.95	3577.09	7372.29	8980.75	14554.00
13	Provision for taxation - Current tax	1109.67	1233.00	2565.13	3281.00	5179.37
14	Provision for taxation - Deferred tax	(25.65)	(428.00)	(109.50)	(427.00)	(560.28)
15	Provision for	20.00	10.00	45.00	10.00	55.30

	taxation - Fringe Benefit Tax					
16	Profit after tax (12-13-14-15)	2215.93	2762.09	4871.66	6116.75	9879.61
17	Minority Interest	9.50	9.71	28.38	18.77	66.71
18	Profit attributable to group	2206.43	2752.38	4843.28	6097.98	9812.90
19	Paid-up Equity Share Capital (Face Value Rs. 10/- each)	1282.50	1282.50	1282.50	1282.50	1282.50
20	Reserves excluding revaluation reserves	--	--	--	--	36396.68
21	Basic & Diluted Earnings Per Share (Rs.)	17.20	21.46	37.76	47.55	76.51

1)	The above financial results are the consolidated financial results of the Company with its subsidiaries and its proportionate interest in the joint ventures prepared in accordance with the accounting standard (AS) 21 'Consolidated Financial Statements' and AS 27 'Financial Reporting of Interest in Joint Ventures' issued by the Institute of Chartered Accountants of India.
2)	Accounting for investment in Joint Venture "Sensus Metering Systems India Limited" is done in accordance with AS 13 "Accounting of Investment" in the current period and AS 27 'Financial Reporting of Interests in Joint Ventures' in the corresponding period.
3)	During the current quarter, the company acquired the Cogeneration business of BG India Energy Services Private Limited, a company engaged in providing equipments and services in relation to natural gas fired Cogeneration units, on a slump sale basis with effect from June 2, 2006 at a consideration of Rs. 1,097.13 lac.
4)	In May 2006, the company allotted 14,400,000, 7.5% Redeemable Cumulative Non-Convertible Preference Shares (RCNPS) of Rs. 10 each at par aggregating to Rs. 1,440 lac on a preferential basis to BG Asia Pacific Holdings Private Limited (the Holding Company), a company incorporated in Singapore. Out of the issue proceeds, Rs. 1097.13 lac has been paid to BG India Energy Services Private Limited towards purchase of Cogeneration business and Rs. 21.94 lac has been utilised for payment of stamp duty on transfer of business. The balance proceeds of Rs. 320.93 lac has been invested in short term funds.
5)	Attention is invited to note 2 to the stand alone financial results of the Company as stated above. The auditors have drawn attention to the above note in their report on consolidated financial statements of the Company for the year ended December 31, 2005.
6)	The above results were approved by the Board of Directors in its meeting held on 27 th July 2006 at Ahmedabad.
7)	Previous period figures have been reclassified / regrouped wherever considered necessary to conform to the current period figures.

**UNAUDITED FINANCIAL RESULTS FOR THE
QUARTER ENDED ON 30th JUNE 2006**
(Pursuant to Clause 41 of Listing Agreement)

Rs. in Lac

Sr. No	Particulars	3 Months ended on 30-06-2006 (Unaudited)	3 Months ended on 30-06-2005 (Unaudited)	6 Months ended on 30-06-2006 (Unaudited)	6 Months ended on 30-06-2005 (Unaudited)	12 Months ended on 31-12-2005 (Audited)
1	Gross sales	18128.38	13396.50	37274.15	27194.43	57114.22
2	Excise duty on sales	232.91	88.01	449.16	148.62	454.59
3	Net Sales (1-2)	17895.47	13308.49	36824.99	27045.81	56659.63
4	Income from Services (Net)	821.03	1371.48	1892.04	2822.44	4937.00
5	Income from Operations (3+4)	18716.5	14679.97	38717.03	29868.25	61596.63
6	Other Income	988.00	316.22	1275.65	1134.05	1839.52
7	Total Income (5+6)	19704.50	14996.19	39992.68	31002.30	63436.15
8	Total Expenditure including :	15146.60	10952.13	31020.39	22144.68	47911.71
(a)	Consumption of raw material	13093.58	9522.64	26904.19	19536.14	41245.04
(b)	staff cost	707.54	553.88	1362.07	980.80	2162.10
(c)	Other Expenditure	1345.48	875.61	2754.13	1627.74	4504.57
9	Profit before interest, depreciation and tax (7-8)	4557.90	4044.06	8972.29	8857.62	15524.44
10	Interest	75.07	2.93	151.91	12.33	291.26
11	Depreciation	708.17	509.91	1384.91	1011.40	2180.00
12	Profit before tax (9-10-11)	3774.66	3531.22	7435.47	7833.89	13053.18
13	Provision for taxation - Current tax	965.00	1160.00	2190.00	2730.00	4322.87
14	Provision for taxation - Deferred tax	26.00	(410.00)	(10.00)	(410.00)	(364.00)
15	Provision for taxation - Fringe Benefit Tax	20.00	10.00	45.00	10.00	55.00
16	Profit after tax (12-13-14-15)	2763.66	2771.22	5210.47	5503.89	9039.31
17	Paid-up Equity Share Capital	1,282.50	1,282.50	1,282.50	1,282.50	1,282.50

	(Face Value Rs. 10/- each)					
18	Reserves Excluding Revaluation Reserves	--	--	--	--	33082.14
19	Basic & Diluted Earnings Per Share before prior period adjustments (Rs.)	21.55	21.61	40.63	42.92	70.48
20	Aggregate of non-promoter share holding:					
(a)	Number of Shares	4,473,125	4,473,125	4,473,125	4,473,125	4,473,125
(b)	Percentage of Shareholding	34.878%	34.878%	34.878%	34.878%	34.878%

1)	The above results were approved by the Board of Directors in its meeting held on 27 th July 2006 at Ahmedabad.
2)	Prices of Natural Gas for the period 1 st April 2000 to 30 th June 2005, were under review by the Ministry of Petroleum and Natural Gas (MoPNG), Government of India. Pending finalisation of the prices, GAIL (India) Limited one of the suppliers of the Company is making a provisional billing to the Company based on the rates specified in the MoPNG intimation dated September 18, 1997. Subsequent adjustments, that may arise on aforesaid revision, are not ascertainable at this stage. GAIL has now advised the price chargeable as from July 1, 2005 but made no reference to the periods referenced above. However the management does not expect the price revision for past. The statutory auditors have drawn attention to this note in their audit report for the year ended December 31, 2005.
3)	During the current quarter, the company acquired the Cogeneration business of BG India Energy Services Private Limited, a company engaged in providing equipments and services in relation to natural gas fired Cogeneration units, on a slump sale basis with effect from June 2, 2006 at a consideration of Rs.1,097.13 lac.
4)	In May 2006, the company allotted 14,400,000, 7.5% Redeemable Cumulative Non-Convertible Preference Shares (RCNPS) of Rs. 10 each at par aggregating to Rs. 1,440 lac on a preferential basis to BG Asia Pacific Holdings Private Limited (the Holding Company), a company incorporated in Singapore. Out of the issue proceeds, Rs. 1,097.13 lac has been paid to BG India Energy Services Private Limited towards purchase of Cogeneration business and Rs. 21.94 lac has been utilised for payment of stamp duty on transfer of business. The balance proceeds of Rs. 320.93 lac has been invested in short term funds.
5)	The Company operates in a single segment of Natural Gas Business. In view of the general clarification issued by the Institute of Chartered Accountants of India for companies operating in a single segment, the disclosure requirements as per Accounting Standard 17 "Segment Reporting" are not applicable to the company.
6)	Details of number of investor complaints for the quarter ended 30 th June, 2006: Beginning - Nil, Received - 7, Disposed off - 7 and Pending - Nil.
7)	The Statutory auditors have carried out a limited review of the financial results for the quarter ended 30 th June 2006.
8)	Previous period have been reclassified / regrouped wherever considered necessary to conform to the current period figures.

Place :	Ahmedabad	For Gujarat Gas Company Limited
Date :	27 th July, 2006	B. S. Shantharaju
		Managing Director