

BALANCE SHEET AS AT 31ST DECEMBER, 2007

| | Schedule | Rs. in thousand | As at 31-12-2007 Rs. in thousand | As at 31-12-2006 Rs. in thousand |
|---|----------|-----------------|--|--|
| SOURCES OF FUNDS | | | | |
| SHAREHOLDER'S FUNDS | | | | |
| Share Capital | 1 | 272,250 | | 272,250 |
| Reserves and Surplus | 2 | 5,602,837 | | 4,312,326 |
| | | | 5,875,087 | 4,584,576 |
| Minority Interest (Refer Note 28 on Schedule 20) | | | 36,947 | 31,160 |
| LOAN FUNDS | | | | |
| Unsecured loans | 3 | | - | 29,400 |
| Deferred Tax Liability (Net) (Refer Note 14, 34 and 37 on Schedule 20) | | | 453,354 | 464,869 |
| DEPOSITS (Refer Note 26 on Schedule 20) | | | | |
| From Customers | | 1,080,570 | | 831,813 |
| From GAIL (India) Limited | | 38,692 | | 38,692 |
| | | | 1,119,262 | 870,505 |
| TOTAL | | | 7,484,650 | 5,980,510 |
| APPLICATION OF FUNDS | | | | |
| FIXED ASSETS | | | | |
| Gross Block | 4 | 7,101,300 | | 6,269,158 |
| Less : Depreciation | | 2,196,778 | | 1,838,479 |
| | | 4,904,522 | | 4,430,679 |
| Less : Lease Terminal Adjustment Account | | 255,447 | | 262,857 |
| Net Block | | 4,649,075 | | 4,167,822 |
| Capital work in progress | | 604,153 | | 673,709 |
| Capital Inventory | | 506,391 | | 376,082 |
| | | | 5,759,619 | 5,217,613 |
| Assets held for Disposal | | | - | 9,130 |
| INVESTMENTS | 5 | | 2,350,185 | 1,399,485 |
| CURRENT ASSETS, LOANS AND ADVANCES | | | | |
| Inventories | 6 | 176,991 | | 137,797 |
| Lease Receivable | 7 | 98,189 | | 13 |
| Sundry Debtors | 8 | 875,564 | | 832,956 |
| Cash and Bank Balances | 9 | 175,510 | | 160,756 |
| Loans and Advances | 10 | 339,685 | | 334,674 |
| Other Current Assets | 11 | 627 | | 770 |
| | | 1,666,566 | | 1,466,966 |
| LESS: CURRENT LIABILITIES AND PROVISIONS | | | | |
| Current Liabilities | 12 | 1,963,385 | | 1,858,017 |
| Provisions | | 347,891 | | 287,765 |
| | | 2,311,276 | | 2,145,782 |
| NET CURRENT ASSETS | | | (644,710) | (678,816) |
| MISCELLANEOUS EXPENDITURE (To the extent not written off or adjusted) | 13 | | 19,556 | 33,098 |
| TOTAL | | | 7,484,650 | 5,980,510 |
| Significant Accounting Policies and Notes to the Consolidated Financial Statements | 20 | | | |

This is the Consolidated Balance Sheet referred to in our report of even date

The Schedules referred to above form an integral part of the Consolidated Balance Sheet

For and on behalf of the Board

V. Nijhawan
Membership No. F87228
Partner
For and on behalf of
PRICE WATERHOUSE
CHARTERED ACCOUNTANTS

Rajeev Khanna
Chairman

Shaleen Sharma
Managing Director

Jal Patel Sugata Sircar
Director Finance Director

Rajeshwari Sharma
Company Secretary

Place : Ahmedabad
Date : February 20, 2008

Place : Ahmedabad
Date : February 20, 2008