

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2010



Regd. & Head Office: GATI LIMITED
1-7-293, M.G. Road, Secunderabad-500003.
Fax No. 040-27894284

(Rs. in Lakhs)

Particulars	Quarter Ended		Half Year Ended		Year Ended
	31.12.2010	31.12.2009	31.12.2010	31.12.2009	Audited 30.06.2010
Income from Operations	22,354	18,003	44,854	35,000	74,472
Other Operating Income	162	218	308	367	650
Total Income	22,516	18,221	45,162	35,367	75,122
Expenditure:					
- Operating Expenses	15,343	11,759	30,928	22,829	48,796
- Employees Cost	2,662	2,202	5,274	4,286	8,913
- Administrative Expenses	2,040	1,817	4,027	3,446	7,596
- Repairs & Maintenance	315	270	548	446	1,225
- Depreciation	528	605	1,063	1,273	2,387
Total	20,889	16,653	41,841	32,280	68,917
Profit from Operations before Other Income, Interest and Tax	1,628	1,568	3,322	3,087	6,205
Other Income	10	7	20	16	19
Interest (Net)	1,160	1,133	2,253	2,316	4,309
Profit before Tax	477	442	1,088	787	1,915
Tax Expense	159	58	396	176	404
Net Profit for the period / year	318	384	692	611	1,511
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	1,703	1,703	1,703	1,703	1,703
Reserves excluding Revaluation reserve	26,538	25,775	26,538	25,775	26,007
Earnings Per Share (EPS)	0.37	0.45	0.81	0.72	1.78
a) Basic					
b) Diluted	0.34	0.41	0.73	0.66	1.62
Public Shareholding					
- No. of shares	43,395,982	43,395,982	43,395,982	43,395,982	43,395,982
- Percentage of shareholding	50.96	50.96	50.96	50.96	50.96
Promoter & Promoter Group shareholding					
a) Pledged / Encumbered					
- No. of shares	34,786,700	28,045,000	34,786,700	28,045,000	34,786,700
- Percentage of shares (as a % of the total shareholding of Promoter & Promoter group)	83.30	67.16	83.30	67.16	83.30
- Percentage of shares (as a % of the total share capital of the company)	40.85	32.93	40.85	32.93	40.85
b) Non-encumbered					
- No. of shares	6,972,218	13,713,918	6,972,218	13,713,918	6,972,218
- Percentage of shares (as a % of the total shareholding of Promoter & Promoter group)	16.70	32.84	16.70	32.84	16.70
- Percentage of shares (as a % of the total share capital of the company)	8.19	16.10	8.19	16.10	8.19

Notes:

- Pursuant to the Company exercising option permissible under Accounting Standard 11 "Effect of changes in Foreign Exchange Rates" effective from July 1, 2007, the profit after tax for the period is less by Rs. 123.49 lakhs and fixed assets lower by Rs.56.39 lakhs.
- Company has raised an Arbitral dispute with the National Aviation Company of India Limited ("NACIL") in respect of certain disputes that had arisen between the Company and NACIL arising out of the Wet Lease Agreement. The Company had entered into with NACIL in the year 2007. NACIL invoked the Bank guarantee of Rs. 3000 Lakhs in 2009. The Company had raised claims on NACIL in respect of the continuous breaches committed by it during the tenure of the Wet Lease Agreement. NACIL has in turn raised certain counter claims on the Company in the proceedings, which are disputed. The disputes are pending adjudication. No orders have been passed against the Company nor have any claims been adjudicated in the matter as on date in the said proceedings. Based on the opinion of the Company's Attorney, no provision is considered necessary by the Management at this stage. The Statutory Auditors in their Limited Review Report have stated their inability to express an opinion in the above matter.
- 33,64,480 options under Employee Stock Options Schemes were outstanding as on December 31, 2010.
- Tax expense for the current quarter represents Current Tax, Tonnage Tax and Deferred Tax.
- Statement of Assets and Liabilities as required under Clause 41(l)(ea) of the Listing Agreement*
- The previous period figures have been regrouped / rearranged wherever necessary to make them comparable.
- A limited review of the above financial results has been carried out by the Statutory Auditors.
- The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their Meeting held on February 1, 2011.
- During the half-year ended December 31, 2010, the Company was allotted 5,41,000 shares of US\$ 1 each by Gati Holdings Ltd., Mauritius, wholly owned subsidiary, (Rs. 247.35 lakhs). Further, the Company invested Rs. 175 lakhs in Gati Import Export Trading Limited, wholly owned subsidiary, as share application money.
- 8 complaints received from investors during the quarter have been resolved. There were no complaints outstanding at the beginning or at the end of the quarter.

Place : Secunderabad
Date : February 1, 2011

for GATI LIMITED
Mahendra Agarwal
Managing Director & CEO

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

(Rs. in Lakhs)

Particulars	Quarter Ended		Half Year Ended		Year Ended
	31.12.2010	31.12.2009	31.12.2010	31.12.2009	Audited 30.06.2010
1. Segment Revenue (Net Sale / Income from each Segment)					
a) Express Distribution & Supply Chain	20,005	16,025	39,671	30,922	65,203
b) Coast to Coast (Shipping)	2,360	1,989	5,206	4,099	9,323
Less: Inter Segment Revenue	11	11	23	21	54
Net Sales / Income from Operations	22,354	18,003	44,854	35,000	74,472
2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)					
a) Express Distribution & Supply Chain	2,250	2,052	4,381	4,065	7,906
b) Coast to Coast (Shipping)	68	15	178	(60)	206
Total	2,318	2,067	4,559	4,005	8,112
Less: i) Interest (net of Income)	(1,160)	(1,133)	(2,253)	(2,316)	(4,309)
ii) Other unallocable expenditure net off	(681)	(492)	(1,218)	(902)	(1,888)
Total Profit before tax	477	442	1,088	787	1,915
3. Capital Employed (Segment Assets-Segment Liabilities)					
a) Express Distribution & Supply Chain	3,774	4,833	3,774	4,833	4,056
b) Coast to Coast (Shipping)	19,248	15,424	19,248	15,424	16,886
c) Unallocated Corporate Assets	9,441	8,626	9,441	8,626	9,044
Total	32,463	28,883	32,463	28,883	29,986

* STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakhs)

Particulars	Half Year Ended		Year Ended
	Unaudited		Audited
	31.12.2010	31.12.2009	30.06.2010
Shareholders' Funds :			
(a) Capital	1,703.10	1,703.10	1,703.10
(b) Share Warrants	1,763.84	-	1,763.84
(c) Reserves and Surplus (including Revaluation Reserve)	27,227.68	26,466.72	26,697.85
Loan Funds	44,924.65	46,594.46	45,372.22
Deferred Tax Liability	859.13	842.10	848.45
Total	76,478.40	75,606.38	76,385.46
Fixed Assets	43,346.00	45,732.06	44,273.77
Investments	7,484.96	6,845.54	7,062.61
Foreign Currency Monetary Item Translation Difference Account	(50.69)	77.16	66.56
CURRENT ASSETS, LOANS AND ADVANCES			
(a) Inventories	1,001.48	560.51	1,024.22
(b) Sundry Debtors	15,413.05	12,326.48	13,302.24
(c) Cash and Bank balances	2,206.73	2,033.97	1,275.61
(d) Loans and Advances	19,743.06	16,067.14	17,716.96
Less: Current liabilities and provisions			
(a) Liabilities	(8,928.17)	(5,352.84)	(4,781.18)
(b) Provisions	(3,738.02)	(2,683.63)	(3,555.33)
Total	76,478.40	75,606.38	76,385.46

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