

February 05, 2021

<b>BSE Limited</b> Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001. Tel: 022 - 2272 1233 / 34 Fax: 022 - 2272 2131 / 1072/ 2037 / 2061 / 41	<b>National Stock Exchange of India Limited</b> Exchange Plaza, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051 Tel: 022 - 2659 8235 / 36 / 452 Fax: 022 - 2659 8237/ 38
<b>Scrip Code:</b> 532345 <b>ISIN No.:</b> INE152B01027 <b>Re.: Gati Limited</b>	<b>Symbol :</b> GATI <b>ISIN No.:</b> INE152B01027 <b>Re.: Gati Limited</b>

Dear Sir/Ma'am,

**Sub.: Outcome of the meeting of the Board of Directors of the Company, held on Friday, February 05, 2021 in terms of Regulation 30(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and amendment thereto.**

Pursuant to Regulation 30(2) and 33 of Listing Regulations read with Para A of Part A of Schedule III, the Board of Directors of the Company at their meeting held today i.e. Friday, February 05, 2021, has *inter-alia* considered and approved the Un-audited Standalone and Consolidated Financial Results of the Company for the quarter ended December 31, 2020, as recommended by the Audit Committee of the Company along with the Limited Review Report issued by Statutory Auditors of the Company. The copy of the financial results along with Limited Review Report are enclosed herewith.

The information contained in this outcome is also available on the Company's website [www.gati.com](http://www.gati.com), on the website of the National Stock Exchange of India Limited ([www.nseindia.com](http://www.nseindia.com)) and BSE Limited ([www.bseindia.com](http://www.bseindia.com)).

The Board Meeting commenced at 2:00 PM and concluded at 7:15 P.M.

We request you to take the same on record.

Thanking you,

Yours faithfully,  
For **Gati Limited**



**T.S. Maharani**  
**Company Secretary & Compliance Officer**  
**M. No.: F8069**



Encl.: As above

**Corporate & Regd. Office: Gati Limited**

Plot No.20, Survey No.12, Kothaguda, Kondapur, Hyderabad - 500 084, Telangana, India. Tel.: (040) 71204284, Fax: (040) 23112318

investor.services@gati.com | CIN: L63011TG1995PLC020121 | Toll Free No.: 1860 123 4284 | [www.gati.com](http://www.gati.com)

**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

Review Report to  
The Board of Directors of Gati Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Gati Limited ("the Company") for the quarter ended December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 ("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, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013 as amended (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. We draw attention to Note 5 of the Statement, which states that in earlier years, the company has given operational advances to few parties aggregating Rs. 1849 Lakhs which is long overdue and the full recoverability of which is doubtful. As set out in the aforesaid note, the management is making necessary efforts to ensure collection of dues from those parties. No impairment allowance for uncertainty in collectability has been recognized against above advances. Based on the information received from the management of the Company regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the standalone financial results, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.

Our conclusion is qualified in respect of the above matter.

5. Based on our review conducted and procedure performed as stated in paragraph 3 above, except for the indeterminate effect of the matter as referred in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results 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 Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulations 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement .



6. Further, without modifying our conclusion, we draw attention to Note 7 of the Statement regarding loans given to a subsidiary amounting to Rs. 2001 lakhs in earlier years, which is outstanding as at the reporting date. The management is confident of recovery of the amount in due course and no provision is considered necessary for any possible losses that may arise in this behalf.

Our conclusion is not modified in respect of the above matter.



For Singhi & Co.  
Chartered Accountants  
ICAI Firm's Registration Number: 3020498

(Anurag Singhi)  
Partner

Membership Number: 066274  
UDIN: 21066274AAAAAI9162

Place: Kolkata  
Date: February 5, 2021

## GATI LIMITED

CIN : L63011TG1995PLC020121

Regd. &amp; Corp Office: Plot no.20, Survey no.12, Kothaguda, Kondapur, Hyderabad - 500 084.

website: www.gati.com e-mail: investor.services@gati.com Telephone: 040 71204284 Fax: 040 23112318

## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2020

(₹. in Lakhs)

Particulars	QUARTER ENDED			Nine Months Ended		YEAR ENDED
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>Income:</b>						
Revenue from operations	8,049	7,113	11,564	19,658	33,815	42,514
Other Income	218	252	328	839	1,613	2,037
<b>Total Income</b>	<b>8,267</b>	<b>7,365</b>	<b>11,892</b>	<b>20,497</b>	<b>35,428</b>	<b>44,551</b>
<b>Expenditure:</b>						
Purchase of Stock in trade	6,752	6,289	6,802	16,933	20,508	26,575
Changes in inventories of stock in trade	(55)	16	(17)	(90)	41	72
Operating Expenses	952	563	3,634	2,031	10,692	12,691
Employee benefits expense	109	45	684	383	2,031	2,397
Finance Cost	94	182	298	562	925	1,255
Depreciation expense	41	48	94	146	286	368
Other expenses	171	145	808	792	1,755	3,344
<b>Total expenses</b>	<b>8,064</b>	<b>7,288</b>	<b>12,303</b>	<b>20,757</b>	<b>36,238</b>	<b>46,702</b>
<b>Profit/(Loss) Before Exceptional items and Tax</b>	<b>203</b>	<b>77</b>	<b>(411)</b>	<b>(260)</b>	<b>(810)</b>	<b>(2,151)</b>
Exceptional Items (Refer Note 8)	(1,417)	-	-	(1,417)	-	-
<b>Profit/(Loss) Before Tax</b>	<b>(1,214)</b>	<b>77</b>	<b>(411)</b>	<b>(1,677)</b>	<b>(810)</b>	<b>(2,151)</b>
<b>Tax expenses</b>						
Current tax	-	-	-	-	-	-
Deferred tax	-	-	-	-	-	-
Tax Related to earlier years (Refer Note 6)	1,053	-	(66)	1,053	(66)	3,631
<b>Profit/(Loss) for the period</b>	<b>(2,267)</b>	<b>77</b>	<b>(345)</b>	<b>(2,730)</b>	<b>(744)</b>	<b>(5,782)</b>
<b>Other Comprehensive Income :</b>						
- Items that will not be reclassified in profit or loss	5	12	(9)	19	(77)	(52)
- Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
<b>Other Comprehensive income for the period, net of tax</b>	<b>5</b>	<b>12</b>	<b>(9)</b>	<b>19</b>	<b>(77)</b>	<b>(52)</b>
<b>Total Comprehensive income for the Period</b>	<b>(2,262)</b>	<b>89</b>	<b>(354)</b>	<b>(2,711)</b>	<b>(821)</b>	<b>(5,834)</b>
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	2,439	2,439	2,172	2,439	2,172	2,439
Other Equity						77,568
<b>Earnings Per Share(EPS) (not annualised)</b>						
- Basic	(1.86)	0.06	(0.32)	(2.24)	(0.69)	(5.20)
- Diluted	(1.86)	0.06	(0.32)	(2.24)	(0.68)	(5.19)



8

Tsm

Unaudited Standalone Segment wise Revenue, Results, and Assets and Liabilities for the Quarter and Nine Month ended 31st December 2020						
						₹. in Lakhs
Particulars	Quarter Ended			NINE MONTHS ENDED		Year Ended
1. Segment Revenue (Net Sale / Income from each Segment)	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a) Express Distribution	1,138	619	4,554	2,246	12,591	15,007
b) Fuel Station	6,911	6,494	7,010	17,412	21,224	27,507
<b>Total</b>	<b>8,049</b>	<b>7,113</b>	<b>11,564</b>	<b>19,658</b>	<b>33,815</b>	<b>42,514</b>
Less: Inter Segment Revenue	-	-	-	-	-	-
<b>Net Sales / Income from Operations</b>	<b>8,049</b>	<b>7,113</b>	<b>11,564</b>	<b>19,658</b>	<b>33,815</b>	<b>42,514</b>
<b>2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)</b>						
a) Express Distribution	138	117	(285)	(127)	(403)	(1,551)
b) Fuel Station	159	142	172	429	518	655
<b>Total</b>	<b>297</b>	<b>259</b>	<b>(113)</b>	<b>302</b>	<b>115</b>	<b>(896)</b>
Less: Finance Cost	(94)	(182)	(298)	(562)	(925)	(1,255)
Less: Exceptional Items (Refer Note 8)	(1,417)	-	-	(1,417)	-	-
<b>Profit/(Loss) before tax</b>	<b>(1,214)</b>	<b>77</b>	<b>(411)</b>	<b>(1,677)</b>	<b>(810)</b>	<b>(2,151)</b>
<b>3. Segment Assets</b>						
a) Express Distribution	30,997	32,119	34,404	30,997	34,404	33,871
b) Fuel Station	1,563	1,735	2,154	1,563	2,154	1,658
c) Unallocated	59,736	60,979	60,860	59,736	60,860	67,830
<b>Total Assets</b>	<b>92,296</b>	<b>94,833</b>	<b>97,418</b>	<b>92,296</b>	<b>97,418</b>	<b>103,359</b>
<b>Segment Liabilities</b>						
a) Express Distribution	4,168	6,276	9,772	4,168	9,772	6,696
b) Fuel Station	50	53	51	50	51	46
c) Unallocated	10,782	8,946	12,620	10,782	12,620	16,610
<b>Total Liabilities</b>	<b>15,000</b>	<b>15,275</b>	<b>22,443</b>	<b>15,000</b>	<b>22,443</b>	<b>23,352</b>



**Notes:**

1. The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at its Meetings held on February 5, 2021. In compliance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("SEBI Listing Regulations"), a limited review of the said results has been carried out by the Statutory Auditors of the Company.
2. The Company is mainly engaged in E-commerce logistics i.e. Express Distribution and running of Fuel Stations.
3. The COVID-19 pandemic continues to spread throughout the world. The performance of the Company operation was impacted during the first quarter, following nationwide lockdown by the Government of India. The Company has resumed operations in a phased manner as per directives from the Government of India and the performance of the Company in the current quarter has improved. The Company has taken into account the impact of Covid – 19 in preparation of financial results including its assessment of going concern and recoverability of the carrying amounts of financial and non-financial assets. The extent to which the pandemic will impact our future financial results is currently uncertain and will depend on various other economic developments.
4. Pursuant to the direction of the Hon`ble High Court of New Delhi in an appeal filed by Air India against the arbitral award, an amount of ₹ 2,200 Lakhs was made over to the Company i.e. Gati Limited, in an earlier year. A property at Hyderabad was offered as interim collateral. An application has been filed for release of above-mentioned collateral and is listed and pending for hearing. Necessary adjustments, if any, will be made in the accounts upon the decision of the Hon`ble High Court of New Delhi.
5. The Company is in the process of recovery of overdue advances amounting to ₹1,849 Lakhs given to few parties in earlier years. However, the Company could not recover the agreed amounts for which Company has sent legal notices to the said parties. A revised schedule for payment from April 30, 2021 to July 31, 2022 has been entered with these parties on September 28, 2020. Uncertainty of recoverability of such advances has been qualified by the auditors in their Limited review report.
6. The Company has filed an application under The Direct Tax Vivad se Vishwas Act, 2020 ('the Scheme') related to Assessment year 2013-14. The income department accepted the companies' application with tax liability of ₹ 1,332 Lakhs under MAT provisions and necessary provision made in accounts during the quarter. This results in reduction of contingent liability by ₹ 2,111 Lakhs and there is no cash out flow on this matter as refund pertaining to earlier years has been adjusted by the department.
7. The Company had given interest free loan to a wholly owned subsidiary amounting to ₹2,001 Lakhs towards financing a project in an earlier year, where the operation is yet to commence. The company is already in possession of the title deeds to the landed property of the subsidiary which is an adequate security. The statutory auditor in their limited review report has drawn attention to this matter.
8. The Company has identified the certain non-crore assets for monetization. The proceeds from this monetization are intended to be used to repay the debt and discharge other liabilities of the company. Net carrying value of assets classified as held for sale as at December 31, 2020 amounting to ₹ 5,111 Lakhs. Exceptional item refers to loss on fair value of such assets as at December 31, 2020 in line with Ind AS 105.
9. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment has been notified in the official Gazette on September 29, 2020 and its effective date is yet to be notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.



f

10. Figures of the previous quarter/periods have been regrouped/ re-arranged wherever considered necessary.



For GATI LIMITED

Place: Mumbai  
Date: February 05, 2021.

Shashi Kiran Shetty,  
Chairman and Managing Director  
DIN:00012754

q

**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

Review Report to  
The Board of Directors of Gati Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Gati Limited ("the parent") and its Subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended December 31, 2020 and year to date from April 01, 2020 to December 31, 2020 ("the Statement"), attached herewith, being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, as amended (the "Act"), read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 are free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Name of the Entity	Relationship
Gati Limited	Parent company
Gati Kintetsu Express Private Limited	Subsidiary
Gati Import Export Trading Limited	Subsidiary
Zen Cargo Movers Private Limited	Subsidiary
Gati Kausar India Limited	Subsidiary
Gati Logistics Parks Private Limited	Subsidiary
Gati Project Private Limited	Subsidiary
Asia Pacific Pte Limited. Including its subsidiaries Gati Hong Kong Limited Gati Cargo Express (Shanghai) Co. Limited	Subsidiary (Ceased to be a subsidiary w.e.f. August 16, 2020)



5. Attention is drawn to the following:

- (i) Note 5 to the Statement, which states that in earlier years, the Company and one of the subsidiary, Gati Kintetsu Express (P) Ltd, has given operational advances to few parties aggregating Rs. 2068 Lakhs (net of provision Rs. 218 Lakhs) which is long overdue and the full recoverability of which is doubtful. As set out in the aforesaid note, the management is making necessary efforts to ensure collection of dues from the said parties. No impairment allowance for uncertainty in collectability has been recognized against above advances. Based on the information received from the management of the companies regarding the assumptions used in assessing the recoverability of this amount, we were unable to determine the impact on the consolidated financial results, of a potential adjustment for impairment that might have been necessary in order to present the balance at its estimated recoverable value.
- (ii) Note 7 to the Statement, which states that in one of the subsidiary, Gati Kausar India Limited, the said subsidiary has provided for its obligation towards commitment fee based on the management's assessment of the likely obligation in view of the ongoing negotiation with the investor relating to the terms of the amended Bond Subscription Agreement, instead of measuring the obligation at Rs. 837 Lakhs as per the terms of the aforementioned agreement. However, in the absence of sufficient and appropriate audit evidence in support of management's assessment and pending final outcome of the negotiation referred above, we are unable to comment upon the adequacy of the provision and its consequential impact on the consolidated financial results.

Our conclusion is qualified in respect of above matters

- 6. Based on our review conducted and procedures performed stated in paragraph 3 above and based on the consideration of the review reports of the other auditor referred to in paragraph 8 below, except the indeterminate effect of the matter referred in paragraph 5 (i) and 5 (ii) 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 aforesaid Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
- 7. Further, without modifying our conclusion, we draw your attention to note 8 to the Statement, one of the subsidiary, Gati Kausar India Limited has incurred a net loss of Rs. 1206 Lakhs during the nine months period ended December 31, 2020, and as of that date, the subsidiary's accumulated losses amounts to Rs. 10447 Lakhs, which has resulted in complete erosion of the net worth of the of the said Subsidiary company and the said Subsidiary Company's current liabilities exceeded its current assets by Rs. 9315 lakhs. These conditions along with the matter set for in the said note, indicate the existence of a material uncertainty that may cast significant doubt about the subsidiary company's ability to continue as a going concern. However, based on the revised business including the restructuring plan under consideration with the key stakeholders of the said subsidiary company as stated in the aforesaid note, the management is of the view that going concern basis of accounting is appropriate for preparation of the Statement.

Our conclusion is not modified in respect of the above matter.

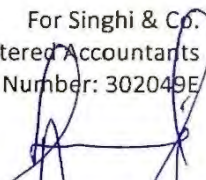


8. a.) We did not review the financial results of one Indian subsidiary included in the consolidated unaudited financial results, whose results reflect total revenue of Rs.2266 Lakhs and total net loss Rs. (-) 1206 Lakhs and total comprehensive income of Rs. (-) 1206 Lakhs for the year to date from April 01, 2020 to December 31, 2020 as considered in the Statement. These interim financial results have been reviewed by other auditor whose report have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the report of other auditors and the procedure performed by us as stated in paragraph 3 above.
- b.) The Statement include the financial results of five subsidiaries, which have not been reviewed, whose financial result (before eliminating intercompany transactions) reflect total revenue of Rs. 1259 lakhs, net loss after tax of Rs. (-) 388 Lakhs and total comprehensive income of Rs. (-) 385 Lakhs for the year to date from April 01, 2020 to December 31, 2020, as considered in the Statement. These financial information have been furnished and certified by the management of the respective subsidiary companies. According to the information and explanation given by the management of the Parent, these financial information are not material to the group.

Our conclusion on the Statement is not modified in respect of the above matters.



For Singhi & Co.  
Chartered Accountants  
ICAI Firm's Registration Number: 302049E

  
(Anurag Singhi)

Partner  
Membership Number: 066274  
UDIN:21066274AAAAAJ8299

Place: Kolkata  
Date: February 5, 2021

## GATI LIMITED

CIN: L63011TG1995PLC020121

Regd. &amp; Corp Office: Plot No 20, Survey No 12, Kothaguda, Kondapur, Hyderabad 500 084

website: www.gati.com e-mail: investor.services@gati.com Phone No. - 040 71204284 Fax - 040 23112318

## STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31st DECEMBER, 2020

(₹. in Lakhs)

Particulars	Quarter Ended			Nine Months ended		Year Ended
	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>Income:</b>						
Revenue from Operations	40,084	34,250	44,382	90,760	134,158	171,167
Other Income	45	279	388	844	792	1,326
<b>Total Income</b>	<b>40,129</b>	<b>34,529</b>	<b>44,770</b>	<b>91,604</b>	<b>134,950</b>	<b>172,493</b>
<b>Expenditure :</b>						
- Purchases of Stock in trade	6,779	6,345	9,703	17,064	28,484	37,124
- Changes in Inventories of Stock in trade	(19)	158	(110)	306	196	228
- Operating Expenses	23,408	19,478	24,319	51,062	74,387	94,992
- Employee Benefits Expense	4,385	3,618	4,900	11,365	14,402	18,831
- Finance Cost	1,042	1,156	1,339	3,444	3,970	5,364
- Depreciation and Amortisation Expense	978	990	1,079	2,975	3,140	4,370
- Other Expenses	3,070	2,590	4,061	9,069	11,266	16,427
<b>Total Expenses</b>	<b>39,643</b>	<b>34,335</b>	<b>45,291</b>	<b>95,285</b>	<b>135,845</b>	<b>177,336</b>
<b>Profit/(Loss) Before Exceptional items and Tax</b>	<b>486</b>	<b>194</b>	<b>(521)</b>	<b>(3,681)</b>	<b>(895)</b>	<b>(4,843)</b>
Exceptional Items (Refer Note 10)	(2,065)	(1,134)	-	(3,199)	-	-
<b>Profit/(Loss) Before Tax</b>	<b>(1,579)</b>	<b>(940)</b>	<b>(521)</b>	<b>(6,880)</b>	<b>(895)</b>	<b>(4,843)</b>
<b>Tax Expense</b>						
- Current tax	-	-	(14)	-	458	141
- Deferred Tax	16	141	8	(680)	14	(192)
- Tax Related to earlier years (Refer Note 6 )	1,053	-	-	1,053	-	3,635
<b>Profit/(Loss) for the period</b>	<b>(2,648)</b>	<b>(1,081)</b>	<b>(515)</b>	<b>(7,253)</b>	<b>(1,367)</b>	<b>(8,427)</b>
<b>Other Comprehensive income</b>						
A) - Items that will not be reclassified to Profit or loss	(11)	7	(40)	(29)	(167)	(161)
-Income Tax relating to Items that will not be reclassified to Profit or loss	4	1	7	12	22	27
B) - Items that will be reclassified to Profit or loss	-	1,078	14	1,088	(16)	6
-Income Tax relating to Items that will be reclassified to Profit or loss						
<b>Other Comprehensive income for the period, net of tax</b>	<b>(7)</b>	<b>1,086</b>	<b>(19)</b>	<b>1,071</b>	<b>(161)</b>	<b>(128)</b>
<b>Total Comprehensive income for the Period</b>	<b>(2,655)</b>	<b>5</b>	<b>(534)</b>	<b>(6,182)</b>	<b>(1,528)</b>	<b>(8,555)</b>
<b>Profit/(Loss) for the Period</b>	<b>(2,648)</b>	<b>(1,081)</b>	<b>(515)</b>	<b>(7,253)</b>	<b>(1,367)</b>	<b>(8,427)</b>
<b>Attributable to:</b>						
- Owners of the company	(2,549)	(1,109)	(500)	(6,352)	(1,538)	(7,829)
- Non-Controlling Interest	(99)	28	(15)	(901)	171	(598)
<b>Total Comprehensive income for the Period</b>	<b>(2,655)</b>	<b>5</b>	<b>(534)</b>	<b>(6,182)</b>	<b>(1,528)</b>	<b>(8,555)</b>
<b>Total Comprehensive income attributable to:</b>						
- Owners of the company	(2,553)	(21)	(511)	(5,270)	(1,678)	(7,932)
- Non-Controlling Interest	(102)	26	(23)	(912)	150	(623)
Paid up Equity Share Capital (Face Value of the Share Rs.2/- each)	2,439	2,439	2,172	2,439	2,172	2,439
Other Equity						71,873
Earnings Per Share (EPS) (not annualised)						
a) Basic	(2.10)	(0.92)	(0.46)	(5.21)	(1.42)	(7.04)
b) Diluted	(2.10)	(0.92)	(0.46)	(5.21)	(1.41)	(7.03)



Handwritten signature or mark.

TSm

Unaudited Consolidated Segment wise Revenue, Results, and Assets and Liabilities  
for the Quarter and Nine ended 31st December 2020

(₹. in Lakhs)

Particulars	Quarter Ended			Nine months ended		Year Ended
1. Segment Revenue (Net Sale / Income from each Segment)	31.12.2020	30.09.2020	31.12.2019	31.12.2020	31.12.2019	31.03.2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a) Express Distribution & Supply Chain	33,111	27,525	34,469	72,833	104,424	132,496
b) Fuel Station	6,911	6,494	7,010	17,412	21,224	27,507
c) Other Sales	66	247	3,102	538	9,085	11,903
<b>Total</b>	<b>40,088</b>	<b>34,266</b>	<b>44,581</b>	<b>90,783</b>	<b>134,733</b>	<b>171,906</b>
Less: Inter Segment Revenue	(4)	(16)	(199)	(23)	(575)	(739)
<b>Net Sales / Income from Operations</b>	<b>40,084</b>	<b>34,250</b>	<b>44,382</b>	<b>90,760</b>	<b>134,158</b>	<b>171,167</b>
<b>2. Segment Results (Profit (+) / Loss (-) before tax and interest from each Segment)</b>						
a) Express Distribution & Supply Chain	1,374	1,202	627	(592)	2,430	(245)
b) Fuel Station	159	142	172	429	518	655
c) Other Sales	(5)	6	19	(74)	127	111
<b>Total</b>	<b>1,528</b>	<b>1,350</b>	<b>818</b>	<b>(237)</b>	<b>3,075</b>	<b>521</b>
Less: Finance Cost	(1,042)	(1,156)	(1,339)	(3,444)	(3,970)	(5,364)
Less: Exceptional Items (Refer Note 10)	(2,065)	(1,134)	-	(3,199)	-	-
<b>Profit/ (Loss) Before Tax</b>	<b>(1,579)</b>	<b>(940)</b>	<b>(521)</b>	<b>(6,880)</b>	<b>(895)</b>	<b>(4,843)</b>
<b>3. Segment Assets</b>						
a) Express Distribution & Supply Chain	131,240	131,639	140,372	131,240	140,372	136,358
b) Fuel Station	1,563	1,735	2,154	1,563	2,154	1,658
c) Others	1,045	1,262	3,115	1,045	3,115	3,286
c) Unallocated	10,061	10,944	9,248	10,061	9,248	18,113
<b>Total Assets</b>	<b>143,909</b>	<b>145,580</b>	<b>154,889</b>	<b>143,909</b>	<b>154,889</b>	<b>159,415</b>
<b>Segment Liabilities</b>						
a) Express Distribution & Supply Chain	19,952	19,109	21,035	19,952	21,035	18,529
b) Fuel Station	50	53	51	50	51	46
c) Others	359	578	2,049	359	2,049	2,190
c) Unallocated	45,068	44,705	50,097	45,068	50,097	53,988
<b>Total Liabilities</b>	<b>65,429</b>	<b>64,445</b>	<b>73,232</b>	<b>65,429</b>	<b>73,232</b>	<b>74,753</b>

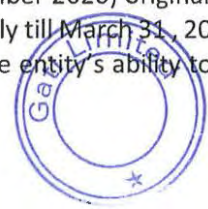


1

Tsm

Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 5, 2021. In compliance with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ("SEBI Listing Regulations"), a limited review of the said results has been carried out by the Statutory Auditors of the Company.
2. Gati Limited ("Company") and its 6 subsidiaries ('Group') are engaged primarily in the business of running Express Distribution, Contract logistic services, e-Commerce logistics, Temperature controlling supply chains and running of Fuel stations.
3. The COVID-19 pandemic continues to spread throughout the world. The performance of the Group operation was impacted during the first quarter, following nationwide lockdown by the Government of India. The Group has resumed operations in a phased manner as per directives from the Government of India and the performance of the Group in the current quarter has improved. The Group has taken into account the impact of Covid – 19 in preparation of consolidated financial results including its assessment of going concern and recoverability of the carrying amounts of financial and non-financial assets. The extent to which the pandemic will impact our future financial results is currently uncertain and will depend on various other economic developments.
4. Pursuant to the direction of the Hon'ble High Court of New Delhi in an appeal filed by Air India against the arbitral award, an amount of ₹ 2,200 Lakhs was made over to the Company i.e. Gati Limited, in an earlier year. Property at Hyderabad was offered as interim collateral security. An application has been filed for release of above-mentioned collateral and is listed and is pending for hearing. Necessary adjustments, if any, will be made in the accounts upon the decision of the Hon'ble High Court of New Delhi.
5. The Group is in the process of recovery of overdue advances amounting to ₹ 2286 Lakhs given to few parties in earlier years. However, the group could not recover the agreed amount for which group companies has sent a legal notice to the said parties. The management in the previous year has provided ₹ 218 Lakhs in books of account. A revised schedule for payment from April 30, 2021 to July 31, 2022 has been entered with these parties on September 28, 2020. Uncertainty of recoverability of such advances has been qualified by the auditors in their Limited review report.
6. The company has filed an application under The Direct Tax Vivad se Vishwas Act, 2020 ('the Scheme') related to Assessment year 2013-14. The income department accepted the companies' application with tax liability of ₹ 1,332 Lakhs under MAT provisions and necessary accounting entries has been passed. This results in reduction of contingent liability by ₹ 2,111 Lakhs and there is no cash out flow on this matter as refund pertaining to earlier years has been adjusted by the department.
7. During the ended March 31, 2018, management of Gati Kausar India Limited (GKIL), a subsidiary of the company, had revised its business strategy to adopt an "asset light" model in place of "asset heavy" model in view of the present business scenario and keeping in view the cost benefit analysis. Accordingly, the GKIL has not drawdown the committed loan aggregating to ₹ 6,100 Lakhs from the investors. On the basis of a careful analysis of the terms of the amended Bond Subscription Agreement and the prevalent industry practice in this regard, management of GKIL has considered a provision of ₹ 30.50 Lakhs to be adequate to meet its obligations. Further, management of the GKIL is confident that no further financial obligations would dwell on GKIL. The auditors have qualified their Limited review report in respect of this matter.
8. During the period ended December 31, 2020, Gati Kausar India Limited (GKIL), a subsidiary of the company, has incurred a loss of ₹ 1,206 Lakhs and as of that date, the accumulated losses amounting to ₹ 10,447 Lakhs has resulted in complete erosion of its net worth and the current liabilities exceeded its current assets by ₹ 9,315 Lakhs. These events along with availing extension for repayment of long-term debts aggregating to ₹ 968 lakhs, ₹ 2,854 lakhs and ₹ 5,078 lakhs (including redemption premium accrued till 31 December 2020) originally due for repayment in the month of October 2019, January 2020 and February 2021 respectively till March 31, 2021 clearly indicates that there exists material uncertainty that may cast significant doubt on the entity's ability to continue



as a going concern and therefore, the GKIL may be unable to realize its assets and discharge its liabilities in the normal course of business. To address this and improve upon its operating and financial performance, the key shareholders along with the management of the GKIL is in the process of implementing a restructuring plan by focusing on number of measures viz;- (i) operational improvements through revenue enhancement; (ii) balance sheet restructuring to ensure solvency through sustainable cash flows.

Based on the foregoing and management's assessment regarding the favourable outcome of the ongoing negotiations in relation to the unpaid commitment fee as detailed in Note 7 above and the possible impact of COVID-19 on the GKIL's operations as detailed in Note 3, management believes that the GKIL will be able to realize the assets and discharge its liabilities as recorded in the normal course of its operations. Accordingly, the results of the GKIL for the year ended December 31, 2020 have been prepared considering going concern basis of accounting.

9.

a) The Managerial remuneration paid to the former Executive chairman and Managing Director (CMD) and the Deputy Managing Director of the subsidiary company i.e., Gati Kintetsu Express Pvt Ltd for the year ended March 31, 2020 has exceeded the limit prescribed under section 197 read with Schedule V of the Companies Act, 2013 by ₹ 403 lakhs. The subsidiary company at their Annual General Meeting held on September 2, 2020 a conditional special resolution was passed by shareholders regarding excess remuneration. The conditions of the special resolution have been complied within the prescribed timeline. Hence, the recovery of excess remuneration stands waived off.

b) In case of a subsidiary i.e., Gati Kintetsu Express Pvt Ltd, ₹ 106 Lakhs was recoverable from former Executive Chairman, towards excess payment of managerial remuneration for 2018 -2019. The excess remuneration has been recovered in full from the former executive chairman on January 28, 2021.

10. The Company has identified the certain non-core assets for monetization. The proceeds from this monetization are intended to be used to repay the debt and discharge other liabilities of the company. The subsidiary i.e., Gati Kintetsu Express Pvt Ltd has adopted an Asset Light Strategy, basis on which the decision is taken to sell the company owned commercial vehicles and proceeds from the sale will be used to discharge the loans against such vehicles.

Net carrying value of assets classified as held for sale as at December 31, 2020 amounting to ₹ 6,716 Lakhs. Exceptional item for the current quarter refers to loss on fair value of such assets as at December 31, 2020 in line with Ind AS 105.

11. The value of investment in an associate had been fully provided in earlier years therefore the share of loss in that has not been considered in consolidated accounts.

12. The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment has been notified in the official Gazette on September 29, 2020 and its effective date is yet to be notified. The Group will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

13. Figure of the previous quarters / periods have been re-arranged / re-grouped where ever considered necessary.

For GATI LIMITED

Place: Mumbai  
Date: February 05, 2021.



Shashi Kiran Shetty,  
Chairman and Managing Director  
DIN:00012754

Tom

**GATI LIMITED**

CIN: L63011TG1995PLC020121

Regd. & Corp Office: Plot No 20, Survey No 12, Kothaguda, Kondapur, Hyderabad 500 084  
website: [www.gati.com](http://www.gati.com) e-mail: [investor.services@gati.com](mailto:investor.services@gati.com) Telephone: 040 71204284 Fax: 040 23112318

**UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 31st DECEMBER, 2020**

(₹. in Lakhs)

Particulars	Quarter Ended	Year Ended	Quarter Ended
	31.12.2020	31.03.2020	31.12.2019
	Unaudited	Audited	Unaudited
<b>Total Income from Operations</b>	40,084	171,167	44,382
Net Profit for the period (before Tax, Exceptional and/or Extraordinary items)	486	(4,843)	(521)
Net Profit for the period before Tax (after Exceptional and/or Extraordinary items)	(1,579)	(4,843)	(521)
<b>Net Profit for the period after Tax</b> (after Exceptional and/or Extraordinary items)	(2,648)	(8,427)	(515)
Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income(after tax)]	(2,655)	(8,555)	(534)
<b>Equity Share Capital</b>	2,439	2,439	2,172
Earnings Per Share (Face Value of Rs.2/- each){not annualised}			
a) Basic	(2.10)	(7.04)	(0.46)
b) Diluted	(2.10)	(7.03)	(0.46)

**Notes:**

- The above Unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on February 05, 2021 along with Limited Review Reports.
- Additional information on standalone financial results is as follows:

(₹. in Lakhs)

Particulars	Quarter Ended	Year Ended	Quarter Ended
	31.12.2020	31.03.2020	31.12.2019
	Unaudited	Audited	Unaudited
<b>Total Income from Operations</b>	8,049	42,514	11,564
Net Profit for the period before Tax (after Exceptional and/or Extraordinary items)	(1,214)	(2,151)	(411)
Net Profit for the period after Tax (after Exceptional and/or Extraordinary items)	(2,267)	(5,782)	(345)
Total Comprehensive Income for the period [Comprising Profit for the period (after tax) and Other Comprehensive Income(after tax)]	(2,262)	(5,834)	(354)

- Results for the quarter and nine months ended 31st December, 2020 are in compliance with Indian Accounting Standards (Ind AS) as notified by the Ministry of Corporate Affairs.
- The above is an extract of the detailed format of the standalone and consolidated financial results for the quarter and nine months ended ended 31st December, 2020 filed with the stock exchanges under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The full format of the standalone and consolidated financial results for the quarter and nine months ended 31st Decmber, 2020, are available for investors at [www.gati.com](http://www.gati.com), [www.nseindia.com](http://www.nseindia.com) and [www.bseindia.com](http://www.bseindia.com).



For Gati Limited

Place: Mumbai  
Date: February 05, 2021

**Shashi Kiran Shetty**  
Chairman and Managing Director  
DIN: 00012754

*TSM*