

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2014

Particulars	Un - Audited			Audited
	Quarter Ended			Year Ended
	30.06.2014	31.03.2014	30.06.2013	31.03.2014
<b>PART I</b>				
<b>A FINANCIAL PERFORMANCE ( ₹ in Crores )</b>				
1 Income from Operations				
Sales/Income from Operations	61,183.07	66,738.98	53,242.55	232,188.35
Less : Excise Duty Paid	2,031.36	2,612.17	2,252.07	9,151.68
(a) Net Sales/Income from Operations	59,151.71	64,126.81	50,990.48	223,036.67
(b) Other Operating Income (refer note # 3)	64.07	65.49	773.38	234.66
Total Income from Operations (net)	59,215.78	64,192.30	51,763.86	223,271.33
2 Expenditure				
(a) Cost of materials consumed	13,943.79	15,900.47	12,895.25	61,962.49
(b) Purchases of stock-in-trade	41,605.01	38,407.99	35,402.00	145,137.95
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	912.98	961.81	1,145.24	(574.43)
(d) Employee benefits expense	664.43	466.02	491.25	2,030.30
(e) Depreciation and amortisation expense	589.66	579.32	510.00	2,188.44
(f) Other expenditure	1,499.73	2,517.52	2,582.61	9,549.16
Total Expenses	59,215.60	58,833.13	53,026.35	220,293.91
3 Profit/(Loss) from Operations before Other Income, Finance Cost & Exceptional Items (1-2)	0.18	5,359.17	(1,262.49)	2,977.42
4 Other Income	197.88	330.29	204.15	974.45
5 Profit/(Loss) from ordinary activities before Finance Cost & Exceptional Items (3+4)	198.06	5,689.46	(1,058.34)	3,951.87
6 Finance Cost	129.54	198.48	402.14	1,336.36
7 Profit/(Loss) from ordinary activities after Finance Cost but before Exceptional Items (5-6)	68.52	5,490.98	(1,460.48)	2,615.51
8 Exceptional Items - Expenses/(Income)	-	-	-	-
9 Profit/(Loss) from Ordinary Activities before tax (7+/-8)	68.52	5,490.98	(1,460.48)	2,615.51
10 Tax Expense	22.48	881.74	-	881.74
11 Net Profit/(Loss) from Ordinary Activities after tax (9-10)	46.04	4,609.24	(1,460.48)	1,733.77
12 Extraordinary Items (net of tax expenses)	-	-	-	-
13 Net Profit/(Loss) for the period (11-12)	46.04	4,609.24	(1,460.48)	1,733.77
14 Paid up Equity Share Capital (Face value ₹ 10/- each)	338.63	338.63	338.63	338.63
15 Reserves excluding Revaluation Reserves as per Balance Sheet				14,673.15
16 Earnings Per Share:				
(i) Basic and Diluted before extraordinary item (₹)	1.36	136.11	(43.13)	51.20
(ii) Basic and Diluted after extraordinary item (₹)	1.36	136.11	(43.13)	51.20
<b>B PHYSICAL PERFORMANCE ( in MMT )</b>				
Crude Thruput	3.28	4.34	3.44	15.51
Market Sales (Including Exports)	8.34	8.04	7.91	30.96
Pipeline Thruput	4.00	3.98	4.11	15.69

**PART II**

SELECTED INFORMATION FOR THE QUARTER ENDED 30TH JUNE 2014

<b>A PARTICULARS OF SHAREHOLDING</b>				
1 Public Shareholding				
Number of Shares	165,550,500	165,550,500	165,550,500	165,550,500
Percentage of Shareholding (%)	48.89	48.89	48.89	48.89
2 Promoters and Promoter Group Shareholding				
(a) Pledged/ Encumbered				
- Number of Shares	NIL	NIL	NIL	NIL
- Percentage of Shares	NIL	NIL	NIL	NIL
(b) Non - encumbered				
- Number of Shares	173,076,750	173,076,750	173,076,750	173,076,750
- Percentage of Shares (as a % of total shareholding of Promoter and Promoter Group)	100	100	100	100
- Percentage of Shares (as a % of total share capital of the Company)	51.11	51.11	51.11	51.11
<b>B INVESTOR COMPLAINTS :</b>			30.06.2014	
Pending at the beginning of the quarter			Nil	
Received during the quarter			1	
Disposed off during the quarter			1	
Remaining unresolved at the end of the quarter			Nil	

*Keppoo*

**Notes :**

- 1 Average Gross Refining Margins during the quarter ended June 14, were US \$ 2.04 per BBL as against US \$ 2.58 per BBL during the corresponding previous quarter.
- 2 During the period April-June 2014, Subsidy on PDS Kerosene and Domestic Subsidized LPG amounting to ₹ 176.95 crores (April - June 2013 : ₹ 150.48 crores) has been accounted.
- 3 During the period April- June 2014, discount from upstream oil companies, viz., ONGC and GAIL, amounting to ₹ 3608.69 crores (April - June 2013 : ₹ 3,485.71 crores) in respect of Crude Oil, PDS Kerosene, & Domestic LPG purchased from them has been accounted. This includes an amount of ₹ NIL (April - June 2013 : ₹ 723.88 crores) receivable from ONGC towards compensations of under-recoveries which has been accounted as "Other Operating Income".
- 4 Based on the approval received from the Government of India, the Company has accounted for Budgetary Support amounting to ₹ 2516.41 crores for the period April - June 2014 (April - June 2013 : ₹ 1,822.14 crores) against under - recoveries on sale of sensitive petroleum products for the period April - June 2014.
- 5 Pending the determination of useful life and componentization of assets, as required under Schedule II of The Companies Act, 2013, the Company has provided depreciation at the rate and in the manner as prescribed in the Schedule XIV of The Companies Act, 1956. The impact of the same is not quantified and will be recognized in subsequent quarters. The PSU Oil Marketing Companies have made representation to MCA for providing extension to comply with Schedule II of the Companies Act 2013 by mandating its applicability only for Annual Accounts for FY 2014-15 and not for quarterly accounts during 2014-15.
- 6 The figures for the quarter ended 31st March 2014 are the balancing figures between the audited accounts for the year ended 31st March 2014 and the published unaudited financial results for the nine months ended 31st December 2013
- 7 The Comptroller and Auditor General of India has completed the supplementary audit on the audited accounts for the year ended 31st March, 2014 under section 619 (4) of the Companies Act, 1956 and has issued Nil Comments Certificate.
- 8 Previous period's figures have been regrouped/reclassified wherever necessary

**SEGMENT-WISE RESULTS**

Particulars	Un - Audited			(₹ in Crores)
	Quarter Ended			Audited
	30.06.2014	31.03.2014	30.06.2013	Year Ended 31.03.2014
<b>1 SEGMENT REVENUE</b>				
a) Downstream Petroleum	59,267.53	64,257.28	51,815.53	223,481.08
b) Exploration & Production of Hydrocarbons	-	-	-	-
Sub-Total	59,267.53	64,257.28	51,815.53	223,481.08
Less: Inter-Segment Revenue	-	-	-	-
<b>TOTAL REVENUE</b>	<b>59,267.53</b>	<b>64,257.28</b>	<b>51,815.53</b>	<b>223,481.08</b>
<b>2 SEGMENT RESULTS</b>				
a) Profit/(Loss) before Tax, Interest Income, Interest Expenditure and Dividend from each Segment				
i) Downstream Petroleum	(97.13)	6,074.88	(1,206.48)	4,127.96
ii) Exploration & Production of Hydrocarbons	(4.93)	(78.77)	(62.17)	(203.97)
Sub-Total of (a)	(102.06)	5,996.11	(1,268.65)	3,923.99
b) Finance Cost	129.54	198.48	402.14	1,336.36
c) Other Un-allocable Expenditure/ (Net of Un-allocable Income)	(300.12)	306.65	(210.31)	(27.88)
Profit/(Loss) before Tax (a-b-c)	68.52	5,490.98	(1,460.48)	2,615.51
<b>3 CAPITAL EMPLOYED</b> (Segment Assets- Segment Liabilities)				
a) Downstream Petroleum	32,364.02	32,460.07	21,611.62	32,460.07
b) Exploration & Production of Hydrocarbons	(834.65)	(829.72)	(687.92)	(829.72)
c) Others (Unallocated-Corporate)	7,166.17	6,732.06	7,831.35	6,732.06
<b>Total</b>	<b>38,695.54</b>	<b>38,362.41</b>	<b>28,755.05</b>	<b>38,362.41</b>

**Notes:**

1. The Company is engaged in the following business segments:
  - a) Downstream i.e. Refining and Marketing of Petroleum Products
  - b) Exploration and Production of Hydrocarbons

Segments have been identified taking into account the nature of activities and the nature of risks and returns.

2. Segment Revenue comprises of the following:
  - a) Turnover (Net of Excise Duties)
  - b) Subsidy from Government of India
  - c) Other income (excluding interest income, dividend income and investment income)

3. There are no Geographical Segments.

4. Previous period's figures have been regrouped/reclassified wherever necessary.

The Financial Results for the quarter have been subjected to a Limited Review by the Corporation's Statutory Auditors.

The above results have been reviewed and recommended by the Audit Committee in its meeting held on August 11th, 2014 and taken on record by the Board of Directors at its meeting held on August 11th, 2014.

By order of the Board

Place : New Delhi  
Date : 11th August, 2014

  
K V Rao  
Director (Finance)



**LIMITED REVIEW REPORT**

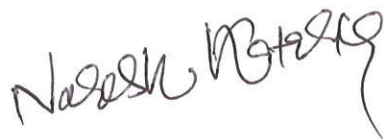
**TO THE BOARD OF DIRECTORS OF  
HINDUSTAN PETROLEUM CORPORATION LIMITED  
ON UNAUDITED FINANCIAL RESULTS FOR THE QUARTER  
30<sup>th</sup> June, 2014**

1. We have reviewed the accompanying standalone statement of unaudited financial results (the 'Statement') of **HINDUSTAN PETROLEUM CORPORATION LIMITED** for the quarter ended 30<sup>th</sup> June, 2014 except for the disclosures regarding (a) Physical Performance disclosed in Part 'B' of Financial Performance of the Financial Results (b) 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from the disclosures made by the management but have neither been reviewed nor been audited by us and (c) 'Average Gross Refinery Margin' stated in Note no. 1 of the Financial Results. In this Statement are incorporated the results of the Visakh Refinery, which have been subjected to a limited review by the branch auditor of the Company. The branch auditor has forwarded to us their report and the same has been dealt with in preparing this report, in the manner considered necessary by us. The Statement is the responsibility of the Company's Management and has been approved by the Board of Directors at its meeting held on 11<sup>th</sup> August 2014 and been initialed by us for identification purpose. Our responsibility is to issue a report on this Statement based on our review.
2. 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.



3. As stated in Note No 5 of the financial results, the Company has continued to provide depreciation at the rates and in the manner prescribed in Schedule XIV of the Companies Act, 1956, pending determination of estimated useful life and componentisation of assets as required under Schedule II of the Companies Act, 2013. As informed to us the Company has also made representation to the Ministry of Corporate Affairs for providing extension to comply with the requirement of Schedule II of the Companies Act 2013. The impact of this matter on depreciation and profit for the quarter under review, is not quantified. Hence, we are unable to comment on the same.
4. Based on our review conducted as above, except for the effects of the matter described in the above paragraph, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with the Accounting Standards notified under section 133 of the Companies Act, 2013 read with rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For B.K. Khare & Co.  
Chartered Accountants  
Firm registration no. : 105102W



Naresh Kumar Kataria  
(Partner)  
Membership No. 037825

Place: New Delhi  
Date: 11<sup>th</sup> August, 2014



For CVK & Associates  
Chartered Accountants  
Firm registration no. : 101745W



A.K. Pradhan  
(Partner)  
Membership No. 032156

