

HINDUSTAN PETROLEUM CORPORATION LIMITED
(A GOVERNMENT OF INDIA ENTERPRISE)
Regd. Office : 17, Jamshedji Tata Road, Mumbai - 400 020
UNAUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER 2006

Particulars	(Unaudited)				(Audited)
	Quarter Ended		Half Year Ended		Year Ended
	30.09.2006	30.09.2005	30.09.2006	30.09.2005	31.03.2006
FINANCIAL PERFORMANCE (Rs. in Crores)					
1 Gross Sales	23,195.85	17,754.60	45,745.76	33,993.75	74,044.11
2 Sales/Income from Operations	26,235.06	17,888.63	48,914.53	34,250.70	76,920.26
Less : Excise Duty Paid	1,867.60	1,046.80	3,872.97	2,313.61	5,882.34
Net Sales/Income from Operations	24,367.46	16,841.83	45,041.56	31,937.09	71,037.92
3 Other Income	192.53	75.02	238.83	143.23	323.68
4 Total Expenditure					
(Increase) / Decrease in Inventory	(596.87)	(1,918.41)	(902.91)	(2,262.64)	(1,408.96)
Consumption of Raw Materials	10,001.64	5,601.56	19,042.51	10,484.20	25,582.18
Staff Cost	220.20	147.79	385.87	306.82	689.51
Purchase of Products for Resale	12,122.30	11,977.02	23,546.62	22,110.72	42,178.12
Other Expenditure	973.95	954.12	1,784.05	1,611.64	3,186.68
	22,721.22	16,762.08	43,856.14	32,250.74	70,227.53
5 Interest	98.33	30.90	157.92	45.05	158.74
6 Depreciation	174.18	174.38	344.31	340.68	690.23
7 Profit / (Loss) before Tax (2+3-4-5-6)	1,566.26	(50.51)	922.02	(536.15)	285.10
8 Provision for Taxation - Current (Net)	314.34	-	314.34	-	(141.60)
9 Profit/(Loss) after Current Tax (7 - 8)	1,251.92	(50.51)	607.68	(536.15)	426.70
10 Provision for Taxation - Deferred Liability/(Asset)	27.50	(31.77)	(11.23)	(31.77)	9.69
11 Fringe Benefit Tax	2.44	3.40	4.59	5.65	11.38
12 Net Profit / (Loss) (9 - 10-11)	1,221.98	(22.14)	614.32	(530.03)	405.63
13 Paid up Equity Share Capital (Face value Rs.10)	338.94	338.93	338.94	338.93	338.94
14 Reserves excluding Revaluation Reserves			0.00	0.00	8,396.80
15 Earnings Per Share (Rs.)	36.05	(0.65)	18.12	(15.64)	11.97
16 Cash Earnings Per Share (Rs.)	42.00	3.55	27.95	(6.52)	32.62
17 Aggregate of Non -Promoter Shareholding (Non - Govt.)					
No. of Shares	166,253,250	166,253,250	166,253,250	166,253,250	166,253,250
Percentage of Shareholding (%)	48.99	48.99	48.99	48.99	48.99
PHYSICAL PERFORMANCE (in MMT)					
Crude Thruput	4.16	3.06	8.30	6.03	13.82
Market Sales (Including Exports)	5.13	4.56	10.48	9.31	19.48
Pipeline Thruput	1.69	1.54	3.32	2.82	5.65

Notes :

1 The Gross Refining Margins during the half year ended 30th September 2006 were US \$ 5.97 per BBL (Apr-Sept 2005 : US \$ 6.45 per BBL) for Visakh Refinery and US \$ 5.74 per BBL (Apr-Sept 2005 : US \$ 3.10 per BBL) for Mumbai Refinery before adjusting refinery discount given to OMCs for sharing under recoveries on MS, HSD, SKO(PDS) and LPG (Domestic).

2 A net amount of Rs. 120.73 crores (Apr-Sept 2005 : Rs. 158.80) has been accounted for the current half year towards sharing under recoveries on MS, HSD, SKO (PDS) and LPG (Domestic) by the refineries.

3 The prices of LPG (Domestic) and SKO (PDS) are subsidised as per the scheme approved by the Government in January 2003. Subsidy amounting to Rs. 262.77 crores (Apr-Sept 2005 : 256.96 crores) for the current half year period has been accounted at 1/3rd of the subsidy rates for 2002-03 as approved by the Government of India.

4 Financial results for the half year have been affected due to high crude and product prices, which could not be fully passed on to the consumers. The under-recovery on MS, HSD, SKO (PDS) and LPG (Domestic) during the current half year period was partially compensated by way of (a) Discounts from upstream oil companies, viz, ONGC and GAIL, in respect of Crude Oil / LPG / SKO purchased from them amounting to Rs.2464.84 crores (April - September 2005 : Rs.1355.78 crores) and (b) approval received from the Government of India for issuance of Oil Bonds amounting to Rs.2906 crores (April - September 2005 : Nil), which amount has been accounted during the current half year period under the head "Sales / Income from operations".

5 The Financial Results have been subjected to a limited review by the Corporation's Statutory Auditors.

6 Investor Complaints : Balance as on 01-07-2006 : 2, Received during the quarter : 16, Disposed off during the quarter : 12, Balance as on 30-09-2006 : 6

7 Previous year's figures have been regrouped/reclassified, wherever necessary.

SEGMENT-WISE RESULTS

Particulars	(Unaudited)				Rs. in Crores (Audited)
	Quarter Ended		Half Year Ended		Year Ended
	30.09.2006	30.09.2005	30.09.2006	30.09.2005	31.03.2006
1 SEGMENT REVENUE					
a) Downstream Petroleum	24,476.81	16,867.10	45,136.13	32,002.65	71,209.67
b) Exploration & Production of Hydrocarbons	-	-	-	-	-
Sub-Total	24,476.81	16,867.10	45,136.13	32,002.65	71,209.67
Less: Inter-Segment Revenue	-	-	-	-	-
TOTAL REVENUE	24,476.81	16,867.10	45,136.13	32,002.65	71,209.67
2 SEGMENT RESULTS					
a) Profit/(Loss) before Tax, Interest Income, Interest Expenditure and Dividend from each Segment					
i) Downstream Petroleum	1,570.91	(73.23)	976.21	(592.03)	300.64
ii) Exploration & Production of Hydrocarbons	(0.63)	(0.03)	(1.82)	(0.64)	(12.42)
Sub-Total of (a)	1,570.28	(73.26)	974.39	(592.67)	288.22
b) Interest Expenditure	98.33	30.90	157.92	45.05	158.74
c) Other Un-allocable Expenditure Net of Un-allocable Income	(94.31)	(53.65)	(105.55)	(81.57)	(155.62)
Profit/(Loss) before Tax (a-b-c)	1,566.26	(50.51)	922.02	(536.15)	285.10
3 CAPITAL EMPLOYED (Segment Assets- Segment Liabilities)					
a) Downstream Petroleum	7,866.00	7,370.00	7,866.00	7,370.00	5,978.47
b) Exploration & Production of Hydrocarbons	(17.69)	(4.09)	(17.69)	(4.09)	(15.87)
c) Others (Unallocated-Corporate)	1,501.71	545.05	1,501.71	545.05	2,773.14
Total	9,350.02	7,910.96	9,350.02	7,910.96	8,735.74

Notes:

1. The Company is engaged in the following business segments:

- Downstream i.e. Refining and Marketing of Petroleum Products
- 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 the following:

- Turnover (Net of Excise Duties)
- Subsidy from Government of India
- Net Claim/(surrender to) PPAC/GOI
- Other income (excluding interest income, dividend income and investment income)

3. There are no geographical segments.

The above results have been reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at its meeting held on October 27, 2006.

By order of the Board

Place : New Delhi
Date : October 27, 2006

C. Ramulu
Director (Finance)