



हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लिमिटेड

HINDUSTAN PETROLEUM CORPORATION LIMITED

(A GOVERNMENT OF INDIA ENTERPRISE)

REGD. OFFICE: 17, JAMSHEDJI TATA ROAD, MUMBAI-400 020 • WEBSITE: www.hindustanpetroleum.com



UNAUDITED FINANCIAL RESULTS FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2008

Particulars	(Unaudited)				(Audited)
	Quarter Ended		Half Year Ended		Year Ended
	30.09.2008	30.09.2007	30.09.2008	30.09.2007	31.03.2008
FINANCIAL PERFORMANCE (Rs. in Crores)					
1 Gross Sales	32,639.07	23,137.80	63,895.01	46,718.97	103,837.43
2 Sales/Income from Operations	37,028.96	25,628.99	73,540.42	49,342.04	112,098.27
Less : Excise Duty Paid	1,566.74	1,394.55	3,328.88	3,225.90	7,394.51
Net Sales/Income from Operations	35,462.22	24,234.44	70,211.54	46,116.14	104,703.76
3 Other Operating Income	59.84	140.65	118.83	355.79	703.10
4 Expenditure (Increase) / Decrease in Inventory	(962.02)	(2,595.42)	(2,300.00)	(2,219.72)	(2,355.87)
Consumption of Raw Materials	15,403.10	9,000.36	25,504.81	16,816.06	38,024.65
Purchase of Products for Resale	21,697.92	15,077.05	46,418.12	27,965.22	62,205.94
Employee Cost	344.24	207.37	726.09	387.15	867.66
Depreciation	242.01	201.73	478.66	381.54	850.82
Other Expenditure	1,582.60	1,228.16	2,877.12	1,978.38	4,407.38
Total	38,307.85	23,119.25	73,704.80	45,308.63	104,000.58
5 Profit/(Loss) from Operations before Other Income, Interest & Exceptional Items (2+3-4)	(2,785.79)	1,255.84	(3,374.43)	1,163.30	1,406.28
6 Other Income	97.81	140.78	206.70	260.06	494.88
7 Profit/(Loss) before Interest & Exceptional Items (5+6)	(2,687.98)	1,396.62	(3,167.73)	1,423.36	1,901.16
8 Interest and Other Borrowing Cost	526.94	139.86	933.31	273.21	792.48
9 Profit/(Loss) after Interest but before Exceptional Items (7-8)	(3,214.92)	1,256.76	(4,101.04)	1,150.15	1,108.68
10 Exceptional Items	-	-	-	-	-
11 Profit/(Loss) from Ordinary Activities before tax (9-10)	(3,214.92)	1,256.76	(4,101.04)	1,150.15	1,108.68
12 Tax Expense					
Provision for Taxation - Current (Net)	-	203.35	-	203.35	166.74
Provision for Earlier Years Written Back	-	-	-	-	(408.61)
Provision for Taxation - Deferred Liability/(Asset)	-	197.38	-	176.20	202.53
Fringe Benefit Tax	4.00	3.00	6.00	4.50	13.13
Total	4.00	403.73	6.00	384.05	(26.21)
13 Net Profit/(Loss) from Ordinary Activities after tax (11-12)	(3,218.92)	853.03	(4,107.04)	766.10	1,134.89
14 Extraordinary Item (net of tax expenses Rs. NIL)	-	-	-	-	-
15 Net Profit/(Loss) for the period (13-14)	(3,218.92)	853.03	(4,107.04)	766.10	1,134.89
16 Paid up Equity Share Capital (Face value Rs.10/- each)	339.01	338.96	339.01	338.96	339.01
17 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year					10,224.28
18 Earnings Per Share:					
(i) Basic and Diluted before extraordinary item (Rs.)	(94.95)	25.17	(121.15)	22.60	33.48
(ii) Basic and Diluted after extraordinary item (Rs.)	(94.95)	25.17	(121.15)	22.60	33.48
19 Cash Earnings Per Share before/ after extraordinary items (Rs.)	(87.81)	36.94	(107.03)	39.06	64.55
20 Public Shareholding					
Number of Shares	165,550,500	166,253,250	165,550,500	166,253,250	165,550,500
Percentage of Shareholding (%)	48.78	48.99	48.78	48.99	48.78
PHYSICAL PERFORMANCE (in MMT)					
Crude Thruput	4.19	4.26	7.55	8.16	16.77
Market Sales (Including Exports)	6.01	5.64	12.17	11.51	24.46
Pipeline Thruput	2.59	1.83	5.08	3.58	7.83

Notes:

- The Gross Refining Margins (GRMs) for the half year ended 30th Sept 2008 were US \$ 5.82 per BBL (Apr - Sept 2007 : US \$ 6.26 per BBL) for Mumbai Refinery and US \$ 4.11 per BBL (Apr - Sept 2007 : US \$ 6.14 per BBL) for Visakh Refinery.
- During the half year ended 30th Sept 2008, subsidy claim from Government towards sale of LPG (Domestic) and SKO (PDS) amounting to Rs.280.91 crores (Apr - Sept 2007 : Rs. 267.53 crores) has been provisionally accounted at 1/3rd of the subsidy rates as approved by the Government of India for 2002-03.
- Financial results for the half year have been adversely 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) for the current half year 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. 5,376.56 crores (Apr - Sept 2007 : Rs. 1,837.92 crores). (b) In principle approval of the Government of India for issuance of Oil Bonds amounting to Rs. 9,336.24 crores (Apr - Sept 2007 : Rs. 2,355.54 crores), which has been accounted during the current six month period under the head "Sales / Income from operations".
- The Financial Results have been subjected to a limited review by the Corporation's Statutory Auditors.
- Investor Complaints : Balance as on 01-07-2008 : Nil, Received during the quarter : 3, Disposed off during the quarter : 3, Balance as on 30-09-2008 : Nil.
- Previous year's figures have been regrouped/reclassified wherever necessary.

SEGMENT-WISE RESULTS

Particulars	(Unaudited)				(Audited)
	Quarter Ended		Half Year Ended		Year Ended
	30.09.2008	30.09.2007	30.09.2008	30.09.2007	31.03.2008
1 SEGMENT REVENUE					
a) Downstream Petroleum	35,515.08	24,367.40	70,314.79	46,458.26	105,377.69
b) Exploration & Production of Hydrocarbons	-	-	-	-	-
Sub-Total	35,515.08	24,367.40	70,314.79	46,458.26	105,377.69
Less: Inter-Segment Revenue	-	-	-	-	-
TOTAL REVENUE	35,515.08	24,367.40	70,314.79	46,458.26	105,377.69
2 SEGMENT RESULTS					
a) Profit/(Loss) before Tax, Interest Income, Interest Expenditure and Dividend from each Segment					
i) Downstream Petroleum	(2,761.88)	1,218.13	(3,040.55)	1,170.81	1,660.34
ii) Exploration & Production of Hydrocarbons	(37.92)	(3.20)	(41.21)	(4.16)	(16.51)
Sub-Total of (a)	(2,799.80)	1,214.93	(3,081.76)	1,166.65	1,643.83
b) Interest Expenditure	526.94	139.86	933.31	273.21	792.48
c) Other Un-allocable Expenditure Net of Un-allocable Income	(111.82)	(181.69)	85.97	(256.71)	(257.32)
Profit/(Loss) before Tax (a-b-c)	(3,214.92)	1,256.76	(4,101.04)	1,150.15	1,108.67
3 CAPITAL EMPLOYED (Segment Assets- Segment Liabilities)					
a) Downstream Petroleum	32,010.44	18,814.58	32,010.44	18,814.58	21,747.07
b) Exploration & Production of Hydrocarbons	(41.21)	(40.14)	(41.21)	(40.14)	(32.38)
c) Others (Unallocated-Corporate)	(25,516.79)	(8,409.74)	(25,516.79)	(8,409.74)	(11,151.40)
Total	6,452.44	10,364.70	6,452.44	10,364.70	10,563.29

Notes:

- 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.
 - Segment Revenue comprises the following:
 - Turnover (Net of Excise Duties)
 - Subsidy from Government of India
 - Other income (excluding interest income, dividend income and investment income)
 - There are no geographical segments.
- The above results have been reviewed and recommended by the Audit Committee in its meeting held on October 31, 2008 and taken on record by the Board of Directors at its meeting held on October 31, 2008.

By order of the Board

B. Mukherjee
Director (Finance)

Place : New Delhi
Date : October 31, 2008