

Limited Review Report

**Review Report to
The Board of Directors
Cairn India Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results of Cairn India Group comprising Cairn India Limited ('the Company') and its subsidiaries (together, 'the Group'), for the quarter ended September 30, 2014 (the "Statement"), being submitted by the Company pursuant to the requirement of Clause 41 of the Listing Agreement, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited consolidated financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 Interim Financial Reporting specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014) and other recognised 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 S.R. Batliboi & Co. LLP
ICAI Firm registration number: 301003E
Chartered Accountants

Raman Sobti

per Raman Sobti
Partner
Membership Number: 89218



Place: Gurgaon
Date: October 21, 2014



WE FUEL AMAZING

Cairn India Limited

Registered Office: 101, First Floor, C Wing, Business Square, Andheri Kurla Road, Andheri (E), Mumbai – 400 059.

Corporate Office: 3rd & 4th Floors, Vipul Plaza, Sun City, Sector-54, Gurgaon – 122002

(All amounts are in ₹ crores, unless otherwise stated)

Part – I : Statement of Consolidated Unaudited Results for the Quarter and Six months ended 30 September 2014

Sr. No.	Particulars	Quarter ended 30 Sept 2014	Preceding quarter ended 30 June 2014	Corresponding quarter ended 30 Sept 2013	Half year ended 30 Sept 2014	Corresponding half year ended 30 Sept 2013	Previous year ended 31 Mar 2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	a) Income from operations	3,982.05	4,482.85	4,649.91	8,464.90	8,712.84	18,761.70
	b) Other operating income	-	-	-	-	-	-
	Total income from operations (net)	3,982.05	4,482.85	4,649.91	8,464.90	8,712.84	18,761.70
2	Expenses						
	a) Share of expenses in producing oil and gas blocks	451.72	329.78	296.20	781.50	536.59	1,174.15
	b) (Increase)/Decrease in inventories of finished goods	(26.67)	(1.55)	(2.96)	(28.22)	(6.20)	(14.13)
	c) Employee benefit expenses	7.40	40.38	27.09	47.78	41.35	274.12
	d) Depletion, depreciation and amortization expenses	702.80	719.79	546.52	1,422.59	1,065.85	2,297.36
	e) Cess	656.04	729.20	729.29	1,385.24	1,441.60	2,898.59
	f) Exploration costs written off	134.05	254.61	51.25	388.66	151.33	412.38
	g) Other expenses	103.92	78.02	67.81	181.94	137.49	330.87
	Total expenses	2,029.26	2,150.23	1,715.20	4,179.49	3,368.01	7,373.34
3	Profit from operations before other income, exchange fluctuation, finance costs, tax and exceptional items (1-2)	1,952.79	2,332.62	2,934.71	4,285.41	5,344.83	11,388.36
4	a) Other income	346.02	418.35	110.90	764.37	216.34	763.67
	b) Foreign exchange fluctuation gain/(loss)-net	240.26	98.90	429.16	339.16	1,111.16	739.04
5	Profit before finance costs, tax and exceptional items (3+4)	2,539.07	2,849.87	3,474.77	5,388.94	6,672.33	12,891.07
6	Finance costs	5.12	1.65	11.04	6.77	21.49	41.48
7	Profit before tax and exceptional items (5-6)	2,533.95	2,848.22	3,463.73	5,382.17	6,650.84	12,849.59
8	Tax expense						
	a) Current tax	449.22	562.25	674.18	1,011.47	1,235.88	2,553.14
	b) MAT credit entitlement	(438.73)	(562.25)	(601.53)	(1,000.98)	(1,124.15)	(2,406.85)
	c) Deferred tax charge	245.58	127.93	6.00	373.51	26.80	271.51
	Total	256.07	127.93	78.65	384.00	138.53	417.80
9	Net profit for the period before exceptional items (7-8)	2,277.88	2,720.29	3,385.08	4,998.17	6,512.31	12,431.79
10	Exceptional items (net of tax) (refer note 5)	-	1,627.39	-	1,627.39	-	-
11	Net Profit for the period (9-10)	2,277.88	1,092.90	3,385.08	3,370.78	6,512.31	12,431.79
12	Paid-up equity share capital (Face value of ₹ 10 each)	1,874.75	1,874.20	1,910.56	1,874.75	1,910.56	1,907.63
13	Reserves excluding revaluation reserves						55,530.06
14	Earnings per share (in ₹) (not annualized):						
	a) Basic	12.15	5.78	17.72	17.93	34.09	65.08
	b) Diluted	12.10	5.76	17.68	17.86	34.04	64.95
	c) Basic (before exceptional item)	12.15	14.39	17.72	26.54	34.09	65.08
	d) Diluted (before exceptional item)	12.10	14.35	17.68	26.45	34.04	64.95



Part – II : Select Information for the Quarter and Six months ended 30 September 2014

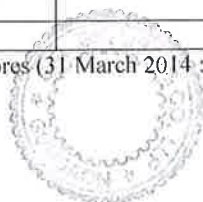
Sr. No.	Particulars	Quarter ended 30 Sep 2014	Preceding quarter ended 30 Jun 2014	Corresponding quarter ended 30 Sep 2013	Half year ended 30 Sep 2014	Corresponding half year ended 30 Sep 2013	Previous year ended 31 Mar 2014
A	Particulars of shareholding						
1	Public shareholding						
	- Number of shares	752,039,071	751,482,582	787,844,960	752,039,071	787,844,960	784,915,872
	- Percentage of shareholding	40.11%	40.10%	41.24%	40.11%	41.24%	41.15%
2	Promoters and promoter group shareholding						
	a) Pledged / encumbered						
	-Number of shares*	738,873,586	738,873,586	738,873,586	738,873,586	738,873,586	738,873,586
	-Percentage of shares (as a % of the total share shareholding of promoter and promoter group)	65.81%	65.81%	65.81%	65.81%	65.81%	65.81%
	-Percentage of shares (as a % of the total share capital of the Company)	39.41%	39.42%	38.67%	39.41%	38.67%	38.73%
	b) Non-encumbered						
	-Number of shares	383,840,413	383,840,413	383,840,413	383,840,413	383,840,413	383,840,413
	-Percentage of shares (as a % of the total share shareholding of promoter and promoter group)	34.19%	34.19%	34.19%	34.19%	34.19%	34.19%
	-Percentage of shares (as a % of the total share capital of the Company)	20.47%	20.48%	20.09%	20.47%	20.09%	20.12%

*Twin Star Energy Holdings Ltd. (TSEHL) holds 100% in Twin Star Mauritius Holdings Ltd. (TSMHL) which in turn holds 738,873,586 number of shares in Cairn India Ltd. TSEHL has pledged its entire holding in TSMHL.

Consolidated Statement of Assets and Liabilities

Sr. No.	Particulars	As at 30 Sep 2014 (Unaudited)	As at 31 Mar 2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	1,874.75	1,907.63
	(b) Reserves and surplus	56,767.72	55,530.06
		58,642.47	57,437.69
2	Share application money pending allotment	0.91	-
3	Non-current liabilities		
	(a) Deferred tax liabilities (net)	608.69	735.59
	(b) Long-term provisions	3,391.80	3,113.14
		4,000.49	3,848.73
4	Current liabilities		
	(a) Trade payables	695.70	620.77
	(b) Other current liabilities	4,495.21	2,097.24
	(c) Short-term provisions	320.02	1,687.80
		5,510.93	4,405.81
	TOTAL	68,154.80	65,692.23
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	30,460.99	30,772.71
	(b) Long-term loans and advances	15,793.06	7,402.71
	(c) Other non-current assets	830.44	5,382.70
		47,084.49	43,558.12
2	Current assets		
	(a) Current investments	14,310.51	16,363.84
	(b) Inventories	343.74	297.05
	(c) Trade receivables	2,296.94	2,512.40
	(d) Cash and bank balances*	1,643.69	1,763.38
	(e) Short-term loans and advances	2,279.93	1,046.68
	(f) Other current assets	195.50	150.76
		21,070.31	22,134.11
	TOTAL	68,154.80	65,692.23

* includes cash and cash equivalents of ₹ 226.39 crores (31 March 2014 : ₹ 84.78 crores)



Notes:-

1. The above unaudited financial results for the current quarter ended 30 September 2014 were subjected to a limited review by the auditors of the Company and reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 21 October 2014.
2. The individual items in the above financial results are net of amounts cross charged to oil and gas blocks where the Group is the operator. The Group's share of such net expenses in oil and gas blocks is treated as exploration, development or production costs, as the case may be.
3. During the current quarter 556,489 additional equity shares were issued on exercise of stock options by the employees of the Cairn India Group.
4. The Company had approved a proposal for buy back of its equity shares at a price not exceeding ₹ 335 per equity share for an aggregate amount not exceeding ₹ 5,725.00 crores. The buyback had commenced on 23 January 2014 and closed on 22 July 2014. During the said period the Company bought back and extinguished 36,703,839 equity shares for a total consideration of ₹ 1,225.45 crores, which accounted for 21.41% of its Maximum buy-back size.
5. With the implementation of Schedule II of the Companies Act 2013 from 1 April 2014, the Group has changed the method of depreciation on some of its oil and gas assets from 'Straight Line' method to the 'Unit of Production' method so as to be in compliance with the requirements of 'Guidance Note on Accounting for Oil and Gas Producing Activities (Revised 2013)' issued by the Institute of Chartered Accountants of India. The additional charge due to the same for the period up to 31 March 2014, net of tax credit of ₹ 500.41 crores, has been disclosed as an exceptional item. Further, the depreciation charge for the current quarter and six months ended 30 September 2014 is higher by ₹ 57.65 crores and ₹ 153.76 crores respectively and the profit after tax is lower by ₹ 34.35 crores and ₹ 94.26 crores respectively due to the aforementioned change.
6. The Board of directors have declared an interim dividend of ₹ 5 per equity share in its meeting held on 17 September 2014.
7. The Group operates in only one segment i.e. "Oil and Gas".
8. Previous quarter's / half year's / year's figures have been regrouped / rearranged wherever necessary to confirm to the current quarter's presentation.

For and on behalf of the Board of Directors

Navin Agarwal
Chairman

Place: Gurgaon
Date: 21 October 2014



Limited Review Report

**Review Report to
The Board of Directors
Cairn India Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Cairn India Limited (the Company) for the quarter ended 30 September 2014 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014) and other recognised 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 S.R. Batliboi & Co. LLP
ICAI Firm registration number: 301003E
Chartered Accountants

Raman Sobti

per Raman Sobti
Partner

Membership Number: 89218



Place: Gurgaon
Date: October 21, 2014



WE FUEL AMAZING

Cairn India Limited

Registered Office: 101, First Floor, C Wing, Business Square, Andheri Kurla Road, Andheri (E), Mumbai – 400 059.

Corporate Office: 3rd & 4th Floors, Vipul Plaza, Sun City, Sector-54, Gurgaon – 122002

(All amounts are in ₹ crores, unless otherwise stated)

Part – I : Statement of Standalone Unaudited Results for the Quarter and Six months ended 30 September 2014

Sr. No.	Particulars	Quarter ended 30 Sept 2014	Preceding quarter ended 30 June 2014	Corresponding quarter ended 30 Sept 2013	Half year ended 30 Sept 2014	Corresponding half year ended 30 Sept 2013	Previous year ended 31 Mar 2014
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from operations						
	a) Income from operations	2,119.43	2,375.41	2,451.85	4,494.84	4,585.00	9,927.53
	b) Other operating income	-	-	-	-	-	-
	Total income from operations (net)	2,119.43	2,375.41	2,451.85	4,494.84	4,585.00	9,927.53
2	Expenses						
	a) Share of expenses in producing oil and gas blocks	254.69	185.14	161.74	439.83	295.14	658.41
	b) (Increase)/Decrease in inventories of finished goods	(18.24)	(1.19)	(2.22)	(19.43)	(4.49)	(9.87)
	c) Employee benefit expenses	6.72	40.04	26.51	46.76	41.00	272.81
	d) Depletion, depreciation and amortization expenses	367.76	370.33	285.39	738.09	554.92	1,181.76
	e) Cess	330.58	366.98	367.76	697.56	726.70	1,459.57
	f) Exploration costs written off	63.60	188.73	20.81	252.33	42.05	181.49
	g) Other expenses	93.16	71.82	60.17	164.98	122.36	303.10
	Total expenses	1,098.27	1,221.85	920.16	2,320.12	1,777.68	4,047.27
3	Profit from operations before other income, exchange fluctuation, finance costs, tax and exceptional items (1-2)	1,021.16	1,153.56	1,531.69	2,174.72	2,807.32	5,880.26
4	a) Other income	255.28	355.14	692.84	610.42	1,377.15	1,774.25
	b) Foreign exchange fluctuation gain/(loss)-net	31.11	34.27	86.32	65.38	168.41	127.39
5	Profit before finance costs, tax and exceptional items (3+4)	1,307.55	1,542.97	2,310.85	2,850.52	4,352.88	7,781.90
6	Finance costs	1.86	1.13	1.66	2.99	2.24	6.45
7	Profit before tax and exceptional items (5-6)	1,305.69	1,541.84	2,309.19	2,847.53	4,350.64	7,775.45
8	Tax expense						
	a) Current tax	264.22	314.79	380.14	579.01	701.61	1,412.70
	b) MAT credit entitlement	(253.73)	(314.79)	(307.49)	(568.52)	(588.55)	(1,263.69)
	c) Deferred tax charge	130.19	78.72	0.66	208.91	12.58	172.11
	Total	140.68	78.72	73.31	219.40	125.64	321.12
9	Net profit for the period before exceptional items (7-8)	1,165.01	1,463.12	2,235.88	2,628.13	4,225.00	7,454.33
10	Exceptional items (net of tax) (refer note 5)	-	819.31	-	819.31	-	-
11	Net Profit for the period (9-10)	1,165.01	643.81	2,235.88	1,808.82	4,225.00	7,454.33
12	Paid-up equity share capital (Face value of ₹ 10 each)	1,874.75	1,874.20	1,910.56	1,874.75	1,910.56	1,907.63
13	Reserves excluding revaluation reserves						36,870.53
14	Earnings per share (in ₹) (not annualized):						
	a) Basic	6.22	3.41	11.71	9.63	22.12	39.03
	b) Diluted	6.19	3.40	11.68	9.59	22.09	38.95
	c) Basic (before exceptional item)	6.22	7.74	11.71	13.96	22.12	39.03
	d) Diluted (before exceptional item)	6.19	7.72	11.68	13.91	22.09	38.95



Part – II : Select Information for the Quarter and Six months ended 30 September 2014

Sr. No.	Particulars	Quarter ended 30 Sep 2014	Preceding quarter ended 30 Jun 2014	Corresponding quarter ended 30 Sep 2013	Half year ended 30 Sep 2014	Corresponding half year ended 30 Sep 2013	Previous year ended 31 Mar 2014
A	Particulars of shareholding						
1	Public shareholding						
	- Number of shares	752,039,071	751,482,582	787,844,960	752,039,071	787,844,960	784,915,872
	- Percentage of shareholding	40.11%	40.10%	41.24%	40.11%	41.24%	41.15%
2	Promoters and promoter group shareholding						
	a) Pledged / encumbered						
	-Number of shares*	738,873,586	738,873,586	738,873,586	738,873,586	738,873,586	738,873,586
	-Percentage of shares (as a % of the total share shareholding of promoter and promoter group)	65.81%	65.81%	65.81%	65.81%	65.81%	65.81%
	-Percentage of shares (as a % of the total share capital of the Company)	39.41%	39.42%	38.67%	39.41%	38.67%	38.73%
	b) Non-encumbered						
	-Number of shares	383,840,413	383,840,413	383,840,413	383,840,413	383,840,413	383,840,413
	-Percentage of shares (as a % of the total share shareholding of promoter and promoter group)	34.19%	34.19%	34.19%	34.19%	34.19%	34.19%
	-Percentage of shares (as a % of the total share capital of the Company)	20.47%	20.48%	20.09%	20.47%	20.09%	20.12%

*Twin Star Energy Holdings Ltd. (TSEHL) holds 100% in Twin Star Mauritius Holdings Ltd. (TSMHL) which in turn holds 738,873,586 number of shares in Cairn India Ltd. TSEHL has pledged its entire holding in TSMHL.

	Particulars	Quarter ended 30 September 2014
B	Investor Complaints	
	Pending at the beginning of the quarter	-
	Received during the quarter	253
	Disposed off during the quarter	252
	Remaining unresolved at the end of the quarter	1*

*Received on 30 September 2014 and disposed off on 9 October 2014

Standalone Statement of Assets and Liabilities			
Sr. No.	Particulars	As at 30 Sep 2014 (Unaudited)	As at 31 Mar 2014 (Audited)
A	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	1,874.75	1,907.63
	(b) Reserves and surplus	36,546.22	36,870.53
		38,420.97	38,778.16
2	Share application money pending allotment	0.91	-
3	Non-current liabilities		
	(a) Deferred tax liabilities (net)	404.77	422.94
	(b) Long-term provisions	1,839.86	1,694.65
		2,244.63	2,117.59
4	Current liabilities		
	(a) Trade payables	555.71	501.69
	(b) Other current liabilities	2,647.03	1,203.17
	(c) Short-term provisions	238.47	1,606.26
		3,441.21	3,311.12
	TOTAL	44,107.72	44,206.87
B	ASSETS		
1	Non-current assets		
	(a) Fixed assets	7,771.16	7,797.37
	(b) Non-current investments	16,039.46	16,038.25
	(c) Long-term loans and advances	4,149.30	3,738.03
	(d) Other non-current assets	435.02	347.35
		28,394.94	27,921.00
2	Current assets		
	(a) Current investments	11,354.60	13,536.17
	(b) Inventories	192.50	163.26
	(c) Trade receivables	1,217.56	1,499.30
	(d) Cash and bank balances*	609.69	172.29
	(e) Short-term loans and advances	2,228.40	849.21
	(f) Other current assets	110.03	65.64
		15,712.78	16,285.87
	TOTAL	44,107.72	44,206.87

* includes cash and cash equivalents of ₹ 217.01 crores (31 March 2014 : ₹ 19.15 crores)



Notes:-

1. The above unaudited financial results for the current quarter ended 30 September 2014 were subjected to a limited review by the auditors of the Company and reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 21 October 2014.
2. The individual items in the above financial results are net of amounts cross charged to oil and gas blocks where the Company is the operator. The Company's share of such net expenses in oil and gas blocks is treated as exploration, development or production costs, as the case may be.
3. During the current quarter 556,489 additional equity shares were issued on exercise of stock options by the employees of the Cairn India Group
4. The Company had approved a proposal for buy back of its equity shares at a price not exceeding ₹ 335 per equity share for an aggregate amount not exceeding ₹ 5,725.00 crores. The buy back had commenced on 23 January 2014 and closed on 22 July 2014. During the said period the Company bought back and extinguished 36,703,839 equity shares for a total consideration of ₹ 1,225.45 crores, which accounted for 21.41% of its Maximum buy-back size.
5. With the implementation of Schedule II of the Companies Act 2013 from 1 April 2014, the Company changed the method of depreciation on some of its oil and gas assets from 'Straight Line' method to the 'Unit of Production' method so as to be in compliance with the requirements of 'Guidance Note on Accounting for Oil and Gas Producing Activities (Revised 2013)' issued by the Institute of Chartered Accountants of India. The additional charge due to the same for the period up to 31 March 2014, net of tax credit of ₹ 227.08 crores, has been disclosed as an exceptional item. Further, the depreciation charge for the current quarter and six months ended 30 September 2014 is higher by ₹ 28.42 crores and ₹ 75.69 crores respectively and the profit after tax is lower by ₹ 18.77 crores and ₹ 49.96 crores respectively due to the aforementioned change.
6. The Board of directors have declared an interim dividend of ₹ 5 per equity share in its meeting held on 17 September 2014.
7. The Company operates in only one segment i.e. "Oil and Gas".
8. Previous quarter's / half year's / year's figures have been regrouped / rearranged wherever necessary to confirm to the current quarter's presentation.

For and on behalf of the Board of Directors


Navin Agarwal
Chairman

Place: Gurgaon
Date: 21 October 2014

