**G. M. Kapadia & Co.**
1007 Raheja Chambers
213 Nariman Point
Mumbai 400021

**CVK & Associates**
2, Samarth Apartments,
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Dadar (W), Mumbai 400028

To the Board of Directors
**Hindustan Petroleum Corporation Limited**
Mumbai

**Limited Review Report of the Statutory Auditors on the Unaudited Standalone Financial Results for the quarter / nine months ended December 31, 2015**

**Introduction**

1. We have reviewed the accompanying statement of unaudited standalone financial results (the 'Statement') of **HINDUSTAN PETROLEUM CORPORATION LIMITED** for the quarter / nine months ended December 31, 2015 except for the disclosures regarding (a) Physical Performance disclosed in para B of part 1 of the Financial Results and (b) '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's report dated February 11, 2016 was forwarded to us 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. Our responsibility is to issue a report on this Statement based on our review.

**Scope of 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.

G. M. KAPADIA & CO. MUMBAI

**Conclusion**

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 the Accounting Standards notified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Other matters**

3. The accompanying statement includes Company's proportionate share in jointly controlled expenditure for the quarter and nine months ended amounting to Rs. 8.02 Crores and Rs. 30.51 Crores respectively and Nil income for the aforesaid period in respect of 21 unincorporated joint ventures, which have been included based on unaudited / unreviewed management certified financial statements.

**For G. M. Kapadia & Co.**
**Chartered Accountants**
**Firm Registration No: 104767W**

**Rajen Ashar**
**Partner**
**Membership No. 048243**

**For CVK & Associates**
**Chartered Accountants**
**Firm Registration No: 101745W**

**A. K. Pradhan**
**Partner**
**Membership No. 032156**

Place : Mumbai
Dated : February 12, 2016

HINDUSTAN PETROLEUM CORPORATION LIMITED
(A GOVERNMENT OF INDIA ENTERPRISE)
Regd. Office : 17, Jamshedji Tata Road, Mumbai - 400 020
WEBSITE : www.hindustanpetroleum.com, E-mail : corphqo@hpcl.in, CIN No: L23201MH1952GOI008858

**STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER 2015**

| Particulars | Un - Audited Quarter Ended | | | Un - Audited Nine Months Ended | | Audited Year Ended |
|---|---|---|---|---|---|---|
| | 31.12.2015 | 30.09.2015 | 31.12.2014 | 31.12.2015 | 31.12.2014 | 31.03.2015 |
| **PART I** | | | | | | |
| **A FINANCIAL PERFORMANCE ( ₹ in Crores )** | | | | | | |
| **1 Income from Operations** | | | | | | |
| **Sales/Income from Operations** | 48,307.78 | 46,312.22 | 53,456.79 | 1,49,421.96 | 1,68,422.29 | 2,17,061.11 |
| Less : Excise Duty Paid | 4,876.64 | 4,308.65 | 2,411.55 | 12,266.85 | 6,592.16 | 10,680.73 |
| **(a) Net Sales/Income from Operations** | 43,431.14 | 42,003.57 | 51,045.24 | 1,37,155.11 | 1,61,830.13 | 2,06,380.38 |
| **(b) Other Operating Income** | 69.28 | 68.70 | 60.91 | 220.84 | 180.52 | 245.81 |
| **Total Income from Operations (net)** | 43,500.42 | 42,072.27 | 51,106.15 | 1,37,375.95 | 1,62,010.65 | 2,06,626.19 |
| **2 Expenses** | | | | | | |
| (a) Cost of materials consumed | 10,387.96 | 11,016.63 | 13,150.53 | 32,044.62 | 45,436.90 | 56,158.44 |
| (b) Purchases of stock-in-trade | 26,829.52 | 25,778.82 | 29,901.48 | 90,280.36 | 1,03,865.36 | 1,29,278.36 |
| (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | 487.50 | 2,507.17 | 5,155.81 | (282.66) | 2,333.28 | 3,749.44 |
| (d) Employee benefits expense | 703.41 | 516.44 | 572.35 | 1,853.87 | 1,806.63 | 2,414.66 |
| (e) Depreciation and amortisation expense | 697.80 | 542.83 | 438.55 | 1,991.41 | 1,416.22 | 1,971.15 |
| (f) Other expenses | 2,851.64 | 2,311.03 | 2,366.60 | 8,234.16 | 6,419.21 | 9,361.84 |
| **Total Expenses** | 41,957.83 | 42,672.92 | 51,585.32 | 1,34,121.76 | 1,61,277.60 | 2,02,933.89 |
| **3 Profit/(Loss) from Operations before Other Income, Finance Cost & Exceptional Items (1-2)** | 1,542.59 | (600.65) | (479.17) | 3,254.19 | 733.05 | 3,692.30 |
| **4 Other Income** | 203.96 | 295.33 | 217.43 | 730.20 | 690.60 | 1,168.41 |
| **5 Profit/(Loss) from ordinary activities before Finance Cost & Exceptional Items (3+4)** | 1,746.55 | (305.32) | (261.74) | 3,984.39 | 1,423.65 | 4,860.71 |
| **6 Finance Costs** | 161.03 | 165.03 | 236.97 | 448.80 | 553.41 | 706.59 |
| **7 Profit/(Loss) from ordinary activities after Finace Cost but before Exceptional Items (5-6)** | 1,585.52 | (470.35) | (498.71) | 3,535.59 | 870.24 | 4,154.12 |
| **8 Exceptional Items - Expenses/(Income)** | - | - | - | - | - | - |
| **9 Profit/(Loss) from Ordinary Activities before tax (7+/-8)** | 1,585.52 | (470.35) | (498.71) | 3,535.59 | 870.24 | 4,154.12 |
| **10 Tax Expense** | 543.26 | (149.85) | (173.33) | 1,225.79 | 299.37 | 1,420.86 |
| **11 Net Profit/(Loss) from Ordinary Activities after tax (9-10)** | 1,042.26 | (320.50) | (325.38) | 2,309.80 | 570.87 | 2,733.26 |
| **12 Extraordinary Items (net of tax expenses)** | - | - | - | - | - | - |
| **13 Net Profit/(Loss) for the period (11-12)** | 1,042.26 | (320.50) | (325.38) | 2,309.80 | 570.87 | 2,733.26 |
| **14 Paid up Equity Share Capital (Face value ₹ 10/- each)** | 338.63 | 338.63 | 338.63 | 338.63 | 338.63 | 338.63 |
| **15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year** | | | | | | 15,683.08 |
| **16 Earnings Per Share (of ₹ 10/- each) (not annualised):** | | | | | | |
| **(i) Basic and Diluted before extraordinary item (₹)** | 30.78 | (9.46) | (9.61) | 68.21 | 16.86 | 80.72 |
| **(ii) Basic and Diluted after extraordinary item (₹)** | 30.78 | (9.46) | (9.61) | 68.21 | 16.86 | 80.72 |
| **B PHYSICAL PERFORMANCE ( in MMT )** | | | | | | |
| **Crude Thruput** | 4.57 | 4.21 | 3.96 | 12.53 | 11.73 | 16.18 |
| **Market Sales (Including Exports)** | 8.65 | 7.93 | 8.06 | 25.16 | 23.76 | 31.95 |
| **Pipeline Thruput** | 4.54 | 4.21 | 3.76 | 13.38 | 11.08 | 14.91 |

**Notes :**

1 Average Gross Refining Margins during the nine months ended December 2015, were US $ 6.35 per BBL as against US $ 1.04 per BBL during the corresponding period of previous year.

2 During the period April – December 2015, Subsidy from Govt. of India on sale of PDS Kerosene & Domestic LPG amounting to Nil (April - December 2014: ₹ 559.54 crores) has been accounted.

3 During the period April - December 2015, discount from upstream oil company viz., ONGC amounting to ₹ 377.99 crores in respect of Crude Oil purchased from them has been accounted. During April - December 2014, discount amounting to ₹ 9,807.02 crores from upstream oil companies, viz., ONGC & GAIL in respect of Crude Oil, PDS Kerosene & Domestic LPG purchased from them was accounted.

4 Based on the approval received from Government of India, the Company has accounted for Budgetary Support amounting to ₹ 1,282.21 crores during April - December 2015 towards under recovery on sale of PDS SKO. During April - December 2014, Budgetary Support amounting to ₹ 5,057.94 crores was accounted towards under-recoveries on sale of PDS SKO, Domestic subsidized LPG and Diesel.

5 There are no reportable segments other than downstream petroleum, as per AS - 17 on Segment Reporting.

6 The Board, in its meeting dated February 01, 2016 declared an interim dividend of ₹ 11.50/- per equity share. The record date for the payment of interim dividend is February 12, 2016.

7 The above results have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 12, 2016.

8 The Financial Results have been reviewed by the Statutory Auditors as required under Regulation 33 of SEBI (Listing and Disclosure Requirements) Regulations, 2015.

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

For and on behalf of the Board

J Ramaswamy
Director (Finance)
DIN No. - 06627920

G. M. KAPADIA & CO. MUMBAI Chartered Accountants

Place : Mumbai
Date : February 12, 2016