हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लिमिटेड
(भारत सरकार उपक्रम) रजिस्टर्ड ऑफिस : 17, जमशेदजी टाटा रोड, मुंबई - 400 020.
HINDUSTAN PETROLEUM CORPORATION LIMITED
(A GOVERNMENT OF INDIA ENTERPRISE) REGISTERED OFFICE : 17, JAMSHEDJI TATA ROAD, MUMBAI - 400 020.

17, जमशेदजी टाटा रोड, पोस्ट बॉक्स नं. - 11041, मुंबई - 400 020. दूरभाष - 2286 3900 • फॅक्स - 2287 2992 • ई-मेल : corphqo@hpcl.co.in
17, Jamshedji Tata Road, P. O. Box No. - 11041, Mumbai - 400 020. Tel. : 2286 3900 • Fax : 2287 2992 • e-mail : corphqo@hpcl.co.in
CIN No.: L23201MH1952GOI008858

Ref.: Co.Secy./VM/118/2020

June 16, 2020

Director – Investor Services & Listing,
BSE Limited,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai – 400 001 **Scrip Code: 500104**

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor,
Plot No. C/1, G-Block,
Bandra-Kurla Complex,
Bandra East,
Mumbai – 400 051 **Scrip Name : HINDPETRO**

Sub.: Consideration & Approval of Financial Results for the year ended March 31, 2020, Recommendation of Final Equity Dividend & Fixation of Book Closure Dates.

Dear Sirs,

We wish to inform you that at the Meeting of the Board of Directors held on June 16, 2020 the Board has considered and approved the Financial Results for the year ended March 31, 2020 (Period: April 2019 – March 2020). The said Financial Results along with Report of Auditors are attached herewith.

Further, in Compliance of Regulation 30 read with Regulation 43 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, it is further informed that at the said Board Meeting, the Board has also recommended Final Equity Dividend of Rs.9.75 per Equity share of face value of Rs.10 each, for the Financial Year 2019-20. The Board has also fixed July 06, 2020 to July 10, 2020 (Both days inclusive) as the Book Closure Dates to determine the eligibility of the shareholders / beneficial owners to receive the said Final Equity Dividend (Regulation 42). This dividend is proposed to be paid within 30 days from the date of approval by the Shareholders in the ensuing Annual General Meeting.

The meeting of the Board of the Directors commenced at 2.30 p.m. and concluded at 6.30 p.m.

This is for your information and records.

Thanking you,

Very truly yours,

V. Murali

V. Murali
Company Secretary

Encl: a/a

R. Devendra Kumar &Associates
Chartered Accountants
205, Blue Rose Industrial Estate,
Western Express Highway, Borivali East,
Mumbai 400 066

M. P. Chitale & Co.
Chartered Accountants
Hamam House,
Ambalal Doshi Marg,
Fort, Mumbai 400 001

INDEPENDENT AUDITORS' REPORT

To
The Board of Directors
Hindustan Petroleum Corporation Limited

Report on the Audit of the Standalone Financial Results

1. Opinion

We have audited the accompanying Standalone annual financial results (**'the Statement'**) of **Hindustan Petroleum Corporation Limited** ('the Company') for the quarter and year ended on March 31, 2020, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations"), except for the disclosures regarding (a) Physical Performance disclosed in para B of the Statement and (b) 'Average Gross Refining Margins' stated in Note no. 3 of the Statement.

In our opinion and to the best of our information and according to the explanations given to us, these standalone financial results:

(i) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, other comprehensive income and other financial information of the Company for the quarter and year ended on March 31, 2020.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial results under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

3. Emphasis of Matter

a) Note No 14 regarding provision for impairment made to the extent of ₹ 227.40 Crores (includes incremental provision ₹ 131.69 Crores) towards loans given to consumers under Prime Minister Ujjwala Yojna (PMUY) out of the total outstanding loans of ₹ 1966.21 Crores, the above impairment has been computed based on the estimates of default as assessed by the management.
b) Note No 13 regarding the outbreak of COVID-19 pandemic and the assessment made by the management on its business and financials for the year ended March 31, 2020, this assessment and the outcome of the

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

M. P. CHITALE & CO. MUMBAI
16/06/2020

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pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods.

c) Note No 18 regarding reduced depreciation due to changes in the estimates of residual value of the catalyst on account of precious metal content and restating the values of precious metal contents in respect of certain catalysts which have already been charged to Profit & Loss Account. The assessment of recovery of the precious metal out of the catalyst and resultant change in the estimate is as made by the management.

d) Note No. 12 regarding provision towards shortfall in the Provident Fund Trust and Post Retirement Medical Benefit Fund Trust to the extent of ₹ 180.14 Crores & ₹ 69.65 Crores respectively arising out of the default over interest obligations and probable principal amounting to ₹ 243 Crores & ₹ 99.50 Crores respectively in the case of Non-convertible Debentures of certain companies which includes IL&FS & DHFL, basis best available estimate of the management. The estimate is dependent upon the outcome of matters pending with judicial authorities and recognition of Company's claim in these matters.

Our opinion on the Statement is not modified in respect of these matters.

4. Management's Responsibilities for the Standalone Financial Results

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of related annual and quarterly standalone financial statements. The Company's Board of Directors are responsible for the preparation of these standalone financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

5. Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

MUMBAI

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- Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

6. **Other Matters**

a) We did not audit the financial statements/information of one branch viz Visakh Refinery included in the standalone financial statements of the Company whose financial statements reflect total assets of ₹ 20,994.15 crores as at 31st March 2020 and the total revenue of ₹ 41,259.62 crores for the year ended on that date, as considered in the Branch's financial statements. The financial statements/information of this branch have been audited by the branch auditor whose report dated 05/06/2020 has been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of this branch, is based solely on the report of such branch auditor.

b) The Statement include Company's proportionate share in Assets and Liabilities as on March 31, 2020, Income and Expenditure for the year ended March 31, 2020 in respect of 21 unincorporated Joint Operations amounting to ₹ 7.65 crores and ₹ 37.63 crores, ₹ 8.07 crores and ₹ 31.09 crores respectively. In respect of these Joint Operations, the financial information has been incorporated based on data received from the respective operators. Our opinion in respect thereof is solely based on the management certified information.

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

M. P. CHITALE & CO. MUMBAI

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c) Attention is drawn to the fact that the figures for the quarter ended March 31, 2020 as reported in the Statement are the balancing figures in respect of the year ended March 31, 2020 and published year to date figures up to the end of the third quarter of the relevant financial year. The figures up to the end of the third quarter are only reviewed and not subjected to audit.

Our opinion on the Statement is not modified in respect of these matters.

For R. Devendra Kumar & Associates
Chartered Accountants
Firm Regn. No.114207W

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

Neeraj Golas
Partner
Membership No. 074392
UDIN: 20074392AAAAAD3249

Place: Mumbai
Date: June 16, 2020

For M.P. Chitale & Co.
Chartered Accountants
Firm Regn. No.101851W

Anagha Thatte
Partner
Membership No. 105525
UDIN: 20105525AAAADY8958

M. P. CHITALE & CO. MUMBAI C. A.

R. Devendra Kumar &Associates
Chartered Accountants
205, Blue Rose Industrial Estate,
Western Express Highway, Borivali East,
Mumbai 400 066

M. P. Chitale & Co.
Chartered Accountants
Hamam House,
Ambalal Doshi Marg,
Fort, Mumbai 400 001

INDEPENDENT AUDITORS' REPORT

To
The Board of Directors
Hindustan Petroleum Corporation Limited

Report on the Audit of Consolidated Financial Results

1. **Opinion**

We have audited the accompanying Consolidated annual financial results of **HINDUSTAN PETROLEUM CORPORATION LIMITED** (hereinafter referred to as "the Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the year ended March 31, 2020 (**'the Statement'**), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the reports of the other auditors on separate audited financial statements of the subsidiaries, associates and joint ventures, the aforesaid consolidated financial results :

(i) includes the annual financial results of the following entities:

A. **Subsidiaries**
1. HPCL Biofuels Limited
2. HPCL Middle East FZCO #
3. Prize Petroleum Company Limited *

B. **Joint Ventures**
1. HPCL - Mittal Energy Limited *
2. Hindustan Colas Private Limited
3. South Asia LPG Company Private Limited
4. Bhagyanagar Gas Limited
5. Petronet MHB Limited
6. Aavantika Gas Limited
7. HPCL Rajasthan Refinery Limited
8. Godavari Gas Limited
9. HPCL Shapoorji Energy Private Limited
10. Mumbai Aviation Fuel Farm Facility Private Limited
11. HPOIL Gas Private Limited

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12. Ratnagiri Refinery and Petrochemicals Limited
13. IHB Pvt. Ltd.

C. Associates

1. Mangalore Refinery and Petrochemicals Limited *
2. GSPL India Gasnet Limited
3. GSPL India Transco Limited

Incorporated/located outside India
* Based on Consolidated financial Statements

(ii) are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and

(iii) gives a true and fair view, in conformity with the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the consolidated net Profit and other comprehensive income and other financial information of the Group for the year ended March 31, 2020.

2. **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 ("Act"). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Results* section of our report. We are independent of the Group, its associates and Joint Ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

3. **Emphasis of Matter**

a) Note No 8 regarding provision for impairment made to the extent of ₹ 227.40 crores (includes incremental provision ₹ 131.69 Crores) towards loans given to consumers under Prime Minister Ujjwala Yojna (PMUY) out of the total outstanding loans of ₹ 1966.21 crores, the above impairment has been computed based on the estimates of default as assessed by the management.
b) We invite attention to note no. 10 to the consolidated Financial Results which describes the reasons for considering joint venture interest lower than the percentage of shareholding in a joint venture known as Bhagyanagar Gas Limited. Our opinion is not modified in respect of these matters.
c) We invite attention to Note No.11 to the consolidated Financial results which describes the case towards claim of ₹ 19.81 crores being defended by one of the component HPCL Biofuels Limited. The outcome of the matter is uncertain as on the Balance Sheet date.

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

M. P. CHITALE & CO. MUMBAI

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d) Note No 7 regarding the outbreak of COVID-19 pandemic and the assessment made by the management on its business and financials for the year ended March 31, 2020, this assessment and the outcome of the pandemic is as made by the management and is highly dependent on the circumstances as they evolve in the subsequent periods.

e) Note No 9 regarding reduced depreciation due to changes in the estimates of residual value of the catalyst on account of precious metal content and restating the values of precious metal contents in respect of certain catalysts which have already been charged to Profit & Loss Account. The assessment of recovery of the precious metal out of the catalyst and resultant change in the estimate is as made by the management.

f) Note No. 6 regarding provision towards shortfall in the Provident Fund Trust and Post Retirement Medical Benefit Fund Trust to the extent of ₹ 180.14 Crores & ₹ 69.65 Crores respectively arising out of the default over interest obligations and probable principal amounting to ₹ 243 Crores & ₹ 99.50 Crores respectively in the case of Non-convertible Debentures of certain companies which includes IL&FS & DHFL, basis best available estimate of the management. The estimate is dependent upon the outcome of matters pending with judicial authorities and recognition of Company's claim in these matters.

Our opinion on the Statement is not modified in respect of these matters.

4. **Management's and Board of Directors' Responsibilities for the Consolidated Financial Results**

These Consolidated financial results have been prepared on the basis of the consolidated annual financial statements. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its associates and joint ventures in accordance with the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies included in the Group and of its associates and Joint ventures are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and Joint ventures and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and Joint ventures are responsible for assessing the ability of the Group and its associates and Joint ventures to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

M. P. CHITALE & CO. MUMBAI

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The respective Board of Directors of the companies included in the Group and of its associates and Joint ventures are responsible for overseeing the financial reporting process of the Group and of its associates and Joint ventures .

5. **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.

- Conclude on the appropriateness of the Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group and its associates and Joint ventures to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its associates and Joint ventures to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.

M. P. CHITALE & CO. MUMBAI

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

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- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and Joint ventures to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

6. **Other Matters**

a) The consolidated Financial Results include the audited Financial Results of 3 subsidiaries, whose Financial statements reflect total assets (before consolidation adjustments) of ₹ 1054.84 Crores as at 31st March 2020, total revenue (before consolidation adjustments) of ₹ 122.02 Crores and ₹ 379.74 Crores for the quarter and year ended March 31, 2020 respectively, as considered in the consolidated financial results, which have been audited by their respective independent auditors. The consolidated financial results also includes Group's share of net loss after tax of ₹ 545.04 Crores and ₹ 457.52 Crores for the quarter and year ended March 31, 2020 respectively, as considered in the consolidated Financial Results, in respect of 3 associates and 12 Joint Ventures, which have been audited by their respective independent auditors. The independent auditors' reports on financial statements of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

One of the subsidiaries is located outside India whose financial statements and other financial information have been prepared in accordance with accounting principles generally accepted in their country and which have been audited by other auditor under generally accepted auditing standards applicable in their country. The Subsidiary's management has converted the financial statements of subsidiary located outside India from accounting principles generally accepted in their country to accounting principles generally accepted in India and certified by their auditors. Our opinion in so far as it relates to the balances and affairs of such

R. DEVENDRA KUMAR & ASSOCIATES MUMBAI CHARTERED ACCOUNTANTS

M. P. CHITALE & CO. MUMBAI

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subsidiary located outside India is based on the report of other auditor and the conversion adjustments prepared by the Subsidiary management and certified by their auditors.

b) The consolidated Financial Results include the unaudited Financial Results of one Joint Venture company, whose Financial Statements reflect Group's share of total net (loss) after tax of ₹ 0.39 crores and ₹ 0.65crores for the quarter and year ended March 31, 2020 respectively, as considered in the consolidated Financial Results. These unaudited Financial Statements have been furnished to us by the Management and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of the Joint Venture is based solely on such unaudited Financial Statements. In our opinion and according to the information and explanations given to us by the Management, these Financial Statements are not material to the Group.

Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements / financial information certified by the Management.

c) The Consolidated financial results include the results for the quarter ended March 31, 2020 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For R. Devendra Kumar & Associates
Chartered Accountants
Firm Regn. No.114207W

Neeraj Golas
Partner
Membership No. 074392
UDIN: 20074392AAAAAE8065

For M.P. Chitale & Co.
Chartered Accountants
Firm Regn. No.101851W

Anagha Thatte
Partner
Membership No. 105525
UDIN: 20105525AAAADZ9671

Place: Mumbai
Date: June 16, 2020

HINDUSTAN PETROLEUM CORPORATION LIMITED

Regd. Office : 17, Jamshedji Tata Road, Mumbai - 400 020

WEBSITE : www.hindustanpetroleum.com, E-mail : corphqo@hpcl.in, CIN No: L23201MH1952GOI008858

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

(₹ in Crore)

	Quarter Ended			Year Ended	
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Audited	Un-Audited	Audited	Audited	Audited
A. FINANCIAL PERFORMANCE					
1 Income					
(a) Gross Sale of Products	71,268.14	74,287.77	72,840.49	2,86,250.27	2,95,712.56
(b) Other Operating Revenue	286.42	301.65	325.26	1,166.66	1,233.75
(c) Other Income	424.06	405.80	495.62	1,838.17	1,675.01
Total Income	71,978.62	74,995.22	73,661.37	2,89,255.10	2,98,621.32
2 Expenses					
(a) Cost of materials consumed	14,776.15	14,714.53	15,770.84	59,750.69	69,631.27
(b) Purchases of stock-in-trade	47,539.78	47,799.15	46,327.06	1,87,233.94	1,80,570.51
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(686.19)	2,119.43	(3,417.70)	(418.49)	(2,166.52)
(d) Excise Duty	5,399.63	3,839.84	5,211.86	18,650.52	21,731.64
(e) Employee benefits expense	838.18	767.70	730.65	3,193.46	2,936.91
(f) Finance Costs	337.44	252.38	187.18	1,081.72	725.94
(g) Depreciation and amortisation expense	811.38	865.86	828.45	3,304.39	3,012.61
(h) Other expenses (refer note # 5 below)	4,393.58	3,485.49	3,349.93	13,883.35	12,840.30
Total Expenses	73,409.95	73,844.38	68,988.27	2,86,679.58	2,89,282.66
3 Profit/(Loss) before exceptional items and tax (1-2)	(1,431.33)	1,150.84	4,673.10	2,575.52	9,338.66
4 Exceptional Items - Income/(Expenses)	(1,002.93)	-	-	(1,002.93)	-
5 Profit/(Loss) before tax (3+/-4)	(2,434.26)	1,150.84	4,673.10	1,572.59	9,338.66
6 Tax Expense					
(a) Current Tax	(1,030.30)	379.00	1,410.09	166.95	2,727.65
(b) Deferred Tax	117.36	24.64	272.69	316.50	561.95
(c) Provision for tax for earlier years written back (net) {refer note # 9 & 10 }	(1,548.12)	-	20.40	(1,548.12)	20.40
Total Tax Expense	(2,461.06)	403.64	1,703.18	(1,064.67)	3,310.00
7 Net profit/(Loss) for the period (5-6)	26.80	747.20	2,969.92	2,637.26	6,028.66
8 Other Comprehensive Income					
A (i) Items that will not be reclassified to profit or loss	(399.41)	20.34	52.33	(485.81)	(55.76)
A (ii) Income tax relating to items that will not be reclassified to profit or loss	53.15	-	(8.52)	53.15	(8.52)
B (i) Items that will be reclassified to profit or loss	(24.11)	-	-	(24.11)	-
B (ii) Income tax relating to items that will be reclassified to profit or loss	6.07	-	-	6.07	-
Total Other Comprehensive Income	(364.30)	20.34	43.81	(450.70)	(64.28)
9 Total Comprehensive Income for the period (7 +/- 8)	(337.50)	767.54	3,013.73	2,186.56	5,964.38
10 Paid up Equity Share Capital (Face value ₹ 10/- each)	1,523.82	1,523.82	1,523.82	1,523.82	1,523.82
11 Other Equity excluding Revaluation Reserves				27,438.15	26,650.61
12 Basic and Diluted Earnings Per Share (of ₹ 10/- each) (not annualised)	0.18	4.90	19.49	17.31	39.56
B. PHYSICAL PERFORMANCE (in MMT)					
Crude Thruput	4.54	4.16	4.60	17.18	18.44
Market Sales					
- Domestic Sales	9.25	9.76	10.03	37.78	37.93
- Exports	0.32	0.82	0.08	1.86	0.78
Pipeline Thruput	5.72	5.09	5.61	21.20	21.53

Notes:

1. The above results, which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their meeting held on June 16, 2020.
2. The Financial Results have been audited by the Statutory Auditors as required under Regulation 33 of SEBI (Listing and Disclosure Requirements) Regulations, 2015. The Statutory Auditors have issued unmodified opinion on the Standalone Financial Results for the quarter and year ended March 31, 2020.
3. Average Gross Refining Margin during the year ended March 31, 2020, was US $ 1.02 per BBL as against US $ 5.01 per BBL during the corresponding previous year.
4. The Corporation has accounted for Budgetary Support amounting to ₹ 281.41 Crore during April – March, 2020 (April – March, 2019 : ₹ 957.12 Crore) towards under recovery on sale of PDS SKO.
5. Other Expenses for the period April - March, 2020 includes ₹ 873.50 Crore (April - March, 2019 : ₹ 624.35 Crore) towards loss on account of foreign currency transactions and translations.
6. The Audited Accounts are subject to review by the Comptroller & Auditor General of India under section 143 (6) of the Companies Act, 2013.
7. The figures for the quarter ended March 31, 2020 and March 31, 2019 represent the difference between the audited figures in respect of full financial year and the unaudited figures of nine months ended December 31, 2019 and December 31, 2018 respectively.
8. The Corporation operates in a single segment viz. Downstream petroleum sector.

FOR IDENTIFICATION
IN TERMS OF OUR SEPARATE REPORT

MUMBAI

M. P. CHITALE & CO.
MUMBAI

16/6/2020

CIN No.
L23201MH1952
GOI008858
Petroleum House,
17, J. Tata Road,
Churchgate,
Mumbai-20

16 JUN 2020

9 The Corporation has decided to opt for Vivad Se Vishwas Scheme, 2020 in respect of all eligible income tax disputes towards which an Income-tax liability amounting to ₹ 764.87 Crore has been estimated. After considering an existing provision of ₹ 141.86 Crore and reversal of provisions of ₹ 519.06 Crore, no longer required, a net current tax expense of ₹ 103.92 Crore has been recognized in the Statement of Profit and Loss.

10 The Corporation has opted for tax rate under Section 115BAA of the Income Tax Act, 1961, which has been considered to determine the current tax liability. The carried balance of deferred tax liabilities (net) has therefore been re-measured, basis new tax rate. Accordingly, an amount of ₹ 2012.50 Crore, being excess amount of deferred tax liability (net) has been reversed, out of which ₹ 324.89 Crore has been transferred to Retained earnings and after considering necessary adjustments, the balance amount of ₹1652.03 Crore has been credited to Statement of Profit and Loss, in accordance with Ind AS 12.

11 Effective April 01, 2019, the Corporation has adopted Ind AS 116 "Leases" using modified retrospective approach. Due to transition, the nature of expenses in respect of certain leases under erstwhile standard has changed from "Lease Rental" to "Depreciation and Amortisation expense" and "Finance Cost" for the Right-of-Use assets and for interest accrued on lease liability respectively and therefore these expenses for the current period are not comparable with the corresponding period of previous year.

Pursuant to the adoption of this Standard, had the leases been accounted for as per erstwhile Standard the 'Depreciation and Amortisation Expenses' would be lower by ₹ 170.79 Crore, 'Finance Cost' would be lower by ₹ 201.72 Crore and 'Other Expenditure' would be higher by ₹ 247.67 Crore. Net decrease in Profit Before Tax on account of implementation of this Standard during the current financial year is ₹ 124.84 Crore.

12 The long term employee benefit of Provident Fund is administered through a separate Trust. Consequent upon the default over interest obligations on Non-Convertible Debentures (NCDs) of certain Companies held by the trust, and in anticipation of probable principal default of these NCDs, a provision of ₹ 180.14 Crore (2018-19: NIL) has been made towards the Employer's obligation (under PF Regulations for exempted Trusts) for interest shortfall and loss in value of these investments.

The Corporation also has a Post Retirement Medical Benefit Trust. During the year, there has been default over interest obligations (& default in principal obligations, in a case) on Non-Convertible Debentures of certain Companies amounting to ₹ 99.50 Crore, wherein the Trust has made its investments at a time when these Companies were having highest credit rating. Basis best available estimate, the Trust has marked down these investments by 70% in its Books to reflect the true & fair valuation. This diminution in these Trust investments amounting to ₹ 69.65 Crore [2018-19: Nil], has been duly considered in the Actuarial Valuation while ascertaining the liability for the Corporation. The Corporation has provided for the above liability during the year and charged to Statement of Profit & Loss in compliance with Ind AS 19.

13 The COVID-19 pandemic is globally inflicting high economic and human costs causing slowdown of economic activity. Specific to the Corporation, it did not have any significant impact on the Sales and Operations of the Company for the financial year 2019-20, though it impacted the profitability to a large extent, consequent upon a part of inventory holding on reporting date that needed to have been valued at net realizable value at which the same is either sold or is expected to be sold, thereby even lower than cost. Being essential commodity, there have been no major disruption in our supply chain during the lockdown period of last few days of March 2020.

Moving into financial year 2020-21, the sourcing of Crude Oil imports do not have any major disruption neither there is suspension or closure of Refining Operations though the situation called for regulated production. The finished product inventory are managed and the market requirements of the products are met. Thus, by and large, supply side disruptions are minimal. Whereas, on demand side, there have been slow down in financial year 2020-21, especially in April & May 2020. The impact assessment of pandemic is a continuing process given the uncertainties associated with its nature and duration. In the assessment of management, the disruption on account of Covid-19 could have near term impact, the situation would demand constant management attention and with the phased opening up of various sectors of economy, impact of Government economic initiatives etc. the operations could gradually move back towards normalcy. Thus the Corporation, using the principles of prudence in applying judgements and estimates, expects no significant impact on the continuity of operations of the business on long term basis and expects to recover carrying amount of assets, investments, loans, trade receivable etc. On the Capex front, the Corporation expects to go ahead with the same with possible time extension and cost escalations in few cases. The Corporation has adequate fund based limits with consortium as well as non-consortium banks for meeting its working capital requirements. There are adequate domestic resources that could be readily tapped for raising substantial fund for meeting any working capital needs and therefore there are no liquidity concerns.

With due consideration to the requirements of the Accounting Standards, the Corporation has determined the write down of inventories due to drastic fall in oil prices accompanied with reduced movement in inventory and the same has been disclosed as Exceptional items in the Financial Results having an impact of ₹ 1002.93 Crore (Net of tax: ₹ 750.51 Crore) for the quarter and year ended Mar 2020 (F.Y. 2018-19: Nil).

14 During the Financial Year, basis Management estimates an incremental provision of ₹ 131.69 Crore (2018-19: ₹ 95.71 Crore) has been made towards loans given to consumers under Pradhan Mantri Ujjwala Yojna (PMUY) scheme.

15 Pursuant to SEBI circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018 disclosure by Large Corporate is being attached as Annexure I.

16 Disclosures as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Particulars		31.03.2020	31.03.2019
(a) The Credit Rating	CRISIL	AAA/Stable	AAA/Stable
	India Ratings	AAA/Stable	AAA/Stable
	ICRA	AAA/Stable	AAA/Stable
(b) Net Worth (₹ in Crore)		28,962.36	28,174.82
(c) Debt Service Coverage Ratio [Earnings before Interest and Tax / (Finance Cost + Principal Repayment of Long Term Borrowings & Lease Liabilities)]		0.80	4.39
(d) Interest Service Coverage Ratio [Earnings before Interest and Tax / Finance Cost]		2.45	13.86
(e) Debt Equity Ratio		0.93 : 1	0.48 : 1
(f) Debenture Redemption Reserve (₹ in Crore)		625.00	N.A.

17 The details of Interest/Principal payment and due date in respect of Non-Convertible Debt securities is given below:

Bonds/Debentures	Previous due date		Next due date	
	Interest	Principal	Interest	Principal
8.00% Unsecured Non-Convertible Debenture 2019- Series I	NA	NA	27.04.2020/ ₹ 40 Crore	25.04.2024/ ₹ 500 Crore
7.00% Unsecured Non-Convertible Debenture 2019 - Series II	NA	NA	14.08.2020/ ₹ 140 Crore	14.08.2024/ ₹ 2000 Crore
6.80% Unsecured Non-Convertible Debenture 2019- Series III	16.12.2019/ ₹ 34.09 Crore (paid on due date)	NA	15.12.2020/ ₹ 204 Crore	15.12.2022/ ₹ 3000 Crore
6.38% Unsecured Non-Convertible Debenture 2020- Series I	NA	NA	28.01.2021/ ₹ 38.28 Crore	12.04.2023/ ₹ 600 Crore
7.03% Unsecured Non-Convertible Debenture 2020- Series II	NA	NA	08.03.2021/ ₹ 98.42 Crore	12.04.2030/ ₹ 1400 Crore

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18 Pursuant to change in accounting estimate towards residual value of the precious metal content in respect of 'Catalysts having Precious Metals' (Plant & Equipment), which is now estimated at the cost of precious metal less estimated allowance for extraction process as against 5% as per schedule II to Companies Act, 2013 followed hitherto, depreciation for the year is reduced by ₹ 37.65 Crore(2018-19: NIL).
Further, consequent to establishing the disposal procedures of certain catalysts having precious metals, such catalysts that had earlier been charged off to Statement of Profit and Loss on consumption, are now recognized in Balance sheet, basis original cost of precious metals or Net Realizable Value whichever is less, having an impact of ₹ 11.31 Crore (2018-19: NIL) in the Financial Statement.

19 STATEMENT OF ASSETS AND LIABILITIES AS ON

(₹ in Crore)

Particulars	31.03.2020	31.03.2019
	Audited	Audited
ASSETS		
1 **Non-Current Assets**		
(a) Property, Plant and Equipment	47,746.94	40,523.20
(b) Capital Work-in-Progress	17,143.69	9,495.89
(c) Intangible Assets	543.47	456.11
(d) Financial Assets		
(i) Investment in Subsidiaries, Joint Ventures and Associates	6,936.81	6,236.87
(ii) Other Investments	229.93	498.00
(iii) Loans	1,415.77	1,141.40
(iv) Other Financial Assets	6.29	4.72
(e) Other Non - Current Assets	2,695.36	2,265.11
	76,718.26	60,621.30
2 **Current assets**		
(a) Inventories	19,141.19	20,193.42
(b) Financial Assets		
(i) Investments	5,344.86	5,083.76
(ii) Trade Receivables	3,922.72	5,653.00
(iii) Cash and Cash Equivalents	95.04	76.20
(iv) Bank Balances other than above cash and cash equivalents	18.11	19.41
(v) Loans	407.84	958.10
(vi) Other Financial Assets	7,936.86	10,540.84
(c) Other Current Assets	415.88	684.69
	37,282.50	43,209.42
(d) Assets classified as held for Sale / Disposal	10.07	8.24
	37,292.57	43,217.66
Total Assets	1,14,010.83	1,03,838.96
EQUITY AND LIABILITIES		
3 **Equity**		
(a) Equity Share Capital	1,524.21	1,524.21
(b) Other Equity	27,438.15	26,650.61
	28,962.36	28,174.82
Liabilities		
4 **Non Current Liabilities**		
(a) Financial Liabilities		
(i) Borrowings	22,287.17	11,317.22
(ii) Other Financial Liabilities	0.70	0.51
(b) Provisions	50.20	55.30
(c) Deferred Tax Liabilities (Net)	5,491.53	7,164.75
(d) Other Non-Current Liabilities	211.48	123.68
	28,041.08	18,661.46
5 **Current Liabilities**		
(a) Financial Liabilities		
(i) Borrowings	16,145.80	13,793.11
(ii) Trade Payables:		
Total outstanding dues of micro enterprises and small enterprises	105.56	82.15
Total outstanding dues of creditors other than micro enterprises and small enterprises	11,189.66	16,874.52
(iii) Other Financial Liabilities	23,338.74	19,472.04
(b) Other Current Liabilities	2,912.22	3,714.50
(c) Provisions	2,948.44	2,235.09
(d) Current Tax Liabilities (Net)	366.97	831.27
	57,007.39	57,002.68
Total Equity and Liabilities	1,14,010.83	1,03,838.96

FOR IDENTIFICATION
IN TERMS OF OUR SEPARATE REPORT

MUMBAI

16 JUN 2020

M. P. CHITALE & CO.
MUMBAI

HINDUSTAN PETROLEUM CORP. LTD.
CIN No. L23201MH1952GOI008858
Petroleum House, 17 J. Tata Road, Churchgate, Mumbai-20

20 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED: (₹ In Crore)

Particulars	Audited 2019-20	Audited 2018-19
A. Cash Flow From Operating Activities		
Profit/(Loss) Before Tax	1,572.59	9,338.66
Adjustments for:		
Depreciation and Amortization Expense	3,304.39	3,012.61
Interest Income from HBL Preference Shares	-	(12.37)
(Gain)/Loss on sale/write off of property, plant and equipment, Capital work-in-progress, Assets classified held for sale/disposal	(18.01)	(8.97)
Gain / (Loss) on Remeasurement of Defined benefit plans	(158.05)	15.87
Effective Portion of Gains/(loss) in a Cash Flow Hedge	(18.04)	-
Impairment in Value of Non-current Investments	229.73	38.00
Fair value gain on Current Investments carried at FVTPL	(262.66)	(84.39)
Finance Costs	1,081.72	725.94
Foreign Currency Transaction and Translation	909.23	392.83
Provision for Doubtful Debts, Loans & Receivables	218.22	170.80
Bad Debts written off	0.21	15.17
Interest Income on current Investments	(366.30)	(367.62)
Dividend Received	(183.59)	(233.16)
Other Non-Cash items	6.12	6.24
Operating Profit before Changes in Assets & Liabilities (Sub Total - (i))	6,315.56	13,009.61
Change in Assets and Liabilities :		
Decrease / (Increase) Trade Receivables	1,717.30	(128.90)
Decrease / (Increase) Loans and Other Assets	2,613.72	(5,827.52)
Decrease / (Increase) Inventories	1,049.81	(1,775.18)
(Decrease) / Increase Trade and Other Payables	(4,520.12)	5,254.02
Sub Total - (ii)	860.71	(2,477.58)
Cash Generated from Operations (i) + (ii)	7,176.27	10,532.03
Less : Direct Taxes paid (Net)	1,722.94	2,082.29
Net Cash Flow generated from/ (used in) Operating Activities (A)	5,453.33	8,449.74
B. Cash Flow From Investing Activities		
Purchase of Property, Plant and Equipment (including Capital Work in Progress / excluding interest capitalised)	(13,833.45)	(11,321.95)
Sale of Property, Plant and Equipment	48.76	64.82
Purchase of Investments (Including share application money pending allotment/Advance towards Equity)	(931.91)	(738.69)
Interest received	367.30	379.31
Dividend Received	183.59	233.16
Net Cash Flow generated from / (used in) Investing Activities (B)	(14,165.71)	(11,383.35)
C. Cash Flow From Financing Activities		
Proceeds from Long term borrowings	12,002.41	4,134.38
Repayment of Long term borrowings and leasing liabilities	(2,250.96)	(1,567.46)
Proceeds / (repayment) of Short term borrowings	1,682.54	2,566.70
Finance Cost paid	(1,230.62)	(789.54)
Dividend paid (including dividend distribution tax)	(1,725.11)	(1,653.34)
Net Cash Flow generated from / (used in) Financing Activities (C)	8,478.26	2,690.74
Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)	(234.12)	(242.87)
Cash and cash equivalents at the beginning of the period	(2,672.41)	(2,429.54)
Cash and cash equivalents at the end of the period	(2,906.53)	(2,672.41)
Details of cash and cash equivalents at the end of the period		
Cash and cash equivalents as on	31.03.2020	31.03.2019
Balances with Banks:		
- on current accounts	93.19	67.44
- on non-operative current accounts	0.01	0.01
Cheques Awaiting Deposit	-	0.01
Cash on hand	1.84	8.74
Less : Cash Credits	(3,001.57)	(2,748.61)
	(2,906.53)	(2,672.41)

21 The Board has recommended a final dividend of ₹ 9.75 per equity share.

22 Previous period figures have been regrouped/reclassified, wherever necessary.

By order of the Board

Mukesh Kumar Surana
Chairman & Managing Director
DIN - 07464675

Place : Mumbai
Date : June 16, 2020

FOR IDENTIFICATION
IN TERMS OF OUR SEPARATE REPORT

MUMBAI

16 JUN 2020

MUMBAI

16/6/2020

CIN No. L23201MH1952 GOI008858

Petroleum House, Churchgate, Mumbai-20

HINDUSTAN PETROLEUM CORP. LTD.

Annexure - I

हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लिमिटेड
(भारत सरकार उपक्रम) रजिस्टर्ड ऑफिस : 17, जमशेदजी टाटा रोड, मुंबई - 400 020.
HINDUSTAN PETROLEUM CORPORATION LIMITED
(A GOVERNMENT OF INDIA ENTERPRISE) REGISTERED OFFICE : 17, JAMSHEDJI TATA ROAD, MUMBAI - 400 020.

17, जमशेदजी टाटा रोड, पोस्ट बॉक्स नं. - 11041, मुंबई - 400 020. दूरभाष - 2286 3900 • फॅक्स - 2287 2992 • ई-मेल : corphqo@hpcl.co.in
17, Jamshedji Tata Road, P. O. Box No. - 11041, Mumbai - 400 020. Tel. : 2286 3900 • Fax : 2287 2992 • e-mail : corphqo@hpcl.co.in
CIN No.: L23201MH1952GOI008858

Format of the Initial Disclosure (FY 2020-2021)

Sr.No.	Particulars	Details
1	Name of the Company	Hindustan Petroleum Corporation Limited
2.	CIN	L23201MH1952GOI008851
3.	Outstanding borrowing of the company (In Rs. Crore)	As on 31.03.2020 Rs.10,431.19 Crore
4.	Highest Credit Rating During the previous FY along with names of the Credit Rating Agency	HPCL has been rated "AAA" by CRISIL, ICRA and India Ratings.
5.	Name of the Stock Exchanges in which the fine shall be paid, in case of shortfall in the required borrowing under the framework.	i. BSE Limited and ii. National Stock Exchange of India Limited

* Denotes outstanding Long-term borrowing as defined in point 2.2 (ii) of the Circular.

We confirm that we are a Large Corporate as per the applicability criteria given under the SEBI Circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018.

V. Murali

V. Murali
Company Secretary

Contact Details: (022) 22863611

R. Kesavan
Director Finance & Chief Financial Officer
Contact Details: (022) 22863601

Date: 16/06/2020

हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लिमिटेड
(भारत सरकार उपक्रम) रजिस्टर्ड ऑफिस : 17, जमशेदजी टाटा रोड, मुंबई - 400 020.
HINDUSTAN PETROLEUM CORPORATION LIMITED
(A GOVERNMENT OF INDIA ENTERPRISE) REGISTERED OFFICE : 17, JAMSHEDJI TATA ROAD, MUMBAI - 400 020.

17, जमशेदजी टाटा रोड, पोस्ट बॉक्स नं. - 11041, मुंबई - 400 020. दूरभाष - 2286 3900 • फॅक्स - 2287 2992 • ई-मेल : corphqo@hpcl.co.in
17, Jamshedji Tata Road, P. O. Box No. - 11041, Mumbai - 400 020. Tel. : 2286 3900 • Fax : 2287 2992 • e-mail : corphqo@hpcl.co.in
CIN No.: L23201MH1952GOI008858

Annexure – B1

Format of the Annual Disclosure to be made by an entity identified as a Large Corporate as per the SEBI circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018.

1. Name of the Company : **Hindustan Petroleum Corporation Limited**
2. CIN : **L23201MH1952GOI008858**
3. Report filed for FY : **FY 2019-20**
4. Details of the borrowings (all figures in Rs crore) :

Sr. No.	Particulars	Details
i	Incremental borrowing done in FY (**Note-1**) (a)	9800
ii	Mandatory borrowing to be done through issuance of debt securities **(b) = (25% of a)**	2450
iii	Actual borrowings done through debt securities in FY 2019-20 (c)	7500
iv	Shortfall in the mandatory borrowing through debt securities, if any **(d) = (b) - (c)** **{If the calculated value is zero or negative, write "nil"}**	Nil
v	Reasons for short fall, if any, in mandatory borrowings through debt securities	NA

V. Murali
(Signature)

V Murali
Designation: Company Secretary

Contact Details – (022) 22863611

(Signature)

R Kesavan
Designation: Director Finance & Chief Financial Officer
Contact Details –(022) 22863601

Date: 16/06/2020

Note-1: As per para 3.1 of the SEBI circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018, "incremental borrowings" means borrowing made during FY 2019-20, of original maturity of more than 1 year, and excludes external commercial borrowings and inter-corporate borrowings between a parent and subsidiary(ies).

HINDUSTAN PETROLEUM CORPORATION LIMITED

Regd. Office : 17, Jamshedji Tata Road, Mumbai - 400 020

WEBSITE : www.hindustanpetroleum.com, E-mail : corphqo@hpcl.in, CIN No: L23201MH1952GOI008858

STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2020

(₹ in Crore)

Particulars	Quarter Ended			Year Ended	
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Audited	Un-Audited	Audited	Audited	Audited
FINANCIAL PERFORMANCE					
1 **Income**					
(a) Gross Sale of Products	71,367.09	74,357.93	72,925.15	2,86,574.27	2,95,986.87
(b) Other Operating Revenue	287.23	301.73	326.11	1,167.78	1,235.41
(c) Other Income	405.16	388.95	454.30	1,681.62	1,453.12
Total Income	72,059.48	75,048.61	73,705.56	2,89,423.67	2,98,675.40
2 **Expenses**					
(a) Cost of materials consumed	14,885.98	14,755.76	15,901.11	59,906.49	69,808.71
(b) Purchases of stock-in-trade	47,539.93	47,799.19	46,327.07	1,87,234.13	1,80,570.52
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(736.60)	2,130.86	(3,537.69)	(354.51)	(2,224.24)
(d) Excise Duty	5,399.63	3,839.84	5,211.86	18,650.52	21,731.64
(e) Employee benefits expense	849.98	772.34	749.99	3,224.06	2,971.24
(f) Finance Costs	350.63	266.61	202.53	1,138.85	785.64
(g) Depreciation and amortisation expense	834.13	880.84	847.39	3,369.87	3,085.30
(h) Other expenses (refer note # 3 below)	4,040.30	3,348.68	3,307.07	13,418.87	12,837.12
Total Expenses	73,163.98	73,794.12	69,009.33	2,86,588.28	2,89,565.93
3 **Profit/(Loss) before share in profit / (loss) of Joint Ventures /Associates, exceptional items and tax (1-2)**	(1,104.50)	1,254.49	4,696.23	2,835.39	9,109.47
4 **Share in profit / (loss) of Joint Ventures /Associates**	(545.43)	165.96	370.74	(458.17)	929.73
5 **Profit/(Loss) before exceptional items and tax (3+4)**	(1,649.93)	1,420.45	5,066.97	2,377.22	10,039.20
6 **Exceptional Items - Income/(Expenses)**	(1,002.93)	-	-	(1,002.93)	-
7 **Profit/(Loss) before tax (5+/-6)**	(2,652.86)	1,420.45	5,066.97	1,374.29	10,039.20
8 **Tax Expense**					
(a) Current Tax	(1,030.30)	379.00	1,410.09	166.95	2,727.65
(b) Deferred Tax	(46.81)	14.22	296.45	116.73	600.52
(c) Provision for tax for earlier years written back (net)	(1,548.12)	-	20.40	(1,548.12)	20.40
Total Tax Expense	(2,625.23)	393.22	1,726.94	(1,264.44)	3,348.57
9 **Net profit/(loss) for the period (7-8)**	(27.63)	1,027.23	3,340.03	2,638.73	6,690.63
10 **Other Comprehensive Income**					
(a) Items that will not be reclassified to profit or loss (net of tax)	(347.68)	20.19	41.51	(436.12)	(67.55)
(b) Items that will be reclassified to profit or loss (net of tax)	(209.88)	(2.80)	3.39	(221.70)	(19.05)
Total Other Comprehensive Income	(557.56)	17.39	44.90	(657.82)	(86.60)
11 **Total Comprehensive Income, for the period (9 +/- 10)**	(585.19)	1,044.62	3,384.93	1,980.91	6,604.03
12 **Paid up Equity Share Capital (Face value ₹ 10/- each)**	1,523.82	1,523.82	1,523.82	1,523.82	1,523.82
13 **Other Equity excluding Revaluation Reserves**				29,456.41	28,876.45
14 **Basic and Diluted Earnings Per Share (of ₹ 10/- each) (not annualised)**	(0.18)	6.74	21.92	17.32	43.91

Notes:

1. The above results, which are published in accordance with Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their meeting held on June 16, 2020.
2. The Consolidated Financial Results have been audited by the Statutory Auditors as required under Regulation 33 of SEBI (Listing and Disclosure Requirements) Regulations, 2015. The Statutory Auditors have issued unmodified opinion on the Consolidated Financial Results for the quarter and year ended March 31, 2020.
3. Other Expenses for the period April - March, 2020 includes ₹ 875.44 Crore (April - March, 2019 : ₹ 626.13 Crore) towards loss on account of foreign currency transactions and translations.
4. The Audited Accounts are subject to review by the Comptroller & Auditor General of India under section 143 (6) of the Companies Act, 2013.
5. The figures for the quarter ended March 31, 2020 and March 31, 2019 represent the difference between the audited figures in respect of full financial year and the unaudited figures of nine months ended December 31, 2019 and December 31, 2018 respectively.
6. The long term employee benefit of Provident Fund is administered through a separate Trust. Consequent upon the default over interest obligations on Non-Convertible Debentures (NCDs) of certain Companies held by the trust, and in anticipation of probable principal default of these NCDs, a provision of ₹ 180.14 Crore (2018-19: NIL) has been made towards the Employer's obligation (under PF Regulations for exempted Trusts) for interest shortfall and loss in value of these investments.

   The Group also has a Post Retirement Medical Benefit Trust. During the year, there has been default over interest obligations (& default in principal obligations, in a case) on Non-convertible Debentures of certain Companies amounting to ₹ 99.50 Crore, wherein the Trust has made its investments at a time when these Companies were having highest credit rating. Basis best available estimate, the Trust has marked down these investments by 70% in its Books to reflect the true & fair valuation. This diminution in these Trust investments amounting to ₹ 69.65 Crore [2018-19: Nil], has been duly considered in the Actuarial Valuation while ascertaining the liability for the Group. The Group has provided for the above liability during the year and charged to Statement of Profit & Loss in compliance with Ind AS 19.

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7 The COVID-19 pandemic is globally inflicting high economic and human costs causing slowdown of economic activity. Specific to the Group, it did not have any significant impact on the Sales and Operations of the Group for the financial year 2019-20, though it impacted the profitability to a large extent, consequent upon a part of inventory holding on reporting date that needed to have been valued at net realizable value at which the same is either sold or is expected to be sold, thereby even lower than cost. Being essential commodity, there have been no major disruption in our supply chain during the lockdown period of last few days of March 2020.

Moving into financial year 2020-21, the sourcing of Crude Oil imports do not have any major disruption neither there is suspension or closure of Refining Operations though the situation called for regulated production. The finished product inventory are managed and the market requirements of the products are met. Thus, by and large, supply side disruptions are minimal. Whereas, on demand side, there have been slow down in financial year 2020-21, especially in April & May 2020. The impact assessment of pandemic is a continuing process given the uncertainties associated with its nature and duration. In the assessment of management, the disruption on account of Covid-19 could have near term impact, the situation would demand constant management attention and with the phased opening up of various sectors of economy, impact of Government economic initiatives etc. the operations could gradually move back towards normalcy. Thus the Group, using the principles of prudence in applying judgements and estimates, expects no significant impact on the continuity of operations of the business on long term basis and expects to recover carrying amount of assets, investments, loans, trade receivable etc. On the Capex front, the Group expects to go ahead with the same with possible time extension and cost escalations in few cases. The Group has adequate fund based limits with consortium as well as non-consortium banks for meeting its working capital requirements. There are adequate domestic resources that could be readily tapped for raising substantial fund for meeting any working capital needs and therefore there are no liquidity concerns.

With due consideration to the requirements of the Accounting Standards, the Group has determined the write down of inventories due to drastic fall in oil prices accompanied with reduced movement in inventory and the same has been disclosed as Exceptional Items in the Financial Results having an impact of ₹ 1002.93 Crore (Net of tax: ₹ 750.51 Crore) for the quarter and year ended Mar 2020 (F.Y. 2018-19: Nil).

8 During the Financial Year, basis Management estimates an incremental provision of ₹ 131.69 Crore (2018-19: ₹ 95.71 Crore) has been made towards loans given to consumers under Pradhan Mantri Ujjwala Yojna (PMUY) scheme.

9 Pursuant to change in accounting estimate towards residual value of the precious metal content in respect of 'Catalysts having Precious Metals' (Plant & Equipment), which is now estimated at the cost of precious metal less estimated allowance for extraction process as against 5% as per schedule II to Companies Act, 2013 followed hitherto, depreciation for the year is reduced by ₹ 37.65 Crore (2018-19: NIL).
Further, consequent to establishing the disposal procedures of certain catalysts having precious metals, such catalysts that had earlier been charged off to Statement of Profit and Loss on consumption, are now recognized in Balance sheet, basis original cost of precious metals or Net Realizable Value whichever is less, having an impact of ₹ 11.31 Crore (2018-19: NIL) in the Financial Statement.

10 As of 31st March 2014, paid up equity capital of Bhagyanagar Gas Ltd (BGL) was ₹ 5 lacs, in which HPCL and GAIL were holding 24.99% each. Balance 50.02% of shares were held by Kakinada Seaports Ltd (KSPL) on warehousing basis. In addition, each one of HPCL and GAIL had paid ₹ 22.49 Crore as Advance against Equity / Share application money (totaling to ₹ 44.98 Crore) in earlier years. On 20th August 2014, BGL allotted 2,24,87,500 shares on preferential basis to each of HPCL and GAIL towards the money paid earlier. Meanwhile there are certain issues pending adjudication with another shareholder. Accordingly, keeping in view financial prudence, HPCL's share has been considered at 24.99% (considered as 24.99% in F.Y. 2018-19).

11 In case of HPCL Biofuels Ltd (HBL), in the month of Oct 2018, one of the EPCC vendor has filed petition against HBL in NCLT, Kolkata Bench under IBC Code 2016 in which party has raised a claim of ₹ 19.81 Crore in lieu of unpaid operational debt, interest on alleged debt and legal expenses. On 12.02.2020, order against HBL was passed by NCLT, Kolkata accepting application/ petition of Vendor and thereby NCLT appointed Insolvency Resolution Professional (IRP). However, being aggrieved, against the NCLT Kolkata Order, Management sought stay against execution of NCLT Kolkata order and Hon'ble Supreme court granted interim stay against the impugned order on 06.03.2020. The next date of hearing in the matter was 05.05.2020. However, the hearing was adjourned due to Covid-19 and next date is yet to be fixed.

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12 STATEMENT OF ASSETS AND LIABILITIES AS ON (₹ in Crore)

Particulars	Audited 31.03.2020	Audited 31.03.2019
ASSETS		
1 Non-Current Assets		
(a) Property, Plant and Equipment	48,391.57	41,168.63
(b) Capital Work-in-Progress	17,144.10	9,495.91
(c) Goodwill on Consolidation	16.69	16.69
(d) Other Intangible Assets	543.52	456.18
(e) Intangible Assets under development	25.66	22.82
(f) Investment in Joint Ventures and Associates	8,820.82	8,715.69
(g) Financial Assets		
(i) Other Investments	229.93	498.00
(ii) Loans	1,409.35	1,141.43
(iii) Other Financial Assets	6.29	1.67
(h) Other Non - Current Assets	2,700.45	2,339.46
	79,288.38	63,856.48
2 Current Assets		
(a) Inventories	19,325.99	20,443.62
(b) Financial Assets		
(i) Investments	5,344.86	5,083.76
(ii) Trade Receivables	3,934.19	5,667.79
(iii) Cash and Cash Equivalents	204.76	198.74
(iv) Bank Balances other than cash and cash equivalents	18.36	19.76
(v) Loans	409.86	850.83
(vi) Other Financial Assets	7,968.49	10,540.11
(c) Other Current Assets	401.24	677.15
	37,607.75	43,481.76
(d) Assets classified as held for Sale / Disposal	10.07	8.24
	37,617.82	43,490.00
Total Assets	1,16,906.20	1,07,346.48
EQUITY AND LIABILITIES		
3 Equity		
(a) Equity Share Capital	1,524.21	1,524.21
(b) Other Equity	29,456.41	28,876.45
	30,980.62	30,400.66
Liabilities		
4 Non Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	23,109.63	12,127.80
(ii) Other Financial Liabilities	0.70	0.51
(b) Provisions	54.62	58.41
(c) Deferred Tax Liabilities (Net)	5,491.44	7,396.25
(d) Other Non-Current Liabilities	224.83	152.95
	28,881.22	19,735.92
5 Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	16,276.12	13,908.68
(ii) Trade Payables		
Outstanding dues of micro enterprises and small enterprises	113.75	83.96
Outstanding dues of creditor other than micro enterprises and small enterprises	11,355.04	17,049.41
(iii) Other Financial Liabilities	23,385.91	19,534.61
(b) Other Current Liabilities	2,916.01	3,719.79
(c) Provisions	2,630.56	2,082.18
(d) Current Tax Liabilities (Net)	366.97	831.27
	57,044.36	57,209.90
Total Equity and Liabilities	1,16,906.20	1,07,346.48

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13 STATEMENT OF CASH FLOWS FOR THE YEAR ENDED:

(₹ in Crore)

Particulars	Audited 2019-20	Audited 2018-19
A. Cash Flow From Operating Activities		
Profit/(Loss) Before Tax	1,374.29	10,039.20
Adjustments for:		
Depreciation and Amortization Expense	3,369.87	3,085.31
(Gain)/Loss on sale/write off of property, plant and equipment, Capital work-in-progress, Assets classified held for sale/disposal	(19.41)	(8.58)
Gain / (Loss) on Remeasurement of Defined benefit plans	(158.58)	15.76
Effective Portion of Gains/(loss) in a Cash Flow Hedge	(18.04)	-
Bad Debts written off	0.21	15.17
Fair value gain on Current Investments carried at FVTPL	(262.66)	(84.39)
Finance Costs	1,138.85	785.65
Foreign Currency Transaction and Translation	874.64	373.78
Provision for Doubtful Debts, Loans & Receivables	82.76	163.06
Interest Income on current Investments	(373.48)	(374.76)
Dividend Received	(28.76)	(25.41)
Share of Profit from Associate and Joint Venture companies	458.17	(929.73)
Other Non-Cash Items	11.85	6.64
Operating Profit before Changes in Assets and Liabilities {Sub Total - (i)}	**6,449.71**	**13,061.70**
Change in Assets and Liabilities :		
Decrease / (Increase) Trade Receivables	1,733.20	(130.17)
Decrease / (Increase) Loans and Other Assets	2,599.94	(5,748.11)
Decrease / (Increase) Inventories	1,115.11	(1,833.35)
(Decrease) / Increase Trade and Other Payables	(4,705.78)	5,286.25
Sub Total - (ii)	**742.47**	**(2,425.38)**
Cash Generated from Operations (i) + (ii)	**7,192.18**	**10,636.32**
Less : Direct Taxes paid (Net)	1,722.94	2,082.29
Net Cash Flow generated from/ (used in) Operating Activities (A)	**5,469.24**	**8,554.03**
B. Cash Flow From Investing Activities		
Purchase of Property, Plant & Equipment (including Capital Work in Progress / excluding interest capitalised)	(13,856.51)	(11,338.02)
Sale of Property, Plant & Equipment	62.44	71.34
Purchase of Investments (Including share application money pending allotment/Advance towards Equity)	(931.91)	(734.65)
Interest received	374.50	386.44
Dividend received from Associate and Joint Venture companies	154.83	207.74
Dividend received - others	28.76	25.41
Net Cash Flow generated from / (used in) Investing Activities (B)	**(14,167.89)**	**(11,381.74)**
C. Cash Flow From Financing Activities		
Proceeds from Long term borrowings	11,933.40	4,090.44
Repayment of Long term borrowings and leasing liabilities	(2,167.74)	(1,557.95)
Proceeds / (repayment) of Short term borrowings	1,697.54	2,566.70
Finance Cost paid	(1,286.13)	(847.64)
Dividend paid (including dividend distribution tax)	(1,725.11)	(1,653.34)
Net Cash Flow generated from / (used in) Financing Activities (C)	8,451.96	2,598.21
Net Increase / (Decrease) in Cash and Cash Equivalents (A + B + C)	(246.69)	(229.50)
Cash and cash equivalents at the beginning of the period	(2,665.44)	(2,435.94)
Cash and cash equivalents at the end of the period	(2,912.13)	(2,665.44)
Details of cash and cash equivalents at the end of the period:	**31.03.2020**	**31.03.2019**
Cash and cash equivalents as on		
Balances with Banks:		
-on current accounts	109.54	72.86
-on non-operative current accounts	0.01	0.01
Cheques Awaiting Deposit	-	0.01
Cash on hand	1.84	8.74
Balances with other banks	93.37	117.12
Less : Cash Credits	(3,116.89)	(2,864.18)
	(2,912.13)	(2,665.44)

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14 Consolidated Segment-wise Revenue, Results, Assets and Liabilities

(₹ in Crore)

Particulars	Quarter Ended			Year Ended	
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
	Audited	Un-Audited	Audited	Audited	Audited
1 SEGMENT REVENUE					
a) Downstream Petroleum	71,555.20	74,589.58	73,165.76	2,87,418.40	2,96,946.31
b) Others	116.29	72.92	109.73	367.49	326.19
Sub-Total	71,671.49	74,662.50	73,275.49	2,87,785.89	2,97,272.50
Less: Inter-Segment Revenue	17.17	2.84	24.23	43.84	50.22
TOTAL REVENUE	71,654.32	74,659.66	73,251.26	2,87,742.05	2,97,222.28
2 SEGMENT RESULTS					
a) Profit / (Loss) before Tax, Interest Income, Interest Expenditure and Dividend from each Segment					
i) Downstream Petroleum	(2,379.72)	1,153.08	4,748.03	1,659.83	9,342.44
ii) Others	(15.58)	(24.90)	(52.29)	(88.26)	(85.17)
Sub-Total of (a)	(2,395.30)	1,128.18	4,695.74	1,571.57	9,257.27
b) Finance Cost	350.63	266.61	202.53	1,138.85	785.64
c) Other Un-allocable Expenditure (Net of Un-allocable Income)	(638.50)	(392.92)	(203.02)	(1,399.74)	(637.84)
d) Share in profit / (loss) of Joint Ventures / Associates	(545.43)	165.96	370.74	(458.17)	929.73
Profit / (Loss) before tax (a-b-c+d)	(2,652.86)	1,420.45	5,066.97	1,374.29	10,039.20
3 SEGMENT ASSETS					
a) Downstream Petroleum	1,15,839.76	1,14,328.04	1,06,154.24	1,15,839.76	1,06,154.24
b) Others (Unallocated-Corporate)	1,066.44	1,016.70	1,192.24	1,066.44	1,192.24
Total	1,16,906.20	1,15,344.74	1,07,346.48	1,16,906.20	1,07,346.48
4 SEGMENT LIABILITIES					
a) Downstream Petroleum	84,730.64	83,007.45	75,742.65	84,730.64	75,742.65
b) Others (Unallocated-Corporate)	1,194.94	1,096.37	1,203.17	1,194.94	1,203.17
Total	85,925.58	84,103.82	76,945.82	85,925.58	76,945.82

Notes:

i. There are no reportable segments other than downstream petroleum, as per para 13 of Ind AS 108 on Reporting of Operating Segments.

ii. Segment Revenue comprises of the following:

a) Turnover

b) Subsidy from Government of India

c) Other Operating Revenues

iii. There are no geographical segments.

iv. Previous periods figures have been regrouped/reclassified, wherever necessary.

15 The Board has recommended a final dividend of ₹ 9.75 per equity share.

16 Previous periods figures have been regrouped/reclassified, wherever necessary.

By order of the Board

Mukesh Kumar Surana
Chairman & Managing Director
DIN - 07464675

Place : Mumbai
Date : June 16, 2020

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16/06/2020