



# हिन्दुस्तान पेट्रोलियम कॉर्पोरेशन लिमिटेड

(भारत सरकार का 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

CIN No.: L23201MH1952GO1008858

11वीं मंजिल, टॉवर-1, जीवन भारती बिल्डिंग, 124, इन्दिरा चौक, नई दिल्ली-110001. फोन : 23467200, फैक्स: 011-23467235, तार: हिन्दपेटकॉर  
11th Floor, Tower-1, Jeevan Bharti Building, 124, Indira Chowk, New Delhi-110001. Tel. : 23467200, Fax : 23467235, Telegram : Hindpetcor

Ref.: Co.Secy./SMB/11/2018

February 09, 2018

Director – Investor Services & Listing,  
The Bombay Stock Exchange Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 001

Script Code: 500104

National Stock Exchange of India Limited  
Exchange Plaza, 5<sup>th</sup> Floor,  
Plot No. C/1, G-Block,  
Bandra-Kurla Complex,  
Bandra East,  
Mumbai – 400 051

Script Name : HINDPETRO

**Sub.: Unaudited Financial Results for  
the Third Quarter Ended  
December 31, 2017 and  
declaration of Interim Dividend &  
Fixation of Record Date.**

Dear Sirs,

We wish to inform you that at the Meeting of the Board of Directors held on February 09, 2018, the Board has considered and approved the Unaudited Financial Results for the Third Quarter ended December 31, 2017. The said Financial Results along with Limited Review Report of Auditors are attached herewith.

Further, in Compliance of Regulation 30 read with Regulation 43 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is further informed that at the said Board Meeting, the Board has also declared an interim dividend of Rs. 14.50 (Rupees Fourteen and Paise Fifty Only ) per Equity share of face value of Rs.10 each, for the Financial Year 2017-2018. The Board has also fixed March 1, 2018 as the Record Date to determine the eligibility of the shareholders / beneficial owners to receive the said Interim Dividend (Regulation 42). The Interim Dividend is proposed to be paid on or before March 08, 2018.

The meeting of the Board of the Directors commenced at 11.00 a.m. and concluded at 2.00 p.m.

This is for your information and records.

Thanking you,

Very truly yours,

**Shrikant M. Bhosekar**  
Company Secretary

Encl: a/a



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

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

**Limited Review Report on the Unaudited Standalone Financial Results for the quarter  
and nine months ended on December 31, 2017**

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

**Introduction**

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of **HINDUSTAN PETROLEUM CORPORATION LIMITED** ('the Company') for the quarter and nine months ended on December 31, 2017, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR / CFD / FAC / 62 / 2016 dated July 5, 2016 except the disclosures regarding (a) Physical Performance disclosed in para B of the statement and (b) Average Gross Margins stated in Note No 4 of the Statement. In this Statement are incorporated the results of the Visakh Refinery of the Company, which have been subjected to a limited review by the branch auditor of the Company. The branch auditor's report dated February 2, 2018 was forwarded to us and the same has been dealt with in preparing this report, in the manner considered necessary by us. This Statement which 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 these financial statements based on our review.

**Scope of Review**

2. We conducted our review in accordance with the Standard on Review Engagement (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.



**Conclusion**

3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards 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 read with SEBI circular No. CIR/CFD/FAC/62/2016 dated July, 5 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**For G. M. Kapadia & Co.**

Chartered Accountants  
Firm Reg. No. 104767W



**Rajen Ashar**  
Partner

Membership No. 048243

**Place:** New Delhi

**Date:** February 9, 2018

**For M.P. Chitale & Co.**

Chartered Accountants  
Firm Reg. No. 101851W



  
**Anagha Thatte**  
Partner

Membership No. 105525

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@hpl.in, CIN No: L23201MH1952GOI008858

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2017

Particulars	Un - Audited					Audited
	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
<b>PART I</b>						
<b>A FINANCIAL PERFORMANCE</b>						
<b>1 Income</b>						
(a) Sales/Income from Operations	62,831.71	54,152.80	55,470.66	176,875.78	154,820.78	213,488.95
(b) Other Operating Income	244.44	183.03	75.20	511.14	226.98	314.04
(c) Other Income (refer note # 5 below)	474.32	519.36	282.66	1,563.99	1,086.46	1,514.72
<b>Total Income</b>	<b>63,550.47</b>	<b>54,855.19</b>	<b>55,828.52</b>	<b>178,950.91</b>	<b>156,134.22</b>	<b>215,317.71</b>
<b>2 Expenses</b>						
(a) Cost of materials consumed	13,177.49	11,062.55	11,963.69	36,287.95	31,901.73	45,137.66
(b) Purchases of stock-in-trade	37,832.11	31,866.86	32,021.10	102,660.09	90,166.92	122,731.74
(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(139.47)	(1,496.40)	(1,577.36)	1,744.43	(3,738.01)	(4,454.06)
(d) Excise Duty	5,601.90	6,813.25	6,985.09	18,921.58	19,525.32	26,779.28
(e) Employee benefits expense	669.93	708.12	610.42	2,076.43	1,829.98	2,946.08
(f) Finance Costs	89.85	156.34	130.13	389.15	382.63	535.65
(g) Depreciation and amortisation expense	679.92	680.41	633.56	2,027.38	1,860.35	2,535.28
(h) Other expenses (refer note # 5 below)	2,775.68	2,475.86	2,657.27	8,004.34	7,573.46	10,085.24
<b>Total Expenses</b>	<b>60,687.41</b>	<b>52,266.99</b>	<b>53,423.90</b>	<b>172,111.35</b>	<b>149,502.38</b>	<b>206,296.87</b>
<b>3 Profit/(Loss) before exceptional items and tax</b>	<b>2,863.06</b>	<b>2,588.20</b>	<b>2,404.62</b>	<b>6,839.56</b>	<b>6,631.84</b>	<b>9,020.84</b>
<b>4 Exceptional Items - Expenses/(Income)</b>	-	-	-	-	-	-
<b>5 Profit/(Loss) before tax (3+/-4)</b>	<b>2,863.06</b>	<b>2,588.20</b>	<b>2,404.62</b>	<b>6,839.56</b>	<b>6,631.84</b>	<b>9,020.84</b>
<b>6 Tax Expense :</b>						
(i) Current Tax	931.69	733.05	484.45	2,000.57	1,290.19	2,183.76
(ii) Deferred Tax	(18.32)	120.41	329.86	229.81	951.64	628.28
<b>Total Tax Expense</b>	<b>913.37</b>	<b>853.46</b>	<b>814.31</b>	<b>2,230.38</b>	<b>2,241.83</b>	<b>2,812.04</b>
<b>7 Net profit/(loss) for the period (5-6)</b>	<b>1,949.69</b>	<b>1,734.74</b>	<b>1,590.31</b>	<b>4,609.18</b>	<b>4,390.01</b>	<b>6,208.80</b>
<b>8 Other comprehensive income</b>						
Items that will not be reclassified to profit or loss	35.14	163.53	66.50	68.94	179.58	151.92
Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	8.20
<b>Total Other Comprehensive Income</b>	<b>35.14</b>	<b>163.53</b>	<b>66.50</b>	<b>68.94</b>	<b>179.58</b>	<b>160.12</b>
<b>9 Total comprehensive income, for the period (7 +/- 8)</b>	<b>1,984.83</b>	<b>1,898.27</b>	<b>1,656.81</b>	<b>4,678.12</b>	<b>4,569.59</b>	<b>6,368.92</b>
<b>10 Paid up Equity Share Capital (Face value ₹ 10/- each)</b>	<b>1,523.82</b>	<b>1,523.82</b>	<b>1,015.88</b>	<b>1,523.82</b>	<b>1,015.88</b>	<b>1,015.88</b>
<b>11 Other Equity excluding Revaluation Reserves</b>						<b>19,331.14</b>
<b>12 Basic and Diluted Earnings Per Share (of ₹ 10/- each) (not annualised)</b>	<b>12.79</b>	<b>11.38</b>	<b>10.44</b>	<b>30.25</b>	<b>28.81</b>	<b>40.74</b>
<b>B PHYSICAL PERFORMANCE ( in MMT )</b>						
<b>Crude Thruput</b>	<b>4.52</b>	<b>4.64</b>	<b>4.66</b>	<b>13.65</b>	<b>13.18</b>	<b>17.81</b>
<b>Market Sales</b>						
- Domestic Sales	9.23	8.37	9.02	26.80	25.93	34.69
- Exports	0.21	0.36	0.25	0.63	0.44	0.54
<b>Pipeline Thruput</b>	<b>5.17</b>	<b>5.05</b>	<b>4.47</b>	<b>14.87</b>	<b>13.24</b>	<b>17.91</b>

**Notes:**

- The Audit Committee has reviewed the above results and the same have been subsequently approved by the Board of Directors in their meeting held on 9th February 2018.
- The Financial Results have been reviewed by the Statutory Auditors as required under regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- The Corporation has accounted for Budgetary Support amounting to ₹ 194.53 crores during October – December, 2017 (October – December, 2016 : ₹ 263.88 crores) towards under recovery on sale of PDS SKO. For the nine months ended December 31, 2017 this amounts to ₹ 525.00 crores (April - December, 2016 : ₹ 955.74 crores).
- Average Gross Refining Margin during the nine months ended December 31, 2017 was US \$ 7.51 per BBL as against US \$ 5.57 per BBL during the corresponding period of previous year.
- Other Income for the period April - December, 2017 includes ₹ 406.64 Crores (October - December 2017 ₹ 274.31 crores) towards gain on account of foreign currency transactions and translations. During, April - December, 2016 loss of ₹ 111.70 crores (October - December 2016 ₹ 53.14 crores) on account of foreign currency transactions and translations was included in Other Expenses.
- Pursuant to the approval of the Shareholders through the process of postal ballot during July 2017, the Corporation has issued bonus shares in the ratio of one equity shares of ₹ 10/- for two existing equity share of ₹ 10/- each in July, 2017. Accordingly, EPS for earlier periods has been recalculated and presented. This is in accordance with Ind AS - 33.
- During the period July-September 2017, the recommendations of the 3rd Pay Revision Committee have been approved by the Board for pay revision with effect from January 1, 2017. However, the presidential directives were issued on October 13, 2017 for implementation of the same. Accordingly the implementation of the Committee's recommendations are in progress. The Corporation does not expect any material impact on the financial results on final implementation of the recommendation as the Corporation has been making estimated provisions based on the recommendations in the current period and earlier periods.



- 8 Post implementation of Goods and Services Tax (GST) w.e.f. 1st July 2017, some of the petroleum products have come under the domain of current GST Laws and the balance petroleum products continue to remain under the Excise Laws. Since Excise Duty is included in revenue and GST is not included in revenue, the comparable revenues from operations for the relevant periods under consideration are given below :

₹ Crores	Quarter Ended			Nine Months Ended		Year Ended
	31.12.2017	30.09.2017	31.12.2016	31.12.2017	31.12.2016	31.03.2017
Revenue (Gross)	62,831.71	54,152.80	55,470.66	176,875.78	154,820.78	213,488.95
Less: Excise duty pertaining to GST Products only	-	-	562.51	526.51	1,562.92	2,238.94
<b>Net comparable revenue</b>	<b>62,831.71</b>	<b>54,152.80</b>	<b>54,908.15</b>	<b>176,349.27</b>	<b>153,257.86</b>	<b>211,250.01</b>

- 9 Subsequent to end of 3rd quarter of FY 2017 - 18, on January 31, 2018, based on the Share Purchase agreement (SPA) entered into between Government of India and Oil and Natural Gas Corporation Limited, 51.11% Equity Shares in the Paid up Capital of Hindustan Petroleum Corporation Limited (HPCL) have been acquired by Oil and Natural Gas Corporation Limited. HPCL continues to be a Government Company as defined under Section 2(45) of the Companies Act, 2013.
- 10 The decision of the arbitration with M3nergy Sdn. Bhd. relating to development of an oilfield has been given in favour of the Corporation. M3nergy Sdn. Bhd. has challenged the said order and accordingly, on conservative basis, the Corporation has decided not to recognise the award amount in the Financial Statements. The Corporation's share of the award amounts to approximate ₹ 416.62 crores.
- 11 The Corporation operates in a single segment viz. Downstream petroleum sector.
- 12 The Board at its meeting held on 9th February, 2018 declared an interim dividend of ₹ 14.50 per equity share (Face value : ₹ 10/- per equity share).
- 13 Previous periods figures have been regrouped/reclassified, wherever necessary.

By order of the Board



J Ramaswamy  
Director (Finance)  
DIN No. - 06627920

Place : New Delhi  
Date : February 09, 2018

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