

## HINDUSTAN OIL EXPLORATION COMPANY LIMITED

Regd. Office : "HOEC HOUSE" Tandalja Road, Off Old Padra Road, Vadodara 390 020.

### UNAUDITED FINANCIAL RESULTS (PROVISIONAL) FOR THE QUARTER ENDED ON JUNE 30, 2007

Rs. in Lacs

Sr. No.	Particulars	Unaudited for the Quarter		Audited for the Previous Year Ended on
		Ended on 30.06.2007	Ended on 30.06.2006	31.03.2007
1	Net Sales/Income from Operations	1,356.54	3,109.35	11,451.45
2	Other Income	483.51	114.45	1,489.92
3	Increase/(Decrease) in Stock of Crude Oil	758.92	(16.88)	(334.51)
4	Total Income	2,598.97	3,206.92	12,606.86
5	Total Expenditure			
	a) Field Operating Expenses	370.44	474.31	1,677.60
	b) Corporate Expenses			
	- Staff Expenses	189.76	268.87	531.28
	- Legal and Professional Expenses	66.27	65.25	302.76
	- Other Expenses	91.49	208.39	485.74
	- Recovery of Expenses	(220.75)	(200.58)	(1,037.04)
		497.21	816.24	1,960.34
6	Interest and Financing Charges	224.60	116.17	558.54
7	Depreciation, Depletion and Amortisation	172.88	239.08	764.92
8	Provisions and Write offs (See Note 3)	-	-	9,303.69
<b>9</b>	<b>Profit before Taxation ( 4-5-6-7-8)</b>	<b>1,704.28</b>	<b>2,035.43</b>	<b>19.37</b>
10	Provision for Current Income Tax	450.00	770.00	2,860.00
11	Provision for Deferred Tax	82.00	(55.00)	(3,110.00)
12	Provision for Wealth Tax	0.50	-	2.00
13	Fringe Benefit Tax	5.00	5.00	20.00
<b>14</b>	<b>Net Profit ( 9-10-11-12-13)</b>	<b>1,166.78</b>	<b>1,315.43</b>	<b>247.37</b>
15	Paid up Equity Share Capital (Face Value of Rs. 10/- each)	<b>7,832.87</b>	<b>5,876.09</b>	<b>7,832.87</b>
16	Reserves excluding Revaluation Reserve			31,200.53
17	Basic and Diluted EPS (Rs.)	<b>1.49</b>	<b>2.06</b>	<b>0.35</b>
18	Aggregate of Public Shareholding			
	Number of Shares	57,040,460	43,457,557	57,040,460
	Percentage of Shareholding	72.84%	73.98%	72.84%

Contd...

Notes :

- 1 The Company is primarily engaged in a single business segment of Hydrocarbons. All the activities of the Company revolve around the main business. Further, the Company does not have any separate geographic segments other than India. As such there are no separate reportable segments as per AS-17 "Segmental Reporting" issued by the Institute of Chartered Accountants of India.
- 2 Decrease in turnover is on account of lower production/sales of crude oil and increase in Government share of Profit Oil from 25% to 40% in PY-3 Block during the current quarter.
- 3 Provisions and write-offs for the year ended March 31, 2007 includes write-off of exploration cost of Rs. 9,434.87 Lacs for Vinayaka-1 and Subhan-1 Exploratory Wells in CY-OSN-97/1 Block and a write back of Rs. 43.82 Lacs in CB-ON-7 Block and Rs. 87.36 Lacs in AAP-ON-94/1 Block.
- 4 With reference to the observations made in the Auditors' Report for the FY 2006-07 regarding two unaudited joint ventures' accounts, the Company has subsequently received Audited Accounts of one of them. The Company has not received the Audited Accounts of Block GN-ON-90/3 (Pranhita-Godavari) being under arbitration. As none of the above joint ventures has entered the production phase there is no effect on the profit for the quarter.
- 5 The Company's Rights Issue of 19,581,645 fully paid equity shares of Rs.10/- each at a premium of Rs.66/- per share aggregating to Rs.14,882.05 Lacs closed on October 06, 2006. The Company has allotted 19,567,733 equity shares. EPS for the quarter ended June 30, 2006 has been restated as per Accounting Standard 20 "Earnings Per Share" to reflect the effect of the above Rights Issue.
- 6 Figures for the previous periods have been recast / regrouped to make them comparable with the current period, wherever necessary.
- 7 Details of Investors' Complaints for the quarter ended on June 30, 2007.

Unresolved at the beginning of the quarter	Nil
Received during the quarter	20
Resolved during the quarter	20*
Unresolved at the end of the quarter	Nil

\* Includes 2 complaints for which the Company has sought additional / relevant information from the complainants.
- 8 The above results were reviewed by the Audit Committee and approved by the Board at its meeting held on July 20, 2007. The same are subject to a limited review by the Auditors.

BY ORDER OF THE BOARD  
For Hindustan Oil Exploration Company Limited

Place : London  
Date : July 20, 2007

Manish Maheshwari  
Joint Managing Director