

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
HINDUSTAN OIL EXPLORATION COMPANY LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **HINDUSTAN OIL EXPLORATION COMPANY LIMITED** ("the Company"), which includes Six Unincorporated Joint Ventures consolidated on a proportionate basis for the quarter and six months ended September 30, 2018 ("the Statement"), 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.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. The Company's proportionate share in the Unincorporated Joint Ventures where the Company is having participating interest has been considered in the standalone unaudited financial results and has been incorporated by the Company on the basis of the unaudited information obtained from the operator of the respective Unincorporated Joint Ventures or the information available with the Company.



4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **DELOITTE HASKINS & SELLS LLP**
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Bhavana Balasub

BHAVANI BALASUBRAMANIAN
Partner
(Membership No. 22156)

CHENNAI, OCTOBER 22, 2018





Hindustan Oil Exploration Company Limited

'Lakshmi Chambers', 192, St. Mary's Road, Alwarpet, Chennai - 600 018. INDIA.

☎: 91 (044) 66229000 • Fax : 91 (044) 66229011 / 66229012

E-mail: contact@hoec.com • Website: www.hoec.com CIN: L11100GJ1996PLC029880

Statement of standalone unaudited financial results for the quarter and six months ended September 30, 2018

(₹ in Lacs)

S.No	Particulars	Quarter ended			Six months ended		Year ended
		Sep 30	June 30	Sep 30	Sep 30	Sep 30	March 31
		2018	2018	2017	2018	2017	2018
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Income						
1	Revenue from operations	6,437.64	3,506.08	839.91	9,943.72	1,211.56	4,871.25
2	Other income	209.94	156.11	325.41	366.05	774.75	1,143.72
3	Total income (1+2)	6,647.58	3,662.19	1,165.32	10,309.77	1,986.31	6,014.97
4	Expenses						
	a) Share of expenses from producing oil and gas blocks	917.23	677.61	297.37	1,594.84	548.69	1,304.48
	b) (Increase) / decrease in stock of crude oil	32.84	59.03	(323.13)	91.87	(425.15)	(454.72)
	c) Employee benefit expense	49.37	53.23	34.76	102.60	65.80	557.94
	d) Depreciation, depletion and amortization	1,029.61	391.30	366.68	1,420.91	542.34	834.68
	e) Finance costs-unwind of discount on decommissioning	127.04	127.04	121.09	254.08	242.18	99.98
	f) Other expenses	206.41	157.74	110.87	364.15	161.23	337.67
	Total expenses	2,362.50	1,465.95	607.64	3,828.45	1,135.09	2,680.03
5	Profit before exceptional items and tax (3-4)	4,285.08	2,196.24	557.68	6,481.32	851.22	3,334.94
6	Exceptional items	-	230.69	-	230.69	-	448.67
7	Profit before tax	4,285.08	2,426.93	557.68	6,712.01	851.22	3,783.61
8	Tax expense						
	a) Current tax	-	-	-	-	-	-
	b) Adjustments of tax relating to earlier periods	-	92.98	-	92.98	-	-
	c) Deferred tax	-	-	-	-	-	-
	Total tax expense	-	92.98	-	92.98	-	-
9	Profit for the period (7-8)	4,285.08	2,333.95	557.68	6,619.03	851.22	3,783.61
10	Other comprehensive income						
	Other comprehensive income not to be reclassified to profit or loss:						
	Re-measurement losses on defined plans	(4.02)	(4.02)	(1.06)	(8.04)	(2.12)	(16.09)
11	Total comprehensive Income (9+10)	4,281.06	2,329.93	556.62	6,610.99	849.10	3,767.52
12	Paid up equity share capital (Face value of ₹10/- each)	13,050.93	13,050.93	13,050.93	13,050.93	13,050.93	13,050.93
13	Other equity						24,302.47
14	Earnings per equity share of ₹10/- each attributable to equity holders - not annualized						
	Basic	₹ 3.28	₹ 1.79	₹ 0.43	₹ 5.07	₹ 0.65	₹ 2.90
	Diluted	₹ 3.26	₹ 1.77	₹ 0.43	₹ 5.03	₹ 0.65	₹ 2.88



Registered Office : 'HOEC HOUSE', Tandajja Road, Off Old Padra Road, Vadodara - 390 020. INDIA.

☎ : 91 (0265) 2330766, 2333565

E-mail : contact@hoec.com • Website: www.hoec.com

Standalone statement of Assets and Liabilities

(₹ In Lacs)

Particulars	Standalone	
	As at September 30, 2018 (Unaudited)	As at March 31, 2018 (Audited)
ASSETS		
Non-current assets		
Property, plant & equipment		
a) Oil and gas assets	35,313.28	26,293.63
b) Others	649.10	660.21
Capital work-in-progress	89.71	562.45
Investment property	81.13	83.13
Intangible assets	960.34	982.75
Financial assets		
Investment in subsidiary	5,302.00	50.00
Site restoration deposit	5,711.93	5,513.30
Other bank balances	-	5.20
Other financial assets	5.78	45.49
Deferred tax assets (Net)	-	-
Total non-current assets	48,113.27	34,196.16
Current assets		
Inventories	2,476.68	2,827.47
Financial assets		
Investments	2,679.06	4,183.50
Trade receivables	3,253.04	1,607.30
Cash and cash equivalents	1,306.03	8,418.36
Other bank balances	2,191.12	732.97
Other financial assets	636.87	655.07
Income tax assets (Net)	440.12	834.28
Other current assets	70.45	60.91
Total current assets	13,053.37	19,319.86
TOTAL ASSETS	61,166.64	53,516.02
EQUITY & LIABILITIES		
Equity		
Equity share capital	13,050.93	13,050.93
Other equity	30,913.46	24,302.47
Total equity	43,964.39	37,353.40
Liabilities		
Non-current liabilities		
Financial liabilities		
Trade payables	2,211.07	2,211.07
Provisions	10,668.12	9,679.45
Other non-current liabilities	2.94	2.94
Total non-current liabilities	12,882.13	11,893.46
Current Liabilities		
Financial liabilities		
Trade payables	2,261.69	1,788.86
Other financial liabilities	1,750.04	2,331.82
Provisions	20.66	17.13
Other current liabilities	287.73	131.35
Total current liabilities	4,320.12	4,269.16
Total Liabilities	17,202.25	16,162.62
TOTAL EQUITY & LIABILITIES	61,166.64	53,516.02





Notes:-

1. The above un-audited financial results for the quarter and six months ended September 30, 2018 were reviewed and recommended by the Audit Committee and approved by the Board of Directors at its meeting held on October 22, 2018. The statutory auditors of the company have carried out limited review of the results of the quarter and six months ended.
2. The individual items of expenses in the above financial results are net of amounts charged to Unincorporated Joint Ventures (UJV) where the Company is the operator. The Company's share of such net expenses in UJV's are treated as exploration, development or production costs, as the case may be.
3. CB-OS-1 Block wherein HOEC holds 38.04% of Participating interest and Oil and Natural Gas Corporation Limited (ONGC) with 55.26% an operator of the block was terminated by Government of India (GOI) on September 5, 2018. HOEC has issued a letter to GOI, to reconsider the termination of the block as HOEC is interested to take over participating interest of ONGC as well as the operatorship of the block. No value is carried in the books of accounts for the block.
4. The Company operates in one segment i.e "Oil and Gas".
5. Figures for previous quarters/ six months ended have been regrouped/reclassified wherever necessary to confirm to the current quarter/ six months ended presentation.

BY ORDER OF THE BOARD**For Hindustan Oil Exploration Company Limited**
Director & CFO
Managing DirectorPlace : Mumbai
Date : October 22, 2018