ESSAR OIL LIMITED

Regd. Office : Khambhalia Post, Post Box No. 24, Dist. Devbhumi Dwarka - 361 305, Gujarat.
Tel: +91-2833-661444 , Fax: +91-2833-662929 , Website: www.essaroil.co.in
E-mail : eolinvestors@essar.com, Corporate identity number - L11100GJ1989PLC032116

ESSAR OIL & GAS

PART I (₹ in Crore)

Statement of standalone unaudited financial results for the Quarter and Nine months ended on December 31, 2014

Sr. No.	Particulars	Quarter ended on			Nine months ended on		Year ended on
		31-12-2014 (Unaudited)	30-09-2014 (Unaudited)	31-12-2013 (Unaudited)	31-12-2014 (Unaudited)	31-12-2013 (Unaudited)	31-03-2014 (Audited)
1	**Income from operations**						
	a) Net sales / income from operations (Net of excise duty & VAT)	20,238	22,371	25,089	67,420	73,142	98,353
	b) Other operating income	57	77	42	178	186	249
	Total income from operations (net)	**20,295**	22,448	25,131	**67,598**	73,328	98,602
2	**Expenses**						
	a) Cost of raw materials consumed (See Sr. No. 9 below)	15,871	21,125	22,217	59,294	66,178	88,824
	b) Purchase of traded goods	862	508	335	1,775	933	1,276
	c) (Increase) / Decrease in stock of finished goods, work-in-progress and stock-in-trade	1,468	(1,010)	926	436	190	148
	d) Consumption of fuel	163	191	162	516	574	756
	e) Employee benefits expenses	48	61	58	168	174	225
	f) Selling and marketing expenses	135	140	185	428	548	687
	g) Depreciation / Amortisation (Refer note 4)	58	235	338	529	1,008	1,355
	h) Other expenses	398	405	416	1,213	1,207	1,629
	Total expenses	**19,003**	21,655	24,637	**64,359**	70,812	94,900
3	**Profit / (Loss) from operations before foreign exchange loss / (gain), other income, finance cost and exceptional items (1-2)**	**1,292**	793	494	**3,239**	2,516	3,702
4	Other income	259	286	224	777	666	871
5	**Profit / (Loss) from ordinary activities before foreign exchange loss / (gain), finance cost and exceptional items (3+4)**	**1,551**	1,079	718	**4,016**	3,182	4,573
6	Finance cost	553	556	812	1,756	2,524	3,218
7	**Profit / (Loss) from ordinary activities before foreign exchange loss / (gain) and exceptional items, and after finance cost (5-6)**	**998**	523	(94)	**2,260**	658	1,355
8	Foreign exchange loss / (gain)	354	289	(146)	692	1,540	1,226
9	Exceptional items (Refer note 5)	592	-	-	592	-	-
10	**Profit / (Loss) from ordinary activities before tax (7-8-9)**	**52**	234	52	**976**	(882)	129
11	Tax expense	-	-	-	-	-	3
12	**Net profit / (Loss) from ordinary activities after tax (10-11)**	**52**	234	52	**976**	(882)	126
13	**Paid up equity share capital (Face value : ₹ 10/- per share)**	**1,450**	1,450	1,450	**1,450**	1,450	1,450
14	Reserves excluding revaluation reserves as per Balance Sheet of previous accounting year						965
15	**Earnings per share before and after extraordinary items (in ₹)**						
	-Basic (Not Annualised)*	**0.36***	1.61*	0.38*	**6.73***	(6.43)*	0.90
	- Diluted (Not Annualised)*	**0.34***	1.54*	0.36*	**6.48***	(6.43)*	0.87

DHS

DELOITTE HASKINS & SELLS 'Heritage', 3rd Floor, Near Gujarat Vidhyapith, Ahmedabad. 380 014. CHARTERED ACCOUNTANT

ESSAR OIL LIMITED

PART II

Sr. No.	Particulars	Quarter ended on			Nine months ended on		Year ended on
		31-12-2014 (Unaudited)	30-09-2014 (Unaudited)	31-12-2013 (Unaudited)	31-12-2014 (Unaudited)	31-12-2013 (Unaudited)	31-03-2014 (Audited)
(A)	**PARTICULARS OF SHAREHOLDING**						
1	Public shareholding:						
	Number of shares	13,71,23,373	13,71,23,373	13,71,23,373	13,71,23,373	13,71,23,373	13,71,23,373
	Percentage of shareholding excluding shares represented by Global Depository Shares	27.53%	27.53%	27.53%	27.53%	27.53%	27.53%
	Percentage of shareholding including shares represented by Global Depository Shares	9.46%	9.46%	9.46%	9.46%	9.46%	9.46%
2	Promoters and promoter group shareholding including shares represented by Global Depository Shares						
	a) Pledged / Encumbered						
	- Number of shares	25,82,22,080	25,82,22,080	18,53,38,627	25,82,22,080	18,53,38,627	25,82,22,080
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	19.68%	19.68%	14.12%	19.68%	14.12%	19.68%
	- Percentage of shares (as a % of the total share capital of the company)	17.81%	17.81%	12.79%	17.81%	12.79%	17.81%
	b) Non-encumbered						
	- Number of shares	1,05,41,71,447	1,05,41,71,447	1,12,70,54,900	1,05,41,71,447	1,12,70,54,900	1,05,41,71,447
	- Percentage of shares (as a % of the total shareholding of promoters and promoter group)	80.32%	80.32%	85.88%	80.32%	85.88%	80.32%
	- Percentage of shares (as a % of the total share capital of the company)	72.73%	72.73%	77.75%	72.73%	77.75%	72.73%

	Particulars	Quarter ended on 31-12-2014
(B)	**INVESTOR COMPLAINTS**	
	Pending at the beginning of the Quarter	3
	Add: Received during the Quarter	95
	Less: Disposed of during the Quarter	93
	Remaining unresolved at the end of the Quarter	5

Segment wise Revenue, Results & Capital Employed :

(₹ in Crore)

Sr. No.	Particulars	Quarter ended on			Nine months ended on		Year ended on
		31-12-2014 (Unaudited)	30-09-2014 (Unaudited) {Refer note 4(b)}	31-12-2013 (Unaudited)	31-12-2014 (Unaudited)	31-12-2013 (Unaudited)	31-03-2014 (Audited)
1	**Segment Revenue**						
	Refining and marketing	20,339	22,515	25,182	67,765	73,500	98,823
	Exploration and production activities	5	5	3	14	9	12
	Unallocated	16	7	10	33	27	24
	Total	**20,360**	22,527	25,195	**67,812**	73,536	98,859
	Less : Inter-segment revenue	-	-	-	-	-	-
	Total Segment revenue	**20,360**	22,527	25,195	**67,812**	73,536	98,859
2	**Segment Results Profit / (Loss) before interest and tax**						
	Refining and marketing	425	610	554	2,181	773	2,211
	Exploration and production activities	1	3	3	3	1	(1)
	Unallocated	(61)	(76)	(63)	(213)	(155)	(244)
	Total	**365**	537	494	**1,971**	619	1,966
	Less: Interest expenses	507	510	602	1,558	1,959	2,451
	Add : Interest income	192	207	157	561	451	603
	Add : Profit on sale of Investments	1	0	3	1	7	9
	Add : Credit balances written back	1	(0)	(0)	1	0	2
	Total Profit / (Loss) before tax	**52**	234	52	**976**	(882)	129
3	**Capital employed (Segment assets - Segment liabilities)**						
	Refining and marketing	24,694	24,479	22,487	24,694	22,487	22,899
	Exploration and production activities	3,464	3,345	2,719	3,464	2,719	2,945
	Unallocated	400	364	534	400	534	416
	Total Capital employed	**28,558**	28,188	25,740	**28,558**	25,740	26,260

"0" represents amount less than ₹ 1 crore

DHS

DELOITTE HASKINS & SELLS 'Heritage', 3rd Floor, Near Gujarat Vidhyapith, Ahmedabad. 380 014 CHARTERED ACCOUNTANTS

ESSAR OIL LIMITED

Notes to standalone unaudited financial results for the Quarter and Nine months ended on December 31, 2014

1 The above results have been reviewed by the Audit and Risk Management Committee and approved by the Board of Directors at their meetings held on February 09, 2015 and February 10, 2015 respectively, at Mumbai.

2 On August 06, 2014, the Company's shareholders approved delisting of the Company's equity shares from stock exchanges and the Company is awaiting in-principle approval from stock exchanges.

3 The Company achieved a throughput of 5.19 MMT (Million Metric Tonnes) and 15.37 MMT (Million Metric Tonnes) of crude during the quarter and nine months respectively. The throughput for various periods are as under:

Particulars	Quarter ended on			Nine months ended on		Year ended on
	31-12-2014	30-09-2014	31-12-2013	31-12-2014	31-12-2013	31-03-2014
Throughput (in MMT)	5.19	5.04	4.86	15.37	15.18	20.23

4 (a) With effect from April 01, 2014, the Company has provided for depreciation on its refinery and other assets in accordance with Schedule II to the Companies Act 2013. The Company expects the useful lives of its assets to be higher than that prescribed under Schedule II and has initiated a separate assessment of the useful lives of its assets. Adjustment to the depreciation charge will be made in the coming quarter on completion of the assessment.

(b) With effect from October 01, 2014 the Company has changed its method of calculating depreciation, on fixed assets, (other than plant and machinery which is being depreciated by the Straight Line method(SLM)), from the Written Down Value method to the SLM, in line with industry practice, which will result in a more appropriate presentation of the financial results. In accordance with the requirements of Accounting Standard 6 on Depreciation Accounting read with Accounting Standard 25 on Interim Financial Reporting, depreciation has been recalculated according to the new method from the dates the assets came to use and the surplus arising from the retrospective re-computation adjusted in the results of the current and prior interim periods of the current financial year. Consequently, the impact of the foregoing on the periods reported in the Results is as follows:

(₹ in Crore)

Particulars	Quarter ended on			Nine months ended on		Year ended on
	31-12-2014	30-09-2014	31-12-2013	31-12-2014	31-12-2013	31-03-2014
Surplus on retrospective re-computation	176	8	-	191*	-	-
Impact of change for the quarter	8	-	-	8	-	-
Increase in profits as a result of the change	184	8	-	199	-	-

*includes ₹ 7 crore being impact of change for the Quarter ended June 30, 2014.

5 Exceptional item comprises of inventory losses of ₹ 592 crore, consequent upon the month on month steep and unprecedented fall in the global prices of crude oil during the quarter ended December 31, 2014.

6 During the quarter, the Company received ₹ 407 crore (USD 65.70 million), in addition to the amount of ₹ 839 crore (USD 139.80 million) received earlier, as advance towards Global Depository Shares from Essar Energy Holding Ltd., a Promoter Company. The Company is in process of completing relevant formalities for allotment of the securities.

7 The shareholders of the Company, on May 06, 2014, have approved the following acquisitions:

a) 10.25% Cumulative Redeemable Preference shares of Essar Power Limited (EPoL) of the face value of ₹ 1,025 crore from Essar House Limited (EHL). These shares have since been transferred in the name of the Company.

b) Equity and participating preference shares of Vadinar Power Company Limited (VPCL), for an amount not exceeding ₹ 2,100 crore from EPoL. During the nine months ended December 31, 2014, the Company had made advance payment of ₹ 1,400 crore to EPoL towards the acquisition of these shares. The Company is in the process of completing relevant formalities for acquisition of these shares.

8 Previous periods' figures have been regrouped / rearranged, wherever considered necessary.

By Order of the Board
For Essar Oil Limited

Lalit Kumar Gupta
Managing Director and Chief Executive Officer

Place : Mumbai
Date : February 10, 2015

Please register your e-mail address with the Company to receive communications including Annual Reports electronically. To register, kindly visit the Company's website at www.essaroil.co.in or write to eolinvestors@dfssl.com

DHS

DELOITTE HASKINS & SELLS
'Heritage', 3rd Floor, Near Gujarat Vidhyapith, Ahmedabad. 380 014.
CHARTERED ACCOUNTANT