

**OIL AND NATURAL GAS CORPORATION LIMITED**  
Regd. Office : 'Jeevan Bharati', Tower II, 8th Floor, 124-Indira Chowk, New Delhi 110 001

**UNAUDITED FINANCIAL RESULTS (AFTER LIMITED REVIEW) FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2011**

Sl. No.	Particulars	Unaudited			Unaudited		Audited for the Year ended 31.03.2011
		For the Quarter ended			For the Nine Months ended		
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	
1	<b>Operating Income:</b>						
	Gross Sales/Income from Operations	18,198.57	22,687.17	18,648.46	57,153.83	50,597.87	66,151.67
	Less: Excise Duty recovered	74.73	70.85	62.05	214.71	152.27	309.88
	(a) Net Sales/Income from Operations	18,123.84	22,616.32	18,586.41	56,939.12	50,445.60	65,841.79
	(b) Other Operating Income	393.28	309.04	2,217.74	905.28	2,611.84	3,335.51
	<b>Total Operating Income (1)</b>	<b>18,517.13</b>	<b>22,925.36</b>	<b>20,804.15</b>	<b>57,844.41</b>	<b>53,057.44</b>	<b>69,177.30</b>
2	<b>Expenditure</b>						
	a) (Increase)/Decrease in stock-in-trade	(29.10)	(26.89)	42.86	(125.70)	(64.35)	(12.91)
	b) Consumption of raw materials*	152.99	184.88	141.11	468.84	422.42	621.48
	c) Purchase of Traded Goods	0.83	0.45	3.23	1.72	10.51	13.83
	d) Employees cost**	337.05	327.58	291.34	974.42	876.18	1,303.19
	e) Sundry levies	3,870.53	4,653.22	3,886.50	12,254.33	10,623.21	13,925.27
	f) Depreciation***	4,531.96	3,278.17	3,840.89	11,932.60	11,155.32	15,942.99
	g) Other expenditure	3,134.95	3,338.71	2,907.54	9,284.34	8,132.90	12,307.59
	<b>Total Expenditure (2)</b>	<b>11,998.21</b>	<b>11,734.90</b>	<b>10,913.56</b>	<b>34,787.55</b>	<b>31,168.17</b>	<b>44,101.42</b>
3	<b>Profit from Operations before Other Income, Interest &amp; Exceptional Items (1)-(2)</b>	<b>6,518.92</b>	<b>11,190.46</b>	<b>9,890.59</b>	<b>23,056.86</b>	<b>21,891.27</b>	<b>25,075.88</b>
4	<b>Other Income</b>	<b>958.17</b>	<b>1,132.97</b>	<b>688.26</b>	<b>2,818.11</b>	<b>1,982.65</b>	<b>2,568.20</b>
5	<b>Profit before Interest &amp; Exceptional Items (3)+(4)</b>	<b>7,477.09</b>	<b>12,323.43</b>	<b>10,578.85</b>	<b>25,874.97</b>	<b>23,873.92</b>	<b>27,644.08</b>
6	<b>Interest</b>	<b>1.86</b>	<b>6.53</b>	<b>5.44</b>	<b>12.40</b>	<b>9.11</b>	<b>25.11</b>
7	<b>Profit after Interest but before Exceptional Items (5)-(6)</b>	<b>7,475.23</b>	<b>12,316.90</b>	<b>10,554.41</b>	<b>25,862.57</b>	<b>23,864.81</b>	<b>27,618.97</b>
8	<b>Exceptional Items (Refer Note No. 5)</b>	<b>3,142.08</b>			<b>3,142.08</b>		
9	<b>Profit from Ordinary Activities before Tax (7)+(8)</b>	<b>10,617.31</b>	<b>12,316.90</b>	<b>10,554.41</b>	<b>29,004.65</b>	<b>23,864.81</b>	<b>27,618.97</b>
10	<b>Tax Expense</b>						
	a) For Current Tax	3,500.60	3,554.20	3,090.60	9,276.80	7,541.80	8,122.60
	b) For Earlier Years	(0.47)	(133.00)	(58.15)	(133.47)	(451.79)	(451.79)
	c) Deferred Tax Liability/(Asset)	381.18	253.47	438.73	388.19	641.56	1,032.18
	d) Fringe Benefit Tax	(5.41)			(5.41)		(8.02)
	<b>Total Tax Expense (10)</b>	<b>3,875.90</b>	<b>3,674.67</b>	<b>3,471.18</b>	<b>9,526.11</b>	<b>7,731.67</b>	<b>8,594.97</b>
11	<b>Net Profit from Ordinary Activities after Tax (9)-(10)</b>	<b>6,741.41</b>	<b>8,642.23</b>	<b>7,083.23</b>	<b>19,478.54</b>	<b>16,133.14</b>	<b>18,924.00</b>
12	<b>Extraordinary Items</b>						
13	<b>Net Profit for the period (11)+(12)</b>	<b>6,741.41</b>	<b>8,642.23</b>	<b>7,083.23</b>	<b>19,478.54</b>	<b>16,133.14</b>	<b>18,924.00</b>
14	<b>Paid-up equity share capital of Face value of share ₹ 5 each (Face value of share ₹ 10 each as at 31.12.2010)</b>	<b>4,277.76</b>	<b>4,277.76</b>	<b>2,138.89</b>	<b>4,277.76</b>	<b>2,138.89</b>	<b>4,277.76</b>
15	<b>Reserves excluding revaluation reserves</b>						<b>92,430.85</b>
16	<b>Earnings Per Share (EPS) (in ₹) (Restated)</b>						
	(a) Basic and diluted EPS before Extraordinary Items	7.88	10.10	8.28	22.77	18.86	22.12
	(b) Basic and diluted EPS after Extraordinary items	7.88	10.10	8.28	22.77	18.86	22.12
17	<b>Public shareholding</b>						
	- Number of shares	2,21,25,27,428	2,21,25,27,428	55,31,31,857	2,21,25,27,428	55,31,31,857	2,21,25,27,428
	- Percentage of shareholding	25.86	25.86	25.86	25.86	25.86	25.86
18	<b>Promoters and promoter group Shareholding</b>						
	a) Pledged/Encumbered						
	-Number of shares	-	-	-	-	-	-
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	-	-	-	-
	-Percentage of shares (as a % of the total share capital of the company)	-	-	-	-	-	-
	b) Non-encumbered						
	-Number of shares	6,34,29,62,892	6,34,29,62,892	1,58,57,40,673	6,34,29,62,892	1,58,57,40,673	6,34,29,62,892
	-Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00	100.00	100.00	100.00	100.00	100.00
	-Percentage of shares (as a % of the total share capital of the company)	74.14	74.14	74.14	74.14	74.14	74.14

\* Represents consumption of raw materials, stores & spares. \*\* Employees cost shown above is net of allocation to different activities. \*\*\* Also includes depletion, amortisation and impairment loss


**Segment wise Revenue, Results and Capital Employed under Clause 41 of the Listing Agreement**

Sl. No.	Particulars	Unaudited			Unaudited		Audited for the Year ended
		For the Quarter ended			For the Nine months ended		
		31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	
<b>1</b>	<b>Segment Revenue</b>						
	a) Offshore	13,152.29	16,456.42	15,401.96	41,406.71	39,548.09	52,397.38
	b) Onshore	8,681.65 *	6,539.79	5,464.23	19,794.49 *	13,661.63	17,089.80
	<b>Total</b>	<b>21,733.94</b>	<b>22,996.21</b>	<b>20,866.19</b>	<b>61,201.20</b>	<b>53,209.72</b>	<b>69,487.18</b>
	Less: Inter Segment Revenue						
	<b>Net Sales/Income from Operations</b>	<b>21,733.94</b>	<b>22,996.21</b>	<b>20,866.19</b>	<b>61,201.20</b>	<b>53,209.72</b>	<b>69,487.18</b>
<b>2</b>	<b>Segment Result Profit(+)/Loss(-) before tax and interest from each segment</b>						
	a) Offshore	5,411.33	9,308.49	8,654.72	19,586.36	19,230.04	23,674.90
	b) Onshore	4,458.15 *	2,121.24	1,536.75	7,270.72 *	3,280.34	2,468.31
	<b>Total</b>	<b>9,869.48</b>	<b>11,429.73</b>	<b>10,191.47</b>	<b>26,857.08</b>	<b>22,510.38</b>	<b>26,143.21</b>
	Less:						
	i. Interest Payment	1.86	6.53	6.44	12.40	9.11	25.11
	ii. Other unallocable expenditure net of unallocable income.	(749.69)	(893.70)	(368.38)	(2,159.97)	(1,363.64)	(1,500.87)
	<b>Profit before Tax</b>	<b>10,617.31</b>	<b>12,316.90</b>	<b>10,554.41</b>	<b>29,004.65</b>	<b>23,864.81</b>	<b>27,618.97</b>
<b>3</b>	<b>Capital Employed (Segment Assets - Segment Liabilities)</b>						
	a) Offshore	40,612.55	42,245.78	37,679.34	40,612.55	37,679.34	36,778.41
	b) Onshore	24,495.00	25,418.36	24,166.72	24,495.00	24,166.72	23,110.90
	<b>Total</b>	<b>65,007.55</b>	<b>67,664.14</b>	<b>61,846.06</b>	<b>65,007.55</b>	<b>61,846.06</b>	<b>59,889.31</b>
	Unallocated Corporate Assets less Liabilities	51,999.57	42,601.68	33,613.36	51,999.57	33,613.36	37,615.12
	<b>Grand Total</b>	<b>1,17,007.12</b>	<b>1,10,266.82</b>	<b>95,459.42</b>	<b>1,17,007.12</b>	<b>95,459.42</b>	<b>97,504.43</b>

\* Includes ₹ 3,142 Crore being an exceptional item (Refer Note No. 5)

**Notes:**

OIL &amp; NATURAL GAS CORPORATION LIMITED

- The above results have been reviewed and recommended by the Audit & Ethics Committee and approved by the Board of Directors in its meeting held on 8<sup>th</sup> February, 2012.
- The Limited Review of the Unaudited Financial Results for the Quarter and Nine Months ended 31<sup>st</sup> December, 2011 has been carried out by the Statutory Auditors of the Company as required under Clause 41 of the Listing Agreement. This report does not have any observation which needs to be explained.
- In terms of the decision of the Government of India, the Company has shared under-recoveries of Oil Marketing Companies for the quarter ended on 31<sup>st</sup> December, 2011 by allowing discount in the prices of Crude Oil, PDS Kerosene and Domestic LPG based on the provisional rates of discount communicated by Petroleum Planning and Analysis Cell. The impact of this on profitability is as under:-

(₹ in Crore)

Decrease in	For the Quarter ended			For the Nine Months ended		For the Year ended
	31.12.2011	30.09.2011	31.12.2010	31.12.2011	31.12.2010	31.03.2011
Gross Revenue	12,536	5,713	4,222	30,296	12,757	24,892
Profit before tax	10,616	4,850	3,599	25,649	10,902	21,334
Profit after tax	7,172	3,276	2,404	17,327	7,281	14,247

- The Board of Directors had declared an interim dividend of ₹ 6.25 per share (125%) amounting to ₹ 5,347.18 Crore in its meeting held on 4<sup>th</sup> January, 2012 which has since been paid.
- Pursuant to the finalization of the agreement between ONGC, Cairns Energy Plc, Vedanta Resources Plc and their associates during this quarter, the royalty paid by ONGC in respect of RJ-ON-90/1 Block has been treated as contract cost eligible for cost recovery. As a result, an income of ₹ 3,142 Crore received from M/s Cairn India Ltd. towards Royalty paid for the period August 2009 to September 2011 has been disclosed as an exceptional item. Further, for the period October 2011 to December 2011, an amount of ₹ 627 Crore has been accounted for as Sales as per the Entitlement Interest.
- Information on investors' complaints pursuant to Clause 41 of Listing Agreement for the quarter ended 31<sup>st</sup> December, 2011:

	Opening Balance	Additions	Disposals	Closing Balance
No. of complaints	0	660	660	0

These exclude investors' complaints regarding the offer for sale upto 10% of equity shares of the Company made by the Government of India in March 2004, which are being attended to by the Registrar to the issue appointed by the Government of India.

Previous period's figures have been regrouped/ reclassified wherever considered necessary.

By order of the Board

(Sudhir Vasudeva)

Chairman &amp; Managing Director

Place: Mumbai

Date: 8<sup>th</sup> February, 2012