ESSAR OIL LIMITED

Regd Office: Khambhalia Post, Post Box No. 24, Dist. Jamnagar - 361 305, Gujarat. E-mail: eolinvestors@essar.com Standalone Unaudited Financial Results for the Quarter and Year ended on 31st March, 2008

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended on		Year ended on	
INO.		31.03.2008 (Unaudited)	31.03.2007 (Unaudited)	31.03.2008 (Unaudited)	31.03.2007 (Audited)
1	Net Sales / Income from operations	47.46	265.27	562.42	473.98
2	Other Income	1.61	2.90	14.37	10.39
3	Total Income (1+2)	49.07	268.17	576.79	484.37
4	Expenditure				
	a) (Increase)/ Decrease in Stock in trade	18.66	21.00	98.92	(96.86)
	b) Purchases of Trading Goods	31.13	240.90	492.36	566.70
	c) Employees Cost	0.56	0.48	2.29	12.32
	d) Bad Debts written off	-	-	-	-
	d) Selling and distribution expenses	1.39	1.00	4.90	35.41
	e) Depreciation / Amortisation	0.72	1.07	2.52	4.51
	f) Other Expenditure	5.61	1.22	17.47	14.32
	g) Total expenditure	58.07	265.67	618.46	536.40
5	Interest	1.99	1.38	2.01	2.52
6	Profit / (Loss) before tax (3)-(4+5)	(10.99)	1.12	(43.68)	(54.55)
7	Tax Expenses	` '		` ′	
	a) Income Tax (Including deferred tax)	(2.09)	-	(2.09)	12.35
	b) Fringe Benefit Tax	(0.42)	0.13	0.06	0.59
8	Profit / (Loss) for the period (6-7)	(8.48)	0.99	(41.65)	(67.49)
9	Paid up Equity Share Capital	1,173.76	1,139.53	1,173.76	1,139.53
	(Face Value : Rs. 10/- per Share)				
10	Reserves excluding Revaluation Reserves as per previous accounting year				1,649.61
11	Earnings Per Share (EPS)(In Rupees) - Basic EPS (Not Annualised)*	(0.07)*	*Less than 0.01	(0.36)	(0.61)
	- Diluted EPS (Not Annualised)*	(0.07)*	*Less than 0.01	(0.36)	(0.61)
12	Public shareholding:	(0.07)		(0.00)	(0.01)
	Number of Shares	137,162,440	137,162,440	137,162,440	137,162,440
	Percentage of shareholding	11.69%	12.04%	11.69%	12.04%

Sr. Particulars Quarter En		Segment wise Revenue, Results & Capital Employed :								
31.03.2008 (Unaudited) 31.03.208 (Unaudited) 31.03	Quarter Ended on		Year ended on							
Marketing of Petroleum Products	31.03.2007 (Unaudited)	31.03.2008 (Unaudited)	31.03.2007 (Audited)							
2 Segment Results (7.95) Marketing of Petroleum Products (7.95) Exploration & Production activities (0.92) Others / Unallocated Total Less: Interest Expense 1.99 Less: Provision for doubtful recovery / write off 0.45 Add: Interest Income 0.17 Add: Write back of old liabilities 0.57	267.13 - 0.21 267.34 0.20	3.88 2.25 4 578.79	0.76							
Less: Provision for doubtful recovery / write off Add: Interest Income 0.17 Add: Write back of old liabilities 0.57	1.77 0.20 (0.63) 1.34	(44.44) 0.10 (3.58) 4 (47.92)	(48.73) (0.84)							
3 Capital Employed (Segment Assets-Segment Liabilities) Refinery (Under Trial runs/Construction) Marketing of Petroleum Products Exploration & Production activities Others / Unallocated	1.38 - 1.03 - 0.99	0.45 5.66 0.98	4.35 0.03 (55.14) 10,886.59 (43.56) 89.72							

NOTES:

- 1 During the current quarter, integrated trial runs of the Refinery were initiated following erection of all the units. Accordingly, all expenses and income of trial runs are treated as part of Expenditure During Construction for ultimate capitalisation as per the Guidance Note on Expenditure During Construction Period issued by the Institute of Chartered Accountants of India. The results of the quarter mainly relate to the trading operations of the Company.
- 2 The continued policy of the Government of maintaining the retail outlet prices below cost despite steep increase in the product prices internationally, has increased the under-recoveries. The Company has therefore increased its retail outlet selling prices over the PSU retail outlet selling prices to reduce the under-recoveries. This has adversely affected the trading operations.
- 3 During the quarter, the Company allotted 34,227,018 equity shares of Rs.10-/ each at a premium of Rs.190.00 per share, represented by 223,706 Global Depository Shares (GDS) (with each GDS representing 153 underlying equity shares of the Company) to Essar Energy Holdings Limited, Mauritius. As at March 31, 2008, the unutilised balance of GDS proceeds amounting to Rs 23.86 crores is lying in bank fixed deposits Rs 16 crores and in bank current accounts Rs. 7.87 crores.
- 4 The Company has adopted Accounting Standard 15 on 'Employee Benefits' applicable w.e.f. 1.4.2007. Further, all outstanding derivatives on the balance sheet date are marked -to-market. Neither of these changes in the accounting policies has any significant impact on the results.
- 5 Previous periods' figures have been regrouped/rearranged, wherever considered necessary.
- 6 Investor complaints: Pending as on 1st Jan, 2008 71, received during the quarter 1477, disposed-of 1445, balance pending as on 31st March, 2008 103.
- 7 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 26th April, 2008 at Mumbai. The results have been subjected to a limited review by the Statutory Auditors.

By Order of the Board For Essar Oil Limited

Place : Mumbai Naresh Nayyar
Date : 26th April, 2008 Managing Director