

ESSAR OIL LIMITED

Regd Office : Khambhalia Post, Post Box No. 24, Dist. Jamnagar - 361 305, Gujarat. E-mail : eoinvestors@essar.com
Unaudited Financial Results (Provisional) for the Quarter ended 30th June, 2007

(Rs. in Crores)

Sr. No.	Particulars	Quarter ended on		12 Months ended on
		30.06.2007 (Unaudited)	30.06.2006 (Unaudited)	31.03.2007 (Unaudited as last published)
1	Net Sales / Income from operations	191.33	40.26	470.17
2	Other Income / (Loss)	6.62	1.40	10.51
3	Total Expenditure			
	a) (Increase)/ Decrease in Stock of trading goods	(28.81)	3.21	(15.84)
	b) Purchases of Trading Goods	227.37	38.05	478.09
	c) Staff Costs	0.56	5.71	12.46
	d) Selling and distribution expenses	1.22	15.67	35.64
	e) Other Expenditure	1.65	2.37	10.00
4	Interest and Finance Charges	1.17	2.26	10.41
5	Depreciation / Amortisation	0.29	1.14	4.52
6	Profit / (Loss) before tax (1+2-3-4-5)	(5.50)	(26.75)	(54.60)
7	Provision for Taxation			
	a) Income Tax	-	0.39	0.39
	b) Fringe Benefit Tax	0.17	0.09	0.59
8	Net Profit / (Loss) (6-7)	(5.67)	(27.23)	(55.58)
9	Paid up Equity Share Capital (Face Value : Rs. 10/- per Share)	1,139.53	1,083.58	1,139.53
10	Reserves (excluding Revaluation Reserves) of previous accounting year			1,659.75
11	EPS (In Rupees) (not annualised) *			
	- Basic	*(0.05)	*(0.25)	(0.50)
	- Diluted	*(0.05)	*(0.25)	(0.50)
12	Aggregate of Public shareholding:			
	Number of Shares	137,162,440	137,163,240	137,163,240
	Percentage of shareholding	12.04%	12.66%	12.04%

Segment wise Revenue, Results & Capital Employed :

Sr. No.	Particulars	Quarter Ended on		12 Months ended on
		30.06.2007 (Unaudited)	30.06.2006 (Unaudited)	31.03.2007 (Unaudited as last published)
1	Segment Revenue			
	Marketing of Petroleum Products	196.87	40.56	476.51
	Others / Unallocated	0.19	0.19	0.78
	Total Segment revenue	197.06	40.75	477.29
	Less : Inter-segment sales	0.36	0.13	0.80
	Total	196.70	40.62	476.49
2	Segment Results- Profit / (Loss) before Income Tax and Interest			
	Marketing of Petroleum Products	(5.78)	(25.99)	(49.22)
	Exploration & Production activities	-	-	(0.84)
	Others / Unallocated	(0.60)	(1.25)	(6.86)
	Total	(6.38)	(27.24)	(56.92)
	Less: Interest Expense	0.54	0.64	2.46
	Add : Interest Income	1.25	1.04	4.19
	Total Profit / (Loss) before Income Tax	(5.67)	(26.84)	(55.19)
3	Capital Employed (Segment Assets-Segment Liabilities)			
	Refinery (Under Trial runs/Construction)	10,648.81	8,511.90	11,232.76
	Marketing of Petroleum Products	(11.64)	(9.99)	29.29
	Exploration & Production activities	89.14	67.46	80.07
	Others / Unallocated	393.73	138.05	152.85
	Total	11,120.04	8,707.42	11,494.97

NOTES :

- 1 During the quarter, the construction work on balance units of the Refinery project continued. Expenses and income of the trial run of the some of the units are treated as part of Expenditure During Construction for ultimate capitalization as per the Guidance Note on 'Treatment of Expenditure during Construction period' issued by the Institute of Chartered Accountants of India. The results for the quarter relate to the trading operation of the Company.
- 2 In alignment with the basis of valuation of Refinery inventory, the Company has changed the basis for determining the cost of inventory of traded petroleum products from 'First In First Out' to 'Weighted Average' w.e.f. from 1st April, 2006. This has resulted in an increase of loss for the quarters ended June 2006, June 2007 and for the year ended March 2007 by Rs. 0.23 crores, Rs. 0.53 crores and Rs. 0.11 crores respectively. In line with the listing agreement, figures for the quarter ended June 2006 has been recast to make it comparable with current quarter results.
- 3 The Company has during the quarter, pursuant to AS15 (Revised), estimated and provided for "Employees benefits". Additional liability for the period prior to 1st April, 2007 will be adjusted from opening General Reserve.
- 4 Previous periods' figures have been regrouped/rearranged wherever considered necessary.
- 5 Investor complaints: Pending as on 1st April, 2007 - 156, received during the quarter - 967, disposed-off - 998, balance pending as on 30th June, 2007 - 125.
- 6 The above results were taken on record by the Board of Directors of the Company at its meeting held on 25th July, 2007 at Mumbai. The results are subject to limited review by the Statutory Auditors.

**By Order of the Board
For Essar Oil Limited**

Place : Mumbai
Date : 25th July, 2007

**H. L. Mundra
Deputy Managing Director & Director
(Finance)**