

## ESSAR OIL LIMITED

Regd Office : Khambhalia Post, Post Box No. 24, Dist. Jamnagar - 361 305, Gujarat. E-mail : eolinvestors@essar.com  
Unaudited Financial Results for the Quarter and Half Year ended on 30th September, 2007

(Rs. in Crores)

| Sr. No. | Particulars   | Quarter ended on          |                           | Half year ended on        |                           | 12 Months ended on      |
|---------|---|---------------------------|---------------------------|---------------------------|---------------------------|-------------------------|
|         |   | 30.09.2007<br>(Unaudited) | 30.09.2006<br>(Unaudited) | 30.09.2007<br>(Unaudited) | 30.09.2006<br>(Unaudited) | 31.03.2007<br>(Audited) |
| 1       | Net Sales / Income from operations                                      | 176.60                    | 27.43                     | 367.93                    | 67.69                     | 473.98                  |
| 2       | Other Income  | 3.65                      | 2.59                      | 10.27                     | 3.99                      | 10.39                   |
| 3       | <b>Total Income (1+2)</b>   | 180.25                    | 30.02                     | 378.20                    | 71.68                     | 484.37                  |
| 4       | Expenditure   |                           |                           |                           |                           |                         |
|         | a) (Increase)/ Decrease in Stock in trade                               | (0.68)                    | 19.60                     | 51.60                     | 22.57                     | (96.86)                 |
|         | b) Purchases of Trading Goods   | 188.50                    | 8.53                      | 334.81                    | 46.59                     | 562.94                  |
|         | c) Employees Cost   | 0.52                      | 5.72                      | 1.10                      | 11.43                     | 12.32                   |
|         | d) Selling and distribution expenses                                    | 1.08                      | 17.81                     | 2.28                      | 33.47                     | 35.41                   |
|         | e) Depreciation / Amortisation  | 0.73                      | 1.14                      | 1.02                      | 2.28                      | 4.51                    |
|         | f) Other Expenditure  | 4.09                      | 6.00                      | 6.86                      | 9.80                      | 15.90                   |
|         | g) Total expenditure  | 194.24                    | 58.80                     | 397.67                    | 126.14                    | 534.22                  |
| 5       | Interest  | (0.01)                    | 0.76                      | 0.02                      | 1.59                      | 4.71                    |
| 6       | <b>Profit / (Loss) before tax (3)-(4+5)</b>                             | (13.98)                   | (29.54)                   | (19.49)                   | (56.05)                   | (54.56)                 |
| 7       | Tax Expenses  |                           |                           |                           |                           |                         |
|         | a) Income Tax   | -                         | -                         | -                         | 0.39                      | 12.35                   |
|         | b) Fringe Benefit Tax   | 0.11                      | 0.16                      | 0.28                      | 0.25                      | 0.59                    |
| 8       | <b>Profit / (Loss) for the period (6-7)</b>                             | (14.09)                   | (29.70)                   | (19.77)                   | (56.69)                   | (67.50)                 |
| 9       | Paid up Equity Share Capital<br>(Face Value : Rs. 10/- per Share)       | 1,139.53                  | 1,083.58                  | 1,139.53                  | 1,083.58                  | 1,139.53                |
| 10      | Reserves excluding Revaluation Reserves as per previous accounting year |                           |                           |                           |                           | 1,649.61                |
| 11      | Earnings Per Share (EPS) -Basic and diluted EPS ( Not Annualised)*      | *(0.12)                   | *(0.27)                   | *(0.17)                   | *(0.52)                   | (0.61)                  |
| 12      | Public shareholding:  |                           |                           |                           |                           |                         |
|         | Number of Shares  | 137,162,440               | 137,163,240               | 137,162,440               | 137,163,240               | 137,162,440             |
|         | Percentage of shareholding  | 12.04%                    | 12.66%                    | 12.04%                    | 12.66%                    | 12.04%                  |

### Segment wise Revenue, Results & Capital Employed :

| Sr. No. | Particulars  | Quarter Ended on          |                           | Half year ended on        |                           | 12 Months ended on      |
|---------|--|---------------------------|---------------------------|---------------------------|---------------------------|-------------------------|
|         |  | 30.09.2007<br>(Unaudited) | 30.09.2006<br>(Unaudited) | 30.09.2007<br>(Unaudited) | 30.09.2006<br>(Unaudited) | 31.03.2007<br>(Audited) |
| 1       | <b>Segment Revenue</b>   |                           |                           |                           |                           |                         |
|         | Marketing of Petroleum Products  | 177.87                    | 28.85                     | 374.73                    | 69.33                     | 480.01                  |
|         | Exploration & Production activities                                    | 1.26                      | -                         | 1.26                      | -                         | -                       |
|         | Others / Unallocated   | 1.09                      | 0.19                      | 1.27                      | 0.38                      | 0.76                    |
|         | <b>Total</b>   | 180.22                    | 29.04                     | 377.26                    | 69.71                     | 480.77                  |
|         | Less : Inter-segment Revenue   | 2.41                      | 0.04                      | 2.77                      | 0.18                      | 0.78                    |
|         | <b>Net Sales / Income from Operations</b>                              | 177.81                    | 29.00                     | 374.49                    | 69.53                     | 479.99                  |
| 2       | <b>Segment Results- Profit / (Loss) before Income Tax and Interest</b> |                           |                           |                           |                           |                         |
|         | Marketing of Petroleum Products  | (16.22)                   | (25.73)                   | (22.00)                   | (51.18)                   | (48.74)                 |
|         | Exploration & Production activities                                    | 0.03                      | (0.84)                    | 0.03                      | (0.84)                    | (0.84)                  |
|         | Others / Unallocated   | (0.35)                    | (3.39)                    | (1.49)                    | (4.84)                    | (6.93)                  |
|         | <b>Total</b>   | (16.54)                   | (29.96)                   | (23.46)                   | (56.86)                   | (56.51)                 |
|         | Less: Interest Expense   | (0.01)                    | 0.76                      | 0.02                      | 1.59                      | 2.52                    |
|         | Less: Provision for doubtful recovery                                  | -                         | -                         | -                         | -                         | 0.50                    |
|         | Add : Interest Income  | 2.44                      | 1.02                      | 3.71                      | 2.15                      | 4.35                    |
|         | Add : Write back of old liabilities                                    | -                         | -                         | -                         | -                         | 0.03                    |
|         | <b>Total Profit / (Loss) before Income Tax</b>                         | (14.09)                   | (29.70)                   | (19.77)                   | (56.30)                   | (55.15)                 |
| 3       | <b>Capital Employed (Segment Assets-Segment Liabilities)</b>           |                           |                           |                           |                           |                         |
|         | Refinery (Under Trial runs/Construction)                               |                           |                           | 11,354.22                 | 9,929.33                  | 10,886.59               |
|         | Marketing of Petroleum Products  |                           |                           | 67.17                     | (9.89)                    | (43.56)                 |
|         | Exploration & Production activities                                    |                           |                           | 95.57                     | 86.05                     | 89.72                   |
|         | Others / Unallocated   |                           |                           | 245.35                    | 133.28                    | 166.73                  |
|         |  |                           |                           | 11,762.31                 | 10,138.77                 | 11,099.48               |

#### NOTES :

- During the current period, the trial runs of some of the units and construction / installation of other units of the integrated Refinery Project continued. Accordingly, all expenses and income of trial run production and the related marketing infrastructure and other expenses 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 of the quarter mainly relates to trading operations of the Company and also includes a revenue of Rs 1.26 crores arising from commencement of sale of crude oil from one of its E&P blocks.
- Previous periods' figures have been regrouped/rearranged, wherever considered necessary.
- Investor complaints: Pending as on 1st July, 2007 - 125, received during the quarter - 867, disposed-off - 881, balance pending as on 30th September, 2007 - 111.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 31st October, 2007 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  
Date : 31st October, 2007

Naresh Nayyar  
Managing Director