

भारत पेट्रोलियम कॉर्पोरेशन लिमिटेड

भारत सरकार का उपक्रम
कोच्चि रिफ़ाइनरी



BHARAT PETROLEUM CORPORATION LIMITED

A Govt. of India Enterprise

Kochi Refinery

Sec.3.4.1(L)

29th October 2018

The Secretary,
BSE Ltd.,
PhirozeJeejeebhoy Towers,
Dalal Street,
Mumbai 400 001
BSE Scrip Code: 500547

The Secretary,
National Stock Exchange of India Ltd.,
Exchange Plaza, Plot No C/1,
G Block, Bandra-KurlaComplex,
Mumbai 400051
NSE Symbol : BPCL

Dear Sir/Madam,

Sub: Unaudited Financial Results(Provisional) for the quarter and half year ended 30th September 2018

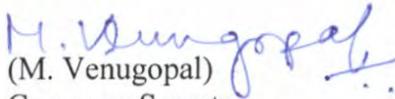
The statement of Unaudited Financial Results (Provisional) for the quarter and half year ended 30thSeptember, 2018 of BPCL has been taken on record by our Board of Directors at its meeting held on 29thOctober, 2018 and the same has been signed by the Chairman & Managing Director. A copy of the said statement along with Limited Review Report of the Auditors is enclosed as Annexure as required under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

You were also advised of the date of the above Board Meeting vide our letter dated 19thOctober 2018 and the notice of the above meeting was published in the newspapers accordingly.

The meeting of Board of Directors commenced at 1.30 p.m. and concluded at 8.30 p.m.

Thanking You,

Yours faithfully,
For Bharat Petroleum Corporation Limited


(M. Venugopal)
Company Secretary

Encl.: A/a.

पोस्ट बैग नं.: 2, अम्बलमुगल - 682 302 एरणाकुलम ज़िला, केरल. दूरभाष : 0484 - 2722061-69 फ़ैक्स : 0484 - 2720855/6
पंजीकृत कार्यालय : भारत भवन, 4 & 6, करीमभाय रोड, बेलार्ड इस्टेट, पी.बी.नं. 688, मुंबई - 400 001

Post Bag No. 2, Ambalamugal - 682 302, Emakulam Dist, Kerala. Phone : 0484 - 2722061-69, Fax : 0484 - 2720855/6
Registered Office : Bharat Bhavan, 4 & 6, Currimbhoy Road, Ballard Estate, P.B. No. 688, Mumbai - 400 001

GIN : L23220MH1952 G01008931

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER 2018

Particulars	Unaudited					Audited
	Quarter ended 30.09.2018	Quarter ended 30.06.2018	Quarter ended 30.09.2017	Half year ended 30.09.2018	Half year ended 30.09.2017	Year ended 31.03.2018
₹ in Crore						
A. FINANCIAL PERFORMANCE						
Income						
I. Revenue from operations (Refer Note 4 & 10)	82,884.82	82,430.93	64,133.01	1,65,315.75	1,30,907.43	2,77,162.23
II. Other income	538.01	548.03	794.70	1,086.04	1,443.23	3,010.88
III. Total Income (I + II)	83,422.83	82,978.96	64,927.71	1,66,401.79	1,32,350.66	2,80,173.11
IV. Expenses						
Cost of materials consumed	30,968.44	28,688.50	17,428.52	59,656.94	34,587.56	81,467.45
Purchase of stock-in-trade	35,649.35	35,938.71	29,192.81	71,588.06	61,329.15	1,25,462.73
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,524.50)	(2,304.22)	(1,001.19)	(4,828.72)	1,457.72	320.60
Excise Duty	10,593.00	10,734.20	10,802.11	21,327.20	20,442.68	40,849.13
Employee Benefits Expense	950.31	875.06	888.65	1,825.37	1,697.32	3,430.98
Finance costs	327.64	301.84	234.81	629.48	413.67	833.25
Depreciation and Amortization Expense	757.10	739.16	640.60	1,496.26	1,229.80	2,648.48
Other Expenses	4,828.78	4,623.45	3,288.82	9,452.23	6,616.62	13,962.48
Total Expenses (IV)	81,550.12	79,596.70	61,475.13	1,61,146.82	1,27,784.52	2,68,975.10
V. Profit Before Tax (III - IV)	1,872.71	3,382.26	3,452.58	5,254.97	4,566.14	11,198.01
VI. Tax expense:						
1. Current Tax	397.00	662.00	655.00	1,059.00	877.00	2,110.00
2. Deferred Tax	257.00	427.00	443.00	684.00	590.00	1,434.66
3. Short/(Excess) provision of earlier years	-	-	(2.82)	-	(2.82)	(265.99)
Total Tax Expense (VI)	654.00	1,089.00	1,095.18	1,743.00	1,464.18	3,278.67
VII. Profit for the period (V- VI)	1,218.71	2,293.26	2,357.40	3,511.97	3,101.96	7,919.34
VIII. Other Comprehensive Income (OCI)						
(a) Items that will not be reclassified to profit or loss	55.64	57.87	228.70	113.51	67.86	26.00
(b) Income tax related to items that will not be reclassified to profit or loss	(14.02)	(23.74)	(22.55)	(37.76)	(11.79)	(16.89)
Total Other Comprehensive Income (VIII)	41.62	34.13	206.15	75.75	56.07	9.11
IX. Total Comprehensive Income for the period (VII+VIII)	1,260.33	2,327.39	2,563.55	3,587.72	3,158.03	7,928.45
X. Paid up Equity Share Capital (Face value ₹ 10 each) (Refer Note 7)	1,966.88	1,966.88	1,966.88	1,966.88	1,966.88	1,966.88
XI. Other Equity excluding revaluation reserves				33,684.27	30,609.37	32,185.12
XII. Basic and Diluted Earnings Per Share (₹ per share) (Face value ₹10) (Not annualised) (Refer Note 7)	6.20	11.66	11.99	17.86	15.77	40.26
B. PHYSICAL PERFORMANCE						
1. Crude Throughput (MMT)	7.57	7.74	7.00	15.31	13.42	28.54
2. Market Sales (MMT)	10.08	10.97	9.79	21.05	19.83	41.21
3. Sales Growth (%)	2.96	9.26	9.63	6.15	6.27	9.37
4. Export Sales (MMT)	0.51	0.31	0.58	0.82	1.07	1.99



STATEMENT OF ASSETS AND LIABILITIES AS AT 30th SEPTEMBER 2018

Particulars	₹ in Crore	
	Unaudited	Audited
	As at 30.09.2018	As at 31.03.2018
I. ASSETS		
A. Non-current Assets		
(a) Property, Plant and Equipment	44,497.76	42,775.79
(b) Capital work-in-progress	5,363.73	4,043.71
(c) Investment Property	0.25	0.26
(d) Other Intangible assets	201.54	201.84
(e) Intangible assets under development	367.21	363.83
(f) Investments in Subsidiaries, Joint Ventures and Associates	9,965.88	10,144.19
(g) Financial Assets		
(i) Investments	689.36	681.21
(ii) Loans	3,991.81	3,091.38
(iii) Other financial assets	69.49	45.39
(h) Income Tax Assets (Net)	283.45	405.25
(i) Other non-current assets	1,828.78	1,571.28
Total Non-current assets	67,259.26	63,324.13
B. Current Assets		
(a) Inventories	27,510.96	20,873.75
(b) Financial Assets		
(i) Investments	4,834.84	4,995.18
(ii) Trade receivables	6,734.82	5,152.60
(iii) Cash and cash equivalents	1,951.40	75.73
(iv) Bank Balances other than Cash and cash equivalents	12.80	12.34
(v) Loans	71.99	70.95
(vi) Other financial assets	4,373.64	4,579.13
(c) Current Tax Assets (Net)	0.60	23.73
(d) Other current assets	846.24	1,098.07
Total Current Assets	46,337.29	36,881.48
C. Assets held for sale	13.42	16.93
TOTAL ASSETS (A+B+C)	1,13,609.97	1,00,222.54
II. EQUITY AND LIABILITIES		
A. Equity		
(a) Equity Share Capital (Refer Note 7)	1,966.88	1,966.88
(b) Other Equity	33,684.27	32,185.12
Total Equity	35,651.15	34,152.00
B. Liabilities		
(1) Non-current liabilities		
(a) Financial Liabilities		
(i) Borrowings	15,622.64	14,758.22
(ii) Other financial liabilities	57.21	58.40
(b) Provisions	1,377.25	1,366.19
(c) Deferred tax liabilities (net)	5,677.28	4,953.26
(d) Other non-current liabilities	198.64	142.36
Total Non-current liabilities	22,933.02	21,278.43
(2) Current Liabilities		
(a) Financial liabilities		
(i) Borrowings	7,832.91	8,093.01
(ii) Trade payables	17,039.85	13,063.84
(iii) Other financial liabilities	19,386.53	17,925.41
(b) Other Current Liabilities	8,497.47	4,051.51
(c) Provisions	2,030.39	1,515.16
(d) Current Tax Liabilities (Net)	238.65	139.18
Total Current Liabilities	55,025.80	44,792.11
Total Liabilities	77,958.82	66,070.54
TOTAL EQUITY AND LIABILITIES (A+B)	1,13,609.97	1,00,222.54



Notes:

1. The Auditors have completed limited review of the financial results of the Corporation for the quarter and half year ended 30th September 2018 and the above results have been reviewed and recommended by the Audit Committee at its meeting held on 29th October 2018 before submission to the Board.
2. The market sales for the half year ended 30th September 2018 was higher at **21.05 MMT** when compared to 19.83 MMT achieved during the corresponding period of previous year. Increase is mainly in MS-Retail: 5.48%, HSD-Retail: 2.68%, LPG: 8.16% and ATF: 20.23%.
3. The Average Gross Refining Margin (GRM) for the half year ended 30th September 2018 is **6.52 USD per barrel** (April - September 2017: 6.48 USD per barrel). The Average Gross Refining Margin (GRM) for the quarter ended 30th September 2018 is **5.57 USD per barrel** (July - September 2017: 7.97 USD per barrel).
4. The Corporation has accounted compensation towards sharing of under-recoveries on sale of sensitive petroleum products of **₹ 496.78 crores** by way of subsidy for the current period (April - Sept 2017: ₹ 319.90 crores) as Revenue from operations and Nil under-recovery has been absorbed by the Corporation on this account during the reported periods.
5. Other Expenses for the half year ended 30th September 2018 includes **₹ 1,635.28 crores** (April - September 2017: ₹ 58.78 crores) towards loss on account of foreign currency transactions and translations.
6. The Corporation has created adequate security with respect to its secured listed non-convertible debt security.
7. Shares held under "BPCL Trust for Investments in shares" of face value **₹ 202.37 crores** have been netted off from paid-up equity share capital. The net share capital is considered for computing Earnings Per Share (EPS).
8. Other Disclosures as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Sl No.	Particulars	Half year ended 30.09.2018	Half year ended 30.09.2017	Year ended 31.03.2018
1	Credit Rating	CRISIL AAA (Stable) CARE AAA (Stable)	CRISIL AAA (Stable) CARE AAA (Stable)	CRISIL AAA (Stable) CARE AAA (Stable)
2	Asset Cover available for debt securities [^]	1.55 times	1.55 times	1.55 times
3	Debt Equity Ratio	0.67:1	0.56:1	0.68:1
4	Debt Service Coverage Ratio (Earnings before interest and tax + Depreciation) / (Finance cost + Long term debt payment)	7.68 times	9.10 times	4.81 times
5	Interest Service Coverage Ratio (Earnings before interest and tax + Depreciation) / (Finance cost)	11.73 times	15.01 times	17.62 times
6	Outstanding Redeemable Preference Shares	Nil	Nil	Nil
6	Debenture Redemption Reserve	₹ 1,372.18 crores	₹ 947.23 crores	₹ 1,108.56 crores
7	Net Worth (Equity share capital + Other Equity)	₹ 35,651.15 crores	₹ 32,576.25 crores	₹ 34,152.00 crores
8	Outstanding Debt	₹ 23,954.99 crores	₹ 18,191.33 crores	₹ 23,350.67 crores

[^] 7.35% Non- Convertible Debenture - 2022 (ISIN- INE029A07075) face value of ₹ 550 crores redeemable on 10th March 2022 were secured by first legal mortgage on fixed assets of the company valued at ₹ 850 crores mainly Plant and Machinery at Mumbai Refinery.



9.	The details of Interest/Principal payment and due date in respect of Non-Convertible debt securities is given below:					
	Bonds / Debentures	Previous Due Date			Next Due Date	
		Interest	Principal	Status	Interest	Principal
	7.35% Secured Non-Convertible Debentures 2022	10-Sep-2018 (₹ 20.21 crores)	-	Paid on Due Date	10-Mar-2019 (₹ 20.21 crores)	10-Mar-2022 (₹ 550 crores)
	7.69% Unsecured Non-Convertible Debentures 2023	NA	NA	NA	16-Jan-19 (₹ 57.68 crores)	16-Jan-23 (₹ 750 crores)
10.	Goods and Services Tax (GST) has been implemented w.e.f 01.07.2017 wherein some of the petroleum products have come under its ambit. Accordingly, GST is being levied on these products as against Excise Duty applicable hitherto. Since, excise duty is included in revenue and GST is not included in revenue, thus to ensure comparability, revenue excluding excise duty on GST applicable products in respect of the reported periods is given below:					
	Particulars	Half year ended (₹ in crores)		Year ended (₹ in crores)		
		30.09.2018	30.09.2017	31.03.2018		
	Revenue from operations (gross)	1,65,315.75	1,30,907.43	2,77,162.23		
	Less: Excise Duty	NA	(516.08)	(516.08)		
	Revenue from operations (net)	1,65,315.75	1,30,391.35	2,76,646.15		
11.	Ministry of Corporate Affairs had approved the merger of wholly owned subsidiary Petronet CCK Limited (PCCKL) with the Corporation and the communication to that effect was received on 31.05.2018. Both PCCKL and the Corporation have filed the MCA order with Registrar of Companies on 01.06.2018 and PCCKL stands merged with the Corporation w.e.f. 01.06.2018. The appointed date of merger is 01.04.2017. The impact of the merger in the comparative periods are not significant.					
12.	Effective 1 st April, 2018, the Corporation has adopted Ind AS 115 "Revenue from Contracts with Customers" using the retrospective cumulative effect method. The adoption of this standard does not have any material impact on the above results.					
13.	The above results are in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013, read with the relevant rules issued thereunder and other accounting principles generally accepted in India.					
14.	The corporation operates in a single segment viz. downstream petroleum sector. As such reporting is done on a single segment basis.					
15.	Figures relating to corresponding periods have been regrouped/reclassified wherever necessary to conform to current period figures.					

The above unaudited results of Bharat Petroleum Corporation Limited for the quarter and half year ended 30th September 2018 have been approved by the Board at its meeting held on 29th October 2018.

For and on behalf of the Board of Directors

Place: Kumarakom
Date: 29th October 2018



D. Rajkumar

D. Rajkumar
Chairman and Managing Director
DIN: 00872597



Borkar & Muzumdar

Chartered Accountants

21/168, Anand Nagar Om C.H.S.,
Anand Nagar Lane, Vakola,
Santacruz- East, Mumbai - 400 055.

CVK & Associates

Chartered Accountants

2, Samarth Apartments, Ground Floor,
D.S. Babrekar Road, Off Gokhale Road
(North), Dadar (W), Mumbai-400 028.

Limited Review Report on the Unaudited Standalone Financial Results of Bharat Petroleum Corporation Limited for the Quarter and half year ended on September 30, 2018 pursuant to the Regulation 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015.

To the Board of Directors

Bharat Petroleum Corporation Limited

Introduction

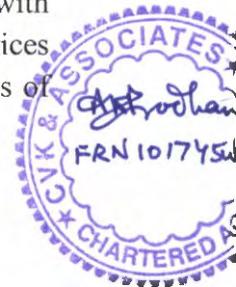
1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of **Bharat Petroleum Corporation Limited** ('the Company') for the quarter and half year ended on September 30, 2018, prepared by the Company pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016 except the disclosures regarding (a) Physical Performance disclosed in para B of the statement and (b) Average Gross Refining Margin stated in Note No 3 of the Statement.
2. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

Scope of Review

3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Conclusion

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with applicable Indian Accounting Standards and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of



Regulation 33 and 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Borkar & Muzumdar

Chartered Accountants
Firm Reg. No. 101569W



Devang Vaghani
Partner
Membership No. 109386



For CVK & Associates

Chartered Accountants
Firm Reg. No 101745W



A.K. Pradhan
Partner
Membership No. 032156

Place : Kumarakom

Date : October 29, 2018