INDIANOIL (MAURITIUS) LTD

INCOME STATEMENT FOR THE YEAR ENDED MARCH 31,2010

	Mauritian Currency		Indian Currency	
	Mar-10	**Mar-09**	**Mar-10**	**Mar-09**
	MUR	**MUR**	**INR**	**INR**
Revenue	4,688,661,092	5,051,034,462	7,435,606,966	8,181,211,028
Cost of sales	(4,433,122,490)	(4,799,907,581)	(7,040,614,185)	(7,679,371,957)
Direct costs	(49,060,138)	(42,676,938)	(77,803,001)	(69,124,263)
Gross profit	206,478,464	208,449,943	317,189,780	432,714,808
GP Margin	4.40%	4.13%	4.27%	5.29%
Other Operating Income	(39,607,675)	(44,400,242)	(62,812,624)	(71,915,516)
Administrative expenses	57,986,533	57,836,489	91,959,103	93,678,340
Net Finance income	(2,383,179)	(997,620)	(3,779,412)	(1,615,855)
Selling expenses	1,149,336	2,291,127	1,822,697	3,710,961
Depreciation	35,190,953	32,299,658	53,504,325	52,408,797
Exchange difference	4,372,301	6,876,630	6,933,901	11,138,146
	56,708,269	53,906,042	87,627,991	87,404,873
Profit before Tax	149,770,195	154,543,901	229,561,789	345,309,935
Taxation	(25,498,916)	(25,350,673)	(38,888,376)	(41,435,825)
Profit After Tax	124,271,279	129,193,228	190,673,413	303,874,110
Earnings per share	**25.45**	**26.46**	**39.06**	**62.24**

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INDIANOIL (MAURITIUS) LTD
BALANCE SHEET - March 31, 2010

		Mauritian Currency		Indian Currency	
ASSETS	**Note**	**Mar-10 MUR**	**Mar-09 MUR**	**Mar-10 INR**	**Mar-09 INR**
Non-current assets					
Property, Plant and Equipments.	3	532,885,927	562,446,319	810,199,763	912,625,397
Capital work in progress	3	2,974,800	2,236,100	4,522,886	3,628,296
Deferred tax assets					
		535,860,727	**564,682,419**	**814,722,649**	**916,253,693**
Current assets					
Inventories	4	231,065,503	279,287,283	351,311,991	453,171,545
Trade and other receivables	5	415,440,843	338,201,706	631,636,258	548,766,088
Cash and bank balances		321,085,113	315,175,152	488,177,806	511,403,202
		967,591,459	**932,664,141**	**1,471,126,055**	**1,513,340,835**
Foreign Currency Translation Reserve		-	-		
TOTAL ASSETS		**1,503,452,186**	**1,497,346,560**	**2,285,848,704**	**2,429,594,529**
EQUITY AND LIABILITIES					
Capital and reserves		**Rs**	**Rs**	**INR**	**INR**
Share capital		488,204,300	488,204,300	756,679,336	756,679,336
Foreign Currency Translation Reserve				(96,427,473)	(12,583,233)
Revenue reserves		415,437,754	310,694,647	713,682,857	552,700,077
		903,642,054	**798,898,947**	**1,373,934,720**	**1,296,796,180**
Non-current liabilities					
Deferred Tax Liabilities		39,941,893	35,794,588	60,727,654	58,080,298
		39,941,893	**35,794,588**	**60,727,654**	**58,080,298**
Current liabilities					
Trade and other payables		555,909,960	637,922,684	845,205,503	1,035,093,347
Amount due to holding company		572,655	5,919,325	833,324	9,101,948
Borrowings			-		-
Current year taxation		3,385,624	18,811,016	5,147,503	30,522,755
		559,868,239	**662,653,025**	**851,186,330**	**1,074,718,050**
TOTAL EQUITY AND LIABILITIES		**1,503,452,186**	**1,497,346,560**	**2,285,848,704**	**2,429,594,529**

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INDIANOIL (MAURITIUS) LTD

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED March 31, 2010

		Mauritian Rupee			Indian Currency		
		Share Capital	Revenue Reserves	Total	Share Capital	Revenue Reserves	Total
		MUR	MUR	MUR	INR	INR	INR
At 31 March 2008	*	488,204,300	181,501,419	669,705,719	756,679,336	248,825,968	1,005,505,304
Profit for the year	**	-	129,193,228	129,193,228	-	303,874,110	303,874,110
At 31 March 2009		488,204,300	310,694,647	798,898,947	756,679,336	552,700,077	1,309,379,413
Profit for the year			124,271,279	124,271,279		190,673,413	190,673,413
Dividend paid			(19,528,172)	(19,528,172)		(29,690,633)	(29,690,633)
At 31 March 2010		488,204,300	415,437,754	903,642,054	756,679,336	713,682,857	1,470,362,193

* As reported in 2009 Accounts

** As per Income Statement

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INDIANOIL (MAURITIUS) LTD					
CASH FLOW STATEMENT					
FOR THE YEAR ENDED March 31, 2010		Mauritian Currency		Indian Currency	
		2010	2009	2010	2009
	Notes	MUR	MUR	INR	INR
Cash flows from operating activities					
Net profit before taxation		149,770,195	154,543,901	229,561,789	345,309,935
Foreign currency translation reserve			-	66,635,570	(71,747,081)
Adjustments for:					
Depreciation	3	35,190,953	32,299,658	53,504,325	52,408,797
Exchange (gain)/Loss on borrowings		-	25,623,000	-	41,575,880
Reversal of Depreciation bloc on disposal of Assets		(187,905)	(62,150)	(285,691)	(100,845)
Interest received		(2,383,179)	(7,029,260)	(3,779,412)	(11,385,363)
Interest paid		-	6,031,640	-	9,769,508
Income tax contribution		(34,627,003)	-	(54,548,445)	-
CSR contribution paid		(2,150,000)	-	(3,409,621)	-
Operating profit before working capital changes		145,613,061	211,406,789	287,678,516	365,830,831
Decrease / (Increase) in inventories		48,221,780	55,276,422	101,859,554	49,911,898
(Increase) in trade and other receivables		(77,239,137)	152,790,606	(82,870,170)	189,539,052
(Decrease) / Increase in trade and other payables		(82,012,724)	(110,184,130)	(189,887,844)	(89,834,869)
Increase / (Decrease) in amounts due to Holding Co.		(5,346,670)	3,789,930	(8,268,624)	5,882,153
Net cash (outflow) / Inflow from operations		29,236,310	313,079,617	108,511,432	521,329,065
Interest received		2,383,179	7,029,260	3,779,412	11,385,363
Interest paid		-	(6,031,640)	-	(9,769,508)
Net cash (outflow) / Inflow from operating activities		31,619,489	314,077,237	112,290,844	522,944,920
Investing activities					
Purchase of property, plant and equipment	3	(7,397,211)	(85,680,619)	(11,246,720)	(139,025,372)
Proceeds from sale of property, plant and equipment		1,215,855	347,754	1,848,586	564,266
Net cash outflow from investing activities		(6,181,356)	(85,332,865)	(9,398,134)	(138,461,107)

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INDIANOIL (MAURITIUS) LTD					
CASH FLOW STATEMENT					
FOR THE YEAR ENDED March 31, 2010		Mauritian Currency		Indian Currency	
		2010	2009	2010	2009
Financing activities		MUR	MUR	INR	INR
Repayment of Borrowings	8		(285,663,000)		(207,043,028)
Proceeds from borrowings		-	150,000,000	-	-
Payment of dividend		(19,528,172)		(29,690,634)	
Net cash outflow from financing activities		(19,528,172)	(135,663,000)	(29,690,634)	(207,043,028)
Net Increase in cash and cash equivalents		5,909,961	93,081,372	73,202,077	177,440,785
Movement in cash and cash equivalents:					
At 01 April 2009		315,175,152	222,093,780	511,403,203	333,962,417
Increase in cash and cash equivalents		5,909,961	93,081,372	(23,225,397)	177,440,785
At 31 March 2010		321,085,113	315,175,152	488,177,806	511,403,202
Summary of Translation Reserves :					
Foreign currency translation reserve	**Balance Sheet**			12,583,233	
Adj for:					
Taxation translation reserve				(3,658,205)	
Property, plant & equipment				66,844,140	
Accumulated depreciation				(9,133,597)	

				66,635,570	

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INDIANOIL (MAURITIUS) LTD
NOTES TO THE ACCOUNTS - March 31, 2010

3. PROPERTY, PLANT AND EQUIPMENT

	Leasehold Property Rs	INR	Plant & Equipment Rs	INR	Furniture & fittings Rs	INR	Office & Lab Equipment Rs	INR	Vehicles Rs	INR	Assets in Progress Rs	INR	Total Rs	INR
COST														
As at 01.04.2009	2,694,640	4,372,323	623,945,648	1,012,414,208	2,803,789	4,549,428	20,198,048	32,773,353	2,174,018	3,527,562	2,236,100	3,628,296	654,052,243	1,061,265,170
Additions			6,200,894	9,427,839	57,331	87,166	111,036	168,819			1,027,950	1,562,895	7,397,211	11,246,720
Transfer			289,250	439,776							(289,250)	(439,776)		-
Transfer to WIP			(1,215,855)	(1,848,586)									(1,215,855)	(1,848,586)
Exchange difference		(275,392)		(63,767,245)		(286,547)		(2,064,241)		(222,185)		(228,530)		(66,844,140)
As at 31.3.2010	2,694,640	4,096,931	629,219,937	956,665,992	2,861,120	4,350,047	20,309,084	30,877,931	2,174,018	3,305,377	2,974,800	4,522,886	660,233,599	1,003,819,164
ACCUMULATED DEPRECIATION														
As at 01.04.2009	1,002,992	1,627,455	78,021,820	126,598,205	845,054	1,371,185	8,742,380	14,185,386	757,578	1,229,246	-	-	89,369,824	145,011,476
Charge for 2009-10	139,981	212,827	31,214,136	47,457,972	294,202	447,305	3,325,232	5,055,683	217,402	330,538	-		35,190,953	53,504,325
Disposal			(187,905)	(285,691)							-		(187,905)	(285,691)
Exchange difference		(102,506)		(7,973,830)		(86,365)		(893,471)		(77,424)	-		-	(9,133,597)
														-
As at 31.03.2010	1,142,973	1,737,776	109,048,051	165,796,657	1,139,256	1,732,125	12,067,612	18,347,597	974,980	1,482,360	-	-	124,372,872	189,096,515
NET BOOK VALUE														
As at 31.3.2010	1,551,667	2,359,155	520,171,886	790,869,335	1,721,864	2,617,922	8,241,472	12,530,334	1,199,038	1,823,017	2,974,800	4,522,886	535,860,727	814,722,649
As at 31.3.2009	1,691,648	2,744,868	545,923,828	885,816,003	1,958,735	3,178,243	11,455,668	18,587,967	1,416,440	2,298,316	2,236,100	3,628,296	564,682,419	916,253,694

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INDIANOIL (MAURITIUS) LTD

NOTES TO THE ACCOUNTS - March 31, 2010

				Indian Rupee	
4	**INVENTORIES**	**Mar-10**	**Mar-09**	**Mar-10**	**Mar-09**
		MUR	**MUR**	**INR**	**INR**
	Inventory of POL stock	231,065,503	279,287,283	366,439,849	453,171,545
5	**TRADE AND OTHER RECEIVABLES**	**Mar-10**	**Mar-08**	**Mar-10**	**Mar-09**
		MUR	**MUR**	**INR**	**INR**
	Trade receivables	408,332,016	336,549,202	620,827,997	546,084,735
	Provision for doubtful debts	-	-	-	-
		408,332,016	336,549,202	620,827,997	546,084,735
	Other receivables and prepayments	7,108,827	1,652,504	10,808,261	2,681,353
		415,440,843	**338,201,706**	**631,636,258**	**548,766,088**
	COST OF SALES				
	Opening Stocks	279,287,283	334,563,705	453,171,545	446,809,828
	Add Purchases - IOCL India			14,000,249	16,142,791
	Add Purchases - IOCL Dubai			-	-
	Add Purchases - Others	4,384,900,710	4,744,631,159	6,939,882,240	7,668,783,744
	Less Closing stocks	(231,065,503)	(279,287,283)	(366,439,849)	(452,364,405)

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		4,433,122,490	**4,799,907,581**	**7,040,614,185**	**7,679,371,957**	
ADMINISTRATIVE EXPENSES						
	Others	57,986,533	57,836,489	91,959,103	93,678,340	
	Holding Co					
		57,986,533	**57,836,489**	**91,959,103**	**93,678,340**	

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Accountants

INDIANOIL (MAURITIUS) LTD
NOTES TO THE ACCOUNTS - March 31, 2010

		Mauritian Currency		Indian Currency	
7	**SHARE CAPITAL**	**Mar-10 MUR**	**Mar-09 MUR**	**Mar-10 INR**	**Mar-09 INR**
	Issued and Fully Paid				
	Value	488,204,300	488,204,300	756,679,336	756,679,336
	Number of shares of Rs. 100 each	4,882,043	4,882,043	756,679,336	756,679,336
8	**AMOUNT DUE TO HOLDING COMPANY**	**Mar-10 MUR**	**Mar-09 MUR**	**Mar-10 INR**	**Mar-09 INR**
	Indian Oil Corporation Ltd				
	IOCL - Current Account	-	714,042	-	1,135,429
	IOCL - Purchases Account	572,655	5,205,283	833,324	7,966,519
		572,655	5,919,325	833,324	9,101,948
9	**TRADE AND OTHER PAYABLES**	**Mar-10 MUR**	**Mar-09 MUR**	**Mar-10 INR**	**Mar-09 INR**
	Other payables and accruals	15,870,680	29,122,416	24,129,782	47,254,032
	Trade Payables	540,039,280	608,800,268	821,075,721	987,839,315
		555,909,960	637,922,684	845,205,503	1,035,093,347

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INDIANOIL (MAURITIUS) LTD

6 TAXATION - 31 MARCH 2010

TAXATION		Mauritian Currency		Indian Currency	
		Mar-10	Mar-09	Mar-10	Mar-09
(a)	**Current tax**	MUR	MUR	INR	INR
	Income tax provision for the year	(19,406,467)	(18,811,016)	(29,505,592)	(30,522,755)
	Overprovision in previous year	204,856	2,538,463	332,399	3,817,087
	Net Deferred tax expense	(4,147,305)	(9,078,120)	(6,305,563)	(14,730,158)
	CSR Contribution	(2,150,000)		(3,409,621)	
		(25,498,916)	(25,350,673)	(38,888,376)	(41,435,825)
(b)	**Deferred tax liability (Net)**				
	At 01 April 2009	35,794,588	26,716,468	58,080,298	40,173,553
	Deferred tax expense	4,147,305	9,078,120	6,305,563	14,730,158
	Exchange difference on opening bal	-	-	(3,658,206)	3,176,588
	At 31 March 2010	39,941,893	35,794,588	60,727,654	58,080,298
(c)	**Deferred tax asset**				
	At 01 April 2009		-		-
	Deferred tax expense		-		-
	At 31 March 2010	-	-	-	-
(d)	Net Deferred tax liability	39,941,893	35,794,588	60,727,654	58,080,298

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INDIANOIL (MAURITIUS) LTD
NOTES TO THE ACCOUNTS - March 31, 2010 (Continued)

	Mauritian Currency		Indian Currency	
12. NET FINANCE INCOME	**2010 MUR**	**2009 MUR**	**2010 INR**	**2009 INR**
Interest Expenditure:				
- On USD Borrowings	-	(3,589,600)	-	(5,814,111)
- On Overdraft	-	(2,442,040)	-	(3,955,397)
	-	(6,031,640)	-	(9,769,508)
Interest Income	2,383,179	7,029,260	3,779,412	11,385,363
	2,383,179	997,620	3,779,412	1,615,855

13. EARNINGS PER SHARE

Earnings per share is based on the profit after tax for the year of Rs. 124,271,279 (2009: Rs.129,293,228) and 4,882,043 ordinary shares.(2009: 4,882,043 shares).

14. RELATED PARTY TRANSACTIONS

The company has had transactions during the year with related parties as defined in International Accounting Standards (IAS 24- Related Party Disclosures).

	2010 MUR	2009 MUR	2010 INR	2009 INR
(a) Balances at year end with the Holding company				
Amounts due to Indian Oil Corporation Ltd:				
- Current / Purchase accounts	572,655	5,919,325	833,324	9,101,948
(c) Lubricants purchases from Holding Co.	9,206,059	11,395,650	14,000,249	16,142,791
(d) Transaction with local director/Firm in which a local director is a Partner				
Professional services	50,000	50,000	76,020	81,130

(e) Pricing policies

The above transactions were conducted on market terms and conditions. The directors have ensured that all such activities were undertaken on an arm's length basis.

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	Mauritian Currency		Indian Currency	
	Mar-10 MUR	Mar-09 MUR	Mar-10 INR	Mar-09 INR
Cash and cash equivalents				
Cash at bank	321,050,086	315,137,393	488,124,551	511,341,934
Cash in hand	35,027	37,759	53,255	61,268
	321,085,113	**315,175,152**	**488,177,806**	**511,403,202**
Profit before tax				
Profit befire tax is arrived at after charging:				
Depreciation				
- Owned property	35,050,972	32,159,677	53,291,498	52,181,664
-Leased property	139,981	139,981	212,827	227,133
Auditor's remuneration	100,000	85,000	158,587	137,675
Directors' remuneration-part time	240,000	278,400	380,609	450,927
Directors' emoluments-full time	4,419,412	2,360,995	7,008,613	3,824,127
Staff Cost	20,856,937	16,780,940	33,076,391	27,180,256
Related Party Transaction				
Balances at year end with the holding company Amount due to IndianOil Corporation Ltd:				
Current/Purchases account	572,655	5,919,325	833,324	9,101,948
Lubricants purchase from holding company and its other subsidiaries	9,206,059	11,395,650	14,000,249	16,142,791
Capital Commitment				
Capital expenditure contracted for at the balance sheet date but not recognised in accounts is as follows:				
Property, plant and equipment	16,000,000	-	24,326,400	-

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INDIANOIL (MAURITIUS) LTD

NOTES TO THE ACCOUNTS - March 31, 2009

Reconciliation of exchange difference

	MUR	INR	INR
Opening exchange difference loss			(12,583,233)
Opening Net assets	798,898,947		
translated @ opening rate per LY B/S		1,296,796,180	
translated @ closing rate	1.52	1,214,645,959	
			(82,150,221)
Ex gain on retranslation of op Net Assets			
			(94,733,455)
P&L for the year	124,271,279		
Translated @ closing rate	1.52	188,979,395	
Translated @ average rate		190,673,413	
			(1,694,018)
Closing exchange difference loss			(96,427,473)

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INDIANOIL (MAURITIUS) LTD
YEAR ENDED 31 MARCH 2010

ADMINISTRATIVE EXPENSES

	2010 Rs	2010 INR	2009 Rs	2009 INR
Bank Charges	337,769	535,657	202,569	328,103
Electricity & Water Charges	2,581,238	4,093,508	2,574,041	4,169,200
Postage & Courier	119,012	188,737	148,593	240,678
Repairs & Maintenance	309,411	490,685	306,611	496,621
Repairs & Maintenance - Terminal	7,873,138	12,485,773	7,287,524	11,803,675
Telephone Exps	838,722	1,330,104	776,334	1,257,436
Vehicle Expenses	1,467,416	2,327,130	1,402,821	2,272,163
Books & Periodicals	42,827	67,918	22,530	36,492
Consultancy-Professional Charges	854,772	1,355,557	987,402	1,599,305
Donations	20,000	31,717	100,000	161,971
Entertainment Expenses	370,014	586,795	766,842	1,242,062
Fees & Subscription	10,000	15,859	22,000	35,634
Handling & House Keeping	548,557	869,941	609,969	987,973
Printing & Stationery	382,490	606,579	274,047	443,877
Rates & Taxes	299,973	475,718	298,347	483,236
Repairs & Maintenance - RO&CP	7,432,960	11,787,709	2,273,705	3,682,743
Security Service Charges	838,843	1,330,296	780,000	1,263,374
Software Dev Exp's	5,250	8,326	231,468	374,911
Staff Welfare	698,740	1,108,111	273,661	443,251
Training Expenses	93,980	149,040	187,862	304,282
Trav & Conv - General	54,020	85,669	57,741	93,524
Trav & Conv - Overseas	373,648	592,557	577,472	935,337
Lease Rent - RO	14,400	22,837	21,606	34,995
Medical Expenses	157,271	249,412	146,961	238,034
Rent - Residential	1,027,500	1,629,481	775,024	1,255,314
Salary - MUR	6,982,346	11,073,093	6,358,132	10,298,330
Salary - USD	13,822,894	21,921,313	8,765,826	14,198,096
Directors Remuneration	240,000	380,609	278,400	450,927
Insurance Expenses	6,370,424	10,102,664	5,543,763	8,979,288
Rent - Terminal(Lease)	2,813,123	4,461,247	2,813,128	4,556,452
Transfer Expenses	554,152	878,812	498,015	806,640
Trav - Home Travel IOC	251,645	399,076	189,336	306,669
Audit Fees	100,000	158,587	85,000	137,675
Secretary Fee	100,000	158,587	-	-
Retail outlet Approach Road			12,170,620	19,712,875
Miscellaneous Expenses			29,139	47,197
TOTAL	**57,986,532**	91,959,102	57,836,489	93,678,340
SELLING EXPENSES				
Advertisement and Sales Promotion Expenses	926,346	1,469,064		
Bad Debts Written Off	222,990	353,633		
TOTAL	**1,149,336**	1,822,697		

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