

Independent Auditor's Review Report On Unaudited Special Purpose Consolidated Condensed Interim Ind AS Financial Information

Review Report to
The Board of Directors
HPCL-Mittal Energy Limited

We have reviewed the accompanying Special Purpose Consolidated Condensed Interim Ind AS financial information of **HPCL-Mittal Energy Limited** (the "Company") and its subsidiaries (together referred as "the Group"), which comprise the condensed Consolidated Balance Sheet as at September 30, 2023, and the related Consolidated Statements of Profit and Loss including other comprehensive income, Cash Flows and Changes in Equity for the period ended September 30, 2023, and a summary of the significant accounting policies and other explanatory information (together hereinafter referred to as the "Special Purpose Consolidated Condensed Interim Ind AS Financial Information").

The Special Purpose Consolidated Condensed Interim IND AS Financial Information are the responsibility of the Company's management and have been approved by the Board of Directors. Our responsibility is to issue a report on the Special Purpose Consolidated Condensed Interim Ind AS Financial Information based on our review.

We conducted our review in accordance with the Standard on Review Engagements (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 Statement is 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Special Purpose Consolidated Condensed Interim Ind AS Financial Information have not been prepared in all material respects in accordance with recognition and measurement principles of Ind AS 34 prescribed under Section 133 of the Companies Act, 2013 (the Act), read with relevant rules issued thereunder and other recognised accounting practices and policies.

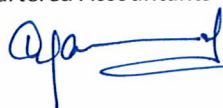
Basis of preparation and Restriction on use and distribution

Without modifying our conclusion, we draw attention to note no. 2 of the unaudited Special Purpose Consolidated Condensed Interim IND AS Financial Information. This report is being issued at the request of the management for submission to the Company's shareholders and lenders. The unaudited Special Purpose Consolidated Condensed Interim Financial Information is not a complete set of financial statements of the Company in accordance with the Indian Accounting Standards prescribed under section 133 of the Act, as applicable and is not intended to give a true and fair view of the financial position of the Group as of September 30, 2023 and of its financial performance including other comprehensive income, statement of changes in equity and its cash flows for the six months period then ended in accordance with the Indian Accounting Standards prescribed under section 133 of act, as applicable. The unaudited Special Purpose Consolidated Condensed Interim financial Information may, therefore, not be suitable for any other purpose and should not be distributed to any other person, without our prior written consent.

For S.R. BATLIBOI & CO. LLP

ICAI Firm registration number: 301003E/E300005

Chartered Accountants



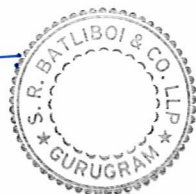
per Naman Agarwal
Partner

Membership No.: 502405

UDIN: 23502405BGXEGW5129

Place: Noida

Date: October 23, 2023



HPCL-MITTAL ENERGY LIMITED
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEET AS AT 30 SEPTEMBER 2023

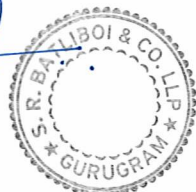
(All amounts are in million Indian Rupees, unless otherwise stated)

Particulars	As at 30 September 2023 Unaudited	As at 31 March 2023 Audited
ASSETS		
Non-current assets		
Property, plant and equipment	514,060	467,881
Capital work in progress	10,300	53,616
Intangible assets	286	340
Financial assets		
Other financial assets	1,275	667
Tax assets (net)	2,743	2,116
Other non-current assets	1,777	1,822
	530,441	526,442
Current assets		
Inventories	143,816	104,865
Financial assets		
Trade receivables	40,207	22,743
Cash and cash equivalents	11,214	27,624
Other bank balances	662	7,452
Other financial assets	1,173	578
Other current assets	4,267	3,570
	201,339	166,832
	731,780	693,274
TOTAL ASSETS		
EQUITY AND LIABILITIES		
Equity		
Equity share capital	80,411	80,411
Other equity	83,881	67,527
	164,292	147,938
Liabilities		
Non-current liabilities		
Financial Liabilities		
Borrowings	289,432	328,814
Lease liabilities	615	593
Other financial liabilities	20,802	18,647
Provisions	1,201	1,177
Deferred tax liabilities (net)	32,266	26,866
Other non-current liabilities	19,808	17,509
	364,124	393,606
Current liabilities		
Financial Liabilities		
Borrowings	105,504	60,490
Lease liabilities	286	211
Trade payables		
Total outstanding dues of micro enterprises and small enterprises	158	168
Total outstanding dues of creditors other than micro enterprises and small enterprises	55,550	58,537
Other financial liabilities	13,922	19,141
Other current liabilities	23,348	8,337
Provisions	4,596	4,846
	203,364	151,730
	731,780	693,274
TOTAL EQUITY AND LIABILITIES		

The accompanying notes are an integral part of the Unaudited Special Purpose Condensed Consolidated Interim Ind AS Financial Information

In terms of our report attached

 For S.R. Batliboi & Co. LLP
 Chartered Accountants
 Firm registration number: 301003E/E300005

 per Naman Agarwal
 Partner
 Membership No. 502405

 For and on behalf of the Board of Directors
 HPCL-Mittal Energy Limited

 Rajan Vandon
 Director
 DIN 01968916

Place: Noida

 Harak Banthia
 Chief Financial Officer

 Place: Noida
 Date: 23 October 2023

 Rajneesh Narang
 Director
 DIN 08188549

Place: Mumbai

 Prabh Das
 Managing Director &
 Chief Executive Officer
 DIN 00164799

Place: Noida

 Sidhartha Tyagi
 Company Secretary
 Membership No. A 14544

Place: Noida

HPCL-MITTAL ENERGY LIMITED
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in million Indian Rupees, unless otherwise stated)

Particulars	For half year ended 30 September 2023 Unaudited	For half year ended 30 September 2022 Unaudited
Income		
Revenue from operations	429,672	527,794
Other income	901	646
Total income	430,573	528,440
Expenses		
Cost of raw materials consumed	290,450	371,820
Changes in inventories of finished goods and work-in-progress	(11,296)	(11,193)
Excise duty on sale of goods	86,572	97,414
Employee benefits expense	3,207	2,002
Finance costs	14,137	5,700
Depreciation and amortisation expense	8,760	5,436
Other expenses	16,941	23,817
Total expenses	408,771	494,996
Profit before tax	21,802	33,444
Tax expense		
Current tax	-	-
Deferred tax charge	5,412	8,795
Total tax expense	5,412	8,795
Profit for the period	16,390	24,649
Other comprehensive income		
Items that will not be reclassified to profit and loss		
Re-measurement gain/(loss) on defined benefit obligations	84	(23)
Income tax impact	(21)	6
	63	(17)
Items that will be reclassified to profit and loss		
Net gain/(loss) on effective portion of cash flow hedges	(132)	(2,354)
Income tax impact	33	592
	(99)	(1,762)
Total other comprehensive income/(loss) for the period	(36)	(1,779)
Total comprehensive income for the period	16,354	22,870
Earnings per equity share in INR computed on the basis of profit for the period (not annualised)		
Basic and Diluted	2.04	3.07

The accompanying notes are an integral part of the Unaudited Special Purpose Condensed Consolidated Interim Ind AS Financial Information

In terms of our report attached

For S.R. Batliboi & Co. LLP

Chartered Accountants

Firm registration number: 301003E/E300005

 per Nandan Agarwal
Partner

Membership No. 502405


**For and on behalf of the Board of Directors
HPCL-Mittal Energy Limited**

 Rajan Tandon
Director
DIN 01968916

Place: Noida

 Rajneesh Narang
Director
DIN 08188549

Place: Mumbai

 Prash Das
Managing Director &
Chief Executive Officer
DIN 00164799

Place: Noida

 Harak Banthia
Chief Financial Officer

 Place: Noida
Date: 23 October 2023

 Sidhartha Tyagi
Company Secretary
Membership No. A 14544

Place: Noida

 Place: Noida
Date: 23 October 2023


HPCL-MITTAL ENERGY LIMITED
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in million Indian Rupees, unless otherwise stated)

(a) Equity share capital
As at 31 March 2022 (Audited)

Changes in equity share capital during the period

As at 30 September 2022 (Unaudited)

Changes in equity share capital during the period

As at 31 March 2023 (Audited)

Changes in equity share capital during the period

As at 30 September 2023 (Unaudited)

	No. million	INR million
As at 31 March 2022 (Audited)	8,041	80,411
Changes in equity share capital during the period	-	-
As at 30 September 2022 (Unaudited)	8,041	80,411
Changes in equity share capital during the period	-	-
As at 31 March 2023 (Audited)	8,041	80,411
Changes in equity share capital during the period	-	-
As at 30 September 2023 (Unaudited)	8,041	80,411

(b) Other equity

Particulars	Retained Earnings	Debenture Redemption Reserve	Cash Flow Hedge Reserve	Total
As at 31 March 2022 (Audited)	31,079	2,676	(2,310)	31,445
Profit for the period	24,649	-	-	24,649
Other comprehensive income/(loss) for the period - Effective portion of cash flow hedges (net of tax)	-	-	(1,762)	(1,762)
Other comprehensive income/(loss) for the period - Re-measurement of defined benefit liability (net of tax)	(17)	-	-	(17)
Transfer to retained earnings	230	(230)	-	-
As at 30 September 2022 (Unaudited)	55,941	2,446	(4,072)	54,315
As at 31 March 2023 (Audited)	70,435	2,049	(4,957)	67,527
Profit for the period	16,390	-	-	16,390
Other comprehensive income/(loss) for the period - Effective portion of cash flow hedges (net of tax)	-	-	(99)	(99)
Other comprehensive income/(loss) for the period - Re-measurement of defined benefit liability (net of tax)	63	-	-	63
Transfer to retained earnings	35	(35)	-	-
As at 30 September 2023 (Unaudited)	86,923	2,014	(5,056)	83,881

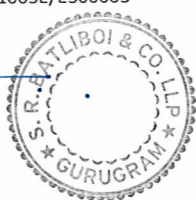
The accompanying notes are an integral part of the Unaudited Special Purpose Condensed Consolidated Interim Ind AS Financial Information

In terms of our report attached

For S.R. Batliboi & Co. LLP

Chartered Accountants

Firm registration number: 301003E/E300005

 per Naman Agarwal
Partner
Membership No. 502405

**For and on behalf of the Board of Directors
HPCL-Mittal Energy Limited**

 Rajan Pandon
Director
DIN 01968916

Place: Noida

 Rajneesh Narang
Director
DIN 08188549

Place: Mumbai

 Prabh Das
Managing Director &
Chief Executive Officer
DIN 00164799

Place: Noida

 Harak Banthia
Chief Financial Officer

 Place: Noida
Date: 23 October 2023

 Sidhartha Tyagi
Company Secretary
Membership No. A 14544

Place: Noida

 Place: Noida
Date: 23 October 2023

HPCL-MITTAL ENERGY LIMITED
UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE PERIOD ENDED 30 SEPTEMBER 2023

(All amounts are in million Indian Rupees, unless otherwise stated)

Particulars	For half year ended 30 September 2023 Unaudited	For half year ended 30 September 2022 Unaudited
Profit before tax	21,802	33,444
Adjustments for non-operating activities	22,110	18,966
Movements in working capital	(39,191)	(43,781)
Direct tax paid	(628)	(746)
A Net cash generated from operating activities	4,093	7,883
B Net cash used in investing activities	(9,456)	(25,565)
C Net cash from/(used in) financing activities	(11,047)	16,147
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(16,410)	(1,535)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	27,624	15,812
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	11,214	14,277
Balances with scheduled banks		
-On current accounts	334	305
-Deposits with original maturity of upto 3 months	10,880	13,972
Cash and cash equivalents	11,214	14,277

The accompanying notes are an integral part of the Unaudited Special Purpose Condensed Consolidated Interim Ind AS Financial Information

In terms of our report attached

For S.R. Batliboi & Co. LLP

Chartered Accountants

Firm registration number: 301003E/E300005

per Naman Agarwal
Partner
Membership No. 502405


For and on behalf of the Board of Directors

HPCL-Mittal Energy Limited

Rajan Tandon
Director
DIN 01968916

Place: Noida

Harak Banthia
Chief Financial Officer

Place: Noida
Date: 23 October 2023

Rajneesh Narang
Director
DIN 08188549

Place: Mumbai



Prabh Das
Managing Director &
Chief Executive Officer
DIN 00164799

Place: Noida

Sidhartha Tyagi
Company Secretary
Membership No. A 14544

Place: Noida

Place: Noida
Date: 23 October 2023

1. Corporate information

HPCL-Mittal Energy Limited ('HME' or 'the Company') was incorporated in the year 2000 as a wholly owned subsidiary of Hindustan Petroleum Corporation Limited ('HPCL'), a Government Company. Subsequently, the Company, pursuant to a joint venture agreement entered into between HPCL and Mittal Energy Investments Pte. Limited, Singapore (a wholly owned subsidiary of Mittal Investments S.a.r.l, Luxembourg) ('Mittal Energy') became a joint venture Company with equal equity participation by HPCL and Mittal Energy. The Company is domiciled in India and is limited by shares. The registered office of the Company is located at Village Phulokhari, Taluka Talwandi Saboo, Bathinda, Punjab - 151301.

The Company along with its subsidiaries (collectively hereinafter referred to as 'the Group') are primarily engaged in the business of refining of crude oil, production of hydrocarbons & petrochemicals, providing crude oil storage and transportation services for Company's refinery. The Company is engaged in the business of refining of crude oil and has a petroleum refinery with a capacity of 11.3 Million Metric Tonne Per Annum ('MMTPA') alongwith an integrated petrochemical complex with dual feed cracker unit having capacity of 1.2 MMTPA of polyethylene and 0.5 MMTPA of polypropylene, called Guru Gobind Singh Refinery at Bathinda, Punjab.

These unaudited special purpose condensed consolidated interim Ind AS financial information have been approved by the Board of Directors at its meeting held on 23 October 2023. The Statutory Auditors have issued unmodified conclusion on these unaudited special purpose condensed consolidated interim Ind AS financial information for the period ended 30 September 2023.

2. Basis of preparation and Group's accounting policies

These are unaudited special purpose condensed consolidated interim Ind AS financial information for the period ended 30 September 2023 and have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India for the purpose of reporting by the Group to its shareholders and lenders.

The unaudited special purpose condensed consolidated interim Ind AS financial information do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements as at and for the year ended 31 March 2023. There has been no material change in the accounting policies adopted by the Group since its last annual consolidated financial statements as at and for year ended 31 March 2023.

For and on behalf of the Board of Directors
HPCL-Mittal Energy Limited

Rajan Tandon
Director
DIN 01968916

Rajneesh Narang
Director
DIN 08188549

Aradh Das
Managing Director &
Chief Executive Officer
DIN 00164799

Place: Noida

Place: Mumbai

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Harak Banthia
Chief Financial Officer

Sidhartha Tyagi
Company Secretary
Membership No. A 14544

Place: Noida
Date: 23 October 2023

Place: Noida

