

**Independent Auditors' Report on Limited Review of the Interim Standalone Financial Results
To the Board of Directors
Nagarjuna Oil Refinery Limited**

1. We have reviewed the accompanying Statement of unaudited standalone financial results of Nagarjuna Oil Refinery Limited ("the Company") for the Quarter and Nine months ended December 31, 2017 ("the statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified from time to time. This statement which is the responsibility of the Company's management and has been approved by its Board of Directors has 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 the relevant Rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement, based on our review.
2. We conducted our review of the said Statement 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 from material misstatements. A review is limited primarily to inquiries of Company's 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.

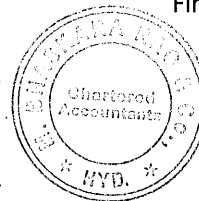
3. Emphasis of Matter

Attention is invited to Note 6 to the said Statement about further provision for diminution in value of investments not being required and, the financial results under report being prepared under the going concern assumption, for the reasons stated therein.

Our conclusion herein is not modified in respect of above matter.

4. Based on our review as conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

for M. Bhaskara Rao & Co.
Chartered Accountants
Firm Registration No.000459S



Anilkumar Mehta
Anilkumar Mehta

Partner

Membership No: 14284

Hyderabad, February 9, 2018

Nagarjuna Oil Refinery Limited
Nagarjuna Hills, Hyderabad - 500 082.
Website : www.norl.co.in
CIN : L23200AP2010PLC071242

Statement of Standalone Unaudited Financial Results for the Quarter / Nine Months Ended December 31, 2017

₹ in Lakhs

SI No	PARTICULARS	Quarter ended			Nine Months ended	
		31-12-2017 (Unaudited)	30-09-2017 (Unaudited)	31-12-2016 (Unaudited)	31-12-2017 (Unaudited)	31-12-2016 (Unaudited)
I	Revenue from operations	-	-	-	-	-
II	Other Income	0.01	-	0.36	0.02	0.36
III	Total income (I+II)	0.01	-	0.36	0.02	0.36
IV	Expenses					
	a) Cost of materials consumed	-	-	-	-	-
	b) Purchase of Stock-in-Trade	-	-	-	-	-
	c) Changes in inventories of finished goods, stock-in-trade and work in progress	-	-	-	-	-
	d) Employee Benefits Expense	45.95	43.21	39.78	130.13	110.11
	e) Finance costs	3.02	3.05	3.03	9.06	9.14
	f) Depreciation and amortization expense	0.52	0.52	0.54	1.55	1.60
	g) Other expenses	69.40	10.66	142.51	97.07	169.82
	Total expenses (IV)	118.89	57.44	185.86	237.81	290.67
V	Profit / (Loss) before exceptional items and tax (III-IV)	(118.88)	(57.44)	(185.50)	(237.79)	(290.31)
VI	Exceptional items	-	-	-	-	18,216.50
VII	Profit / (Loss) before Tax (V-VI)	(118.88)	(57.44)	(185.50)	(237.79)	(18,506.81)
VIII	Tax Expense:					
	(1) Current Tax	-	-	-	-	-
	(2) Deferred Tax	-	-	-	-	-
		-	-	-	-	-
IX	Profit / (Loss) from continuing operations (VII-VIII)	(118.88)	(57.44)	(185.50)	(237.79)	(18,506.81)
X	Profit / (Loss) from discontinued operations	-	-	-	-	-
XI	Tax expense of discontinued operations	-	-	-	-	-



₹ in Lakhs

SI No	PARTICULARS	Quarter ended			Nine Months ended	
		31-12-2017 (Unaudited)	30-09-2017 (Unaudited)	31-12-2016 (Unaudited)	31-12-2017 (Unaudited)	31-12-2016 (Unaudited)
XII	Profit / (Loss) from discontinued operations after tax (X-XI)	-	-	-	-	-
XIII	Profit / (Loss) for the period (IX+XII)	(118.88)	(57.44)	(185.50)	(237.79)	(18,506.81)
XIV	Other Comprehensive Income (net of tax)					
	A (i) Items that will not be reclassified to profit or loss					
	(i) Re-measurement gains / (losses) on defined benefit plans	-	-	-	-	-
	(ii) Income tax relating to these items	-	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) Income tax relating to these items	-	-	-	-	-
	Total Other Comprehensive income, net of tax	-	-	-	-	-
XV	Total Comprehensive Income (XIII+XIV)	(118.88)	(57.44)	(185.50)	(237.79)	(18,506.81)
XVI	Paid-up Equity Share Capital (Face Value of ₹ 1/- per share)	4,281.82	4,281.82	4,281.82	4,281.82	4,281.82
XVII	Earning Per Share (of ₹ 1/- each) (not annualised) (for continuing operations)					
	- Basic and Diluted	(0.03)	(0.01)	(0.04)	(0.06)	(4.32)
XVIII	Earning Per Share (of ₹ 1/- each) (not annualised) (for discontinued operations)					
	- Basic and Diluted	-	-	-	-	-
XIX	Earning Per Share (of ₹ 1/- each) (not annualised) (for discontinued and continuing operations)					
	- Basic and Diluted	(0.03)	(0.01)	(0.04)	(0.06)	(4.32)

Notes:

- 1) The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on February 9, 2018. The Standalone financial statements are prepared in accordance with the Indian Accounting Standards (Ind-AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as modified from time to time.
- 2) These are the Company's first Ind-AS compliant financial statements. The Company has adopted all the applicable Ind-AS in accordance with "Ind-AS 101-First time adoption of Indian Accounting Standards". The said transition to Ind AS was carried out from Accounting Principles generally accepted in India as prescribed under Sec 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), upto March 31, 2016.
- 3) There was no impact on the financial results on account of transition from the previous Indian Generally Accepted Accounting Principles (IGAAP) to Ind AS. Hence reconciliation of the profit/loss and other comprehensive income as at December 31, 2016, computed in accordance with the IGAAP and restated in accordance with Ind AS does not arise.
- 4) The Statutory Auditors have carried out Limited Review of the above financial results.
- 5) There are no reportable segments as per Ind AS 108 - Operating Segments.
- 6) Nagarjuna Oil Corporation Limited (NOCL) in whose Equity Capital the Company has investments, has been referred on July 25, 2017 to the National Company Law Tribunal (NCLT) under the Corporate Insolvency Resolution Process of the Insolvency and Bankruptcy Code, 2016. NCLT has granted time upto April 20, 2018 to the Resolution Professional to finalise the resolution plan.

In the opinion of the Board of Directors, no further provision is required as on date for diminution, if any, in the carrying amount of the Company's investment. Pending resolution thereof by NCLT, as of the date of approval by the Board of Directors of the company, these financial results have been drawn up under the going concern assumption.

- 7) There is a possibility that these quarterly results may require adjustment before preparation of the final Ind AS financial statements as of and for the year ending March 31, 2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by Ministry of Corporate Affairs (MCA) or changes in the use of one or more optional exemptions from full retrospective application of certain Ind AS as permitted under Ind AS 101.
- 8) The figures for the corresponding previous periods have been restated / regrouped, wherever necessary, to make them comparable.


K S Raju
Chairman

Hyderabad
February 9, 2018