



PRESS RELEASE

Oil India Limited (OIL) holds its 57th Annual General Body Meeting

Fiscal 2015-16 - a year of significant milestones for the Company

Achieved highest ever production and sale of Natural Gas in its history.

Crude Oil production of 3.247 MMT & Natural Gas production of 2838 MMSCM

Six hydrocarbon discoveries – all in the upper Assam basin.

OIL started supplying natural gas to Brahmaputra Crackers and Polymers Limited.

Retained International credit ratings - Moody's "BAA2" (higher than sovereign rating) and Fitch Rating "BBB (-)" (Stable) (equivalent to sovereign rating) and obtained highest domestic ratings from CARE Ratings – "AAA" (for long term facilities) and "A1+" (for short term facilities).

OIL's audited annual accounts have "Nil" comments from the Comptroller and Auditor General of India for the fourteenth year in succession.

Successful commissioning of the 2nd Solar Energy project of 9 MW capacity in Rajasthan in February, 2016.

Honoured with the ranking of #222 in the 'Platts Top 250 Global Energy Company Rankings for 2015' and ranking of #68 in the Asian Companies Rankings in the 13th Annual Platts Top 250 Global Energy Company Rankings, 2015

OIL was fully involved in the creation of "Hydrocarbon Vision 2030 for North East India."



Fields' Headquarters, Duliajan
(Dibrugarh, Assam)
Saturday, September 24, 2016

Oil India Limited, country's second largest national Oil and Gas Company in terms of total proved plus probable oil and natural gas reserves, held its 57th Annual General Body meeting at its Field Headquarters in Duliajan, Assam, today.

- ❖ In his address to the shareholders, Chairman and Managing Director, Shri Utpal Bora shared the significant highlights of fiscal 2015-16 during which OIL achieved the highest ever production and sale of natural gas in the history of the Company. While natural gas production was 2838 MMSCM as against 2722 MMSCM during 2014-15, natural gas sales was 2314 MMSCM as against 2181 MMSCM during 2014-15.

Crude oil production was 3.247 MMT as compared to 3.440 MMT during 2014-15. Crude oil sales was 3.199 MMT as compared to sales of 3.359 MMT during 2014-15.

The turnover of the Company stood at Rs 9764.87 crore as against Rs 9748.23 crore in 2014-15 while the Profit after Tax (PAT) was Rs 2330.11 crore against PAT of Rs 2,510.20 crore during 2014-15. During 2015-16 the Company declared dividend at 160%.

Shri Bora also mentioned about OIL's substantial contribution both to the State and Central exchequer in terms of Cess, Royalty, Sales Tax etc. The contribution to the State Exchequer during the year was Rs 1861 crore and that to the Central Government was Rs 3245 crore.

He also mentioned that it is a matter of great pride that OIL's audited annual accounts have "Nil" comments from the Comptroller and Auditor General of India for the fourteenth year in succession.

- ❖ Shri Bora announced that OIL's sound financial performance has enabled the Company to retain International credit ratings for the third consecutive year - Moody's "BAA2" (higher than sovereign rating) and Fitch Rating "BBB(-)" (Stable) (equivalent to sovereign rating). Also, the Company obtained highest domestic ratings from CARE Ratings-"AAA" (for long term facilities) "A1+" (for short term facilities).



- ❖ Giving an overview of the Company's scenario, the CMD mentioned that as on 31.03.2016, OIL is holding Participatory Interest (PI) in total of 18 NELP Blocks out of which OIL has the right of operatorship / joint operatorship in 10 blocks and as non-operator in 8 blocks. In addition OIL is holding 90% PI in one CBM Block in Assam. The Company is also holding 40 percent PI in JV block Kharsang PSC and 44.086% PI in pre-NELP (JV) block AA-ON-94/1.

Sri Bora informed that during the year OIL made a total of six hydrocarbon discoveries, all of which were in the Upper Assam basin.

Hydrocarbon reserve accretion during the year was 7.2121 MMT (O+OEG) of oil and gas as against 8.01 MMT (O+OEG) of oil and gas in the year 2014-15.

- ❖ Speaking about OIL's natural gas production, the CMD apprised that the Company could achieve the all-time highest natural gas production of 2838 MMSCM mainly due to successful completion of pipeline from Baghjan, Assam.

The present gas production potential is about 8.50 MMSCMD from Assam and Arunachal Pradesh fields and about 0.70 MMSCMD from the Rajasthan fields. He also informed that action is at hand to increase the gas production potential to a level of 10 MMSCMD in the North East for uninterrupted supply of gas to all customers.

CMD further mentioned that OIL has started supplying natural gas to M/s Brahmaputra Cracker and Polymer Ltd. (BCPL) during the year, for production purposes.

Shale/non-conventional gas has emerged as an area of interest. The Government of India has granted permission to OIL for exploration and exploitation of Shale Oil & Gas in six nomination acreages of which four are in Assam, one in Arunachal Pradesh and one in Rajasthan. LNG is another area where the Company is actively trying to enter into and is studying a few opportunities in this segment of gas business.

- ❖ OIL operates a total network of 1220 Km long crude oil pipelines. This 5.38 MMTPA capacity pipeline transports crude oil produced from oilfields in Upper Assam to the public sector refineries at Numaligarh, Guwahati and partly to refinery at Bongaigaon. Currently, revamping of the Pumping Stations of the Trunk Pipeline, which have been operating for over five decades is in progress at a cost of Rs 1200 crore.



- ❖ Giving a review of the overseas activities of Oil India Limited, Shri Bora said that OIL's overseas E & P portfolio comprises of 16 blocks and are spread over 10 countries covering Libya, Gabon, Nigeria, Yemen, Venezuela, USA, Mozambique, Myanmar, Bangladesh and Russia. In addition to the above, OIL has 10% PI in a product pipeline in Sudan.

Shri Bora informed that in **Russia**, the development activities are going on in full pace. 2D Seismic data of 1000 LKM has been acquired and interpreted. Drilling and production activities are currently undergoing. OIL is taking a very active role in the development activities and supporting the operator of the license, M/s Petroneft Resources by providing expert opinions in selected areas. The current average daily production from the project is around 3200 BOPD.

In **Venezuela**, Carabobo Project, where OIL has PI of 3.5%, the development activities in the field are under progress. Current average daily production from the project stands at approx.20,000 BOPD.

In the **USA** Liquid rich shale asset, where OIL has 20% PI, OIL holds approx 14172.75 net acres of the asset. OIL's share of oil and gas production stood at 0.16 MMBOE (cumulative 0.68 MMBOE).

In **Mozambique**, OIL and ONGC Videsh had jointly acquired 10% participating Interest (OVL 6% & OIL 4%) in Rovuma offshore Area 1 Block. Mozambique LNG is emerging as a global LNG leader with approximately 75 Tcf of recoverable natural gas resources discovered to-date in the Offshore Area 1 of Mozambique. The Joint venture led by the Operator Anadarko, is planning an initial development of approximately 12 MMTPA (2 x 6 MMPTA onshore liquefaction trains) and a site plan that will facilitate future expansions of more than 50 MMPTA.

In **Bangladesh** blocks SS-04 & SS-09, seismic acquisition has commenced and is scheduled to be completed by January, 2017.

In **Myanmar**, OIL together with its consortium partners have signed the Production Sharing Contracts for two offshore blocks, M-4 and YEB, located in the shallow waters in offshore Myanmar, in which pre-seismic environmental and social impact analysis have been completed.

- ❖ Shri Bora then gave an overview of OIL's focus on Renewable Energy as part of which the Company commissioned its 2nd Solar Energy Power Plant of 9 MW capacity, in February, 2016,



at Ramgarh, Jaisalmer district, Rajasthan. With the commissioning of this project, OIL's total installed capacity of Renewable Energy projects presently is 135.6 MW.

During the year, OIL had generated revenue of Rs 105.45 crore from renewable energy sources

- ❖ Reiterating OIL's commitment to the preservation of the environment & ecology, sustainable development and enrichment of the quality of life of employees, customers and the community around its operational areas, Shri Bora mentioned that as a company engaged in E&P activities, OIL pays utmost importance to Health, Safety & Environment (HSE) and has a robust HSE policy. The Loss Time Injury Frequency performance for the FY 2015-16 was excellent as per the MOU target set for the Company.
- ❖ Giving an account of Oil India's Corporate Social Responsibility (CSR) initiatives, Shri Bora underlined that, OIL has been carrying out various CSR projects and programmes as per the provisions of the Companies Act, 2013, its CSR policy and its Social Vision for the all round development of the people and communities residing in its operational areas. These encompass major focus areas such as Education, Healthcare, Sustainable Livelihood, Skill Development, Rural Infrastructure etc. as outlined in Schedule VII of the Companies Act, 2013. OIL earmarks over 2% of its average net profit of three preceding years, for its CSR activities, he said. During 2015-16, apart from the ongoing CSR programs and projects, OIL undertook the implementation of the **Swachh Bharat Abhiyan** launched by the Hon'ble Prime Minister of India , through various initiatives including completion of construction of 1500 boys and girls toilets in Government schools in seven(7) districts of Assam, skill development of 2650 unemployed youth through the project **Swabalamban** and brought computer education to the doorstep of remote rural schools under project **Dikhya** through mobile computer labs (buses) for the benefit of the students in remote villages of OIL operational areas.
- ❖ Shri Bora also informed that in 2015-16, OIL was honoured with, amongst others, ranking of #222 in the Platts Top 250 Global Energy Company Rankings 2015 and ranking of #68 in the Asian Companies Ranking in the 13th Annual Platts Top 250 Global Energy Company Rankings, 2015.



The CMD concluded by re-assuring all shareholders that the Company shall always make sincere endeavours to make OIL an organization to be proud of and take it to new heights in the coming years.

*****Ends*****