

## HIGHLIGHTS

- **FIRST PRIVATE SECTOR COMPANY IN INDIA TO RECORD A NET PROFIT OF US DOLLAR OVER 1.7 BILLION**
- **CONSOLIDATED NET PROFIT OF RS 7,628 CRORES (US\$ 1,744 MILLION) FOR THE YEAR, AN INCREASE OF 47%**
- **NET PROFIT OF RS 7,572 CRORES (US\$ 1,731 MILLION) FOR THE YEAR, AN INCREASE OF 47%**
- **EARNING PER SHARE (EPS) OF RS 54.2 (US\$ 1.24) AND CASH EPS OF RS 86.6 (US\$ 1.98)**
- **CASH PROFIT OF RS 12,087 CRORES (US\$ 2,763 MILLION) FOR THE YEAR, AN INCREASE OF 31%**
- **TURNOVER OF RS 73,164 CRORES (US\$ 16,725 MILLION) FOR THE YEAR, AN INCREASE OF 30%**
- **EXPORTS OF RS 25,532 CRORES (US\$ 5,837 MILLION), AN INCREASE OF 71%**
- **DIVIDEND INCREASED FROM 52.5% TO 75% AN INCREASE OF 22.5%**
- **DIVIDEND OF 75%, PAYOUT OF RS 1,192 CRORES (US\$ 272 MILLION)**
- **PRODUCTION OF OIL & GAS AND PETROCHEMICALS OF 12.7 MILLION TONNES, AN INCREASE OF 3%**
- **REFINERY OPERATED AT 96%, PROCESSED 31.5 MILLION TONNES**



Reliance

# Media Release

Mumbai, 27<sup>th</sup> April 2005 - Reliance Industries Ltd. has announced its audited results for the year ended March 31, 2005. **Turnover of Rs. 73,164 crores** (US \$ 16,725 million). **Net Profit of Rs. 7,572 crores** (US \$ 1,731 million) - **the highest in the private sector.**

The performance highlights of Reliance Industries Limited for the year ended 31<sup>st</sup> March 2005 are:

- **Turnover** of Rs 73,164 crores (US\$ 16,725 million) against Rs 56,247 crores for the previous year, **an increase of 30%**
- **Operating Profit (PBDIT)** increased to Rs 14,261 crores (US\$ 3,260 million) as against Rs 11,122 crores for the previous year, **an increase of 28%.**
- **Cash Profit (before depreciation and deferred tax)** of Rs. 12,087 crores (US\$ 2,763 million) against Rs. 9,197 crores for the previous year, **an increase of 31%.**
- **Net Profit of Rs. 7,572 crores** (US\$ 1,731 million) against Rs. 5,160 crores for the previous year, **an increase of 47%.**
- **Net worth stood at Rs 40,483 crores** (US \$ 9,254 million) as against Rs 34,452 crores , **an increase of 18%**
- The total paid up equity share capital as on 31<sup>st</sup> March 05 stood at Rs. 1,394 crores (US \$ 319 million) as against Rs 1,396 crores on account of buyback and cancellation of shares
- Earnings Per Share (EPS) for the year is Rs. 54.2 (US \$ 1.24) & Cash Earnings Per Share (CEPS) for the year is Rs. 86.6 (US \$ 1.98).
- Dividend increased to 75%, payout of Rs 1,192 crores (US\$ 272 million)
- The company's contribution to the national exchequer in the form of various taxes was **Rs. 13,972 crores (US \$ 3,194 million).**
- The Company's production of oil & gas and petrochemicals, including toll conversion, **increased to 12.7 million tonnes** during the year against 12.4 million tonnes for the previous year, **representing a growth of 3%.**
- The Company's refinery operated at 96% capacity utilisation and processed 31.5 million tonnes of crude during the year.
- **Exports including deemed exports were Rs 25,532 crores (US\$ 5,837 million)** as against Rs 14,969 crores for the previous year, **an increase of 71%.**

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)



**Reliance**

# Media Release

- The Company's operations have helped the nation save precious foreign exchange to the tune of Rs. 40,248 crores (US \$ 9,201 million).
- The consolidated Net profit of the Company after consolidating the subsidiary and associate companies is Rs 7,628 crores (US\$ 1,744 million).

**The Company has also reconciled its profits with US GAAP. Reconciliation of Net Profit as per Indian GAAP and US GAAP is as under:**

	<u>Indian GAAP</u>		<u>US GAAP</u>	
	Rs Crs	\$ MM	Rs Crs	\$ MM
<b>Consolidated Net Profit</b>	<b>7,628</b>	<b>1,744</b>	<b>6,987</b>	<b>1,597</b>
<b>Difference</b>			<b>(641)</b>	<b>(147)</b>

**The difference is mainly on account deferred tax and premium on extinguishment of debt.**

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Page 3 of 14

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)

## **Management Discussion & Analysis for the year ended 31<sup>st</sup> March 2005**

Turnover for the year ended 31<sup>st</sup> March 2005 was Rs. 73,164 crores (US \$ 16,725 million), **up 30% from the previous year. Net profit for the year increased 47% to Rs. 7,572 crores (US \$ 1,731 million).**

Increase in sales reflects the impact of increase in product selling prices of 24% and increase in sales volumes of 6% as compared to the previous year.

Exports, including deemed exports, were Rs. 25,532 crores (US\$ 5,837million) as against Rs 14,969 crores during the previous year, **an increase of 71%.**

The Company's production of oil & gas and petrochemicals, including toll conversion, increased to 12.7 million tonnes during the year against 12.4 million tonnes for the previous year, representing a growth of 3%.

The Company's refinery operated at 96% capacity utilisation and processed 31.5 million tonnes of crude during the year.

During the year under review, product prices remained firm while raw materials prices remained volatile in line with volatility in international crude oil prices.

### **Financial Review**

Operating profit, before other income, was at Rs. 12,811 crores (US \$ 2,929 million) against Rs. 9,984 crores for the corresponding previous year, an increase of 28%.

**The company's net operating margin remained stable during the year at 19.4% despite volatile raw material prices, offset by higher selling prices and increased productivity.**

Other income was Rs.1,450 crores (US \$ 331 million), mainly representing interest income and income from preference shares.

Interest expenditure increased 2% to Rs. 1,469 crores (US \$ 336 million) due to the impact of foreign exchange fluctuations.

Depreciation was at Rs. 3,724 crores (US \$ 851 million) as against Rs 3,247 crores for the previous year. The higher charge was on account of normal capital expenditure and additions for marketing infrastructure.



# Media Release

---

## Business Review

### Oil & Gas (E&P)

**RIL's oil and gas strategy is aimed at further enhancing the level of vertical integration in its energy business, and capturing value across the entire energy chain, while fulfilling important national priorities.**

RIL is the largest exploration acreage holder among the Private sector companies in India with 30 domestic exploration blocks covering an area of about 300,000 Square Kilometres. This is in addition to its interest in one exploration block in Yemen and a block recently awarded in Oman. Reliance also has 5 coal bed methane blocks covering an area of about 4000 sqkm.

12 exploration blocks were awarded under the 1st round of the New Exploration Licensing Policy (NELP-I) of Government of India. In the 2nd round, NELP II, Reliance won another 4 exploration blocks. Reliance has further been awarded 9 blocks under the 3<sup>rd</sup> round of NELP and one block under the 4<sup>th</sup> round of NELP.

The Company and various partners, including ONGC Ltd. and Oil India Ltd., were awarded two exploration blocks prior to NELP. The Company has also acquired the operating rights of five exploration blocks from Tullow Oil plc, a UK Company.

Three blocks out of the above-awarded blocks have been relinquished as the expected deposits were found to be sub-economic.

During the year, Reliance successfully bid for one exploration block in the Sultanate of Oman. The Exploration and Production Sharing Agreement has already been signed with the Government of Oman.

In the Yemen off shore block where Reliance has 25% interest, 2 exploratory wells and 4 appraisal wells were drilled and the testing results are quite encouraging.

During the year, Reliance acquired more than 3000 line Km of 2D seismic data and more than 9000 Square Km of 3D seismic data. Processing and interpretation of acquired data have been taken up in an accelerated manner.

Building on the giant Dhirubhai gas discovery, Reliance continued with the exploratory drilling campaign in the discovery block KG-DWN-98/3 in the Krishna Godavari Basin. Five more wells were drilled in the block during the year, which not only reduced the



Reliance

# Media Release

reservoir risk but also confirmed upside potential of the block. Detailed evaluations of the results are in progress.

A development plan for producing 40 million cubic metres per day of gas initially from Dhirubhai 1 & 3 of KG-D6 block has been approved by the Directorate General of Hydrocarbons. Mining lease for 20 years effective from 2nd March 2005 has been granted.

The exploration in the CBM block of RIL is also progressing as per plan.

Reliance has deployed state-of-the-art technology, and is working with leading international technology and service providers for the E&P project, covering all activities, such as seismic studies, processing and interpretation of data and drilling.

RIL also holds a 30% interest in an unincorporated Joint Venture with British Gas and ONGC, to develop the proven Panna-Mukta and Tapti oil & gas fields. British Gas has a 30% share and ONGC the balance 40% share.

The Panna-Mukta fields produced **1,320,243** tonnes of crude oil and **47.15** billion cubic feet (**1335 MMSCM**) of gas during the year ended 31<sup>st</sup> March 2005. The crude oil production increased by about 8% over last year, while the gas production increased by about 19% over last year.

The Tapti field produced around **74.79** billion cubic feet of gas (**2118 MMSCM**) during the year ended 31<sup>st</sup> March 2005. With the installation of temporary compression at Tapti in October 2004, the gas production has increased to a level of around **250** million standard cubic feet per day of gas. This has resulted in increase of about 12% over last year's production.

In an effort to realise price better than the price offered by Government nominee it was resolved that the Panna-Mukta and Tapti Joint Venture (JV) would market the gas from these fields directly to the consumers from 1<sup>st</sup> April 2005 which has since been achieved.

Consequent to Government approval of the Panna Expanded Plan of Development, the JV has awarded an EPIC contract in November 2004 for two (2) platforms and associated pipelines with completion scheduled for March/April 2006 to achieve an expected incremental recovery of 18 MMBO and 74 BCF of natural gas.

The JV is also in the process of tendering and award of an EPIC contract pursuant to the Government's approval to its proposed Mid Tapti Plan of development in March 2005. The Mid Tapti Plan of Development when fully implemented is expected to augment JV's natural gas production from the Tapti Contract Area from the present 7 MMSCMD to 12.74 MMSCMD from mid-2007.

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)



Reliance

# Media Release

---

## Refining & Marketing (R&M)

In the FY 2004-05 the domestic demand for petroleum products increased by 4.8% as compared to 3.5% in the previous year.

The consumption of HSD, which accounts for more than a third of the total consumption of petroleum products, registered a strong growth of 7.4%, against a demand growth of 1.2% during the previous year. LPG demand increased by 9.4% while demand for MS grew by 4.9%. The demand of Aviation turbine fuel grew by 14.5% during the year. Naphtha and Kerosene sales fell by 4.9% and 0.6% respectively.

The global oil demand for 2004 touched 82.5 million b/d and the annual demand increase of 2.7 million b/d has been the highest in the past two decades. In future, oil price volatility may be influenced by geopolitical issues, demand growth, spare crude oil production capacity and capacity constraints in the downstream.

The refinery margins were robust in all the regions as end product price increases were much higher than the concomitant rise in crude oil prices.

During the period under review, Reliance recorded 96% capacity utilisation at its Jamnagar Refinery. The refinery processed 31.5 million tons of crude during the year.

This capacity utilisation compares favourably with the utilisation rates for other refineries, both in India and abroad, at 91% for North America, 89% for Europe, and 93% for Asia Pacific region.

Exports of refining products during the year under review were 10.2 million tons, compared to 7.5 million tons in the previous year.

The implementation of setting up of Retail Outlets at various locations is in full swing. Reliance already has the necessary approvals for setting up 5,849 retail outlets in India.

The response from these retail outlets is encouraging as the throughput per outlet is higher than the industry norms. By the end of March 2006, Reliance will have significant presence in the retailing of transportation fuels. Reliance will continue to set new standards for services and product quality through its retail outlets. This will help improve margins, overall return on capital and, consequently, shareholder value.

## Petrochemicals

**Polyester:** Reliance is the country's largest manufacturer of PFY, PSF and PET, with a market share of 52%.

RIL's production volumes of PFY, PSF and PET increased 12% to 1,036,000 tonnes.

---

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)



Reliance

# Media Release

---

Reliance continued its focus on speciality products. 59% of PSF sales and 32% of PFY sales represented niche products, contributing a premium of up to 50% over commodity prices.

Demand for PFY, PSF and PET, for the year under review, was 3% higher at 1,684,000 tonnes.

Reliance also continues to be the largest manufacturer of polyester intermediates, PX, PTA and MEG, in the country, with a market share of 77%.

Production of PX, PTA and MEG increased 4% to 3,147,000 tonnes.

**Polymers:** Reliance is the largest manufacturer of PP, PE and PVC, in the country, with a market share of 45%.

Production volumes of PP, PE and PVC increased 3% to 1,921,000 tonnes.

There was an increased focus on high value premium products, with specialty grades contributing 21% of sales, and generating a premium of up to 14% over commodity prices.

Domestic demand increased by 3% during the year, reflecting the impact of improvement in economy and stable prices.

RIL operates the world's largest grassroot, multi-feed cracker at its Hazira petrochemicals complex. During the year under review, the Cracker produced 816,000 tonnes of ethylene and 395,000 tonnes of Propylene.

During the year under review, Linear Alkyl Benzene (LAB) production was 120,000 tonnes, an increase of 3%. Reliance has a market share of 30% in LAB.

## **During the year major associates of Reliance have registered encouraging growth:**

**Indian Petrochemicals Corporation Limited** has posted a Turnover of Rs 9,386 crore against Rs 9,019 crores for the corresponding previous year, an increase of 4% and Net Profit after Tax of Rs. 789 crores against Rs 273 crores for the corresponding previous year, an increase of 188% for the year ended 31<sup>st</sup> March 2005.

**Reliance Energy Limited** has reported an increase of 42% in their net profits to Rs 520 crores (US\$ 119 million) and an increase of 28% in total income at Rs 4,593 crores.

**Reliance Infocomm Limited** has posted a Turnover of Rs 5,387 crores against Rs 2,707 crores for the corresponding previous year, an increase of 99% and Net Profit after Tax of Rs. 51 crores against loss of Rs 390 crores for the corresponding previous year.

---

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)



# Media Release

## Reliance

### AUDITED FINANCIAL RESULTS FOR THE QUARTER/ YEAR ENDED 31st MARCH 2005

(Rs. in crores, except per share data)

Sr. No.	Particulars	9 Months Ended 31 <sup>st</sup> December	Quarter Ended 31 <sup>st</sup> March		Year Ended 31 <sup>st</sup> March	
		2004	2005	2004	2005	2004
1.	Turnover	53,324	19,840	15,314	<b>73,164</b>	56,247
2.	Less: Excise Duty Recovered on Sales	5,112	2,001	1,206	<b>7,113</b>	4,445
3.	<b>Net Turnover</b>	<b>48,212</b>	<b>17,839</b>	<b>14,108</b>	<b>66,051</b>	51,802
4.	Other Income	974	476	477	<b>1,450</b>	1,138
5.	Total Expenditure					
	(a) (Increase)/decrease in stock in trade	77	448	75	<b>524</b>	605
	(b) Consumption of raw materials	33,849	12,083	9,474	<b>45,932</b>	34,722
	(c) Staff cost	577	269	169	<b>846</b>	666
	(d) Other expenditure	4,444	1,493	1,744	<b>5,937</b>	5,825
6.	Interest	1,107	362	349	<b>1,469</b>	1,435
7.	Depreciation	2,742	981	968	<b>3,724</b>	3,247
8.	Profit before extra-ordinary items	6,390	2,679	1,806	<b>9,069</b>	6,440
9.	Extra-ordinary Items	-	-	(32)	-	(139)
10.	Profit before tax	6,390	2,679	1,774	<b>9,069</b>	6,301
11.	Provision for Current Tax	510	195	95	<b>705</b>	351
12.	Provision for Deferred Tax	600	192	260	<b>792</b>	790
13.	<b>Net Profit</b>	<b>5,280</b>	<b>2,292</b>	<b>1,419</b>	<b>7,572</b>	<b>5,160</b>
14.	Add: Brought forward from last balance sheet				<b>5,592</b>	3,343
15.	Add: Investment Allowance (Utilised) Reserve Written back				-	77
16.	Add: Taxation Reserve Written Back				-	10
17.	Less: Provision of tax for earlier years				-	(23)
18.	Amount available for appropriation				<b>13,164</b>	8,567
19.	Appropriations:					
	a) Equity Dividend				<b>1,045</b>	733
	b) Tax on Dividend				<b>147</b>	92
	c) Tax on Dividend for earlier years				<b>4</b>	-
	d) Reserves					
	(i) Debenture Redemption Reserve				-	(850)
	(ii) General Reserve				<b>3,000</b>	3,000
20.	Balance carried forward to next year				<b>8,968</b>	5,592
21.	Paid up Equity Share Capital, Equity Shares of Rs 10/- each.	1,396	1,394	1,396	<b>1,394</b>	1,396
22.	Reserves excluding revaluation reserves (as per balance sheet)				<b>36,280</b>	30,323
23.	Earnings per share (of Rs. 10)					
	Basic	37.8	16.4	10.0	<b>54.2</b>	36.8
	Diluted	37.8	16.4	10.0	<b>54.2</b>	36.8
24.	<b>Dividend proposed per Share</b>				<b>7.50</b>	5.25
25.	<b>Aggregate of non-promoter shareholding</b>					
	- Number of Shares (lakh Shares)				7,418.68	7,447.20
	- Percentage of Shareholding				53.24	53.33

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : www.ril.com

Page 9 of 14

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : ccd@ril.com



**Reliance**

# Media Release

---

## Notes:

1. The figures for the corresponding periods have been restated, wherever necessary, to make them comparable.
2. The Company had revalued its Plant and Machinery located at Patalganga and Naroda during the financial year 1997-98. Consequent to the revaluation, there is an additional charge for depreciation of Rs 61 crores (US \$ 14 million) for the year ended 31<sup>st</sup> March 2005 and an equivalent amount has been withdrawn from General Reserve. This has no impact on profit for the year.
3. In view of clarification issued by the Institute of Chartered Accountants of India on 2<sup>nd</sup> April 2005, Inter Divisional Transfers which hitherto was considered as part of "Turnover and Inter Divisional Transfers" is not considered.
4. Pursuant to the buyback announcement made by the Company on 27<sup>th</sup> December 2004, the Company has bought back and extinguished 28,69,495 shares through open market operations at an aggregate cost of Rs 149.61 crores (US\$ 34 million) during the quarter. Consequent to the buyback the paid-up equity share capital as on 31<sup>st</sup> March 2005 is Rs 1,393.51 crores.
5. There were no investors' complaints pending as on 1<sup>st</sup> January 2005. 2,047 complaints were received during the quarter. All complaints were resolved and no complaints were outstanding as on 31<sup>st</sup> March, 2005.
6. The above statement has been reviewed by the Audit Committee and placed before the Board at its meeting held on 27<sup>th</sup> April, 2005 and has been approved for its release.

---

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Page 10 of 14

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)

**AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2005**  
(Rs. in crores, except per share data)

Sr. No.	Particulars	Year Ended 31st March	
		2005	2004
1.	Turnover	73,710	56,471
	Less: Excise Duty Recovered on Sales	7,113	4,445
	<b>Net Turnover</b>	<b>66,597</b>	<b>52,026</b>
2.	Other Income	1,430	1,099
3.	Share in Income of Associates	70	58
	Profit on Sale of Subsidiaries	31	-
4.	Total Expenditure		
	(a) (Increase)/decrease in stock in trade	524	605
	(b) Consumption of raw materials	45,932	34,923
	(c) Staff cost	858	668
	(d) Other expenditure	6,488	5,847
5.	Interest	1,474	1,440
6.	Depreciation	3,727	3,251
7.	Profit before extra-ordinary items	9,125	6,449
8.	Extra-ordinary Item	-	(139)
9.	Profit before tax	9,125	6,310
10.	Provision for Current Tax	705	351
11.	Provision for Deferred Tax	792	790
<b>12</b>	<b>Net Profit (Before adjustment for Minority Interest)</b>	<b>7,628</b>	<b>5,169</b>
13	Share of Loss transferred to Minority	-	-
<b>14</b>	<b>Net Profit (After adjustment for Minority Interest)</b>	<b>7,628</b>	<b>5,169</b>
15.	Paid up Equity Share Capital, Equity Shares of Rs 10/- each.	1,394	1,396
16.	Earnings per share (of Rs. 10)		
	Basic	54.6	36.9
	Diluted	54.6	36.9

## Notes on Consolidated Financial Results for the year ended 31<sup>st</sup> March 2005:

1. As per Accounting Standard (AS) 21 on Consolidated Financial Statements and Accounting Standard (AS) 23 on Accounting for Investments in Associates in Consolidated Financial Statements issued by the Institute of Chartered Accountants of India, the following Subsidiaries and Associates have been considered:

a) The subsidiary companies considered in the consolidated financial statements are:

	<b>Country of Incorporation</b>	<b>Proportion of ownership interest</b>
Reliance Industrial Investments and Holdings Ltd	India	100%
Reliance Power Ventures Ltd	India	100%
Reliance Ventures Ltd	India	100%
Reliance Strategic Investments Limited	India	100%
Reliance LNG Limited	India	90%
Reliance Technologies LLC	USA	90%
Reliance Brazil LLC	Brazil	100%
Gas Transport and Infrastructure Company Ltd	India	100%

b) The significant associate companies considered in the consolidated financial statements are:

	<b>Country of Incorporation</b>	<b>Proportion of ownership interest</b>
Reliance Capital Limited	India	47.20%
Reliance Industrial Infrastructure Limited	India	47.23%
Reliance Communications Infrastructure Limited and its subsidiaries including Reliance Infocomm Limited	India	45.00%
Reliance General Insurance Co Limited	India	25.00%
Reliance Life Insurance Co Limited	India	25.00%
Reliance Energy Limited (Formerly BSES Limited)	India	43.74%
Reliance Telecom Limited	India	35.60%
Reliance Europe Limited	UK	50.00%
Reliance Petroinvestments Limited including its associate Indian Petrochemicals Corporation Limited	India	50.00%

2. This consolidated financial statement should be read in conjunction with the notes to the individual financial results for the year ended 31<sup>st</sup> March 2005.

## AUDITED SEGMENT INFORMATION FOR THE QUARTER/ YEAR ENDED 31st MARCH 2005

Rs Crores

	Quarter Ended 31 <sup>st</sup> March		Year Ended 31 <sup>st</sup> March	
	2005	2004	2005	2004
<b>1. Segment Revenue</b>				
- Petrochemicals	9,074	6,522	29,745	23,424
- Refining	13,206	12,017	51,700	41,606
- Others	1,202	917	2,623	2,527
<b>Gross Turnover (Turnover and Inter Divisional Transfers)</b>	<b>23,482</b>	<b>19,456</b>	<b>84,068</b>	<b>67,557</b>
Less: Inter Segment Transfers	<b>3,095</b>	<b>3,918</b>	<b>10,358</b>	<b>11,086</b>
<b>Turnover</b>	<b>20,387</b>	<b>15,538</b>	<b>73,710</b>	<b>56,471</b>
Less: Excise Duty Recovered on Sales	2,001	1,206	7,113	4,445
<b>Net Turnover</b>	<b>18,386</b>	<b>14,332</b>	<b>66,597</b>	<b>52,026</b>
<b>2. Segment Results</b>				
- Petrochemicals	<b>984</b>	<b>896</b>	<b>3,762</b>	<b>3,368</b>
- Refining	<b>1,579</b>	<b>1,089</b>	<b>5,521</b>	<b>3,500</b>
- Others	<b>380</b>	<b>207</b>	<b>1,192</b>	<b>589</b>
<b>Total Segment Profit before Interest and Tax</b>	<b>2,943</b>	<b>2,192</b>	<b>10,475</b>	<b>7,457</b>
(i) Interest Expense	(367)	(353)	(1,474)	(1,439)
(ii) Interest Income	198	201	369	684
(iii) Other Unallocable Income Net of Expenditure	(39)	(227)	(245)	(253)
<b>Profit Before Tax and Extra-ordinary Items</b>	<b>2,735</b>	<b>1,814</b>	<b>9,125</b>	<b>6,449</b>
Extra-ordinary Items	-	(31)	-	(139)
<b>Profit Before Tax</b>	<b>2,735</b>	<b>1,783</b>	<b>9,125</b>	<b>6,310</b>
(i) Provision for Current Tax	(195)	(95)	(705)	(351)
(ii) Provision for Deferred Tax	(192)	(260)	(792)	(790)
<b>Profit after Tax</b>	<b>2,348</b>	<b>1,428</b>	<b>7,628</b>	<b>5,169</b>
<b>3. Capital Employed</b>				
- Petrochemicals	9,576	11,246	9,576	11,246
- Refining	22,636	23,992	22,636	23,992
- Others	16,282	15,510	16,282	15,510
- Unallocated Corporate	15,684	8,761	15,684	8,761
<b>Total Capital Employed</b>	<b>64,178</b>	<b>59,509</b>	<b>64,178</b>	<b>59,509</b>

**Corporate Communications**  
Reliance Centre  
19, Walchand Hirachand Marg  
Ballard Estate, Mumbai 400 038, India

Internet : [www.ril.com](http://www.ril.com)

Page 13 of 14

Telephone : 3032 7275, 3032 7219  
3032 7214, 3032 7213  
Telefax : (+91 22) 2285 2212  
(+91 22) 2287 0072

E-mail : [ccd@ril.com](mailto:ccd@ril.com)

## Notes to Segment Information for the year ended 31st March 2005:

1. As per Accounting Standard 17 on Segment Reporting (AS 17), the Company has reported "Segment Information" on consolidated basis including businesses conducted through its subsidiaries, as described below:
  - a) The **petrochemicals** segment includes production and marketing operations of petrochemical products namely, High and Low density Polyethylene, Polypropylene, Polyvinyl Chloride, Polyester Yarn, Polyester Fibres, Purified Terephthalic Acid, Paraxylene, Ethylene Glycol, Olefins, Aromatics, Linear Alkyl Benzene and Polyethylene Terephthalate.
  - b) The **refining** segment includes production and marketing operations of the petroleum refinery.
  - c) The businesses, conducted mainly through investment in associates and smaller business segments not separately reportable have been grouped under the "**others**" segment. This comprises of the following:
    - Oil and Gas
    - Textile
    - Communication
    - Power
    - Finance and Risk management