OIL & GAS DEVELOPMENT COMPANY LTD.

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Plot No. 3, Jinnah Avenue,
Blue Area, Islamabad.

CS 04-08 (KSE)/1

February 25, 2005

The General Manager
Karachi Stock Exchange (Guarantee) Limited
Stock Exchange Building
Stock Exchange Road
Karachi
Fax No: 021-2415763; 2437560

Subject: **Financial Results for the Quarter Ended December 31, 2004**

Dear Sir,

We have to inform you that the Board of Directors of our company in their meeting held on February 25, 2005 at 10:00 a.m. at Islamabad, have approved as follows:

(i) **CASH DIVIDEND**

Second interim Cash dividend for the quarter ended December 31, 2004 @ Rs 1.50 per share i.e. 15 %.(Rupee =1.50 per share).

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on Saturday, April 16, 2005. The Share Transfer Books of the Company will be closed from April 18, 2005 to April 27, 2005 (both days inclusive). Transfers received at the share registrar office Noble Computers Services (Pvt.) Limited, 2nd Floor, Sohni Centre; BS 5 & 6, Main Karimabad; Block-4, Federal B. Area, Karachi-75950 at the close of business on Saturday, April 16, 2005 will be treated in time for the purpose of above entitlement to the transferees.

The financial results of the company are as follows:

PROFIT AND LOSS ACCOUNT FOR THE QUARTER ENDED DECEMBER 31, 2004

	Quarter Ended		Six Months Ended	
	December 31, 2004	December 31, 2003	December 31, 2004	December 31, 2003
	(RUPEES IN THOUSAND)			
Sales less government levies	18,162,467	11,697,409	33,410,857	23,139,469
Other operating revenue	11,142	11,395	19,727	16,476
	18,173,609	11,708,804	33,430,584	23,155,945
Less: Operating expenses	2,331,673	2,318,926	4,225,988	4,195,760
Royalty	1,998,123	1,322,065	3,655,847	2,562,789
Transportation charges	229,053	168,757	367,470	306,216
Amortization of exploration and Development expenditure	473,578	289,503	962,687	634,822
	5,032,427	4,099,251	9,211,992	7,699,587
	13,141,182	7,609,553	24,218,592	15,456,358
Less: Exploration expenditure written off including exploratory dry holes	242,662	735,806	588,799	1,634,326
	12,898,520	6,873,747	23,629,793	13,822,032

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