

Corporate Announcement

Ahmedabad, 12th February, 2014

Operational Update: Drilling of New Wells

GNRL Oil & Gas Limited (formerly Heramec Limited – 100% subsidiary of Gujarat Natural Resources Limited) is undertaking a drilling campaign to drill three new development wells in the current Financial Year as per approved Work Program and Budget. GNRL Oil & Gas Limited has obtained necessary approvals. The current drilling campaign includes drilling of two wells in Dholasan field and one well in Kanawara field.

Dholasan Field

The first of the three planned wells was spudded on 25th December, 2013 in Dholasan field. The drilling of the well (SD#1A) in Dholasan Field is completed within planned schedule and budget. The Well is ready for Testing. A Work-over Rig and necessary services have been mobilized for commencing Testing of this Well.

Kanawara Field

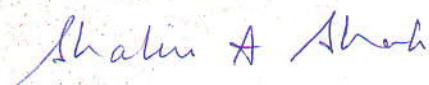
After completion of drilling activities for the first well in Dholasan field, the second well is spudded on 11th February, 2014 in Kanawara field. The well (K#10) being drilled is a development well with planned total depth of 1700 mt. This well will be completed in proven producing Kalol payzone.

GNRL Oil & Gas Limited holds 30% participating interest and is the Operator for Dholasan and Kanawara fields where the new wells are to be drilled. Gujarat State Petroleum Corporation Limited (GSPC) holds balance 70% participating interest in these fields.

About GNRL Oil & Gas Limited

GNRL Oil & Gas Limited (formerly Heramec Limited) is a 100% subsidiary of Gujarat Natural Resources Limited (GNRL). GNRL Oil & Gas Limited holds 30% participating interest in six oil & gas blocks and is Operator for four of these blocks.

For **Gujarat Natural Resources Limited**



Managing Director