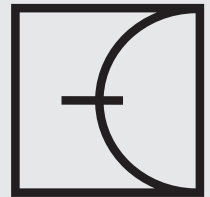


ANNUAL REPORT 2015-16



Late Mr. R. N. Kapur
Founder and Former Chairman

BOARD OF DIRECTORS

Mr. Rohit Kapur, *Chairman*

Mr. T. Currimbhoy • Mr. V. B. Mahajan • Mr. S. K. Singh • Dr. D. J. Corbishley • Mrs. R. Kapur

AUDITORS

V. Sankar Aiyar & Company, Chartered Accountants, New Delhi

CHIEF FINANCIAL OFFICER

Mr. A. K. Maurya

COMPANY SECRETARY

Ms. Meenu Goswami

COST AUDITOR

S. N. Balasubramanian

BANKERS

Yes Bank • State Bank of India • Corporation Bank

REGISTERED OFFICE

J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi – 110 043

REGISTRAR AND SHARE TRANSFER AGENTS

MCS Share Transfer Agent Limited
F - 65, First Floor, Okhla Industrial Area Phase – I
New Delhi – 110 020



DIRECTORS' REPORT

Your Directors have pleasure in presenting the Annual Report for the year ended 31 March 2016.

Financial Review

The Company achieved the following results over the past three years :

	(₹)		
	2013-14	2014-15	2015-16
Net Sales	1,012,697,496	792,893,686	620,268,715
EBIDTA	945,836,453	687,216,394	476,101,134
EBIDTA / Net Sales	93%	87%	77%

Total Reserves and Surplus of the Company have increased from ₹ 2,639,208,773 to ₹ 2,669,821,290 as on 31 March 2016. During the year under review, an amount of ₹ 100,000,000 transferred to General Reserves and ₹ 623,000 transferred to Site Restoration Fund.

Review of Operations

The Company continued its operations in a smooth and efficient manner and the Company achieved overall increases in production volumes from its oilfields during the year. However, due to the continued significant decline in oil prices, the overall profitability of the Company was lower than in the previous year.

The drilling campaign continued in 2015-16, although at a lower pace keeping NPV and RoE requirements in mind for new investments. The assessment of the complex geology formation of our oil and gas fields was also carried out during the year and significant progress was made with respect to Bakrol and Karjisan fields. The Technical operation and production challenges were being constantly evaluated with various service providers across the globe.

Overall cash flows from operations remained healthy and the Company increased its Net Current Assets properties in comparison with the previous year.

Please also refer to the Management Discussion and Analysis section of the Annual Report for further clarification regarding Company's operations and policies.

Final Dividend

The Directors are pleased to inform that in the financial year 2015-16, the Board of Directors have declared an interim dividend of 50%, i.e. ₹ 5/- per share, which shall be declared as final dividend for the year 2015-16 subject to approval by the shareholders of the Company in the forthcoming AGM.

Transfer to IEPF

During the year, in accordance with the provisions of section 205C of the Companies Act, 1956 an amount of ₹ 659,585 and ₹ 729,681 being Unclaimed Dividend for the financial year 2007-08 and 2008-09 respectively were transferred to the Investor Education and Protection Fund established by the Central Government.

Number of Meetings of the Board

There were seven Board Meetings held during the financial year 2015-16. Details of the same forms part of the Corporate Governance Report.

Declaration of Independence by Directors

Declaration given by Independent Directors meeting the criteria of Independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 is received and taken on record.

Directors Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act, 2013, the Board of Directors do hereby confirm that in the preparation of the Annual Accounts, the applicable Accounting Standards have been duly complied with, and the Directors have selected the necessary accounting policies and applied them consistently. Judgments / estimates have been made that are evenhanded and prudent, so as to give an accurate and rational view of the affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period. The Directors have also taken ample care for the maintenance of adequate accounting records in conformity with the provisions of Companies Act, 2013, for upkeep of the assets of the Company and for preventing and detecting fraud and other irregularities, and that the Directors have prepared the annual accounts on a going concern basis. The Directors have laid down internal financial controls to be followed by the Company and such Internal financial controls are adequate and operating effectively. And lastly, the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems were adequate and operating effectively.

Policy on Directors' Appointment and Remuneration

Considering the requirement of skill set on the Board, eminent people having an independent standing in their respective field/profession and who can effectively contribute to Company's business and Policy decisions are considered by Nomination and Remuneration Committee for appointment as Independent Director on the Board. The Committee considers ethical standards of integrity, qualification, expertise and experience of the person for appointment as Director and is not disqualified under Companies Act, 2013 and rules made thereunder and accordingly recommend to the Board his/her appointment.

Remuneration to Whole-Time Director is governed under the relevant provisions of Companies Act, 2013 and rules made thereunder. Independent/ Non-Executive Directors excluding Promoter Directors are paid sitting fees for attending the meetings of the Board/Committees thereof.

The Nomination and Remuneration Committee recommends the remuneration of Directors and Key Managerial Personnel, which is approved by the Board of Directors, subject to approval of shareholders where necessary. The level and composition of Remuneration so determined shall be reasonable and sufficient to attract, retain and motivate Directors and Senior Management to run the Company. The objective and broad framework of the Remuneration Policy is to consider and determine the remuneration, based on the fundamental principles of payment for performance, for potential and for growth. The Board considers the Nomination and Remuneration Committee's recommendation and takes appropriate decision.

Contracts/Arrangements with Related Parties

All the related party transactions are entered on arm's length basis in the ordinary course of business and are in compliance with the applicable provisions of the Companies Act, 2013 and the Listing Regulations. There are no materially significant related party transactions made by the Company with Promoters, Directors or KMP etc. which may have

potential conflict with the interest of the Company at large which warrants the approval of shareholders. Accordingly, the disclosure of related party transactions as required under Section 134 (3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable to the Company. All related party transactions are presented to the Audit Committee and the Board. Omnibus approval is obtained for the transactions which are foreseen and repetitive in nature. Transactions with related parties are conducted in a transparent manner with the interest of the Company as utmost priority. Details of such transactions are given in the accompanying Financial Statements. The Company's policy on Related Party Transactions is available at our website www.selanoil.com

Whistle Blower Policy

The Company has adopted a Vigil Mechanism/Whistle Blower Policy to provide a formal mechanism to the Directors and Employees to report their concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or Policy. This policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee. This policy is available on the Company's website at www.selanoil.com.

Risk Management

The Company has laid down a well defined risk management mechanism covering the risk mapping and trend analysis, risk exposure, potential impact and risk mitigation process. The Company's risk identification and assessment process is dynamic and hence it has been able to identify, monitor and mitigate the most relevant strategic and operational risks, both during periods of accelerated growth and recessionary pressures.

Corporate Social Responsibility

Selan is committed to operate and grow in a socially responsible way. With Safety, health and environment protection high on its corporate agenda, Selan is committed to conduct business with a strong environment conscience, so as to ensure sustainable development, safe work places and enrichment of life of employees, clients and the community. Brief details about the CSR Policy developed and implemented by the Company on CSR initiatives taken during the year is given in Annexure-C to this Report.

Board Evaluation

In compliance with the provisions of the Companies Act, 2013 and Regulation 17(10) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board has carried out an Annual Performance Evaluation of its own performance, Directors individually and that of its Committees. During the year a Separate Meeting of Independent Directors was held to assess the performance of Non-Independent Director and the Chairperson of the Company as well as the Board as a whole. Performance Evaluation is based on their contribution to company's objectives and plans, efficient discharge of their responsibilities, participation in Board/ Committee meetings and other relevant parameters.

Board of Directors

Mrs. R. Kapur retires by rotation at the ensuing Annual General Meeting.

Auditors and Their Report

M/s V. Sankar Aiyar & Co., Chartered Accountants, Statutory Auditors of the Company hold office upto the conclusion of 32nd AGM, who were appointed in the 29th AGM to hold office until the conclusion of 32nd AGM. Therefore, ratification of appointment of Statutory Auditors is being sought from the members at the ensuing AGM.

There are no qualifications or reservations or remarks made by the Auditors in their Report.

Furthermore, it is proposed to appoint M/s J.A. Martins & Co., Chartered Accountants as the Joint Auditors of the Company for a term of five years from the conclusion of this 31st AGM till the conclusion of 36th AGM, subject to ratification of appointment at every AGM hereinafter. The Company has received confirmation from M/s J.A. Martins & Co. to the effect that their appointment, if made, would be within the prescribed limits under Section 141(3)(g) of the Companies Act, 2013 and that they are not disqualified for appointment. The Company has received a Special Notice from a member u/s 140(4) of the Companies Act, 2013 for the appointment of M/s J.A. Martins & Co., Chartered Accountants as the Joint Statutory Auditors of the Company. The appointment of M/s J.A. Martins & Co. will provide smooth transition to the existing auditors i.e. M/s V. Sankar Aiyar & Co., Chartered Accountants as their term expires on the 32nd Annual General Meeting and they are not eligible for further re-appointment as per the provisions of Companies Act, 2013.

Cost Accounting Records

The Board of Directors has on the recommendation of Audit Committee, approved the appointment of Mr. S. N. Balasubramanian, Cost Accountant as the Cost Auditor of the Company for the financial year 2016-17 at a remuneration of ₹120,000 per annum. The proposed remuneration of the Cost Auditor would be ratified by the members in the ensuing AGM. The Cost Audit for the year ended 31 March 2015 was carried out by the same Auditor and the report was filed on 29 September 2015.

Secretarial Audit Report

Secretarial Audit Report confirming compliance to the applicable provisions of Companies Act, 2013, Listing Agreement, SEBI guidelines and all other related rules and regulations obtained from our Secretarial Auditors, M/s Nityanand Singh & Co., Company Secretaries forms part of this Annual Report as Annexure-A.

Internal Auditor

In compliance with the provisions of Section 138 of the Companies Act, 2013 M/s S.N. Nanda & Co. were appointed as Internal Auditors for the Financial Year 2015-16 to conduct the internal audit of the functions and activities of the Company. They have submitted their Report to the Chairman of the Audit Committee and this was further reviewed by the Management and taken on record.

Corporate Governance Report

In compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Management Discussion and Analysis and a Report on Corporate Governance alongwith Certificate from Auditors regarding compliance of conditions of Corporate Governance is annexed to Directors' Report. A declaration by the Manager regarding the compliance with the Code of Conduct also forms part of this Annual Report.



Extract of the Annual Return

Relevant Extract of the Annual Return is given in Annexure-B to this Report.

Loans, Guarantees or Investments

The Company has not given any loan or guarantee nor has made any investment during the year under report attracting the provisions of Section 186 of the Companies Act, 2013.

Deposits

The Company has not accepted any deposits during the year under report nor did any deposits remain unpaid or unclaimed at the end of the year.

Internal Financial Controls and their adequacy

The Directors had laid down internal financial controls to be followed by the Company and such policies and procedures were adopted by the Company for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information. The Audit Committee evaluates the internal financial control system periodically.

Significant and Material orders passed by the Regulators/ Courts/ Tribunals

No significant or material orders were passed by the Regulators or Courts or Tribunals which impacts the going concern status and Company's operations in future.

Women Empowerment

SELAN is fully committed to uphold and maintain the dignity of every woman employee working with it. It believes that every woman shall have the right to work in an environment free from any form of Sexual Harassment. SELAN has a 'Policy on Prevention of Sexual Harassment of Women at Workplace' which provides for protection against sexual harassment of women at workplace and for prevention and redressal of such complaints. During the year under review, the Company has not received any complaint of sexual harassment from any of the Woman employee of the Company.

Audit Committee

The Audit Committee comprises of five members, out of which four are non-executive and independent directors including the Chairman. The Audit Committee's composition, powers and role are included in Corporate Governance Report. All the recommendations made by the Audit Committee were accepted by the Board of Directors.

CEO / CFO Certification

Mr. Rohit Kapur (Whole Time Director) and Mr. A. K. Maurya, Chief Financial Officer of the Company have certified to the Board that all the requirements of the Listing Obligations, inter alia, dealing with the review of financial statements and Cash flow statement for the year ended 31 March 2016, transactions entered into by the Company during the said year, their responsibility for establishing and maintaining internal control systems for financial reporting and evaluation of the effectiveness

of the internal control system and making of necessary disclosures to the Auditors and the Audit Committee have been duly complied with.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

The activities undertaken by your Company do not fall under the scope of disclosure of particulars under Section 134(3)(m) of the Companies Act, 2013, to the extent where it relates to the conservation of energy and technology absorption. Particulars with regard to foreign exchange outgo appear as point no. 42 of the Notes forming Part of the Accounts.

Material Changes and Commitments

There have not been any material changes and commitments affecting the financial position of the Company between the end of the Financial year of the Company as on 31 March 2016 and the date of this report.

Personnel

The information required pursuant to Section 197 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company, will be provided upon request. In terms of Section 136 of the Act, the Annual Report excluding the aforesaid annexure is being sent to the shareholders of the Company and others entitled thereto. Any member interested in obtaining a copy of the said annexure may write to the Company Secretary at the registered office of the Company.

Acknowledgements

Your Directors place on record their gratitude and express their earnest appreciation for the valuable efforts of every employee of the organization without which the Company would not have been able to undertake the challenging targets in all areas of operations. The Company believes in empowering its employees through greater knowledge, team spirit and developing greater sense of responsibility. We are fortunate to have such a team whose endeavors have laid a strong foundation for the success of the organization as a whole. Your Directors acknowledge the exemplary contribution made by the employees of the Company.

On behalf of the Company, we wish to convey our appreciation to the Ministry of Petroleum and Natural Gas (MoPNG), Directorate General of Hydrocarbons (DGH), Ministry of Environment and Forests (MoEF), Government of India and the Bankers of the Company for their continuous support, cooperation and guidance. The Directors value the trust shown by the shareholders in their ability to manage the Company. We expect that with the ongoing encouragement and support of our shareholders, we shall be successful in achieving the desired objectives in the near future.

For and on Behalf of the Board

Place : New Delhi

ROHIT KAPUR

Date : 20 May 2016

Chairman

MANAGEMENT DISCUSSION AND ANALYSIS

1. Industry Structure and Developments

The Oil and gas industry is passing through a difficult period at the present time, with great concern for the level of risk companies can undertake in trying to achieve their business plans. The Company is taking effective steps to improve operational efficiency to maintain the earnings. The Company is in the process of executing elaborate plans for the development of its oil and gas fields. Efforts are made in terms of enhancement of production from existing pay zones, workover of existing wells and drilling of new wells.

The Industry is expecting significant changes with new oil and gas policies introduced by the Government which will lead to easy approval processes and easy implementation of business plans. The Government has been reviewing its E&P Policy from time to time for intensifying exploration activities and investments therein.

During the year, there has been a steep fall in global crude oil prices thus adversely affecting the exploration and drilling activities world over. Numerous trends are driving the market and the fall in oil prices has not yet recovered. This has significantly impacted the profits of the Company. The issue of revenue loss is being constantly monitored for its bearing on the future plans of the Company and for purposes of ongoing cost containment.

2. Outlook

Production Sharing Contracts (PSCs) with the Government of India were signed by SELAN in 1995 for Bakrol, Indrora and Lohar oilfields. Further, the Company was also awarded Contracts for the Karjisan Gasfield and the Ognaj Oilfield with the Ministry of Petroleum and Natural Gas (MoPNG) in 2004.

The Company has received certain environmental and drilling approvals during the year. However, the approvals are now valid only for the fiscal year in which they are received, irrespective of how late in the fiscal year they are received. As such, the process is ongoing and unpredictable.

The Company has laid down diverse growth and expansion plans for its oil and gas fields; which shall lead to higher production of crude oil / gas. The Company plans to implement newer technologies along with the supervision and direction of experienced professionals for its planned growth and success.

The Company is actively pursuing various reservoir engineering and production engineering technologies across the globe in an effort to find the most appropriate completions for the new wells being drilled. These can add to the production / life cycle of the wells and help the Company in achieving its volume growth objectives in the coming years.

3. Segment-wise Performance

Currently, the Company operates in only one Business Segment that is Production of Crude Oil and Natural Gas.

4. Operations and Financial Review

The operations and financial review is covered in the Directors' Report and is to be read as a part of this report itself.

5. Risks and Concerns

(i) Business Risks

Fluctuations in oil prices creates uncertainty in deciding future plans for the Company and in the minds of the investing public. Prolonged volatility will adversely affect all companies in the industry.

Oil sector is a high yielding sector that involves equally high risks. Data acquired for seismic evaluation of oilfields & reservoir modeling involves interpretation by latest software technology and advanced equipment which is capital intensive in nature and, therefore, prone to obsolescence alongwith uncertainty in results.

The Drilling Activities are carried out using advanced drilling rigs and ancillary rig equipments. Further, necessary safety and security measures have to be employed prior to any drilling activity.

However, the basic environmental & natural risks cannot be completely overlooked and therefore drilling activity poses an enormous challenge. The ebb and flow in international oil prices as well as in the dollar value of the rupee is another factor which adds to the unpredictability of profits in this industry.

(ii) Project Constraints

There are various project constraints which add on to the risk factors of the Company. Drilling rigs and associated oilfield services have been a major problem in the region where the Company operates. With the limited number of service providers available, the Company is required to tie-up with oilfield services suppliers as much as a year in advance in order to execute its scheduled drilling programmes.

Complying with international tendering procedures, import from abroad of long lead items and lining up of rig and allied services represents a challenging time line.

Another area of concern is the delay in land acquisitions, which affects the various development and production activities to be implemented.

Any unanticipated delays in receiving timely clearances from MoEF and in mobilizing the drilling rig and associated oilfield service is a potential project constraint for the Company.

(iii) Financial, Legal and Contractual Risks

SELAN carries minimum financial risk. Currently, the Company has a policy of using debt financing only for short term requirements besides using its own accumulated reserves.

6. Opportunities and Threats

The growth of the Company is subject to opportunities and threats as are applicable from time to time. The Industry is expecting significant changes with the new Hydrocarbon Exploration and Licensing Policy introduced by the Government. The Government is making serious efforts in order to enhance domestic oil and gas production, bring substantial investment, enhance transparency and reduce administrative discretion. This will promote the government's initiative 'Ease of Doing Business'. The Oil and gas Industry represents one of the most important and complex industry segments in the market and is ready to meet the nation's future energy needs aided with the support of Government. New methods and new sources of oil and gas are driving productivity in the Oil and gas industry. Despite the risks, there is still a very real demand for energy and this sector fills part of that demand.

7. Internal Control Systems and their Adequacy

Regular Internal audits and checks are carried out to provide assurance that adequate systems are in place and that the responsibilities at various levels are discharged effectively. These systems are designed to ensure that all assets of the Company are safeguarded and protected against any loss and that all transactions are properly authorized, recorded and reported. We have dedicated Internal Auditors who make sure that transactions taking place under due authority / power are received and reported in a prudent manner. These systems are reviewed by the Audit Committee in its quarterly meetings and suggestions are given to strengthen and regularly improve their application, keeping in view the dynamic business environment. Internal and external audits are conducted on a regular basis to ensure transparency and statutory compliance.

8. Human Resources Development / Industrial Relations

SELAN believes that the quality of its employees is the key to success. The Company deeply appreciates the spirit and commitment of its employees and takes full pride in acknowledging its efficient, dedicated and hardworking team which has led to optimum business returns for the Company. It has a simple hierarchy system, due to which the decision making process becomes quicker and simpler, mitigating the losses due to lengthy and time-consuming decision making processes. Our Company believes that it is the quality and dynamism of its Human Resource that will enable it to make a significant contribution in creating enlarged societal value. The Company has a total strength of 28 employees as on 31 March 2016.

The Company continues to set a fine record of industrial harmony with positive outcomes of effective performance. For now, and hopefully in the future, the Company foresees no major internal or external developments in this area which shall adversely affect the business of the Company.

9. Disclosure of Accounting Treatment

The Company has followed the Accounting Standards issued by the Institute of Chartered Accountants of India (ICAI) in preparation of its Financial Statements.

CORPORATE GOVERNANCE



1. SELAN's philosophy on Code of Governance

We believe that good Corporate Governance emerges from the application of the best and sound management practices and compliance with the laws coupled with adherence to highest standards of transparency and business ethics. It is SELAN's belief that good ethics make good business sense and our business practices are in keeping with this spirit of maintaining the highest level of ethical standards. The Company has in place processes and systems where by the Company complies with the requirements of Corporate Governance under the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. Board of Directors

a) Composition of Board

The Board of Directors of the Company comprises of :

- One Executive Director
- Four Non – Executive Independent Directors
- One Non – Executive Director

Name of Director	Executive/ Non-Executive/ Independent	Number of other Directorships	Number of Committee Memberships in other Companies		Attendance in Board Meetings	Attendance in Last AGM
			Chairman	Member		
Rohit Kapur*	Chairman and Whole-Time Director	-	-	-	07	Yes
S. K. Singh	Non – Executive and Independent Director	-	-	-	04	No
T. Currimbhoy*	Non – Executive and Independent Director	-	-	-	02	No
V. B. Mahajan	Non – Executive and Independent Director	-	-	-	06	Yes
D. J. Corbishley*	Non – Executive and Independent Director	-	-	-	02	Yes
R. Kapur	Non-Executive Director	-	-	-	01	No

* Non – Resident Directors

Note: Directorships in Foreign Body Corporates, Private Limited Companies and Associations are excluded.

None of the Director is related to the other Directors except, for Mrs. R. Kapur (Promoter Director), who is the wife of Mr. Rohit Kapur (Promoter Director)

b) Number of Board Meetings held and the dates on which held

There were seven Board Meetings held during the financial year 2015-16. The dates on which the meetings were held are : 30 May 2015, 14 August 2015, 07 November 2015, 15 January 2016, 06 February 2016, 11 February 2016 and 10 March 2016.

c) Directors' Shareholding

Details of Directors' Shareholding in the Company as on 31 March 2016 are as follows :

Name of Director	Number of Shares
Mr. Rohit Kapur, Whole -Time Director	466,846
Mr. V.B. Mahajan, Non-Executive Independent Director	6,248
Mr. S.K. Singh, Non-Executive Independent Director	1,100
Mrs. R. Kapur, Non- Executive Director	1,400,000

d) Familiarisation Programme for Independent Directors

The Company's Policy of conducting the Familiarisation Programme and the details of Familiarisation Programmes imparted to Independent Directors during Financial Year 2015-16 have been disclosed on the website of the Company at www.seloil.com/familiarisation_Programme_details_2016.pdf

3. Audit Committee

The Audit Committee comprises of five members, out of which four are non-executive and independent directors, including the Chairman. Four meetings of Audit Committee were held during the year viz. on 26 May 2015, 13 August 2015, 05 November 2015 and 06 February 2016. The composition of the Committee and details of their attendance at the meetings is as follows :

Name of Director	Number of Meetings	
	Held	Attended
Mr. V.B. Mahajan (Chairman)	4	4
Mr. S.K. Singh	4	3
Dr. D.J. Corbishley	4	2
Mr. T. Currimbhoy	4	-
Mr. Rohit Kapur	4	4

Brief description of terms of reference :

- Review of the financial reporting process and the Company's financial statements.
- Review of the adequacy of accounting records as maintained in accordance with the provisions of the Companies Act, 2013.
- Review of the adequacy of internal control system.
- The detailed terms of reference of Audit Committee cover the areas mentioned under Part C of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as well as Section 177 of the Companies Act, 2013.

4. Nomination and Remuneration Committee

The Nomination and Remuneration Committee assists the Board in overseeing the method, criteria and quantum of compensation for Directors and Senior Management based on their performance and defined assessment criteria. The detailed terms of reference of the Committee cover the areas mentioned under Part D of Schedule II of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 as well as Section 178 of the Companies Act, 2013. The Committee met one time during the year (on

10 August 2015). The composition of the Committee and details of their attendance at the meeting is as follows:

Name of Director	Number of Meetings	
	Held	Attended
Mr. S.K. Singh (Chairman)	1	-
Mr. V.B. Mahajan	1	1
Mr. T. Currimbhoy	1	-
Mr. Rohit Kapur	1	1

Performance Evaluation

As stipulated by the Code of Independent Directors under the Companies Act, 2013, and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Annual Evaluation was conducted by the Board of its own performance and that of its Committee and Individual Directors. A Separate Meeting of Independent Directors was held on 08 February 2016 to assess the performance of Non-Independent Directors and the Chairperson of the Company and the Board as a Whole. Performance Evaluation of Independent Directors was also conducted during the Financial Year 2015-16. Performance Evaluation is based on their contribution to Company's objectives and plans, efficient discharge of their responsibilities, participation in Board/Committee meetings and other relevant parameters.

5. Remuneration of Directors

- There was no pecuniary relationship or transaction between the Non-Executive Directors and the Company during the Financial Year 2015-16.
- Independent/Non-Executive Directors excluding Promoter Directors of the Company are paid Sitting fees for attending the meetings of the Board/ Committees subject to ceiling/ limits as provided under Companies Act, 2013 and rules made thereunder.
- Payment of remuneration to Whole Time Director is governed by the terms and conditions of his appointment as recommended by the Nomination and Remuneration Committee and approved by the Board subject to the approval of Shareholders and the Central Government, where applicable. The Whole-Time Director was paid remuneration during the year as disclosed in Note no. 33 & 35 of Notes on Accounts. Details of remuneration of Directors for the year ended 31 March 2016 are as follows:
(in ₹)

Name of Director	Salary, Allowances & Perquisites	Sitting Fees paid	Total
Mr. V.B. Mahajan	-	1,000,000	1,000,000
Mr. S.K. Singh	-	600,000	600,000
Dr. D.J. Corbishley	-	200,000	200,000
Mr. T. Currimbhoy	-	100,000	100,000

6. Stakeholders Relationship Committee

The terms of reference of this Committee are wide enough covering the matters specified under the Listing Regulations and the Companies Act, 2013. The Committee is headed by Mr. V.B. Mahajan (Non-Executive and Independent Director).

Particulars	As on 31 March 2016
No. of shareholders complaints received	05
No. of complaints not solved to the satisfaction of Shareholders	Nil
No. of pending complaints	Nil

The Company has designated an e-mail id of the Compliance Officer, specifically, to look after investor grievances and to resolve them in a speedy manner, in compliance with the Listing Regulations.

Compliance Officer

Name : Ms. Meenu Goswami
Designation : Company Secretary
E-mail Id : investors@selanoil.com

7. General Body Meetings

- Location and time for last three Annual General Meetings were :

Year	AGM	Location	Date	Time
2012-13	AGM	Air Force Auditorium, New Delhi	05.08.2013	10:00 a.m.
2013-14	AGM	Ashok Country Resort, New Delhi	07.08.2014	10:00 a.m.
2014-15	AGM	Ashok Country Resort, New Delhi	11.08.2015	10:00 a.m.

- Whether any Special Resolutions (SR) passed in the previous three AGMs : Yes *

Year	SR content
2014	<ul style="list-style-type: none"> Increase in NRI Investment limit under Portfolio Investment Scheme of FEMA Re-appointment of Manager

- Whether any Special Resolution passed last year through postal ballot : None
- Whether any Special Resolution is proposed to be conducted through postal ballot : No

8. Means of Communication

a) Quarterly Results	Published in the newspapers every quarter
b) Newspapers wherein results normally published	Financial Express and Jansatta
c) Any website, where results are displayed	www.selanoil.com
d) Whether it also displays official news releases	Yes
e) Presentations made to institutional investors or to the analysts	No presentation has been made during the year

9. General Shareholder Information

- Annual General Meeting :
 - Date and Time : To be decided
 - Venue : To be decided



b) Financial Year :

The Financial Year under review covers the period from 01 April 2015 to 31 March 2016.

Calendar for financial year 2016-17 (tentative) :

Annual General Meeting	To be decided
Results for quarter ending 30 June, 2016	Second week of August, 2016
Results for quarter ending 30 September, 2016	Second week of November, 2016
Results for quarter ending 31 December, 2016	Second week of February, 2017
Results for quarter ending 31 March, 2017	Fourth week of May, 2017

c) Dividend :

During the year 2015-16, the Board of Directors of the Company had declared an interim dividend of 50% i.e. ₹ 5/- per share. This has been paid to the shareholders on 11 March 2016. This is now being put for approval of the shareholders as final dividend for the year 2015-16 at the forthcoming AGM.

d) Listing of Equity Shares on Stock Exchanges :

Bombay Stock Exchange (BSE) and National Stock Exchange (NSE), Mumbai.

The Company had paid Annual Listing Fees for the Financial Year 2015-16.

e) Stock Code :

Scrip Code on National Stock Exchange : SELAN

Scrip Code on Bombay Stock Exchange : 530075

f) Stock Market Data :

National Stock Exchange (NSE)				
MONTH	SHARE PRICE (IN ₹)		NIFTY	
	HIGH	LOW	HIGH	LOW
Apr 2015	299.00	228.10	8844.80	8144.75
May 2015	272.40	242.10	8489.55	7997.15
Jun 2015	334.00	238.45	8467.15	7940.30
Jul 2015	309.25	261.00	8654.75	8315.40
Aug 2015	277.70	202.65	8621.55	7667.25
Sep 2015	244.40	205.20	8055.00	7539.50
Oct 2015	258.80	213.00	8336.30	7930.65
Nov 2015	261.90	228.35	8116.10	7714.15
Dec 2015	249.25	200.05	7979.30	7551.05
Jan 2016	215.50	167.00	7972.55	7241.50
Feb 2016	193.90	149.00	7600.45	6825.80
Mar 2016	186.70	151.25	7777.60	7035.10

g) During the period i.e. 01 April 2015 to 31 March 2016, Selan's stock prices on NSE fell by 28.51% and 27.96% on BSE, whereas NSE (NIFTY) fell by 9.87% and BSE (Sensex) fell by 10.33%.

h) Registrar and Transfer Agents :

MCS Share Transfer Agent Limited
F – 65, First Floor, Okhla Industrial Area Phase – I
New Delhi – 110 020
Tel # 011 - 4140 6149 Fax # 011 - 4170 9881
E-mail : helpdeskdelhi@mcsregistrars.com

i) Share Transfer System :

Share transfer requests received in physical form with demat requests or without demat requests are registered within an average of 15 days from the date of receipt.

j) Distribution of shareholding as on 31 March 2016 :

Category	No. of Shares Held as on 31.03.2016	% Holding
Promoters :		
- Indian	4,107,000	25.04
- Foreign	2,535,989	15.46
Mutual Funds / UTI	193,238	1.18
Financial Institution / Banks	11,886	0.07
Foreign Institutional Investors	134,734	0.82
Private Corporate Bodies	872,733	5.32
Indian Public	7,173,979	43.75
Trusts and Foundations	715	0.01
NRIs / OCBs	1,369,726	8.35
GRAND TOTAL	16,400,000	100.00

k) Dematerialisation of shares :

96.22% of the outstanding shares have been dematerialized upto 31 March, 2016.

l) Liquidity :

The shares of the Company are listed on Bombay Stock Exchange (BSE) and the National Stock Exchange of India (NSE). The shares of the Company are adequately liquid.

m) Outstanding ADRs / GDRs / Warrants or any convertible instruments, conversion date and likely impact on equity :

Not Applicable

n) Commodity price risk / foreign exchange risk and hedging activities :

The selling price of Crude oil is determined at the prevailing international market rates in US Dollars. Fluctuations in the international price of crude oil and Dollar vs. Rupee Exchange rates, affect the profitability of the Company. However, the Company has not undertaken any hedging activities.

o) Field Locations :

Bakrol, Indrora and Lohar oilfields in the State of Gujarat. The Company also has Ognaj oilfield and Karjisan gasfield situated in the State of Gujarat.

p) Address for Correspondence :

- For transfer of physical shares, request for dematerialisation of shares, change of mandates / address or any other query:

MCS Share Transfer Agent Limited
Unit : Selan Exploration Technology Ltd.
F – 65, First Floor, Okhla Industrial Area, Phase – I
New Delhi – 110 020

- Any query on the Annual Report :

E-mail : investors@selanoil.com

10. Other Disclosures

- a) Disclosures on materially significant related party transactions that may have potential conflict with the interests of the company at large :

There are no materially significant related party transactions made by the Company with Promoters, Directors or KMP etc. which may have potential conflict with the interest of the Company at large which warrants the approval of shareholders. Mr. Rohit Kapur, the Whole-Time Director was paid remuneration during the year as disclosed in Note No. 33 & 35 of Notes on Accounts.

- b) Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchanges or SEBI, or any statutory authority, on any matter related to capital markets, during the last three years : None
- c) Whistle Blower Policy : The Company has adopted a Vigil Mechanism / Whistle Blower Policy to provide a formal mechanism to the Directors and Employees to report their concerns about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct or Policy. This policy provides for adequate safeguards against victimization of employees who avail of the mechanism and also provides for direct access to the Chairman of the Audit Committee. It is affirmed that no personnel of the Company has been denied access to the Audit Committee.
- d) The Company has complied with all the mandatory requirements specified in the regulations.
- e) Web link where policy for determining 'material' subsidiaries is disclosed : Not Applicable
- f) Web link where policy on dealing with related party transactions is disclosed : The Related Party Transactions Policy is uploaded on the Company's website at : http://selanoil.com/RELATED_PARTY_TRANSACTIONS_POLICY.pdf.
- g) Disclosure of Commodity price risks and commodity hedging activities : The Company has not undertaken any hedging activities.

11. There has been no instance of non-compliance of any requirement of Corporate Governance Report.

12. Non-mandatory requirements:

- The Chairman of the Company is an Executive Director.
- The Company does not send Half-yearly declaration of financial performance to each household of shareholders. Quarterly financial results are displayed on the Company's website and therefore Half-yearly declaration is not sent.
- There are no audit qualifications for the year under review.
- The Internal Auditor reports directly to the Audit Committee.

13. The Company has complied with all the mandatory requirements specified in Regulations 17 to 27 and clauses (b) to (i) of sub-regulation 2 of Regulation 46 of the Listing Regulations.

14. Disclosure with respect to demat suspense account / unclaimed suspense account : Not Applicable

DECLARATION REGARDING COMPLIANCE BY BOARD MEMBERS AND SENIOR MANAGEMENT PERSONNEL WITH THE COMPANY'S CODE OF CONDUCT

This is to confirm that the Company has adopted a Code of Conduct for its Board of Directors and Senior Executives. The above mentioned Code is available on the website of the Company.

I confirm that the Company has in respect of the financial year ended 31 March, 2016 received from the Senior Management team of the Company and the members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

Place : New Delhi
Date : 20 May 2016

P. S. Oberoi
Manager

AUDITORS' CERTIFICATE ON CORPORATE GOVERNANCE

To the Members of Selan Exploration Technology Ltd.

1. We have examined the compliance of conditions of Corporate Governance by Selan Exploration Technology Ltd. ("the Company") for the year ended on 31 March 2016, as stipulated in Chapter IV of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. The Compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to review of procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
3. In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.
4. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For V. SANKAR AIYAR & CO.
Chartered Accountants
(Firm's Regn. No. 109208W)

Place : New Delhi
Date : 20 May 2016

(M. S. Balachandran)
Partner
(Membership No. 024282)



Form No. MR-3
SECRETARIAL AUDIT REPORT
for the financial year ended 31 March 2016

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To,
The Members,
Selan Exploration Technology Limited,

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Selan Exploration Technology Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit for the financial year ended on 31 March 2016, complied with the statutory provisions listed hereunder and also that the Company has proper board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended 31 March 2016, in accordance to the provisions of:

- I. The Companies Act, 1956 and the Companies Act, 2013 ("the Act") and the Rules made thereunder to the extent applicable;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company :-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992 and The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
 - d) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- VI. Other Laws which are applicable to the Company:
 - The Employees' Provident Fund & Miscellaneous Provisions Act, 1952.
 - The Employees State Insurance Act, 1948.
 - The Payment of Gratuity Act, 1972.
 - The Labour Laws and Law relating to Payment of Wages.
 - Sexual Harassment of Women at Work Place (Prevention, Prohibition and Redressal) Act, 2013.
 - Direct Taxes –Income Tax Act, 1961, Service Tax, Customs Act, Value Added Tax.

- Miscellaneous Acts:
 - a) The Petroleum Act, 1934.
 - b) The Petroleum & Natural Gas Rules, 1959 and amendments thereunder.
 - c) The Oilfields (Regulations and Development) Act, 1948.
 - d) The Oil Industry (Development) Act, 1974.
 - e) The Water (Prevention and Control of Pollution) Act, 1974.
 - f) The Air (Prevention and Control of Pollution) Act, 1981.
 - g) The Environment (Protection) Act, 1986.
 - h) The Factories Act, 1948.
 - i) The Industries (Development & Regulation) Act, 1951.
 - j) Acts and Laws relating to carrying out Mining Activities.
 - k) Information Technology Act, 2000.
 - l) Indian Contract Act, 1872.

We have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standard-1 and Secretarial Standard-2 formulated by The Institute of Company Secretaries of India and notified by Ministry of Corporate Affairs with effect from 01 July 2015.
- (ii) The Listing Agreements entered into by the Company with the National Stock Exchange of India Limited and BSE Limited.
- (iii) SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 with effect from 01 December 2015.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. During the period, all the decisions in the Board meetings were carried out unanimously.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period:

There has been no instance of :

- Public/Rights/Preferential issue of shares / debentures / sweat equity.
- Redemption/buy back of securities.
- Major decision taken by the Members in pursuance to section 180 of the Companies Act, 2013.
- Merger / amalgamation / reconstruction etc.
- Foreign technical collaborations.

We also report that the compliances of other applicable laws, as listed in Para (VI) above, are based on the Management Certifications.

For Nityanand Singh & Co.,
Company Secretaries

Place : New Delhi
Date : 20 May 2016

Nityanand Singh(Prop.)
FCNo. : 2668/ CP No. : 2388

Form No. MGT - 9
EXTRACT OF ANNUAL RETURN

Annexure - B

for the financial year ended on 31 March 2016

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

1. Corporate Identity Number (CIN) of the Company	L74899DL1985PLC021445
2. Registration Date	05 July 1985
3. Name of the Company	Selan Exploration Technology Limited
4. Category / Sub- Category of the Company	Public Company limited by shares/ Indian Non- Government Company
5. Address of the Registered office and contact details	J- 47/1, Shyam Vihar, Dindarpur, Najafgarh, New- Delhi - 110043, Telefax: 4200326
6. Whether listed company	Yes (listed on BSE Ltd. and National Stock Exchange of India Ltd.)
7. Name, Address and Contact details of Registrar and Transfer Agent, if any	MCS Share Transfer Agent Limited, F-65, First Floor, Okhla Industrial Area, Phase - 1, New Delhi - 110020, Tel : 011- 41406149, Fax : 011- 41709881

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the Company shall be stated

S. No.	Name & Description of main products/ services	NIC Code of the Product/ Service	% to total turnover of the company
1	Extraction of Crude Oil	061	86%
2	Extraction of Natural Gas	062	14%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES : NIL

IV. SHAREHOLDING PATTERN (Equity Share Capital breakup as percentage of Total Equity)

(i) Category-wise Share Holding

Category of Shareholders	No. of shares held on 01 April 2015				No. of shares held on 31 March 2016				% Change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A. Promoters									
(1) Indian									
Individual/HUF	2,206,000	-	2,206,000	13.4512	2,606,000	-	2,606,000	15.8902	2.4390
Central Government	-	-	-	-	-	-	-	-	-
State Government(s)	-	-	-	-	-	-	-	-	-
Bodies Corporate	1,501,000	-	1,501,000	9.1524	1,501,000	-	1,501,000	9.1524	-
Banks/Financial institutions	-	-	-	-	-	-	-	-	-
Any other	-	-	-	-	-	-	-	-	-
Sub-total (A)(1)	3,707,000	-	3,707,000	22.6036	4,107,000	-	4,107,000	25.0426	2.4390
(2) Foreign									
NRIs - Individuals	3,059,792	-	3,059,792	18.6573	2,535,989	-	2,535,989	15.4634	(3.1939)
Other - Individuals	-	-	-	-	-	-	-	-	-
Bodies Corporate	-	-	-	-	-	-	-	-	-
Banks/ Financial Institutions	-	-	-	-	-	-	-	-	-
Any other	-	-	-	-	-	-	-	-	-
Sub - total (A)(2)	3,059,792	-	3,059,792	18.6573	2,535,989	-	2,535,989	15.4634	(3.1939)
Total shareholding of Promoter (A)= (A)(1)+(A)(2)	6,766,792	-	6,766,792	41.2609	6,642,989	-	6,642,989	40.5060	(0.7549)
B. Public Shareholding									
(1) Institutions									
Mutual Funds	174,644	-	174,644	1.0649	193,238	-	193,238	1.1783	0.1134
Banks/ Financial Institutions	4,200	-	4,200	0.0256	11,886	-	11,886	0.0725	0.0469



Category of Shareholders	No. of shares held on 01 April 2015				No. of shares held on 31 March 2016				% Change during the year
	Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
Central Government	-	-	-	-	-	-	-	-	-
State Government(s)	-	-	-	-	-	-	-	-	-
Venture Capital Funds	-	-	-	-	-	-	-	-	-
Insurance Companies	-	-	-	-	-	-	-	-	-
FII's	81,206	-	81,206	0.4952	134,734	-	134,734	0.8215	0.3264
Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
Others- (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	260,050	-	260,050	1.5857	339,858	-	339,858	2.0723	0.4866
(2) Non-Institutions									-
(a) Bodies Corporate	1,302,686	7,481	1,310,167	7.9888	865,302	7,431	872,733	5.3215	(2.6673)
(b) Individuals									-
(i) Individual shareholders holding nominal share capital up to ₹ 1 lakh	3,835,577	542,151	4,377,728	26.6934	4,573,269	513,676	5,086,945	31.0179	4.3245
(ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	2,502,552	42,086	2,544,638	15.5161	2,058,148	28,886	2,087,034	12.7258	(2.7903)
(c) Others (Specify)									
Trusts & Foundations	1,715	-	1,715	0.0105	715	-	715	0.0044	(0.0061)
Non Resident Individual	1,056,845	69,305	1,126,150	6.8668	1,300,341	68,725	1,369,066	8.3479	1.4812
OCB	12,100	660	12,760	0.0778	-	660	660	0.0040	(0.0738)
Sub-total (B)(2)	8,711,475	661,683	9,373,158	57.1534	8,797,775	619,378	9,417,153	57.4218	0.2683
Total Public Shareholding (B) = (B)(1)+(B)(2)	8,971,525	661,683	9,633,208	58.7391	9,137,633	619,378	9,757,011	59.4941	0.7549
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	15,738,317	661,683	16,400,000	100.0000	15,780,622	619,378	16,400,000	100.0000	-

(ii) Shareholding of Promoters

Shareholder's Name	No. of shares held on 01 April 2015			No. of shares held on 31 March 2016			% Change in shareholding during the year
	No. of shares	% of total shares of the company	% of Shares Pledged/ encumbered to total shares	No. of shares	% of total shares of the company	% of Shares Pledged/ encumbered to total shares	
Winton Roavic LLP	1,501,000	9.1524	-	1,501,000	9.1524	-	-
Raj Kapur	1,206,000	7.3536	-	1,206,000	7.3536	-	-
Rohit Kapur	866,846	5.2856	-	466,846	2.8466	-	(2.4390)
R. Kapur	1,000,000	6.0976	-	1,400,000	8.5366	-	2.4390
Aroon Mahajan	1,185,910	7.2312	-	1,185,910	7.2312	-	-
Asha Mahajan	636,336	3.8801	-	512,533	3.1252	-	(0.7549)
Ramesh Mahajan	370,700	2.2604	-	370,700	2.2604	-	-
Total	6,766,792	41.2609	-	6,642,989	40.5060	-	(0.7549)

(iii) Change in Promoters' Shareholding

Shareholder's Name	Shareholding at the beginning of the year		Date / Week Traded	Increase/ Decrease in Share holding	Reason	Cumulative Shareholding during the year		Shareholding at the end of the year	
	No. of shares	% of total shares of the company				No. of Shares	% of total shares of the company	No. of shares	% of total shares of the company
Winton Roavic LLP	1,501,000	9.1524	-		No Change	1,501,000	9.1524	1,501,000	9.1524
Raj Kapur	1,206,000	7.3537	-		No Change	1,206,000	7.3537	1,206,000	7.3537
Rohit Kapur	866,846	5.2856	11.09.15-18.09.15	(400,000)	Transfer by way of Gift	466,846	2.8466	466,846	2.8466
R. Kapur	1,000,000	6.0976	11.09.15-18.09.15	400,000	Received by way of Gift	1,400,000	8.5366	1,400,000	8.5366
Aroon Mahajan	1,185,910	7.2312	-		No Change	1,185,910	7.2312	1,185,910	7.2312
Asha Mahajan	636,336	3.8801	03.04.15-10.04.15	(44,546)	Sale	591,790	3.6085		
			17.04.15-24.04.15	(10,000)	Sale	581,790	3.5475		
			26.02.16-04.03.16	(49,167)	Sale	532,623	3.2477		
			04.03.16-11.03.16	(20,090)	Sale	512,533	3.1252	512,533	3.1252
Ramesh Mahajan	370,700	2.2604	-		No Change	370,700	2.2604	370,700	2.2604

(iv) Shareholding Pattern of top ten shareholders (other than Directors, Promoters and Holders of GDRs and ADRs)

Shareholder's Name	Shareholding at the beginning of the year		Date / Week Traded	Increase/ Decrease in Share holding	Reason	Cumulative Shareholding during the year		Shareholding at the end of the year	
	No. of shares	% of total shares of the company				No. of Shares	% of total shares of the company	No. of shares	% of total shares of the company
Prem Nath Anand	354,266	2.1602	08.05.15-15.05.15	5,200	Purchase	359,466	2.1919		
			15.05.15-22.05.15	13,500	Purchase	372,966	2.2742	372,966	2.2742
Yodhan Sachdev	224,000	1.3659	-	-	-	-	-	224,000	1.3659
Manish Prataprai Gandhi	216,100	1.3177	30.10.15-06.11.15	(10,000)	Sale	206,100	1.2567		
			06.11.15-13.11.15	(21,100)	Sale	185,000	1.1280		
			13.11.15-20.11.15	(5,000)	Sale	180,000	1.0976	180,000	1.0976
Hitesh Satishchandra Doshi	199,043	1.2137	-	-	-	199,043	1.2137	199,043	1.2137
Jagrut Prataprai Gandhi	234,516	1.4300	01.05.15-08.05.15	(20,000)	Sale	214,516	1.3080		
			30.10.15-06.11.15	(10,000)	Sale	204,516	1.2470		
			06.11.15-13.11.15	(19,516)	Sale	185,000	1.1280		
			13.11.15-20.11.15	(5,000)	Sale	180,000	1.0976	180,000	1.0976
Paulastya Sachdev	168,000	1.0244	14.08.15-21.08.15	2,000	Purchase	170,000	1.0366	170,000	1.0366
PPFAS Long Term Value Fund	168,012	1.0245	03.04.15-10.04.15	(5,000)	Sale	163,012	0.9940	163,012	0.9940
Esvee Capital	80,516	0.4910	05.06.15-12.06.15	2,164	Purchase	82,680	0.5041		
			19.06.15-26.06.15	(15,000)	Sale	67,680	0.4127		
			07.08.15-14.08.15	88	Purchase	67,768	0.4132		
			18.09.15-25.09.15	13,065	Purchase	80,833	0.4929		
			09.10.15-16.10.15	16,052	Purchase	96,885	0.5908		
			08.01.16-15.01.16	2,919	Purchase	99,804	0.6086		
			15.01.16-22.01.16	30,830	Purchase	130,634	0.7965	130,634	0.7965
Prescient Securities Pvt. Ltd.	100	0.0006	12.02.16-19.02.16	89,000	Purchase	89,100	0.5433	89,100	0.5433
Shital Raghu Kataria	40,018	0.2440	15.05.15-22.05.15	39,474	Purchase	79,492	0.4847	79,492	0.4847



(v) Shareholding of Directors and Key Managerial Personnel :

For each of the Directors and KMP	Shareholding at the beginning of the year		Date / Week Traded	Increase/ Decrease in Share holding	Reason	Cumulative Shareholding during the year		Shareholding at the end of the year	
	No. of shares	% of total shares of the company				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
Shareholding of Directors									
Rohit Kapur	866,846	5.2856	11.09.15-18.09.15	400,000	Transfer by way of Gift	466,846	2.8466	466,846	2.8466
R. Kapur	1,000,000	6.0976	11.09.15-18.09.15	400,000	Received by way of Gift	1,400,000	8.5366	1,400,000	8.5366
S. K. Singh	1,100	0.0067	-	-	No Change	1,100	0.0067	1,100	0.0067
V. B. Mahajan	6,248	0.0381	-	-	No Change	6,248	0.0381	6,248	0.0381
T. Currimbhoy					NONE				
D. J. Corbishley					NONE				
Shareholding of KMP									
P. S. Oberoi (Manager)					NONE				
A. K. Maurya (CFO)					NONE				
Meenu Goswami (CS)					NONE				

V. INDEBTEDNESS

Indebtedness of the company including interest outstanding/ accrued but not due for payment

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year	-	-	-	-
(i) Principal Amount	-	-	-	-
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	NIL	NIL	NIL	NIL
Change in Indebtedness during the financial year				
+ Addition	-	-	-	-
- Reduction	-	-	-	-
Net Change	-	-	-	-
Indebtedness at the end of the financial year				
(i) Principal Amount	-	-	-	-
(ii) Interest due but not paid	-	-	-	-
(iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	NIL	NIL	NIL	NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration of Managing Director, Whole- time Director and/ or Manager :

Particulars of Remuneration	Name of WTD Rohit Kapur	Name of Manager P.S. Oberoi	Total
Gross Salary			
a) Salary as per provisions contained in section 17(1) of the Income- tax Act, 1961	₹ 4,800,000	₹ 2,206,396	₹ 7,006,396
b) Value of perquisites u/s 17(2) Income Tax Act, 1961	-	-	-
c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
Stock Option	-	-	-
Sweat Equity	-	-	-
Commission	₹ 5,600,000	-	₹ 5,600,000
– as % of profit	2.63%	-	-
– others, specify	-	-	-
Others, please specify	-	-	-
Total (A)	₹ 10,400,000	₹ 2,206,396	₹ 12,606,396
Ceiling as per the Act	₹21,293,316 (being 10% of the Net Profits of the Company calculated as per Sec 198 of the Companies Act, 2013)		

B. Remuneration to other Directors :

Particulars of Remuneration	Name of Directors				Total Amount
	V.B. Mahajan	S.K. Singh	Tarik Currimbhoy	D.J. Corbishley	
Independent Directors					
Fee for attending Board Committee meetings	₹1,000,000	₹ 600,000	₹ 100,000	₹ 200,000	₹ 1,900,000
Commission	-	-	-	-	-
Others, please specify	-	-	-	-	-
Total (1)	₹1,000,000	₹ 600,000	₹ 100,000	₹ 200,000	₹ 1,900,000
Other Non- Executive Directors	R. Kapur				
Fee for attending Board Committee meetings	-				
Commission	-				
Others, please specify	-				
Total (2)	-				
Total (B) = (1+2)					₹ 1,900,000

C. Remuneration to Key Managerial Personnel other than MD/ Manager/ WTD

Particulars of Remuneration	Key Managerial Personnel		
	Company Secretary	CFO	Total
Gross Salary			
a) Salary as per provisions contained in section 17(1) of the Income- tax Act, 1961	₹ 900,000	₹ 1,250,000	₹ 2,150,000
b) Value of perquisites u/s 17(2) Income Tax Act, 1961	-	-	-
c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-
Stock Option	-	-	-
Sweat Equity	-	-	-
Commission	-	-	-
– as % of profit	-	-	-
– others, specify	-	-	-
Others, please specify	-	-	-
Total	₹ 900,000	₹ 1,250,000	₹ 2,150,000

VII. Penalties/ Punishment/ Compounding of offences :

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/ NCLT/ COURT]	Appeal made, if any (give details)
A. COMPANY					
Penalty			NONE		
Punishment					
Compounding					
B. DIRECTORS					
Penalty			NONE		
Punishment					
Compounding					
C. OTHER OFFICERS IN DEFAULT					
Penalty			NONE		
Punishment					
Compounding					



BOARD'S REPORT ON CSR ACTIVITIES

1. A brief outline of the company's CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to CSR policy and projects or programs.

Our CSR Policy is based on the twin objective of business and social commitment which leads us to support massive programmes of education, health and infrastructural development thus actively assisting in improving the quality of life of the underprivileged. We are meeting our social objectives through contributions to reputed and dedicated Non-Governmental Organisations, trusts and foundations which are whole heartedly engaged to serve the society and raise the quality of life and economic well being. Our CSR policy is available on our website : www.selanoil.com.

The major projects undertaken by the Company support the education of children including emphasis on the Girl child and food and skill development programs for Children.

To pursue these objectives we will continue to:

- Work actively in areas of eradication of hunger and poverty, provide opportunity and financial assistance for the promotion of education, women empowerment, provide medical aid to the needy and down trodden.
- Collaborate with like-minded bodies like Voluntary organizations, charitable trusts, government and academic institutes in pursuit of our goals.

2. **The Composition of the CSR Committee.**

Mr. V. B. Mahajan Chairman

Mr. Rohit Kapur Member

Mr. S.K. Singh Member

3. **Average net profit of the company for last three financial years - ₹ 608,059,732/-**

4. **Prescribed CSR Expenditure (two percent of the amount as in item 3 above) - ₹ 12,161,195/-**

5. **Details of amount spent on CSR during the financial year;**

(a) Total amount to be spent for the financial year; ₹ 12,161,195/-

(b) Amount unspent, if any; ₹ 6,705,673/-

The manner of the amount spent during the financial year is detailed as follows :

Sr. No.	CSR project / activity / Beneficiary	Sector	Location of the Project/ Program	Amount outlay (budget) (in ₹)	Amount spent on the projects or programs (in ₹)	Cumulative expenditure upto the reporting period (in ₹)	Amount spent direct or through implementing agency
1	IIMPACT	Promoting Education for Women	Haryana	1,260,000	1,260,000	1,260,000	Through Implementing Agency
2	The Akshaya Patra Foundation	Malnutrition and hunger eradication	Gujarat	1,224,000	1,224,000	1,224,000	Through Implementing Agency
3	Shri Sevantilal Tribhovan Das Javeri Charitable Trust	Promoting Education	Gujarat	1,000,000	1,000,000	1,000,000	Through Implementing Agency
4	D. P. Dhar Memorial Trust	Promoting Education	J & K	500,000	500,000	500,000	Through Implementing Agency
5	D.A.V. College Management Committee	Promoting Education	Punjab	500,000	500,000	500,000	Through Implementing Agency
6	Kashmir Flood Relief	Disaster Relief	J & K	180,122	180,122	180,122	Through Implementing Agency

Sr. No.	CSR project / activity / Beneficiary	Sector	Location of the Project/ Program	Amount outlay (budget) (in ₹)	Amount spent on the projects or programs (in ₹)	Cumulative expenditure upto the reporting period (in ₹)	Amount spent direct or through implementing agency
7	ISKCON	Hunger eradication	Haryana	100,000	100,000	100,000	Through Implementing Agency
8	BAPS- Delhi	Rural development, Healthcare and medical facilities	New Delhi	100,000	100,000	100,000	Through Implementing Agency
9	Tirumala Tirupati Devasthanams	Hunger eradication	Andhra Pradesh	100,000	100,000	100,000	Through Implementing Agency
10	Shri Mata Vaishno Devi Shrine Board	Hunger eradication and medical facilities	J & K	100,000	100,000	100,000	Through Implementing Agency
11	Kannan Foundation	Animal Welfare	New Delhi	100,000	100,000	100,000	Through Implementing Agency
12	Genesis Foundation	Promoting preventive healthcare	Haryana	100,000	100,000	100,000	Through Implementing Agency
13	Cathedral & John Connon Alumni Association	Promoting preventive healthcare	Maharashtra	100,000	100,000	100,000	Through Implementing Agency
14	Sarpanch Shree Manipur Gram Panchayat	Rural Development Projects	Gujarat	50,000	50,000	50,000	Through Implementing Agency
15	Bakrol Bujarang Gram Panchayat	Rural Development Projects	Gujarat	31,400	31,400	31,400	Through Implementing Agency
16	Parashar Foundation	Promoting preventive healthcare	New Delhi	10,000	10,000	10,000	Through Implementing Agency

6. Reason for not spending the Amount

SELAN is a socially conscious and responsible Company supporting organizations working in conservation, education, environmental management, sustainable development and humanitarian affairs.

Selan has spent more than 40% of the amount specified in the guidelines. The shortfall is intended to be utilized in a phased manner in future upon identification of suitable projects within the Company's CSR policy. The Company is consulting with organizations in the area of education, health, poverty eradication and livelihood generation.

7. Responsibility Statement of the CSR Committee

The CSR Committee hereby confirms that the implementation and monitoring of CSR activities is in compliance with CSR objectives and CSR Policy of the company.

Place: New Delhi
Date: 20 May 2016

V.B. Mahajan
Chairman CSR Committee

S.K. Singh
Director

INDEPENDENT AUDITORS' REPORT



To the Members of Selan Exploration Technology Limited

Report on the Financial Statements

We have audited the accompanying financial statements of SELAN EXPLORATION TECHNOLOGY LIMITED ("the Company"), which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit & Loss and the Cash Flow Statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the "Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting principles used and the reasonableness of the accounting estimates made by the company's Directors, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give

the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2016, and its profit and its cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and according to the information and explanations given to us, we give in "Annexure A" a statement on the matters specified in the paragraphs 3 and 4 of the said Order.
- 2 As required by section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss and the Cash flow statement dealt with by this report are in agreement with the books of account;
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors as on 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and information and according to the explanations given to us and such checks as we considered necessary:
 - i. The Company does not have any pending litigation which would impact its financial position.
 - ii. There no long-term contracts including derivative contracts, requiring provision for material foreseeable losses, under the applicable law or accounting standards.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For V. Sankar Aiyar & Co.
Chartered Accountants
(Firm's Regn. No. 109208W)

Place : New Delhi
Date : 20 May 2016

(M. S. Balachandran)
Partner
(Membership No. 024282)

ANNEXURE -A REFERRED TO IN THE AUDITORS' REPORT TO THE MEMBERS OF SELAN EXPLORATION TECHNOLOGY LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2016.

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) The Management has physically verified the assets during the year and the frequency of which, in our opinion, is reasonable. No material discrepancies were noticed on such verification.
- (c) The Company does not own any land and hence clause 3(i)(c) is not applicable to the Company.
- (ii) The inventory of the Company consisting of crude oil, spares and consumables have been physically verified once during the year. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- (iii) The Company has not granted any loans, secured or unsecured to companies, firms, limited liability partnerships or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore, the provisions of clause 3(iii)(a), (b) & (c) of the Order are not applicable.
- (iv) The Company has not given any loan or provided any guarantee or security to parties covered under section 185 of the Companies Act, 2013. The Company has not given any loans or made any investments or provided guarantees and security. Hence, clause 3(iv) is not applicable to the Company.
- (v) The Company has not accepted deposits during the year from the public within the provisions of section 73 or any other provisions of the Companies Act, 2013 and the Rules framed thereunder.
- (vi) We have broadly reviewed the books of accounts maintained by the Company, pursuant to rules made under sub-section (1) of section 148 of the Act and are of the opinion that prima facie, the prescribed accounts and records have been maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate and complete.
- (vii) (a) According to the records of the Company, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income-Tax, Sales-Tax, Service Tax, Duty of Customs, Duty of Excise, Value Added Tax, Cess and any other Statutory dues with the appropriate authorities. There were no arrears of undisputed statutory dues as at 31 March 2016, which were outstanding for a period of more than six months from the date they became payable.
- (b) According to the records of the Company, there are no disputed dues relating to Income Tax, Sales Tax, Service Tax or Duty of Excise or Value Added Tax or cess, which have remained unpaid as on 31 March 2016.
- (viii) The Company had not borrowed any funds during the year and hence clause 3(viii) is not applicable to the Company.
- (ix) The Company had not borrowed or raised funds through public offer (including debt instruments) and hence clause 3(ix) is not applicable to the Company.
- (x) Based on the audit procedures performed and representation obtained from the management, we report that no case of material fraud on or by the Company has been noticed or reported during the year under audit.
- (xi) The managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Companies Act, 2013.
- (xii) The Company is not a Nidhi Company. Therefore, the provisions of clause 3(xii) of the Order are not applicable.
- (xiii) In our opinion and according to the information and explanations given to us, all the transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 to the extent applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures. Therefore, the provisions of clause 3(xiv) of the Order are not applicable.
- (xv) According to the information and explanations given to us and the representation obtained from the management, the Company has not entered into any non-cash transactions with directors or persons connected with him. Therefore, the provisions of clause 3(xv) of the Order are not applicable.
- (xvi) In our opinion and according to the information and explanations given to us, the Company is not required to be registered under section 45-I of the Reserve Bank of India Act, 1934.

For V. Sankar Aiyar & Co.
Chartered Accountants
(Firm's Regn. No. 109208W)

(M. S. Balachandran)
Partner
(Membership No. 024282)

Place : New Delhi
Date : 20 May 2016



ANNEXURE-B REFERRED TO IN THE AUDITORS' REPORT TO THE MEMBERS OF SELAN EXPLORATION TECHNOLOGY LIMITED ON THE ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2016.

We have audited the internal financial controls over financial reporting of the Company as of 31 March 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For V. Sankar Aiyar & Co.
Chartered Accountants
(Firm's Regn. No. 109208W)

(M. S. Balachandran)
Partner
(Membership No. 024282)

Place : New Delhi
Date : 20 May 2016

BALANCE SHEET AS AT 31 MARCH 2016

(in ₹)

Particulars	Note No.	31 March 2016	31 March 2015
EQUITY AND LIABILITIES			
Shareholder's Funds			
Share Capital	2	164,000,000	164,000,000
Reserves and Surplus	3	2,669,821,290	2,639,208,773
		2,833,821,290	2,803,208,773
Non-current liabilities			
Deferred Tax Liabilities (net)	4	732,288,000	712,495,000
Long term Provisions	5	658,812	901,455
		732,946,812	713,396,455
Current liabilities			
Trade Payables	6.1	-	-
Total outstanding dues of micro and small enterprises		-	-
Other enterprises		92,279,695	200,655,257
Other Current Liabilities	6.2	25,569,777	82,861,117
Short term Provisions	7	299,871	18,876,517
		118,149,343	302,392,891
TOTAL		3,684,917,445	3,818,998,119
ASSETS			
Non Current Assets			
Fixed Assets	8		
Tangible Assets		100,314,044	107,512,675
Intangible Assets		701	2,803
Capital work in progress (at cost) (Plant & Equipment)		25,199,041	25,798,855
Development of Hydrocarbon Properties (DHP)	9	2,057,694,230	2,047,286,638
Long term Loans and Advances	10	158,914,934	169,668,929
Inventories relating to DHP	11	67,411,415	82,458,167
		2,409,534,365	2,432,728,067
Current Assets			
Inventories	11	27,959,932	29,516,213
Trade receivables	12	110,907,339	150,506,374
Cash and Cash Equivalents	13	1,041,427,344	1,146,628,810
Short term Loans and Advances	14	65,173,258	14,832,082
Other Current Assets	15	29,915,207	44,786,573
		1,275,383,080	1,386,270,052
TOTAL		3,684,917,445	3,818,998,119
Significant Accounting Policies	1		
Other notes forming part of Accounts	25-44		

Annexure to our report of even date
for V. SANKAR AIYAR & CO.
Chartered Accountants
Firm's Regn.no. 109208W

New Delhi
20 May 2016

M. S. BALACHANDRAN
PARTNER
Membership No. 024282

MEENU GOSWAMI
COMPANY
SECRETARY

A. K. MAURYA
CHIEF FINANCIAL
OFFICER

ROHIT KAPUR
CHAIRMAN

V. B. MAHAJAN
DIRECTOR



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31 MARCH 2016

(in ₹)

Particulars	Note No.	31 March 2016	31 March 2015
INCOME			
Revenue from Operations	16	620,268,715	792,893,686
Other Income	17	98,601,187	117,628,243
Total		718,869,902	910,521,929
EXPENSES			
Operating Expenses	18	46,281,006	52,028,243
Handling and Processing Charges		40,533,614	17,122,478
Changes in Inventories of Finished Goods	19	2,217,000	(1,980,000)
Employee Benefits Expense	20	41,321,296	52,924,654
Finance Costs	21	16,872,793	1,366,297
Royalty and Cess		46,305,882	41,410,413
Development of Hydrocarbon Properties	22	245,432,175	708,054,276
Development of Hydrocarbon Properties Amortised		235,024,583	218,224,523
Depreciation and Amortisation Expenses		24,402,749	25,062,989
Other Expenses	23	66,109,970	61,799,747
		764,501,068	1,176,013,620
Transfer to: Development of Hydrocarbon Properties	9	(245,432,175)	(708,054,276)
Total Expenses		519,068,893	467,959,344
PROFIT FOR THE YEAR BEFORE TAX		199,801,009	442,562,585
Tax Expense :			
Current Tax		50,600,000	92,946,000
Taxes relating to earlier years		421,565	(1,042,012)
Deferred Tax	4	19,793,000	160,568,000
		70,814,565	252,471,988
Add : MAT Credit available for Set Off		-	92,946,000
PROFIT FOR THE YEAR AFTER TAX		128,986,444	283,036,597
Basic/diluted earnings per share	24	7.87	17.26
(face value of ₹ 10/- each)			
Significant Accounting Policies	1		
Other notes forming part of Accounts	25-44		

Annexure to our report of even date
for V. SANKAR AIYAR & CO.
Chartered Accountants
Firm's Regn.no. 109208W

New Delhi
20 May 2016

M. S. BALACHANDRAN
PARTNER
Membership No. 024282

MEENU GOSWAMI
COMPANY
SECRETARY

A. K. MAURYA
CHIEF FINANCIAL
OFFICER

ROHIT KAPUR
CHAIRMAN

V. B. MAHAJAN
DIRECTOR

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2016

Particulars	(in ₹)	
	31 March 2016	31 March 2015
A. CASH FLOW FROM OPERATING ACTIVITIES :		
Net Profit/(Loss) Before Tax	199,801,009	442,562,585
<u>Adjustments</u>		
Depreciation	24,402,749	25,062,989
Finance Cost	16,872,793	1,366,297
Transfer to site restoration fund	-	174,046
Loss on sale of assets	586,677	105,354
Expenditure on Development of Hydrocarbon Properties amortised	235,024,583	218,224,523
Interest Income	(88,314,009)	(117,083,155)
Operating Profit Before Working Capital Changes	388,373,802	570,412,639
<u>Adjustment For Working Capital Changes:</u>		
(Increase)/Decrease in inventories	16,603,033	(40,089,114)
(Increase)/Decrease in trade receivables	39,599,035	90,600,048
(Increase)/Decrease in loans and advances	(52,678,750)	(4,369,821)
(Decrease)/Increase in trade and other payables	(184,486,191)	92,651,665
Cash generated from operations	207,410,929	709,205,417
Less: Taxes paid	(37,929,996)	(91,991,330)
Net Cash from Operating Activities	169,480,933	617,214,087
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Addition to fixed assets (including work-in-progress)	(17,255,379)	(45,664,318)
Sale proceeds of Fixed Assets	66,500	7,000
Expenditure on Development of Hydrocarbon Properties	(245,432,175)	(708,054,275)
Interest Received (Including ₹ 319,344 on Site Restoration)	103,504,719	119,446,919
Net Cash from Investing Activities	(159,116,335)	(634,264,674)
C. CASH FLOW FROM FINANCING ACTIVITIES :		
Dividend paid including Corporate Dividend Tax thereon	(98,693,271)	(98,395,176)
Finance Cost	(16,872,793)	(1,366,297)
Net Cash (Used in) / Raised from Financing Activities	(115,566,064)	(99,761,473)
Net Increase/(Decrease) In cash and cash Equivalent (A+B+C)	(105,201,466)	(116,812,060)
Cash and cash equivalents as at 01 April 2015*	1,146,628,810	1,263,440,871
Cash and cash equivalent as at 31 March 2016*	1,041,427,344	1,146,628,810

* Includes ₹ 37,674,759/- (previous year ₹ 33,997,975/-) not available for ready use.

The above cash flow statement has been prepared under the indirect method as set out in Accounting Standard - 3 on Cash Flow Statements.

Annexure to our report of even date
for V. SANKAR AIYAR & CO.
Chartered Accountants
Firm's Regn.no. 109208W

New Delhi
20 May 2016

M. S. BALACHANDRAN
PARTNER
Membership No. 024282

MEENU GOSWAMI
COMPANY
SECRETARY

A. K. MAURYA
CHIEF FINANCIAL
OFFICER

ROHIT KAPUR
CHAIRMAN

V. B. MAHAJAN
DIRECTOR



NOTES ON ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2016

1. Significant Accounting Policies

1.01 Basis of preparation of financial statements :

The financial statements are prepared under historical cost convention, on accrual basis and in accordance with the generally accepted accounting principle (GAAP) in India and comply with the accounting standards specified under section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 (the 2013 Act).

1.02 Use of Estimates :

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amount reported in the financial statements and notes thereto. Differences between actual results and estimates are recognised in the period in which they materialise.

1.03 Revenue recognition :

Income on sale of crude oil and gas is accounted for net of VAT and recognised when the risk & rewards are transferred to the buyer's representative. Interest income is recognised on time proportion basis.

1.04 Fixed Assets and Depreciation :

- Fixed Assets are shown at cost less accumulated Depreciation.
- Depreciation is provided as per Schedule II to the Companies Act, 2013, on straight line method on the basis of useful life of the assets specified therein.
- Intangible assets comprising software are amortised on straight line basis, over estimated useful life of three years.

1.05 Valuation of inventories :

- Crude oil : Valued at cost or net realisable value whichever is lower. Cost is calculated on absorption cost method.
- Component, stores, spares and consumables (including items related to hydrocarbon properties): at cost (on FIFO basis) or net realizable value, whichever is lower.

1.06 Foreign currency transactions :

- Foreign currency transactions are recorded at the exchange rates prevailing on the date of transaction.
- In terms of Production Sharing Contracts (PSCs) with Government of India, selling price of crude oil per barrel is to be determined FOB delivery point at the prevailing international market rates in US Dollars. However payment is receivable in Indian Rupees at the US Dollar / Rupee conversion rate prevailing at the time of payment.
- The PSC permits sale of gas to domestic users. Sale of Gas is based on rupee denominated rate as per contractual agreements.
- The accounts receivable and payable are restated at the rates prevailing on the balance sheet date and the resultant exchange difference is recognised in the Statement of Profit & Loss.

1.07 Development of Hydrocarbon Properties

Considering the nature of the oil industry and that Accounting Standard AS-26 being not applicable to Oil Industry, it is considered appropriate to show the development expenses of oil fields under "Development of Hydrocarbon Properties" as a separate item. Development of Hydrocarbon Properties includes the cost incurred on the collection of seismic data, drilling of wells, reservoir modelling costs and other related expenditures. Till 31.03.2014 these expenses were being amortised over a period not exceeding the remaining period of the contract. In the case of oil fields at Bakrol, Indrora and Lohar, the original contract period ends in 2020, while in the case of Karjisan and Ognaj, the contract ends in 2030 and 2033, respectively. Under the Production Sharing Contract (PSC), the Government has the power to extend the contract for a period not exceeding 5 years and management is of the opinion that there is a reasonable likelihood of this extension. In the circumstance, effective from the financial year 2014-15, the amortisation of expenses

has been extended by 5 years, especially keeping in view that the investments made in recent years for drilling of new wells are expected to continue to result in oil and gas production significantly beyond the original contract period.

1.08 Employee Benefits :

The Company makes regular contributions to duly constituted funds set up for Provident Fund and Family Pension Fund. In respect of accruing liability for gratuity, the employees have been covered under the Group Gratuity Scheme of Life Insurance Corporation of India. There is no prescribed rule for encashment of leave by employees. Provision for gratuity and leave encashment liability is made on the basis of actuarial valuation carried out as at the Balance Sheet date.

1.09 Leases :

The Company has not entered into any financial lease. Hire charges for equipment and rental for premises are treated as operating lease and charged to revenue.

1.10 Deferred Tax :

Provision is made for deferred tax for all timing differences arising between taxable income and accounting income at currently enacted or substantially enacted tax rates. Deferred tax assets are recognized, only if there is reasonable / virtual certainty that they will be realized and are reviewed for the appropriateness of their respective carrying values at each Balance Sheet date.

1.11 Minimum Alternate Tax (MAT) :

Minimum Alternate Tax (MAT) credit is recognized as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during specified period. In the year in which the MAT credit becomes eligible to be recognized as an asset in accordance with the recommendations contained in the Guidance Note issued by the Institute of Chartered Accountants of India, the said asset is created by way of a credit to the Statement of Profit and Loss and shown as MAT credit entitlement. The Company reviews the same at each Balance Sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal Income Tax during the specified period.

1.12 Impairment of Assets :

At each balance sheet date, the Company assesses whether there is any indication that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount. If the carrying amount of the asset exceeds its recoverable amounts, an impairment loss is recognized in the statement of profit and loss to the extent the carrying amount exceeds the recoverable amount. There is no impairment loss during the year.

1.13 Provisions and contingencies :

The Company creates a provision when there is a present obligation as result of past event that probably requires an outflow of resources and a reliable estimate can be made of the amount of obligation. A disclosure of contingent liability is made when there is a possible obligation or a present obligation that will probably not require outflow of resources or where a reliable estimate of the obligation cannot be made.

1.14 Site Restoration :

Estimated future liability relating to dismantling and abandoning producing well sites and facilities is charged to revenue in proportion of Production to Reserve and the same is funded by investment in earmarked funds (Bank FDRs).

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2016

(in ₹)

Particulars	31 March 2016	31 March 2015
2. SHARE CAPITAL		
Authorised :		
29,000,000 (previous year 29,000,000) equity shares of ₹ 10/- each	290,000,000	290,000,000
100,000 (previous year 100,000) preference shares of ₹ 100/- each	10,000,000	10,000,000
	300,000,000	300,000,000
Issued, subscribed and fully paid :		
16,400,000 (previous year 16,400,000) equity shares of ₹ 10/- each	164,000,000	164,000,000

a) Reconciliation of the number of shares - Equity

	31 March 2016	31 March 2015
	No. of Shares	No. of Shares
At the beginning of the period	16,400,000	16,400,000
Bought back during the year	-	-
Outstanding at the end of the year	16,400,000	16,400,000

b) Rights, preferences and restrictions attaching to equity shares :

The Company has issued only one class of equity shares having par value of ₹ 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividends in Indian rupees.

c) Equity Shares held by each shareholder holding more than 5% shares :

	31 March 2016		31 March 2015	
	No.	% of holding	No.	% of holding
Mr. Rohit Kapur	466,846	2.85%	866,846	5.29%
Mrs. R. Kapur	1,400,000	8.54%	1,000,000	6.10%
Winton Roavic LLP	1,501,000	9.15%	1,501,000	9.15%
Mrs. Raj Kapur	1,206,000	7.35%	1,206,000	7.35%
Mr. A. Mahajan	1,185,910	7.23%	1,185,910	7.23%

d) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the five years preceding immediately before the reporting date :

Particulars	31 March 2016	31 March 2015
Number of equity shares allotted as fully paid bonus shares by capitalisation of Securities Premium Account	1,544,277	1,544,277
Number of equity shares bought back by the Company	790,347	790,347

(in ₹)

Particulars	31 March 2016	31 March 2015
3. RESERVES AND SURPLUS		
Capital Reserve :		
Profit on forfeiture of warrants/ forfeited shares		
Balance as per last financial statements	9,405,000	9,405,000
Capital Redemption Reserve :		
Balance as per last financial statements	48,742,770	48,742,770
	48,742,770	48,742,770
Securities Premium Reserve :		
Balance as per last financial statements	14,236,510	14,236,510
	14,236,510	14,236,510
General Reserve :		
Balance as per last financial statements	477,054,374	377,054,374
Add: Transfer from Surplus	100,000,000	100,000,000
	577,054,374	477,054,374



(in ₹)

Particulars	31 March 2016	31 March 2015
Site Restoration Fund :		
Balance as per last financial statements	4,153,676	3,631,000
(i) Additions during the year	623,000	174,046
(ii) Interest credited on FDRs	319,344	348,630
	5,096,020	4,153,676
Surplus :		
Balance as per last financial statements	2,085,616,443	2,000,975,022
Profit for the year as per the statement of Profit and Loss	128,986,444	283,036,597
	2,214,602,887	2,284,011,619
Less : Appropriations :		
Interim Dividend paid (@ ₹ 5/- per equity share)	(82,000,000)	(82,000,000)
Corporate Dividend Tax on above	(16,693,271)	(16,395,176)
Transfer to General Reserve	(100,000,000)	(100,000,000)
Transfer to Site Restoration Fund	(623,000)	-
	2,015,286,616	2,085,616,443
Total of Reserves and Surplus	2,669,821,290	2,639,208,773

4. DEFERRED TAX LIABILITIES (NET)

(in ₹)

		31 March 2015	Current year	31 March 2016
Deferred Tax Liabilities :				
Related to Fixed Assets		20,319,000	174,000	20,493,000
Development of Hydrocarbon Properties		708,525,000	3,602,000	712,127,000
	(A)	728,844,000	3,776,000	732,620,000
Deferred Tax Assets :				
Provision for gratuity		222,000	(70,000)	152,000
Provision for leave encashment		183,000	(3,000)	180,000
Carry forward Losses		15,944,000	(15,944,000)	-
	(B)	16,349,000	(16,017,000)	332,000
Deferred Tax Liability (Net)	(A)-(B)	712,495,000	19,793,000	732,288,000

(in ₹)

5. LONG TERM PROVISIONS

Particulars	31 March 2016	31 March 2015
For employee benefits		
- Gratuity (Refer note 31)	316,897	533,278
- Leave Encashment (Refer note 31)	341,915	368,177
	658,812	901,455

(in ₹)

Particulars	31 March 2016	31 March 2015
6.1 TRADE PAYABLES		
Trade payables (Refer note 29 on dues to micro and small enterprises)		
Total outstanding dues of micro and small enterprises	-	-
Other enterprises	92,279,695	200,655,257
	92,279,695	200,655,257
6.2 OTHER CURRENT LIABILITIES		
Profit Petroleum payable to Gol	-	49,791,852
Remuneration payable to Whole Time Director	3,670,000	6,150,000
Unpaid dividends #	10,661,765	10,391,951
Fractional bonus entitlement	43,214	43,214
Statutory Dues	10,164,695	15,961,997
Advances from Customers	778,603	170,603
Retention Money / Security Deposits	251,500	351,500
	25,569,777	82,861,117
# This does not include any amount due and outstanding, to be credited to the Investor Education and Protection Fund.		
7. SHORT TERM PROVISIONS		
For employees benefits		
- Gratuity (Refer note 31)	123,086	109,449
- Leave encashment (Refer note 31)	176,785	161,375
For taxation (net of advance payments)	-	18,605,693
	299,871	18,876,517

8. FIXED ASSETS

(in ₹)

	GROSS BLOCK				DEPRECIATION/AMORTISATION				NET BLOCK		
	As on 01 Apr 2015	Additions	Inter Unit Transfer	Deletions	As on 31 Mar 2016	Upto 31 Mar 2015	For the Period	Written Back	Upto 31 Mar 2016	As on 31 Mar 2016	As on 31 Mar 2015
TANGIBLE ASSETS :											
Plant And Equipment	261,083,932	8,850,424		-	269,934,356	169,021,654	20,149,988	-	189,171,642	80,762,714	92,062,278
Furniture And Fixtures	4,965,904	145,439		1,162,752	3,948,591	1,157,310	532,213	518,508	1,171,015	2,777,576	3,808,594
Vehicles	10,469,593	-		-	10,469,593	4,425,867	1,448,763	-	5,874,630	4,594,963	6,043,726
Office Equipments	4,475,643	489,408		36,909	4,928,142	2,501,909	946,787	27,976	3,420,720	1,507,422	1,973,734
Computers	2,611,893	42,550		-	2,654,443	2,209,352	279,146	-	2,488,498	165,945	402,541
Electrical Fittings	3,895,144	5,880,995		-	9,776,139	673,342	870,546	-	1,543,888	8,232,251	3,221,802
Buildings	-	2,446,377		-	2,446,377	-	173,204	-	173,204	2,273,173	-
	287,502,109	17,855,193	-	1,199,661	304,157,641	179,989,434	24,400,647	546,484	203,843,597	100,314,044	107,512,675
INTANGIBLE ASSETS :											
Computer Software	7,105,031	-		-	7,105,031	7,102,228	2,102	-	7,104,330	701	2,803
Total	294,607,140	17,855,193		1,199,661	311,262,672	187,091,662	24,402,749	546,484	210,947,927	100,314,745	107,515,478
Previous Year	246,277,217	48,701,474		371,551	294,607,140	162,287,870	25,062,989	259,197	187,091,662	107,515,478	83,989,347

Refer note 1.04 on rates and method of depreciation.



(in ₹)

Particulars	31 March 2016	31 March 2015
9. DEVELOPMENT OF HYDROCARBON PROPERTIES		
(Refer note 1.07)		
Balance as per last financial statements	2,047,286,638	1,557,456,885
Additions during the year (Refer note 22)	245,432,175	708,054,276
	2,292,718,813	2,265,511,161
Less : Amortised during the year	235,024,583	218,224,523
Closing Balance	2,057,694,230	2,047,286,638
10. LONG TERM LOANS AND ADVANCES		
(Unsecured - considered good, unless otherwise stated)		
Capital Advances	-	2,273,263
Security Deposits		
- With Government Departments	1,899,470	1,899,470
- Others	1,866,958	1,514,196
Income tax payment (net of provisions)	4,258,075	-
MAT credit available for set off (Refer note 37)	150,890,431	163,982,000
	158,914,934	169,668,929
11. INVENTORIES		
(Refer note 1.05 for mode of valuation)		
11.1 Non-current		
Stores and components relating to Hydrocarbon Properties	67,411,415	82,458,167
11.2 Current		
Stores, spares and consumables	5,576,932	4,916,213
Stock of crude oil	22,383,000	24,600,000
	27,959,932	29,516,213
12. TRADE RECEIVABLES - CURRENT		
(Unsecured - Considered good)		
Outstanding for a period exceeding six months from the due date	5,191,351	1,608,976
Others	105,715,988	148,897,398
	110,907,339	150,506,374

(in ₹)

Particulars	31 March 2016	31 March 2015
13. CASH AND CASH EQUIVALENTS		
Balances with banks :		
In current accounts	4,297,926	9,588,665
In unpaid dividend accounts	10,656,574	10,386,760
In fractional bonus account	43,214	43,214
In term Deposits		
- Public Sector Banks	814,837,038	1,004,453,175
- Private Sector Banks	184,500,000	98,500,000
- Under lien		
For Government of India / State Government	21,878,951	19,627,325
Site Restoration Fund Account	5,096,020	3,940,676
Cash on hand	117,621	88,995
	1,041,427,344	1,146,628,810
14. SHORT TERM LOANS AND ADVANCES		
(Unsecured - considered good, unless otherwise stated)		
Advance to Vendors	37,340,357	6,830,476
Prepaid Expenses	7,517,513	7,435,975
Advances recoverable in cash or kind	20,315,388	565,631
	65,173,258	14,832,082
15. OTHER CURRENT ASSETS		
Interest accrued on fixed deposits	29,915,207	44,786,573
	29,915,207	44,786,573
16. REVENUE FROM OPERATIONS		
(Refer note 1.03 on revenue recognition)		
Sale of products :		
- Crude Oil	566,239,555	879,332,380
Less : Profit Petroleum paid to Gol (Refer note 28)	(33,206,790)	(156,456,870)
	533,032,765	722,875,510
- Natural Gas	87,235,950	70,018,176
	620,268,715	792,893,686



(in ₹)

Particulars	31 March 2016	31 March 2015
17. OTHER INCOME		
Interest Income on Bank Deposits	88,314,009	117,083,155
Miscellaneous Income	10,287,178	545,088
	98,601,187	117,628,243
18. OPERATING EXPENSES		
Payment to Contractors for Services	14,356,671	10,589,791
Transportation	16,633,420	14,705,522
Generator hire charges	7,947,704	16,191,110
Other direct operative expenses	7,343,211	10,541,820
	46,281,006	52,028,243
19. CHANGES IN INVENTORIES OF FINISHED GOODS		
Inventories at the beginning of the year	24,600,000	22,620,000
Inventories at the end of the year	22,383,000	24,600,000
(Increase) / Decrease	2,217,000	(1,980,000)
20. EMPLOYEE BENEFITS EXPENSE		
(Refer note 1.08 on employee benefits)		
Salaries, wages and bonus	38,942,678	50,906,996
Contribution to provident and other funds	680,042	644,547
Staff welfare expenses	1,698,576	1,373,111
	41,321,296	52,924,654
21. FINANCE COSTS		
Interest on payment to Govt. of India	-	492,050
Interest on payment of Statutory dues	16,872,793	874,247
	16,872,793	1,366,297
22. DEVELOPMENT OF HYDROCARBON PROPERTIES		
(Expenditure on specialized materials and services)		
Cementing and Pumping Services	9,767,959	60,909,793
Contract Rig charges & Rig Site Preparation	42,142,027	215,685,272
Insurance	468,422	1,524,156
Management and Drilling Supervision	19,789,523	18,897,830
Materials consumed for Drilling of Oil Wells	9,953,524	48,126,082
Miscellaneous Expenses	7,010,236	14,824,801
Mud Chemical, Engineering & Logging Services	18,475,591	72,590,765
Perforation and Well Cleaning Services	92,649,096	137,574,144
Rent	4,813,249	3,928,488
Seismic Survey, Data Processing & Wireline Services	30,000,904	117,565,046
Travelling and Conveyance	10,361,644	16,427,899
	245,432,175	708,054,276

(in ₹)

Particulars	31 March 2016	31 March 2015
23. OTHER EXPENSES		
Administrative services and supplies	10,809,023	8,581,047
Advertisement and Business Development	2,973,444	2,752,272
Advisory Services	4,423,885	8,575,073
Communication	1,449,226	1,259,888
Consumption of stores and spares	6,836,963	4,377,601
Directors Fees	2,169,610	2,471,920
Insurance	2,023,841	1,156,280
Legal Fees	565,591	569,920
Loss on foreign exchange variation	871,607	672,716
Loss on sale/write off of fixed assets	586,677	105,354
Miscellaneous expenses (Refer note 32)	3,815,124	3,480,030
CSR expenses (donations) (Refer note 37)	5,455,522	8,428,558
Power and fuel	4,283,731	3,956,102
Rent	10,917,725	8,482,208
Repairs - Others	3,409,208	1,386,281
Repairs to machinery	1,905,527	959,787
Travelling and conveyance	3,613,266	4,584,709
	66,109,970	61,799,747
24. EARNINGS PER SHARE (EPS)		
a) Profit after tax attributable to Equity share holders	128,986,444	283,036,597
b) Weighted Average number of equity shares of ₹ 10/- each outstanding during the year		
- Basic	16,400,000	16,400,000
- Diluted	16,400,000	16,400,000
c) EPS (₹)		
- Basic	7.87	17.26
- Diluted	7.87	17.26

OTHER NOTES FORMING PART OF ACCOUNTS



25. Corporate Information :

Selan Exploration Technology Limited (referred to as the Company or Selan) was incorporated on 5 July, 1985 under the Companies Act, 1956. The Company is engaged in the business of oil & gas exploration and production. The Company has signed Production Sharing Contracts (PSCs) with Government of India (GoI) for Bakrol, Indrora, Lohar, Ognaj and Karjisan fields.

26. Capital Commitments :

Outstanding commitments for capital expenditure (net of advances) : ₹ Nil (previous year : ₹ 1,080,931).

27. The Company has taken premises on operating lease. The lease payments charged during the year in the statement of profit and loss amounts to ₹ 10,917,725 (previous year ₹ 8,482,208). Amount due within one year ₹ 11,289,520.

28. In the Arbitration proceedings between the Company and the Ministry of Petroleum and Natural Gas, Government of India (GOI) with respect to the Lohar Oilfield, inter alia, the issue is whether Profit Petroleum is payable to the GOI in a financial year, when the Investment Multiple in the preceding year is less than 3.5. The Company had won an Award in its favour in May 2010, from the Arbitral Tribunal, against which the GOI had appealed to the Hon'ble Delhi High Court. The Single Bench of the High Court ruled in favour of the GOI. The Company has appealed against this to the Division Bench of the High Court, which case is in progress.

29. The Company has not received any information from suppliers or service providers, whether they are covered under the "Micro, Small and Medium Enterprises (Development) Act, 2006". Disclosure relating to amount unpaid at the year-end together with interest payable, if any, as required under the said Act are not ascertainable.

30. In the opinion of the Board and to the best of their knowledge and belief, the value on realisation of the current assets, loans and advances in the ordinary course of business will not be less than the amount stated in the Balance Sheet.

31. The disclosures of Employee Benefits as defined in the revised Accounting Standard - 15 are given below :

i. Change in present value of obligation :

(Amount in ₹)

	31 Mar 2016		31 Mar 2015	
	Gratuity (funded)	Leave Encashment (non funded)	Gratuity (funded)	Leave Encashment (non funded)
a) Present value of obligation as at the beginning of the period	5,004,182	529,552	5,109,173	503,797
b) Interest cost	387,824	41,040	434,280	42,823
c) Past service cost	-	-	-	-
d) Current service cost	454,296	117,954	430,473	127,400
e) Benefits paid	(200,308)	(709,736)	-	(517,682)
f) Actuarial (gain)/ loss on obligation	(128,475)	539,890	(969,744)	373,214
g) Present value of obligation as at the end of period	5,517,519	518,700	5,004,182	529,552

ii. The amounts to be recognized in Balance Sheet:

(in ₹)

	31 Mar 2016		31 Mar 2015	
	Gratuity (funded)	Leave Encashment (non funded)	Gratuity (funded)	Leave Encashment (non funded)
a) Present value of obligation as at the end of the period	5,517,519	518,700	5,004,182	529,552
b) Fair value of plan assets at the end of the period	5,077,536	-	4,361,455	-
c) Funded status	(439,983)	(518,700)	(642,727)	(529,552)
d) Excess of actual over estimated	328,120	-	-	-
e) Net asset/ (liability) recognized in the balance sheet	(439,983)	(518,700)	(642,727)	(529,552)

iii. Expenses recognised in the statement of profit and loss :

(in ₹)

	31 Mar 2016		31 Mar 2015	
	Gratuity (funded)	Leave Encashment (non funded)	Gratuity (funded)	Leave Encashment (non funded)
a) Current service cost	454,296	117,954	430,473	127,400
b) Past service cost	-	-	-	-
c) Interest cost	387,824	41,040	434,280	42,823
d) Expected return on plan assets	(348,916)	-	(350,922)	-
e) Net actuarial (gain) / loss recognized in the period	(456,595)	539,890	(969,744)	373,214
f) Expenses recognized in the statement of profit & losses	36,609	698,884	(455,913)	543,437

iv. Economic assumptions :

(in ₹)

	31 Mar 2016		31 Mar 2015	
	Gratuity (funded)	Leave Encashment (non funded)	Gratuity (funded)	Leave Encashment (non funded)
a) Discounting rate (%)	8.00	8.00	7.75	7.75
b) Future salary increase (%)	5.50	5.50	5.25	5.25
c) Expected rate of return on plan assets	8.00	-	8.75	-

v. Change in the fair value of plan assets (Gratuity):

(in ₹)

	31 Mar 2016	31 Mar 2015
a) Fair value of plan assets at the beginning of the period	4,361,455	4,010,533
b) Expected return on plan assets	348,916	350,922
c) Employer contributions	279,263	-
d) Fund Management Charges (FMC)	(39,910)	-
e) Benefits paid	(200,308)	-
f) Actuarial gain / (loss) on plan assets	328,120	-
g) Fair value of plan assets at the end of the period	5,077,536	4,361,455

Note: The above information is given from the report furnished by the Actuary as at the end of the year.

32. Miscellaneous expenses include :

(in ₹)

	31 Mar 2016	31 Mar 2015
a) Provision for Wealth Tax	-	33,000

33. Managerial Remuneration :

	(in ₹)	
	31 Mar 2016	31 Mar 2015
Salary and allowances to Manager	2,206,396	2,124,900
Remuneration to Whole-time Director (including salary)	10,400,000	23,200,000

Note: Provision for accruing liability for Gratuity and Leave Encashment which are done on overall Company basis and not separately ascertainable and, therefore, not included above.

34. Segment Reporting as per Accounting Standard - 17 :

The Company is primarily engaged in the business of exploration and production of oil and natural gas. Therefore, it is a single segment business.

35. Related Party Disclosures as per Accounting Standard - 18:

(a) Related Parties and their relationships

(i) Key Management Personnel

- Mr. Rohit Kapur, Chairman and Whole-time Director

(b) Transactions with the above party in the ordinary course of business: -

	(in ₹)	
	31 Mar 2016	31 Mar 2015
Managerial Remuneration (To Whole-time Director)	10,400,000	23,200,000

36. Minimum Alternate Tax (MAT) :

The Company is entitled to avail Credit under Section 115 JA (1A). Accordingly, MAT credit entitlement has been considered as an asset to the extent there is convincing evidence that the Company will pay normal income tax during specified period under law.

37. Corporate Social Responsibility (CSR) :

	(in ₹)	
	31 Mar 2016	31 Mar 2015
i) Gross amount required to be spent during the year (including Rs. 5,047,977 unspent balance as on 31.03.2015)	17,209,172	13,476,535
ii) Amount spent during the year: For construction / acquisition of assets For other purposes	5,455,522	8,428,558
iii) Unspent amount as on 31.03.2016	11,753,650	5,047,977

38. CIF Value of Imports (including items in stock) :

	(in ₹)	
	31 Mar 2016	31 Mar 2015
a) Capital Goods	40,677	16,030,508
b) Components, stores & spares (including Development of Hydrocarbon Properties)	-	54,257,372

39. Value of Spare Parts and components consumed :

	(in ₹)	
	31 Mar 2016	31 Mar 2015
i) Imported	10,970,254	65,097,869
Percentage to the total	63%	94%
ii) Indigeneous	6,313,282	4,017,926
Percentage to the total	37%	6%
iii) Total	17,283,536	69,115,795

40. Expenditure in Foreign Currency :

	(in ₹)	
	31 Mar 2016	31 Mar 2015
a) Technical Services (Net of TDS)	82,793,026	166,917,667
b) Travel	5,712,833	8,457,670

41. Remittance in Foreign Currency to Non-residents on account of dividends : NIL

(dividend are paid in local currency to the mandated banks)

	2015-16 Interim Dividend	2014-15 Interim Dividend
a) Number of non-resident shareholders	930	763
b) Number of shares held by them	4,100,810	5,335,793
c) Dividend (paid in INR)	20,504,050	26,678,965
d) Year to which the dividend relates	2015-16	2014-15

42.

	31 Mar 2016	31 Mar 2015
a) Foreign Currency Exposure (indirect)		
Not Hedgeable - Receivables	79,510,376	132,672,933
b) Foreign Currency Exposure		
Creditors - Non hedged	16,986,092	27,642,919

43(a). Payment to Auditors :

	(in ₹)	
	31 Mar 2016	31 Mar 2015
Audit Fees	750,000	750,000
Tax Audit	90,000	60,000
Certification / Company Law / Other Matters	345,000	320,000
Taxation Matters	230,000	360,000
Reimbursement of expenses	32,275	49,050
Service Tax	202,830	186,636

(b) Payment to Cost Auditors:

	(in ₹)	
	31 Mar 2016	31 Mar 2015
Audit Fees	110,000	110,000
Other Services	16,400	16,300
Service Tax	20,050	13,596

44. Previous year figures have been regrouped wherever necessary to correspond with the current year figures.

Annexure to our report of even date
for V. SANKAR AIYAR & CO.
Chartered Accountants
Firm's Regn.no. 109208W

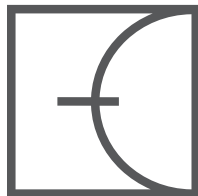
New Delhi
20 May 2016
M. S. BALACHANDRAN
PARTNER
Membership No. 024282

MEENU GOSWAMI
COMPANY
SECRETARY

A. K. MAURYA
CHIEF FINANCIAL
OFFICER

ROHIT KAPUR
CHAIRMAN

V. B. MAHAJAN
DIRECTOR



SELAN EXPLORATION TECHNOLOGY LIMITED

Address: J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi-110 043

Email: investors@selayoil.com

Web: www.selayoil.com

SELAN EXPLORATION TECHNOLOGY LTD.

Regd. Office : J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi – 110 043

CIN: L74899DL1985PLC021445; Website : www.seloil.com

E-mail id : investors@seloil.com; Tele Fax No. : 0124-4200326



NOTICE

NOTICE is hereby given that the Thirty First Annual General Meeting of Selan Exploration Technology Limited will be held at Ashok Country Resort, Rajokri Road, Kapashera, New Delhi – 110037 on Wednesday, 28 September 2016 at 10 : 00 A.M. to transact the following business :

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Balance Sheet as at 31 March 2016 and Profit and Loss Account for the year ended on that date along with the Reports of the Directors' and Auditors' thereon.
2. To ratify appointment of M/s V. Sankar Aiyar & Co., Chartered Accountants as Auditors, who shall hold office from the conclusion of this Annual General Meeting until the conclusion of the 32nd Annual General Meeting of the company and to fix their remuneration for the financial year ending 31 March 2017.
3. To declare the interim dividend of 50 % amounting to ₹ 5/- per share paid during the year as final dividend for the financial year 2015-16.

SPECIAL BUSINESS

To consider and if thought fit, to pass, with or without modification(s) the following resolutions:

AS ORDINARY RESOLUTION

4. Appointment of Director

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and any other applicable provisions of the Companies Act, 2013 ("Act") and the rules made thereunder read with Schedule IV of the Act, (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Manjit Singh (DIN 07585638), who was appointed as an Additional (Independent) Director of the Company by the Board of Directors at its meeting held on 10 August 2016 and whose term of office expires at this Annual General Meeting ('AGM') and in respect of whom the Company has received a Notice in writing from a Member alongwith the deposit of the requisite amount under Section 160 of the Companies Act, 2013 proposing his candidature for the office of Director and who has submitted a declaration that he meets the criteria for independence as provided in Section 149(6) of the Act, be and is hereby appointed as an Independent Director of the Company to hold office for a term of five consecutive years commencing from 10 August 2016."

5. Ratification of Remuneration of Cost Auditor

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), re-appointment of Mr. S.N. Balasubramanian, Cost Auditor; by the Board of Directors of the Company to conduct the audit of the cost records of the Company for the financial year 2016-17 on a remuneration of Rs. 1,20,000/- per annum, be and is hereby ratified."

By Order of the Board
for SELAN EXPLORATION TECHNOLOGY LTD.
MEENU GOSWAMI
Company Secretary

13 August 2016
New Delhi

NOTES :

1. A member entitled to attend and vote is entitled to appoint a proxy and such proxy need not be a member of the Company. A person can act as a proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. The instrument appointing proxy may be sent in the form enclosed and in order to be effective must reach the Registered Office of the Company at least 48 hours before the Meeting.
2. (i) Members holding shares in physical form are requested to notify change in their address, if any, quoting their folio number to the Registrar and Share Transfer Agent, MCS Share Transfer Agent Ltd., Unit : Selan Exploration Technology Ltd., F-65, First Floor, Okhla Industrial Area, Phase – I, New Delhi – 110020.
(ii) Members holding shares in dematerialised mode are requested to intimate all changes pertaining to their bank details, ECS mandates, e-mail addresses, nominations, power of attorney, change of address/ name etc. to their Depository Participant (DP) only and not to the Company or its Registrar and Transfer Agent. Any such changes effected by the DPs will automatically reflect in the Company's subsequent records.
3. Register of Members and Share Transfer Books of the Company will remain closed from 21 September 2016 to 28 September 2016 (both days inclusive).
4. Memorandum & Articles of Association of the Company and documents related to the resolutions will be available for inspection at the Registered Office of the Company between 11:00 A.M. and 1:00 P.M. on all working days except Saturdays and will also be available at the meeting.
5. Ministry of Corporate Affairs ("MCA") has vide Circular No. 17/2011 dated 21.04.2011 & Circular No. 18/2011 dated 29.04.2011 allowed the service of

documents on members by a Company through electronic mode. Accordingly, as a part of its Green initiative in Corporate Governance and in terms of circulars issued by MCA allowing paperless compliances through electronic mode, soft copy of the Annual Report for the year ended 31 March 2016 has been sent to all the members whose e-mail address is registered with the Company/ Depository Participant(s) unless any member has requested for a hard copy of the same. All those members, who have not yet registered their e-mail address with the Company / Depository Participant, are requested to do the same at the earliest.

6. The members are requested to send their queries, if any, on accounts or proposed resolutions at least 48 hours in advance of the meeting to the Company, so that the same may be answered satisfactorily at the meeting.
7. Members / Proxies should bring the Attendance slip duly filled-in for attending the meeting.
8. Voting through electronic means:
 - I. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, as substituted by the Companies (Management and Administration) Amendment Rules 2015 ('Amended Rules 2015') and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015, the Company is pleased to provide members facility to exercise their right to vote at the Thirty First AGM by electronic means and the business may be transacted through e-voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited (NSDL). The members may cast their votes using an electronic voting system from a place other than the venue of the meeting (Remote e-voting).
 - II. The facility for voting through polling paper shall be made available at the AGM and members attending the meeting who have not cast their votes by remote e-voting shall be able to exercise their right at the meeting through polling paper.
 - III. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.
 - IV. The instructions for e-voting are as under:
 - a) In case a member receives an e-mail from NSDL whose e-mail IDs are registered with the Company/Depository Participant(s), they shall follow the following steps :
 - (i) Open e-mail and open PDF file viz; "Selan Exploration Technology Limited remote e-voting.pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for e-voting. Please note that the password is an initial password.
 - (ii) Launch an internet browser by typing the following URL: <https://www.evoting.nsdl.com>
 - (iii) Click on Shareholder - Login
 - (iv) Put user ID and password as initial password/PIN noted in step (i) above. Click Login.
 - (v) Password change menu appears. Change the password/PIN with new password of your choice with minimum 8 digits/ characters or combination thereof. Note new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
 - (vi) Home page of Remote e-voting opens. Click on remote e-voting: Active Voting Cycles.
 - (vii) Select "REVEN" of Selan Exploration Technology Limited.
 - (viii) Now you are ready for e-voting as Cast Vote page opens.
 - (ix) Cast your vote by selecting appropriate option and click on "Submit" and also "Confirm" when prompted.
 - (x) Upon confirmation, the message "Vote cast successfully" will be displayed.
 - (xi) Once you have voted on the resolution, you will not be allowed to modify your vote.
 - (xii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail to selan.scrutinizer@gmail.com with a copy marked to evoting@nsdl.co.in.

b) In case a Member receives physical copy of the Notice of AGM [for members whose e-mail IDs are not registered with the Company/ Depository Participant(s) or requesting physical copy] :

(i) Initial password is provided as follows, below the Attendance Slip for the AGM:

REVEN (Remote E-Voting Event Number)	USER ID	PASSWORD/PIN
_____	_____	_____

(ii) Please follow all steps from Sr. No. (ii) to Sr. No. (xii) above, to cast vote.

- V. In case of any queries, you may refer the 'Frequently Asked Questions (FAQs)' and 'E-voting user manual' for Shareholders available at the Downloads section of www.evoting.nsdl.com or call on toll free no.: 1800-222-990.
- VI. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.
- VII. You can also update your mobile number and e-mail ID in the user profile details of the folio which may be used for sending future communication(s).
- VIII. The remote e-voting period commences on 25 September 2016 (9:00 A.M.) and ends on 27 September 2016 (5:00 P.M.). During this period shareholders of the Company holding shares either in physical form or in dematerialized form, as on the cut-off date of 21 September 2016, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
- IX. The voting rights shall be as per the number of equity shares held by the Member(s) as on Wednesday, 21 September 2016. Mr. S. R. Iyer, Practising Chartered Accountant (Membership No. FCA 082039) has been appointed as the Scrutinizer to scrutinize voting and remote e-voting process in a fair and transparent manner.
- X. Any person, who acquire shares of the Company and become member of the Company after dispatch of the notice of AGM and holding shares as of the cut-off date i.e., 21 September 2016, may obtain the login ID and password by sending a request at evoting@nsdl.co.in or helpdeskdelhi@mcsregistrars.com. However, if you are already registered with NSDL for remote e-voting then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/ Password" option available on www.evoting.nsdl.com.
- XI. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through polling paper.
- XII. The Chairman shall, at the AGM, at the end of discussion on the resolution on which voting is to be held, allow voting with the assistance of Scrutinizer, by use of polling paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.
- XIII. The Scrutinizer shall after the conclusion of voting at the AGM, will first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than 48 hours of the conclusion of the AGM, a consolidated Scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same and declare the result of the voting forthwith.
- XIV. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.selanoil.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorised by him in writing and the same be communicated to the Bombay Stock Exchange and National Stock Exchange.

EXPLANATORY STATEMENT (Under Section 102 of the Companies Act, 2013)

Item No. 4

Mr. Manjit Singh (DIN 07585638) was appointed as an Additional (Independent) Director of the Company with effect from 10 August 2016, by the Board of Directors. In terms of Section 161(1) of the Companies Act, 2013, he holds office upto the date of this Annual General Meeting and is eligible for appointment as an Independent Director.

The Company has received a Notice from a Member in writing along with requisite deposit under Section 160 of the Act, proposing his candidature for the office of Director. The Company has also received a declaration from Mr. Manjit Singh stating that he meets the criteria of Independence as prescribed under Section 149 (6) of the Act and SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015.

The Board feels that he fulfills the conditions specified in the Companies Act, 2013 and rules made thereunder for his appointment as an Independent Director of the Company. Copy of the draft letter of appointment of Mr. Manjit Singh as an Independent Director setting out the terms and conditions would be available for inspection without any fee by the members at the registered office of Company during normal business hours on any working day. Brief profile of Mr. Manjit Singh is given as under:

Name of Director	Mr. Manjit Singh
Date of Birth	19.05.1954
Qualifications	Post Graduate from Delhi University
Date of original Appointment	10.08.2016
Brief resume and nature of expertise in specific functional areas	Mr. M. Singh joined TATA Finlay in 1978, and after a long and illustrious career with the TATA Group, retired in 2014 as General Manager of the TATA Group's Anamallai Tea Division. Having led various Strategic Business Units during his career, Mr. M. Singh has a wealth of management experience from the 35+ years he spent with the TATA Group Companies and TATA Associate Companies. Mr. M. Singh completed his undergraduate and graduate studies at the University of Delhi and has attended Management Development Courses at IIM – Ahmedabad and the TATA Management Training Centre, Pune. Mr. M. Singh and his family have a long association with the State of Gujarat, where his father served in various senior official capacities with the CBI, BSF and Gujarat Police throughout the State, until his retirement.
Relationship between Directors inter-se	None
List of directorships held in other companies and membership of committees of the Board	NIL
Number of shares held in the company	NIL
Number of Board meetings attended during the year	NIL

The Board considers that his association would be of immense benefit to the Company and it is desirable to avail services of Mr. M. Singh as an Independent Director.

Except Mr. M. Singh, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives, is concerned or interested in this resolution.

Your Directors recommend the above Ordinary Resolution for approval. This explanatory statement may also be regarded as a disclosure under SEBI (Listing Obligations and Disclosure Requirements), Regulations 2015 and Secretarial Standards II.

Item No. 5

The Board on the recommendation of the Audit Committee has appointed Mr. S.N. Balasubramanian as the Cost Auditor of the Company for the financial year 2016-17 which was approved by the Board in its meeting held on 20 May 2016. As per Rule 14 of the Companies (Audit & Auditors) Rules, 2014, the remuneration payable to Cost Auditors is to be ratified by the shareholders. Hence, this resolution is put for the consideration of the shareholders.

None of the Directors is interested in this resolution. Your Directors recommend the above Ordinary Resolution for approval.

By Order of the Board
for SELAN EXPLORATION TECHNOLOGY LTD.
MEENU GOSWAMI
Company Secretary

13 August 2016
New Delhi

ROUTE MAP TO AGM VENUE

VENUE : Ashok Country Resort, Rajokri Road, Kapashera, New Delhi - 110037



SELAN EXPLORATION TECHNOLOGY LTD.

Regd. Office : J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi - 110 043

CIN : L74899DL1985PLC021445; Website : www.selanoil.com

E-mail Id : investors@selanoil.com; Telefax No. : 0124-4200326

ATTENDANCE SLIP

Annual General Meeting, 28 September 2016

I certify that I am a Registered Shareholder / Proxy for the Registered Shareholder of the Company.

I certify that I have / have not cast my E-Vote.

I hereby record my presence at the Annual General Meeting of the Company at Ashok Country Resort, Rajokri Road, Kapashera, New Delhi-110 037 on Wednesday, 28 September 2016 at 10:00 a.m.

Member's / Proxy's name in BLOCK LETTERS

Member's / Proxy's Signature

Note : Please fill in this Attendance Slip and hand it over at the Entrance of the Meeting Hall.

Kindly also note that no gifts, conveyance etc. will be given at the Meeting.

E-VOTING PARTICULARS

REVEN (Remote E-Voting Event Number)	USER ID	PASSWORD / PIN

Note : Please read instructions given at Note No. 8 of the Notice of the 31st Annual General Meeting carefully before voting electronically.

SELAN EXPLORATION TECHNOLOGY LTD.

Regd. Office : J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi - 110 043

CIN : L74899DL1985PLC021445; Website : www.selanoil.com

E-mail Id : investors@selanoil.com; Telefax No. : 0124-4200326

PROXY FORM

Annual General Meeting, 28 September 2016

Name of the member (s) :

Registered Address :

E-mail Id :

Folio / DP ID - Client ID No. :

I / We being the member (s) of shares of the above named Company hereby appoint

- 1) Name : Address :
E-mail Id : Signature :, or failing him;
- 2) Name : Address :
E-mail Id : Signature :, or failing him;
- 3) Name : Address :
E-mail Id : Signature :

as my / our proxy to attend and vote (on a poll) for me / us and on my / our behalf at the 31st Annual General Meeting of the Company, to be held on Wednesday, 28 September 2016 at 10:00 a.m. at Ashok Country Resort, Rajokri Road, Kapashera, New Delhi - 110 037 and at any adjournment thereof in respect of such resolutions as are indicated below:

1. Adoption of Financial Statements for the year ended 31 March 2016.
2. Appointment of M/s. V. Sankar Aiyar & Co.; Chartered Accountants, as Auditors and fixing their remuneration.
3. Declaration of Interim Dividend as Final Dividend for the Financial Year 2015-16.
4. Appointment of Director.
5. Ratification of Remuneration of Cost Auditor.

Signed this day of 2016

Signature of shareholder

Signature of Proxy holder(s).....

Affix
Revenue
Stamp

Note : This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting