



V. SANKAR AIYAR & CO.

CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT ON THE AUDITED FINANCIAL RESULTS OF THE SELAN EXPLORATION TECHNOLOGY LIMITED FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2023

TO THE BOARD OF DIRECTORS OF
SELAN EXPLORATION TECHNOLOGY LIMITED

Opinion

We have audited the accompanying Financial Results of **Selan Exploration Technology Limited** ("the Company"), for the quarter and year ended 31st March, 2023 ("the Statement"), attached herewith, being submitted by the Company pursuant to requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

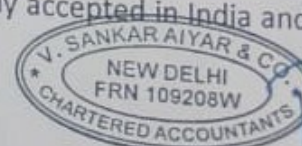
- i) is presented in accordance with the requirement of Regulation 33 of the Listing Regulations; and
- ii) gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Company for the quarter and year ended 31st March, 2023.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Statement under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibility for the Financial Results

This statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit, other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Ind As prescribed under section 133 of the Act, read with relevant Rules issued thereunder and other accounting principles generally accepted in India and



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in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the Statement.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Company's Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue



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as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

1. The financial results of the Company for the year ended 31st March 2022, were audited by another auditor whose report dated 30th April, 2022 expressed an unmodified opinion on those financial results.
2. The Statement includes the results for the Quarter ended 31st March, 2023 being the balancing figure between audited figures in respect of the full financial year and the published unaudited year to date figures up to third quarter of the current financial year which were subject to limited review by us.

Our opinion is not modified in respect of the above matters.

For V. Sankar Aiyar & Co.
Chartered Accountants
ICAI Firm Regn. No.109208W



Puneet Kumar Khandelwal
Partner (M. No. 429967)

Place: New Delhi
Dated: 05-May-2023

UDIN: 23429967 BHAGDY.6588



SELAN EXPLORATION TECHNOLOGY LTD.
CIN : L74899DL1985PLC021445
J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi-110043
AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

(₹ in Lakhs)

PARTICULARS	Quarter Ended			Year Ended	
	31.03.2023	31.12.2022	31.03.2022	31.03.2023	31.03.2022
	(Audited) (refer note 7)	(Unaudited)	(Audited) (refer note 7)	(Audited)	(Audited)
1. (a) Revenue from Operations	2,756	2,969	2,393	12,195	7,975
Less : Profit Petroleum paid to Gol	95	103	76	401	257
Revenue from Operations (Net)	2,661	2,866	2,317	11,794	7,718
2. (b) Other Income	395	340	196	1,157	767
3. Total Income	3,056	3,206	2,513	12,951	8,485
4. Expenses					
a) Operating Expenses	249	236	259	933	875
b) Handling and Processing Charges	57	55	57	209	229
c) Changes in inventories of finished goods	(14)	(22)	32	(53)	8
d) Employee benefit expenses	217	217	141	675	470
e) Royalty and Cess	807	892	801	3,750	2,604
f) Development of Hydrocarbon Properties	3,031	360	303	3,690	522
g) Other expenses	446	330	337	1,166	819
Sub-total (a to g)	4,793	2,068	1,930	10,370	5,527
Less: Transfer to Development of Hydrocarbon Properties	3,031	360	303	3,690	522
Total Expenses	1,762	1,708	1,627	6,680	5,005
5. Earnings before Interest, Tax, Depreciation and Amortisation	1,294	1,498	886	6,271	3,480
a) Finance Cost	22	8	2	43	9
b) Depreciation and Amortisation	59	64	51	241	225
c) Development of Hydrocarbon Properties amortised	500	500	580	1,963	1,987
6. Profit before Tax	713	926	253	4,024	1,259
7. Tax Expenses :					
a) Provision for Current Tax	(497)	230	102	443	604
b) Taxes relating to earlier years	-	-	4	-	4
c) Deferred Tax	675	(65)	(155)	496	(342)
8. Net Profit for the period	535	761	302	3,085	993
9. Other Comprehensive Income / (Loss) (net of tax)					
a) Items that will not be reclassified to profit or loss	54	(1)	1	31	(1)
b) Items that will be reclassified to profit or loss	-	-	-	-	-
10. Total Comprehensive Income (after tax)	589	760	303	3,116	992
11. Paid-up Equity Share Capital (face value ₹ 10/-)	1,520	1,520	1,520	1,520	1,520
12. Other Equity				34,469	31,353
13. Basic EPS (not annualised)	3.51	5.01	1.99	20.29	6.53
14. Diluted EPS (not annualised)	3.51	5.01	1.99	20.29	6.53



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J-47/1, Shyam Vihar, Dindarpur, Najafgarh, New Delhi-110 043
AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023
STATEMENT OF ASSETS AND LIABILITIES AS ON 31 MARCH 2023

(₹ in Lakhs)

PARTICULARS	31.03.2023	31.03.2022
	(Audited)	(Audited)
I ASSETS		
(1) Non-current assets	923	661
Property, plant and equipment	16,606	14,878
Development of hydrocarbon properties	337	40
Right of Use Assets	-	-
Intangible assets		
Financial assets	1,001	-
- Investments	208	55
- Other financial assets	-	78
Non-current tax asset (net)	34	17
Other non-current assets	19,109	15,729
(2) Current assets	2,354	798
Inventories		
Financial assets	16,559	13,476
- Investment	1,885	1,874
- Trade receivables	63	353
- Cash and cash equivalents	2,364	5,051
- Other bank balances	90	121
- Other financial assets	258	182
Other current assets	23,573	21,855
Total assets	42,682	37,584
II EQUITY AND LIABILITIES		
(1) Equity		
Equity share capital	1,520	1,520
Other equity	34,469	31,353
	35,989	32,873
(2) LIABILITIES		
Non-current liabilities		
Financial liabilities		
- Lease Liabilities	350	19
Provisions	96	103
Deferred tax liabilities (net)	4,377	3,870
	4,823	3,992
Current liabilities		
Financial liabilities		
- Lease Liabilities	34	24
- Trade payables - micro, small and medium enterprises	140	-
- Trade payables - other than micro, small and medium enterprises	1,037	240
- Other financial liabilities	229	123
Other current liabilities	331	330
Provisions	-	2
Current tax liabilities (net)	99	-
	1,870	719
Total equity and liabilities	42,682	37,584



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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2023

(₹ in Lakhs)

Particulars	For the year ended	
	31.03.2023	31.03.2022
	(Audited)	(Audited)
A. Cash flow from Operating activities :-		
Profit before taxation	4,024	1,259
<u>Adjustments for</u>		
Depreciation and amortisation expenses	241	225
Development of hydrocarbon properties amortised	1,963	1,987
Sundry debit balances written off	139	-
Interest - Others	10	-
Interest - Lease liabilities	33	8
Interest income	(256)	(140)
(Profit) / Loss on change in fair value of Investments through FVTPL	(690)	(378)
(Profit) / Loss on sale of investments	(114)	-
(Profit) / Loss on cancellation of ROU	(2)	-
(Profit) / Loss on sale / discard of property, plant and equipment	-	(4)
Operating profit before working capital changes	5,348	2,957
<u>Adjustments for</u>		
(Increase) / Decrease in inventories	(1,556)	(129)
(Increase) / Decrease in trade receivables	(150)	(623)
(Increase) / Decrease in financial assets	2,568	(3,619)
(Increase) / Decrease in other assets	(87)	41
Increase / (Decrease) in trade payable	937	(4)
Increase / (Decrease) in financial liabilities	108	(25)
Increase/ (Decrease) in provisions	33	65
Increase / (Decrease) in other current liabilities	1	118
Cash generated from operations	7,202	(1,219)
Direct tax (paid)/ refund received	(276)	(566)
Net cash from Operating activities (A)	6,926	(1,785)
B. Cash flow from Investing activities :-		
Purchase of PP&E & intangible assets including CWIP & capital advances	(463)	(70)
Additions to Development of hydrocarbon properties	(3,690)	(522)
Purchase of Mutual Funds	(8,840)	(171)
Sales of Mutual Funds	7,060	-
Purchase of MLDs and NCD	(1,499)	-
Sale of property, plant & equipment	3	10
Interest income received	251	140
Net cash generated / (used) in Investing activities (B)	(7,178)	(613)
C. Cash flow from Financing activities :-		
Long term borrowings taken / (paid)(Net)	-	-
Dividend paid	-	(760)
Interest paid on others	-	-
Interest paid on borrowings	-	-
Payment of lease liabilities	-	-
Net cash generated / (used) in Financing activities (C)	(38)	(34)
Net change in cash and cash equivalents (A+B+C)	(38)	(794)
Balance at the beginning of the year	(290)	(3,192)
Balance at the end of the year	353	3,545
Net change in cash and cash equivalents	63	353
	(290)	(3,192)



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SELAN EXPLORATION TECHNOLOGY LTD.

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2023

Notes :

- 1 The Statement has been prepared in accordance with the Companies (Indian Accounting Standard) Rules, 2015 (Ind AS) prescribed under Section 133 of Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- 2 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.
- 3 The Company operates in a single segment of production of Oil and Natural gas. Therefore, Ind AS-108 on Segment Reporting is not applicable to the Company.
- 4 With effect from 9th November, 2022 Blackbuck Energy Investments Limited along with Antelopus Energy Private Limited have become promoters of the Company in place of the earlier promoters.
- 5 It has been considered appropriate to show the development expenses of oil wells 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 modeling costs and other related expenditures on development of oil fields.

Amortisation for the same is done on a straight line basis over the remaining / extended lease period, as considered appropriate by the Management, as this method most closely reflects the expected pattern of consumption of the future economic benefits embodied in the asset and this method is applied consistently from period to period.
- 6 Previous period figures have been reclassified / regrouped / restated, wherever necessary.
- 7 The figures for the quarter ended 31 March 2023 and 31 March 2022 represent the difference between the audited figures in respect of full financial year and unaudited figures of nine months ended 31 December 2022 and December 2021 respectively.
- 8 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 5 May 2023. The Statutory Auditor of the Company have expressed an unmodified opinion on these financial results.

Annexure to our report of even date

For V. Sankar Aiyar & Co.

Chartered Accountants

ICAI FRN: 109208W

Puneet Kumar Khandelwal

Partner

(M.No. 429967)

Place : New Delhi

Date: 5 May 2023



For SELAN EXPLORATION TECHNOLOGY LTD.

Suniti Kumar Bhat

DIN : 08237399

Chairman

