



V. SANKAR AIYAR & CO.

CHARTERED ACCOUNTANTS

Sarojini House, 6 Bhagwan Das Road, New Delhi-110001

Tel. (011)44744643; e-mail: newdelhi@vsa.co.in

INDEPENDENT AUDITOR'S LIMITED REVIEW REPORT ON THE UNAUDITED FINANCIAL RESULTS OF THE SELAN EXPLORATION TECHNOLOGY LIMITED FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2023

**TO THE BOARD OF DIRECTORS OF
SELAN EXPLORATION TECHNOLOGY LIMITED**

1. We have reviewed the accompanying statement of Unaudited Financial Results ("the Statement") of Selan Exploration Technology Limited ("the Company") for the quarter and six months ended 30th September 2023, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement which is the responsibility of the Company's Management and has been approved by the Company's Board of Directors in their meeting held on 16th October 2023, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statements is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 specified under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Gurgaon
Dated: 16th October, 2023



For V. Sankar Aiyar & Co.
Chartered Accountants
ICAI Firm Regn. 109208W

Puneet Kumar Khandelwal
Partner (M. No. 429967)
UDIN: 23429967BHAGEZ1144

SELAN EXPLORATION TECHNOLOGY LIMITED
CIN : L74899HR1985PLC113196
Unit No. 455-457, 4th Floor, JMD Megapolis, Sector-48, Sohna Road, Gurgaon, Haryana - 122018
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER, 2023

(₹ in Lakhs)

PARTICULARS	Quarter Ended			Six Months Ended		Year Ended
	30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1. Revenue from Operations	4,038	2,916	3,362	6,954	6,471	12,195
Less : Profit Petroleum paid to GoI	119	104	109	223	203	401
Revenue from Operations (Net)	3,919	2,812	3,253	6,731	6,268	11,794
2. Other Income	294	341	213	635	421	1,157
3. Total Income	4,213	3,153	3,466	7,366	6,589	12,951
4. Expenses						
a) Operating Expenses	328	312	245	640	448	933
b) Handling and Processing Charges	56	58	42	114	97	209
c) Changes in inventories of finished goods	(46)	14	30	(32)	(17)	(53)
d) Employee benefit expenses	289	211	131	500	241	675
e) Royalty and Cess	1,011	821	1,073	1,832	2,051	3,750
f) Development of Hydrocarbon Properties	4,584	4,311	250	8,895	299	3,690
g) Other expenses	384	272	219	656	390	1,166
Sub-total (a to g)	6,606	5,999	1,900	12,605	3,509	10,370
Less: Transfer to Development of Hydrocarbon Properties	4,584	4,311	250	8,895	299	3,690
Total Expenses	2,022	1,688	1,740	3,710	3,210	6,680
5. Earnings before Interest, Tax, Depreciation and Amortisation	2,191	1,465	1,726	3,656	3,479	6,271
a) Finance Cost	11	9	12	20	13	43
b) Depreciation and Amortisation	80	89	65	149	118	241
c) Development of Hydrocarbon Properties amortised	833	826	490	1,459	963	1,963
6. Profit before Tax	1,267	781	1,159	2,028	2,385	4,024
7. Tax Expenses :						
a) Provision for Current Tax	-	-	325	-	710	443
b) Taxes relating to earlier years	-	51	-	51	-	-
c) Deferred Tax	325	206	(47)	531	(114)	496
8. Net Profit for the period	942	504	881	1,446	1,789	3,085
9. Other Comprehensive Income / (Loss) (net of tax)						
a) Items that will not be reclassified to profit or loss	(5)	(14)	(24)	(19)	(22)	31
b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
10. Total Comprehensive Income (after tax)	937	490	857	1,427	1,767	3,116
11. Paid-up Equity Share Capital (face value ₹ 10/-)	1,520	1,520	1,520	1,520	1,520	1,520
12. Other Equity						34,469
13. Basic EPS (not annualised)	6.20	3.31	5.80	9.51	11.77	20.29
14. Diluted EPS (not annualised)	6.20	3.31	5.80	9.51	11.77	20.29

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Unit No. 455-457, 4th Floor, JMD Megapolls, Sector-48, Sohna Road, Gurgaon, Haryana - 122018

UNAUDITED STATEMENT OF ASSETS AND LIABILITIES AS AT 30 SEPTEMBER 2023

(₹ in Lakhs)

PARTICULARS	30.09.2023	31.03.2023
	(Unaudited)	(Audited)
I ASSETS		
(1) <u>Non-current assets</u>		
Property, plant and equipment	1,311	923
Development of hydrocarbon properties	24,042	16,606
Right of Use Assets	311	337
Intangible assets	-	-
Financial assets		
- Investments	501	1,001
- Other financial assets	229	208
Non-current tax asset (net)	36	-
Other non-current assets	173	34
	26,603	19,109
(2) <u>Current assets</u>		
Inventories	1,965	2,354
Financial assets		
- Investments	10,932	16,559
- Trade receivables	2,188	1,885
- Cash and cash equivalents	295	63
- Other bank balances	2,522	2,384
- Other financial assets	109	90
Other current assets	311	258
	18,322	23,573
Total assets	44,925	42,682
II EQUITY AND LIABILITIES		
(1) <u>Equity</u>		
Equity share capital	1,520	1,520
Other equity	35,896	34,469
	37,416	35,989
(2) <u>Liabilities</u>		
<u>Non-current liabilities</u>		
Financial liabilities		
- Lease Liabilities	331	350
Provisions	96	96
Deferred tax liabilities (net)	4,901	4,377
	5,328	4,823
<u>Current liabilities</u>		
Financial liabilities		
- Lease Liabilities	36	34
- Trade payables - micro, small and medium enterprises	26	140
- Trade payables - other than micro, small and medium enterprises	1,347	1,037
- Other financial liabilities	196	229
Other current liabilities	576	331
Current tax liabilities (net)	-	99
	2,181	1,870
Total equity and liabilities	44,925	42,682

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CIN : L74899HR1985PLC113196

Unit No. 455-457, 4th Floor, JMD Megapolis, Sector-48, Sohna Road, Gurgaon, Haryana-122018

UNAUDITED CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30 SEPTEMBER 2023

(₹ In Lakhs)

Particulars	Six Months Ended	
	30.09.2023	30.09.2022
	(Unaudited)	(Unaudited)
A. Cash flow from Operating activities :-		
Profit before tax	2,028	2,385
<u>Adjustments for</u>		
Depreciation and amortisation expenses	149	118
Development of hydrocarbon properties amortised	1,459	963
Interest - Others	2	-
Interest - Lease liabilities	18	13
Interest Income	(132)	(216)
(Profit) / Loss on change in fair value of Investments through FVTPL	(372)	(277)
(Profit) / Loss on sale of investments	(110)	-
Operating profit before working capital changes	3,042	2,986
<u>Adjustments for</u>		
(Increase) / Decrease in inventories	389	(12)
(Increase) / Decrease in trade receivables	(304)	(767)
(Increase) / Decrease in financial assets	(194)	2,732
(Increase) / Decrease in other assets	(76)	(193)
Increase / (Decrease) in trade payable	196	167
Increase / (Decrease) in financial liabilities	(18)	95
Increase / (Decrease) in provisions	-	3
Increase / (Decrease) in other current liabilities	245	167
Cash generated from operations	3,280	5,178
Direct tax (paid)/ refund received	(186)	(105)
Net cash from Operating activities (A)	3,094	5,073
B. Cash flow from Investing activities :-		
Purchase of PP&E & intangible assets including CWIP & capital advances	(852)	(125)
Additions to Development of hydrocarbon properties	(8,895)	(299)
Purchase of Mutual Funds	(4,032)	(4,980)
Sales of Mutual Funds	10,298	-
Purchase of MLDs and NCD	(156)	-
Sale of NCD	499	-
Interest income received	113	217
Net cash generated / (used) in Investing activities (B)	(2,825)	(5,187)
C. Cash flow from Financing activities :-		
Long term borrowings taken / (paid)(Net)	-	-
Interest paid on others	(2)	-
Payment of lease liabilities	(35)	(19)
Net cash generated / (used) in Financing activities (C)	(37)	(19)
Net change in cash and cash equivalents (A+B+C)	232	(133)
Balance at the beginning of the period	63	352
Balance at the end of the period	295	219
Net change in cash and cash equivalents	232	(133)

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UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30 SEPTEMBER, 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 The Registrar of Companies ('ROC'), Delhi has provided Certificate of Registration of Regional Director Order for change of state from the National Capital Territory of Delhi to the state of Haryana on 10th July, 2023. The New Registered office address of the Company is Unit No. 455-457, 4th Floor, JMD Megapolis, Sector-48, Sohna Road, Gurgaon, Haryana-122018 and the new Corporate Identification No. of the Company is CIN-L74899HR1985PLC113196.
- 5 During the current quarter, Company has granted 2,20,181 Employee Stock Options ("Options") to its employees, convertible into equal number of Equity Shares of the Company at face value of ₹ 10/- each, under the Selan Exploration Technology Limited Employees' Stock Option Scheme - 2022.
- 6 During the current quarter, Company has re-commenced commercial production and sales of oil and gas from the Karjisan field post drilling of replacement development and new appraisal wells.
- 7 In the Board Meeting held on 25 September 2023, Board of Directors of the Company have considered the option of merger of Antelopus Energy Private Limited and the Company, under Section 230 to 232 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder, as a suitable option.

The process of merger including the Scheme of Arrangement shall be subject to detailed tax and regulatory reviews, board & audit committee approvals, recommendation of fair valuations & exchange ratios and necessary approvals by the Bombay Stock Exchange ('BSE'), National Stock Exchange of India Limited ('NSE'), Securities and Exchange Board of India, shareholders and creditors of the companies, as may be applicable, the National Company Law Tribunal ('NCLT'), Chandigarh Bench and such other statutory and regulatory approvals as may be required.
- 8 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 and other associated drilling related costs, 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.
- 9 Previous period figures have been reclassified / regrouped / restated, wherever necessary.
- 10 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 16th October 2023. The above results have been reviewed by the Statutory Auditor of the Company.

Annexure to our report of even date

For V. Sankar Aiyar & Co.

Chartered Accountants

ICALFRN: 109208W

Puneet Kumar Khandelwal

Partner

(M. No. 429967)

Place : Gurgaon

Date: 16 October 2023

For SELAN EXPLORATION TECHNOLOGY LIMITED

Sunit Kumar Bhat

DIN : 08237399

Chairman

