



V. SANKAR AIYAR & CO.

CHARTERED ACCOUNTANTS

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

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Independent Auditor's Report on the Audited Financial Results of the Selan Exploration Technology Limited ("the Company") for the Quarter and Year Ended 31st March, 2024 pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended

**To The Board of Directors of
Selan Exploration Technology Limited**

Opinion

We have audited the accompanying statement of Financial Results of **Selan Exploration Technology Limited** ("the Company"), for the quarter and year ended 31st March, 2024 ("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, 2024.

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 financial results 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 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 are 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 through a separate report on the complete set of financial statements 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 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.

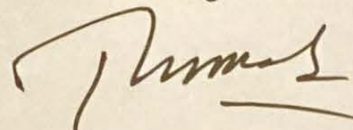
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

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

The Statement includes the results for the Quarter ended 31st March, 2024 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to third quarter of the current financial year which were subject to limited review by us, as required under Listing Regulations.

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



PUNEET KUMAR KHANDELWAL
Partner (M. No. 429967)
UDIN: 24429967 BKFEWB1423

Place: Gurugram
Dated: 06-May-2024



SELAN EXPLORATION TECHNOLOGY LIMITED

CIN : L74899HR1985PLC113196

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

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2024

(₹ in Lakhs)

PARTICULARS	Quarter Ended			Year Ended	
	31.03.2024	31.12.2023	31.03.2023	31.03.2024	31.03.2023
	(Audited) (refer note 13)	(Unaudited)	(Audited) (refer note 13)	(Audited)	(Audited)
1. Revenue from Operations	5,628	4,475	2,756	17,057	12,195
Less : Profit Petroleum paid to GoI	156	118	95	497	401
Revenue from Operations (Net)	5,472	4,357	2,661	16,560	11,794
2. Other Income	246	248	395	1,129	1,157
3. Total Income	5,718	4,605	3,056	17,689	12,951
4. Expenses					
a) Operating Expenses	358	567	249	1,565	933
b) Handling and Processing Charges	73	64	57	251	209
c) Changes in inventories of finished goods	(27)	(2)	(14)	(61)	(53)
d) Employee benefit expenses	615	477	217	1,592	675
e) Royalty and Cess	1,468	1,067	807	4,367	3,750
f) Development of Hydrocarbon Properties	3,391	2,400	3,031	14,686	3,690
g) Other expenses	425	551	446	1,632	1,166
Sub-total (a to g)	6,303	5,124	4,793	24,032	10,370
Less: Transfer to Development of Hydrocarbon Properties	3,391	2,400	3,031	14,686	3,690
Total Expenses	2,912	2,724	1,762	9,346	6,680
5 Earnings before Interest, Tax, Depreciation and Amortisation	2,806	1,881	1,294	8,343	6,271
a) Finance Cost	10	9	22	39	43
b) Depreciation and Amortisation	81	90	59	320	241
c) Development of Hydrocarbon Properties amortised	993	897	500	3,349	1,963
6 Profit before Tax	1,722	885	713	4,635	4,024
7 Tax Expenses :					
a) Provision for Current Tax	-	-	(497)	-	443
b) Deferred Tax	497	263	675	1,291	496
c) Taxes relating to earlier years	-	19	-	70	-
8 Net Profit for the period	1,225	603	535	3,274	3,085
9 Other Comprehensive Income / (Loss) (net of tax)					
a) Items that will not be reclassified to profit or loss	(1)	1	54	(19)	31
b) Items that will be reclassified to profit or loss	-	-	-	-	-
10 Total Comprehensive Income (after tax)	1,224	604	589	3,255	3,116
11 Paid-up Equity Share Capital (face value ₹ 10/- each)	1,520	1,520	1,520	1,520	1,520
12 Other Equity				37,857	34,469
13 Basic EPS (not annualised)	8.06	3.97	3.51	21.54	20.29
14 Diluted EPS (not annualised)	8.01	3.95	3.51	21.47	20.29



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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2024

STATEMENT OF ASSETS AND LIABILITIES AS AT 31 MARCH 2024

(₹ in Lakhs)

PARTICULARS	31.03.2024	31.03.2023
	(Audited)	(Audited)
I ASSETS		
(1) <u>Non-current assets</u>		
Property, plant and equipment	1,822	923
Development of hydrocarbon properties	27,943	16,606
Right of Use Assets	286	337
Intangible assets	-	-
Financial assets		
- Investments	-	1,001
- Loan	774	-
- Other financial assets	122	208
Non-current tax asset (net)	66	-
Other non-current assets	66	34
	31,079	19,109
(2) <u>Current assets</u>		
Inventories	1,903	2,354
Financial assets		
- Investments	6,434	16,559
- Trade receivables	3,462	1,885
- Cash and cash equivalents	244	63
- Other bank balances	4,804	2,364
- Other financial assets	216	90
Other current assets	314	258
	17,377	23,573
Total assets	48,456	42,682
II EQUITY AND LIABILITIES		
(1) <u>Equity</u>		
Equity share capital	1,520	1,520
Other equity	37,857	34,469
	39,377	35,989
(2) <u>Liabilities</u>		
<u>Non-current liabilities</u>		
Financial liabilities		
- Lease Liabilities	313	350
Provisions	107	96
Deferred tax liabilities (net)	5,662	4,377
	6,082	4,823
<u>Current liabilities</u>		
Financial liabilities		
- Lease Liabilities	37	34
- Trade payables - micro, small and medium enterprises	405	140
- Trade payables - other than micro, small and medium enterprises	1,483	1,037
- Other financial liabilities	325	229
Other current liabilities	726	331
Provisions	21	-
Current tax liabilities (net)	-	99
	2,997	1,870
Total equity and liabilities	48,456	42,682



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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2024

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2024

(₹ in Lakhs)

Particulars	For the year ended	
	31.03.2024	31.03.2023
	(Audited)	(Audited)
A. Cash flow from Operating activities :-		
Profit before tax	4,635	4,024
<u>Adjustments for</u>		
Depreciation and amortisation expenses	320	241
Development of hydrocarbon properties amortised	3,349	1,963
Sundry debit balances written off	-	139
Provision for doubtful debts	37	-
Interest - Others	3	10
Interest - Lease liabilities	36	33
Share Based Payments	133	-
Interest income	(322)	(256)
(Profit) / Loss on change in fair value of Investments through FVTPL	(329)	(690)
(Profit) / Loss on sale of investments	(441)	(114)
(Profit) / Loss on cancellation of ROU	-	(2)
(Profit) / Loss on sale / discard of property, plant and equipment	5	-
Operating profit before working capital changes	7,426	5,348
<u>Adjustments for</u>		
(Increase) / Decrease in inventories	451	(1,556)
(Increase) / Decrease in trade receivables	(1,614)	(150)
(Increase) / Decrease in financial assets	(7)	(14)
(Increase) / Decrease in other assets	(79)	(87)
Increase / (Decrease) in trade payable	711	937
Increase / (Decrease) in financial liabilities	113	108
Increase/ (Decrease) in provisions	7	33
Increase / (Decrease) in other current liabilities	395	1
Cash generated from operations	7,403	4,620
Direct tax (paid)/ refund received	(236)	(276)
Net cash from Operating activities (A)	7,167	4,344
B. Cash flow from Investing activities :-		
Purchase of PP&E & intangible assets including CWIP & capital advances	(1,183)	(463)
Additions to Development of hydrocarbon properties	(14,686)	(3,690)
Purchase of Mutual Funds	(9,412)	(8,840)
Sales of Mutual Funds	20,961	7,060
Purchase of MLDs and NCD	(156)	(1,499)
Sale of NCD	499	-
Sale of property, plant & equipment	-	3
Loan (given) / taken back	(734)	-
Fixed Deposit (made) / realised	(2,400)	2,582
Interest income received	197	251
Net cash generated / (used) in Investing activities (B)	(6,914)	(4,596)
C. Cash flow from Financing activities :-		
Interest paid on others	(2)	-
Payment of lease liabilities	(70)	(38)
Net cash generated / (used) in Financing activities (C)	(72)	(38)
Net change in cash and cash equivalents (A+B+C)	181	(290)
Balance at the beginning of the period	63	353
Balance at the end of the period	244	63
Net change in cash and cash equivalents	181	(290)



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AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2024

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 During the Quarter Ended 30th September 2023, 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. These options are dilutive in nature and effect of outstanding options is reflected in the computation of diluted earnings per share.
- 5 The Company has entered into an agreement with PFH Oil and Gas Private Limited (the "Transferor") for acquisition of 100% (One Hundred Percent) Participating Interest of Contract area CB/ONDSF/ELAO/2016. For acquisition of this Participating Interest, there is no upfront payment to the Transferor as consideration. The Company will be required to pay 7.5% of the monthly profit (after recovery of all cost incurred by the Company on contract area) as transfer fees to the Transferor as and when earned. On 18th December 2023, Company has received the approval of Ministry of Petroleum & Natural Gas, Government of India for transfer of 100% (One Hundred Percent) Participating Interest from the Transferor to the Company of Contract area CB/ONDSF/ELAO/2016. Accordingly, Company has acquired the participating interest of the said contract area w.e.f. 18th December, 2023 and the Company is in process to initiate project execution activities.
- 6 The Board of Directors in their meeting held on 22nd November, 2023 have approved a Composite Scheme of Arrangement between Antelopus Energy Private Limited, the Company and their respective shareholders and creditors, in compliance with sections 230 to 232 read with section 66 and section 52 and other applicable provisions of the Companies Act, 2013 and rules made thereunder ("Scheme"). The Scheme, inter alia, provides for: (a) reduction of the capital of the Antelopus Energy Private Limited ; and (b) amalgamation of the Antelopus Energy Private Limited with and into the Company. The Company will issue (a) 4,287 equity shares of the Company of face value of ₹ 10/- each for every 10,000 equity shares of Antelopus Energy Private Limited; (b) 4,287 equity shares of the Company of face value of ₹ 10/- each for every 10,000 Class A1 equity shares of Antelopus Energy Private Limited; and (c) 18 equity shares of the Company of face value of ₹ 10/- each for every 10,000 Non-Convertible 0.001% Redeemable Preference Shares of Antelopus Energy Private Limited to the Shareholders of Antelopus Energy Private Limited as on the record date defined in the Scheme. The Scheme is, inter alia, subject to receipt of requisite approvals from statutory and regulatory authorities, including from the stock exchanges, the Securities and Exchange Board of India (SEBI), the National Company Law Tribunal and the shareholders and creditors of the Company. As available on the SEBI website, SEBI is in receipt of NOC from the National Stock Exchange of India Limited and BSE Limited dated 21st March, 2024 and the Scheme is currently under process with the SEBI. Post clearance from the Stock Exchanges, the Company will file the Scheme before the Hon'ble National Company Law Tribunal, Chandigarh Bench for the necessary directions.
- 7 During the quarter ended 31st December, 2023, shareholders have approved a material related party transaction i.e., to provide an inter-corporate loan of upto an aggregate amount not exceeding ₹ 10,000.00 Lakhs, in one or more tranches to Antelopus Energy Private Limited, a promoter group company for their business activities. Accordingly, on 31st October 2023, Company has entered into a loan agreement with Antelopus Energy Private Limited for providing an unsecured inter-corporate loan of upto ₹ 10,000.00 Lakhs for a period of 51 months from the first disbursement date at interest rate of Risk Free Rate (RFR) plus 7.67% per annum. Till 31st March 2024, Company has disbursed ₹ 734.00 Lakhs as loan.
- 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 modelling 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 On 14th February 2024, the Company has entered into a Farm-in-Farm-Out Agreement with the Oilex NL Holdings (India) Limited and Synergia Energy Limited for acquisition of 50% of participating interest and operationship of the Cambay Field. The review and approval of the same is currently in-progress by the Government of India.



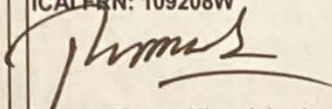
- 10 The Company is not having any long term borrowings as on 31st March, 2024. Accordingly, the Company is not a "Large Corporate" in terms of the circulars SEBI/HO/DDHS/P/CIR/2021/613 dated 10th August, 2021 and SEBI/HO/DDHS/DDHS-RACPOD1/P/CIR/2023/172 dated 19th October, 2023 issued by the Securities and Exchange Board of India.
- 11 Previous period figures have been reclassified / regrouped / restated, wherever necessary.
- 12 Pursuant to Regulation 33(3)(i) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, no effect of material adjustments are made in the result of this quarter pertain to earlier periods.
- 13 The figures for the quarters ended 31st March 2024 and 31st March 2023 represent the difference between the audited figures in respect of full financial year and unaudited figures of nine months ended 31st December 2023 and 31st December 2022 respectively.
- 14 The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 6th May 2024. 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

ICAFRN: 109208W



Puneet Kumar Khandelwal
Partner
(M.No. 429967)



For SELAN EXPLORATION TECHNOLOGY LTD.



Suniti Kumar Bhat
DIN : 08237399
Chairman

Place : Gurgaon
Date: 6 May 2024