



## Hindustan Oil Exploration Company Limited

'Lakshmi Chambers', 192, St. Mary's Road, Alwarpet, Chennai - 600 018. INDIA.

☎ : 91 (044) 66229000 • Fax: 91 (044) 66229011 / 66229012

E-mail: [contact@hoec.com](mailto:contact@hoec.com) • Website: [www.hoec.com](http://www.hoec.com) CIN: L11100GJ1996PLC029880

June 29, 2021

By Online

<b>The Listing Department</b> <b>The National Stock Exchange of India Ltd.,</b> "Exchange Plaza", Bandra Kurla Complex, Bandra (East), Mumbai – 400 051 Stock Code: HINDOILEXP	<b>The Corporate Relationship Department</b> <b>BSE Limited,</b> 1st Floor, P. Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001 Stock Code: 500186
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Dear Sirs,

**Sub: Financial results for the financial year ended March 31, 2021**

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby submit the Standalone & Consolidated Financial Results of the Company as per Indian Accounting Standards (IND-AS) for the financial year ended March 31, 2021 along with the Auditor's Report issued thereon.

Accordingly, we are enclosing herewith the aforesaid financial results for the financial year ended March 31, 2021 for your information and record.

The above information is also available on the website of the Company – [www.hoec.com](http://www.hoec.com).

We request you to kindly take the same on records and disseminate to public.

Yours Sincerely,

**For Hindustan Oil Exploration Company Limited**

**G. Josephin Daisy**  
Company Secretary

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
HINDUSTAN OIL EXPLORATION COMPANY LIMITED**

**Opinion and Conclusion**

We have (a) audited the Standalone Financial Results for the year ended March 31, 2021 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Standalone Financial Results for the Quarter and Year Ended March 31, 2021 of **HINDUSTAN OIL EXPLORATION COMPANY LIMITED** ("the Company"), ("the Statement"), which includes seven unincorporated joint ventures accounted on a proportionate basis, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

**(a) Opinion on Annual Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit reports of the other auditors as referred to in Other Matters section below the Standalone Financial Results for the year ended March 31, 2021:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

**(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2021**

With respect to the Standalone Financial Results for the quarter ended March 31, 2021, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below and based on the consideration of the audit reports for the year ended March 31, 2021 of the other auditors as referred in Other Matters section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

*dh*

# **Deloitte Haskins & Sells LLP**

## **Basis for Opinion on the Audited Standalone Financial Results for the year ended March 31, 2021**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Results for the year ended March 31, 2021 under the provisions of the Act and the Rules 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 obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion.

### **Emphasis of Matter**

We draw attention to Note 3 of the standalone financial results which describes the management's assessment of the impact of the outbreak of Covid-19. The management believes that no adjustment is required in the financial results for the year ended March 31, 2021. The Management's assessment / estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from the full impact of the COVID 19 pandemic.

Our report is not modified in respect of this matter.

### **Management's Responsibilities for the Statement**

This Statement which includes the Standalone Financial Results is the responsibility of the Company's Board of Directors and has been approved by them for the issuance. The Standalone Financial Results for the year ended March 31, 2021 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 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 the 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 Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Results, 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 financial reporting process of the Company.



# Deloitte Haskins & Sells LLP

## Auditor's Responsibilities

### (a) Audit of the Standalone Financial Results for the year ended March 31, 2021

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Results for the year ended March 31, 2021 as a whole is 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 this Standalone Financial Results.

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 Annual Standalone Financial Results, 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, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 ability of the Company 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 Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.



# Deloitte Haskins & Sells LLP

- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company and its unincorporated joint ventures to express an opinion on the Annual Standalone Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities or business activities included in the Annual Standalone Financial Results of which we are the independent auditors. For the unincorporated joint ventures included in the Annual Standalone Financial Results, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

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.

## **(b) Review of the Standalone Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2021 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 ICAI. 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 SAs specified under section 143(10) of the Act 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

## **Other Matters**

- We have placed reliance on technical/commercial evaluation by the management in respect of categorization of wells as exploratory, development, producing and dry wells, allocation of costs incurred on them, proved developed hydrocarbon reserves and depletion thereof on Oil and Gas assets, impairment and liability for site restoration costs. Our report is not modified in respect of this matter.



# **Deloitte Haskins & Sells LLP**

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report on the Statement is not modified in respect of this matter.
- We did not audit the financial information of seven unincorporated joint ventures included in the Statement, whose financial information reflect total assets of Rs. 37,987 lakhs as at March 31, 2021 and total revenues of Rs. Nil for the quarter and year ended March 31, 2021. The financial information of these unincorporated joint ventures have been audited, by the other auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these unincorporated joint ventures, is based solely on the reports of other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above. Our report on the Statement is not modified in respect of this matter.

**For Deloitte Haskins & Sells LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W -100018)



**C Manish Muralidhar**

(Partner)

(Membership No. 213649)

(UDIN: 21213649AAAACS2643)

Place: Hyderabad

Date: June 29, 2021





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## Statement of standalone financial results for the quarter and year ended March 31, 2021

(₹ in Lacs except per share data)

S. No.	Particulars	Quarter ended			Year ended	
		Mar 31 2021 (Refer note 7)	Dec 31 2020 (Unaudited)	Mar 31 2020 (Refer note 7)	March 31 2021 (Audited)	March 31 2020 (Audited)
	<b>Income</b>					
1	Revenue from operations	2,336.24	2,418.35	2,844.51	9,943.83	17,983.54
2	Other income	82.55	253.47	698.75	1,182.56	2,157.73
3	<b>Total income (1+2)</b>	<b>2,418.79</b>	<b>2,671.82</b>	<b>3,543.26</b>	<b>11,126.39</b>	<b>20,141.27</b>
4	<b>Expenses</b>					
a)	Share of expenses from producing oil and gas blocks	585.04	569.41	626.24	2,296.32	2,599.54
b)	Royalty, Cess and National Calamity Contingent Duty	417.87	531.59	326.58	1,968.63	2,063.68
c)	(Increase) / Decrease in stock of crude oil and condensate	(96.04)	(57.10)	(67.35)	(196.65)	(11.89)
d)	Employee benefits expense	23.44	14.53	89.65	60.70	517.54
e)	Finance costs- Unwinding of discount on decommissioning liability	139.96	139.96	129.59	559.85	518.38
f)	Depreciation, depletion and amortization	434.31	496.78	392.79	1,858.10	2,392.33
g)	Other expenses	255.55	197.26	162.31	832.20	599.79
	<b>Total expenses</b>	<b>1,760.13</b>	<b>1,892.43</b>	<b>1,659.81</b>	<b>7,379.15</b>	<b>8,679.37</b>
5	<b>Profit before exceptional items and tax (3-4)</b>	<b>658.66</b>	<b>779.39</b>	<b>1,883.45</b>	<b>3,747.24</b>	<b>11,461.90</b>
6	Exceptional items (refer note 4)	2,758.72	-	-	2,758.72	2,621.49
7	<b>Profit before tax (5+6)</b>	<b>3,417.38</b>	<b>779.39</b>	<b>1,883.45</b>	<b>6,505.96</b>	<b>14,083.39</b>
8	<b>Tax expense</b>					
a)	Current tax	-	-	-	-	-
b)	Deferred tax	-	-	-	-	-
	<b>Total tax expense</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
9	<b>Profit for the period (7-8)</b>	<b>3,417.38</b>	<b>779.39</b>	<b>1,883.45</b>	<b>6,505.96</b>	<b>14,083.39</b>
	<b>Other Comprehensive income</b>					
	Items that will not to be reclassified to profit or loss:					
	Re-measurement gains/ (losses) on defined benefit plans, net of tax	(7.60)	3.94	27.89	4.23	15.77
10	<b>Other Comprehensive income/(loss) (net of tax)</b>	<b>(7.60)</b>	<b>3.94</b>	<b>27.89</b>	<b>4.23</b>	<b>15.77</b>
11	<b>Total Comprehensive Income (9+10)</b>	<b>3,409.78</b>	<b>783.33</b>	<b>1,911.34</b>	<b>6,510.19</b>	<b>14,099.16</b>
12	Paid up equity share capital (Face value of ₹ 10/- each)	13,225.93	13,225.93	13,225.93	13,225.93	13,225.93
13	Other equity				59,792.12	53,281.93
	Earnings/(loss) per share (EPS) of Rs.10/- each					
14	Basic EPS ₹ - not annualized for quarters	₹ 2.58	₹ 0.59	₹ 1.43	₹ 4.92	₹ 10.71
	Diluted EPS ₹ - not annualized for quarters	₹ 2.58	₹ 0.59	₹ 1.43	₹ 4.92	₹ 10.71
	(Face value of shares ₹ 10/- each)					

ck



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## Standalone statement of Assets and Liabilities

(₹ in Lacs)

Particulars		As at March 31, 2021 (Audited)	As at March 31, 2020 (Audited)
<b>ASSETS</b>			
<b>1</b>	<b>Non-current assets</b>		
	Property, plant & equipment		
	a) Oil and gas assets	28,858.77	30,503.52
	b) Others	282.45	285.69
	Capital Work-in-Progress	27,407.63	13,924.84
	Investment property	394.55	414.64
	Intangible assets	937.35	982.17
	Financial assets		
	Investment in subsidiaries	5,945.83	5,945.83
	Deposits under site restoration fund	6,559.26	6,241.30
	Other financial assets	-	-
	Deferred tax asset	-	-
	Other non-current assets	54.96	145.97
	<b>Total non-current assets</b>	<b>70,440.80</b>	<b>58,443.96</b>
<b>2</b>	<b>Current assets</b>		
	Inventories	3,045.70	2,201.61
	Financial assets		
	Investments	3,035.08	9,188.71
	Trade receivables	2,802.17	3,521.07
	Cash and cash equivalents	3,009.54	4,870.88
	Other bank balances	1,589.61	1,524.77
	Loan to subsidiary	9,739.37	6,596.27
	Other financial assets	3,052.62	419.25
	Income tax assets (Net)	439.35	435.12
	Other current assets	6,373.19	2,927.25
	<b>Total current assets</b>	<b>33,086.63</b>	<b>31,684.93</b>
	<b>TOTAL ASSETS</b>	<b>1,03,527.43</b>	<b>90,128.89</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
	Equity share capital	13,225.93	13,225.93
	Other equity	59,792.12	53,281.93
	<b>Total equity</b>	<b>73,018.05</b>	<b>66,507.86</b>
<b>Liabilities</b>			
<b>1</b>	<b>Non-current liabilities</b>		
	Financial liabilities		
	Long-term borrowings	8,827.64	-
	Other financial liabilities	13.50	30.50
	Provisions	10,908.00	10,342.49
	<b>Total non-current liabilities</b>	<b>19,749.14</b>	<b>10,372.99</b>
<b>2</b>	<b>Current Liabilities</b>		
	Financial liabilities		
	Trade payables		
	Total outstanding dues of Micro enterprises and small enterprises	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	1,212.85	1,269.03
	Other financial liabilities	8,990.52	11,738.69
	Provisions	17.99	13.97
	Other current liabilities	538.88	226.35
	<b>Total current liabilities</b>	<b>10,760.24</b>	<b>13,248.04</b>
	<b>Total liabilities</b>	<b>30,509.38</b>	<b>23,621.03</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>1,03,527.43</b>	<b>90,128.89</b>

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## Standalone Statement of cash flow for the year ended March 31, 2021

(₹ in Lacs)

Particulars	For the year ended March 31, 2021 (Audited)	For the year ended March 31, 2020 (Audited)
<b>Cash flow from operating activities</b>		
Profit before tax	6,505.96	14,083.39
<b>Adjustments for:</b>		
Depreciation, depletion and amortization	1,858.10	2,392.33
Unwinding of discount on decommissioning liability	559.85	518.38
Provision for compensated absences	9.67	0.60
Provision for doubtful advance	44.71	-
Excess liabilities / provisions written back	(2,758.72)	(2,211.07)
Net foreign exchange differences	239.42	(398.18)
Interest income	(615.62)	(577.31)
Net gain on sale of investments	(510.15)	(448.74)
Net gain on sale or fair valuation of investments	(19.08)	(611.46)
Rental income	(33.76)	(79.81)
Dividend income	-	(0.08)
<b>Operating profit before working capital changes</b>	<b>5,280.38</b>	<b>12,668.05</b>
<b>Working capital adjustments for:</b>		
Trade receivables	718.90	387.77
Inventories	(844.08)	69.81
Loans and advances and other current assets	(5,772.73)	(2,634.15)
Trade payables and other liabilities	(5,918.23)	9,115.96
<b>Cash (used in)/ generated from operations</b>	<b>(6,535.76)</b>	<b>19,607.44</b>
Direct taxes (payment) (net of refunds)	(4.23)	15.67
<b>Net cash used/ generated by operating activities</b>	<b>(6,539.99)</b>	<b>19,623.11</b>
<b>Cash flow from Investing activities</b>		
Property, plant and equipment(net)	(13,627.99)	(13,994.12)
Loan to subsidiary	(3,382.53)	(4,994.80)
Rent received	30.83	50.83
Net gain on sale of investments	510.15	448.74
Net gain on sale or fair valuation of investments	19.08	611.46
Interest received	358.28	358.92
Bank deposit- Under site restoration fund	(317.96)	(343.42)
Bank deposit -Lien for bank guarantees/facilities	(64.84)	(745.32)
Dividend received	-	0.08
<b>Net cash flows used in investing activities</b>	<b>(16,474.98)</b>	<b>(18,607.63)</b>
<b>Cash flow from financing activities</b>		
Fresh issue of capital	-	175.00
Term loan	15,000.00	-
<b>Net cash flows used in financing activities</b>	<b>15,000.00</b>	<b>175.00</b>
Net (decrease)/increase in cash and cash equivalents	(8,014.97)	1,190.48
Cash and cash equivalents at the beginning of the year	14,059.59	12,869.11
<b>Cash and cash equivalents at the end of the year</b>	<b>6,044.62</b>	<b>14,059.59</b>

Components of cash and cash equivalents	As at March 31, 2021	As at March 31, 2020
Cash in hand	-	-
Balances with banks		
In deposit accounts	872.97	3,321.16
In current accounts	2,136.57	1,549.72
Current Investments	3,035.08	9,188.71
<b>Total cash and cash equivalents</b>	<b>6,044.62</b>	<b>14,059.59</b>

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## Notes:-

1. The above results and notes thereto were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on June 29, 2021. The statutory auditors have audited the financial results for the year ended March 31, 2021. The information presented above is extracted from the audited standalone financial statements prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act 2013 and notified under the Companies (Indian Accounting Standard) Rules 2015 (as amended) and the Guidance note on Oil & Gas producing activities (Ind AS) issued by the ICAI.
2. The individual items of expenses in the above financial results are net of amounts charged to Unincorporated Joint Ventures (UJV) where the Company is the operator. The Company's share of such net expenses in UJV's are treated as exploration, development or production costs, as the case may be.
3. The Company is in the business of exploration, development and production of crude oil and natural gas in India. Production of crude oil and gas is classified as essential commodities as per Section 2 of the Essential Commodities Act, 1955. Presently, gas and oil production of the Company at Dirok field in Assam, PY-1 field in Cauvery offshore and three fields in Gujarat are under production as per the offtakes of the buyers. In assessing the recoverability of its assets including receivables and inventory, the Company has considered internal and external information up to the date of approval of these financial results including economic forecasts. The Company has performed analysis on the assumptions used and based on current indicators of future economic conditions, the Company expects to recover the carrying amount of these assets. The Company has concluded that there is no material impact of COVID-19 based on such evaluation. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
4. Exceptional items relate to the Dirok field where in Government of Assam amended the Petroleum Mining Lease, previously held solely in the name of Oil India Limited ("OIL"), in favour of all the contracting parties to the Production Sharing Contract ("PSC") in proportion to their participating interest, effective May 19, 2020. Royalty and cess expense which was earlier paid entirely by OIL will now be paid by all the contracting parties in proportion to their participating interests effective May 19, 2020. The PSC has been duly amended and executed between the contracting parties and is pending with appropriate authorities as at March 31, 2021 for approval. The Company had made a provision in the earlier years for royalty and cess, based on the notification from the Central Government on petroleum mining lease between the contracting parties. Consequent to the above amendment to the petroleum mining lease by the Government of Assam, liability accrued by the Company for royalty and cess from August 14, 2018 to May 18, 2020, is no longer required and has been written back.
5. Production Sharing Contract ("PSC") for PY1 block was granted extension to continue the production up to July 5, 2021 by Government of India ("GOI") while the addendum to the PSC for 10 years extension is being pursued with GOI.
6. The Company operates in one segment i.e. "Oil and Gas".
7. The figures for the quarter ended March 31, 2021 and March 31, 2020 are balancing figures between audited figures in respect of the full financial years and the unaudited published year-to-date figures up to the third quarter for respective years which were subject to limited review and there are no material adjustments made in the results for the quarter ended March 31, 2021 which pertains to earlier periods.
8. Figures for previous years have been regrouped/reclassified wherever necessary to conform to the current year's presentation.

Place : Chennai  
Date : June 29, 2021



BY ORDER OF THE BOARD  
For Hindustan Oil Exploration Company Limited



Director & CFO



Managing Director





**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
HINDUSTAN OIL EXPLORATION COMPANY LIMITED**

**Opinion and Conclusion**

We have (a) audited the Consolidated Financial Results for the year ended March 31, 2021 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Consolidated Financial Results for the Quarter and Year Ended March 31, 2021 of **HINDUSTAN OIL EXPLORATION COMPANY LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the profit of associate for the quarter and year ended March 31, 2021, which includes eight unincorporated joint ventures accounted on proportionate basis for the year ended March 31, 2021, ("the Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

**(a) Opinion on Annual Consolidated Financial Results**

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of the audit reports of the other auditors on separate financial statements of unincorporated joint ventures of the Group, subsidiaries and associate referred to in Other Matters section below, the Consolidated Financial Results for the year ended March 31, 2021:

- i. includes the results of the following entities:
  - a. Hindage Oilfield Services Limited ("HOSL") – Wholly Owned Subsidiary of Parent Company;
  - b. Geopetrol International Inc ("GPII") - Wholly Owned Subsidiary of Parent Company;
  - c. Geopetrol Mauritius Limited ("GML") - Step down wholly owned subsidiary of GPII; and
  - d. Geoenpro Petroleum Limited ("Geoenpro") - Associate of GML
- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2021.

**(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2021**

With respect to the Consolidated Financial Results for the quarter ended March 31, 2021, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below and based on the consideration of the audit reports for the year ended March 31, 2021 of the other auditors referred to in Other Matters section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian



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Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

## **Basis for Opinion on the Audited Consolidated Financial Results for the year ended March 31, 2021**

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those Standards are further described in paragraph (a) of Auditor's Responsibilities section below. We are independent of the Group, its associate and unincorporated joint ventures in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the Consolidated Financial Results for the year ended March 31, 2021 under the provisions of the Act and the Rules 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 obtained by us and the audit evidence obtained by other auditors in terms of their reports referred to in Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion.

## **Emphasis of Matter**

We draw attention to Note 3 of the consolidated financial results which describes the management's assessment of the impact of the outbreak of Covid-19. The management believes that no adjustment is required in the financial results for the year ended March 31, 2021. The Management's assessment / estimates are based on current facts and circumstances and may not necessarily reflect the future uncertainties and events arising from the full impact of the COVID 19 pandemic.

Our report is not modified in respect of this matter.

## **Management's Responsibilities for the Statement**

This Statement, which includes the Consolidated Financial Results is the responsibility of the Parent's Board of Directors and has been approved by them for the issuance. The Consolidated Financial Results for the year ended March 31, 2021, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group including its associate and unincorporated joint ventures in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards, 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.

The respective Board of Directors of the companies included in the Group and of its associate are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and its associate and unincorporated joint ventures 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 the 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 respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.



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In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group and of its associate are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associate are responsible for overseeing the financial reporting process of the Group and of its associate.

## **Auditor's Responsibilities**

### **(a) Audit of the Consolidated Financial Results for the year ended March 31, 2021**

Our objectives are to obtain reasonable assurance about whether the Consolidated Financial Results for the year ended March 31, 2021 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 this Consolidated Financial Results.

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 Annual Consolidated Financial Results, 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, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- 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 ability of the Group and its associate 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 Consolidated Financial Results 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 Group and its associate to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.





# Deloitte Haskins & Sells LLP

- Perform procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations to the extent applicable.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the entities within the Group and its associate to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the Annual Consolidated Financial Results of which we are the independent auditors. For the entities included in the Annual Consolidated Financial Results, which have been audited by the other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Consolidated Financial Results of which we are the independent auditors 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.

## **(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2021 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 ICAI. 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 SAs specified under section 143(10) of the Act 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.

The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.



**Other Matters**

- We have placed reliance on technical/commercial evaluation by the management in respect of categorization of wells as exploratory, development, producing and dry wells, allocation of costs incurred on them, proved developed hydrocarbon reserves and depletion thereof on Oil and Gas assets, impairment and liability for site restoration costs. Our report is not modified in respect of this matter.
- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us. Our report is not modified in respect of this matter.
- We did not audit the financial information of seven unincorporated joint ventures included in the Statement, whose financial information reflect total assets of Rs. 37,987 lakhs as at March 31, 2021 and total revenues of Rs. Nil for the quarter and year ended March 31, 2021 as considered in the Statement. The financial information of these unincorporated joint ventures have been audited, by the other auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of these unincorporated joint ventures, is based solely on the reports of other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above. Our report on the Statement is not modified in respect of this matter.
- We did not audit the financial statement of one subsidiary included in the Statement, whose financial statements reflect total assets of Rs. 22,400 lakhs as at March 31, 2021 and total revenues of Rs. 547 lakhs and Rs. 1,443 lakhs for the quarter and year ended March 31, 2021, total net loss after tax and total comprehensive loss of Rs. 1,275 lakhs and Rs. 1,152 lakhs for the quarter and year ended March 31, 2021 which includes Group's share of net profit of Rs. 91 lakhs and Rs. 154 lakhs in respect of associate for the quarter and year ended March 31, 2021 as considered in the Statement. The financial statements has been audited, by the other auditors whose reports have been furnished to us, and our opinion in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of other auditors and the procedures performed by us as stated under Auditor's Responsibilities section above.

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# **Deloitte Haskins & Sells LLP**

The other auditor, without qualifying his opinion, has reported that financials statements of the aforesaid consolidated subsidiary includes assets of Rs. 1,927 Lakhs and Liabilities of Rs. 1,965 Lakhs representing its participating interest in an unincorporated joint venture, which are based on unaudited financial information certified by the management. In our opinion and according to the information and explanations given to us by the management, these financials information are not material to the group.

Our report on the statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of other auditors of the unincorporated joint ventures and the subsidiary.

**For Deloitte Haskins & Sells LLP**

Chartered Accountants

(Firm's Registration No. 117366W/W -100018)



**C Manish Muralidhar**

Partner

(Membership No. 213649)

(UDIN: 21213649AAAACU6855)

Place: Hyderabad

Date: 29 June 2021



# Hindustan Oil Exploration Company Limited

'Lakshmi Chambers', 192, St. Mary's Road, Alwarpet, Chennai - 600 018. INDIA.

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E-mail: contact@hoec.com • Website: www.hoec.com CIN: L11100GJ1996PLC029880

## Statement of Consolidated financial results for the quarter and year ended March 31, 2021

(₹ in lacs except per share data)

S. No.	Particulars	For the Quarter ended			Year ended	
		Mar 31 2021 (Refer note 8)	Dec 31 2020 (Unaudited)	Mar 31 2020 (Refer note 8)	March 31 2021 (Audited)	March 31 2020 (Audited)
	<b>Income</b>					
1	Revenue from operations	2,882.41	2,781.57	3,349.95	11,386.47	20,205.46
2	Other income	85.70	269.76	696.96	1,132.23	2,175.95
3	<b>Total income (1+2)</b>	<b>2,968.11</b>	<b>3,051.33</b>	<b>4,046.91</b>	<b>12,518.70</b>	<b>22,381.41</b>
	<b>Expenses</b>					
4	a) Share of expenses from producing oil and gas blocks	770.84	719.73	911.46	2,953.93	3,533.64
	b) Royalty, Cess and National Calamity Contingent Duty	611.80	665.64	356.37	2,445.34	2,181.57
	c) (Increase) / Decrease in stock of crude oil and condensate	(97.28)	(60.33)	70.08	(329.54)	43.30
	d) Employee benefits expense	25.86	16.48	92.96	69.05	556.36
	e) Finance costs					
	-Unwinding of discount on decommissioning liability	145.20	144.33	132.16	577.99	535.50
	-Others	0.55	-	102.43	1.29	103.96
	f) Depreciation, depletion and amortization	553.21	617.87	523.65	2,336.53	2,938.61
	g) Other expenses	403.74	153.80	821.51	834.18	1,431.10
	<b>Total expenses</b>	<b>2,413.92</b>	<b>2,257.52</b>	<b>3,010.62</b>	<b>8,888.77</b>	<b>11,324.04</b>
5	<b>Profit before share of profit of associate, exceptional items and tax (3-4)</b>	<b>554.19</b>	<b>793.81</b>	<b>1,036.29</b>	<b>3,629.93</b>	<b>11,057.37</b>
6	Share of (loss)/profit of associate	90.26	23.32	(34.83)	153.64	51.77
7	<b>Profit before exceptional items and tax</b>	<b>644.45</b>	<b>817.13</b>	<b>1,001.46</b>	<b>3,783.57</b>	<b>11,109.14</b>
8	Exceptional items (refer note 4)	1,398.88	-	-	1,398.88	2,621.49
9	<b>Profit before tax (7+8)</b>	<b>2,043.33</b>	<b>817.13</b>	<b>1,001.46</b>	<b>5,182.45</b>	<b>13,730.63</b>
	<b>Tax expense</b>					
10	a) Current tax	(56.26)	10.87	(154.60)	-	84.18
	b) Adjustment of tax relating to earlier periods	9.68	-	(16.83)	9.68	(16.83)
	c) Deferred tax	(29.91)	(33.43)	14.71	(169.14)	(93.04)
	<b>Total tax expense</b>	<b>(76.49)</b>	<b>(22.56)</b>	<b>(156.72)</b>	<b>(159.46)</b>	<b>(25.69)</b>
11	<b>Profit for the period (9-10)</b>	<b>2,119.82</b>	<b>839.69</b>	<b>1,158.18</b>	<b>5,341.91</b>	<b>13,756.32</b>
	<b>Other Comprehensive income</b>					
	Items that will not to be reclassified to profit or loss:					
	Re-measurement gains/(losses) on defined benefit plans, net of tax	(7.60)	3.94	27.89	4.23	15.77
12	<b>Other Comprehensive income/(loss) (net of tax)</b>	<b>(7.60)</b>	<b>3.94</b>	<b>27.89</b>	<b>4.23</b>	<b>15.77</b>
13	<b>Total Comprehensive Income (11+12)</b>	<b>2,112.22</b>	<b>843.63</b>	<b>1,186.07</b>	<b>5,346.14</b>	<b>13,772.09</b>
14	Paid up equity share capital (Face value of ₹ 10/- each)	13,225.93	13,225.93	13,225.93	13,225.93	13,225.93
15	Other equity				60,091.02	54,744.88
	Earnings/(loss) per share (EPS) of Rs.10/- each					
16	Basic EPS ₹ - not annualized for quarters	₹ 1.60	₹ 0.63	₹ 0.88	₹ 4.04	₹ 10.46
	Diluted EPS ₹ - not annualized for quarters	₹ 1.60	₹ 0.63	₹ 0.88	₹ 4.04	₹ 10.46
	(Face value of shares ₹ 10/- each)					

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*[Handwritten signatures]*



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## Consolidated statement of Assets and Liabilities

(₹ in Lacs)

	Particulars	As at March 31, 2021 (Audited)	As at March 31, 2020 (Audited)
	<b>ASSETS</b>		
1	<b>Non-current assets</b>		
	Property, plant & equipment		
	a) Oil and gas assets	31,214.43	33,177.69
	b) Others	994.07	1,156.65
	Capital Work-in-Progress	53,459.39	32,736.64
	Investment property	394.54	414.64
	Intangible assets	937.35	982.17
	Financial assets		
	Investment in associate	1,927.53	1,773.90
	Deposits under site restoration fund	6,853.23	6,518.49
	Other financial assets	6.11	7.18
	Deferred tax asset	-	-
	Other non-current assets	54.96	145.97
	<b>Total non-current assets</b>	<b>95,841.61</b>	<b>76,913.33</b>
2	<b>Current assets</b>		
	Inventories	3,609.58	2,658.74
	Financial assets		
	Investments	4,537.73	10,047.81
	Trade receivables	3,107.15	3,636.16
	Cash and cash equivalents	4,688.95	7,060.22
	Other bank balances	2,462.53	1,524.77
	Other financial assets	2,853.99	346.59
	Income tax assets (Net)	736.11	988.00
	Other current assets	677.27	408.64
	<b>Total current assets</b>	<b>22,673.31</b>	<b>26,670.93</b>
	<b>TOTAL ASSETS</b>	<b>1,18,514.92</b>	<b>1,03,584.26</b>
	<b>EQUITY &amp; LIABILITIES</b>		
	<b>Equity</b>		
	Equity share capital	13,225.93	13,225.93
	Other equity	60,091.02	54,744.88
	<b>Total equity</b>	<b>73,316.95</b>	<b>67,970.81</b>
	<b>Liabilities</b>		
1	<b>Non-current liabilities</b>		
	Financial liabilities		
	Long-term borrowings	15,916.85	3,196.93
	Trade payables	-	-
	Other financial liabilities	13.50	30.50
	Provisions	11,259.47	10,677.54
	Deferred tax liability	133.12	302.27
	Other Non-current liabilities	-	-
	<b>Total non-current liabilities</b>	<b>27,322.94</b>	<b>14,207.24</b>
2	<b>Current Liabilities</b>		
	Financial liabilities		
	Trade payables		
	Total outstanding dues of Micro enterprises and small enterprises	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	3,623.85	6,588.59
	Other financial liabilities	12,370.02	13,120.94
	Provisions	1,318.97	1,347.60
	Other current liabilities	562.19	349.08
	<b>Total current liabilities</b>	<b>17,875.03</b>	<b>21,406.21</b>
	<b>Total liabilities</b>	<b>45,197.97</b>	<b>35,613.45</b>
	<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>1,18,514.92</b>	<b>1,03,584.26</b>

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## Consolidated Statement of cash flow for the year ended March 31, 2021

(₹ in Lacs)

Particulars	For the year ended March 31, 2021 (Audited)	For the year ended March 31, 2020 (Audited)
<b>Cash flow from Operating activities</b>		
Profit before tax	5,182.45	13,730.63
Adjustments for:		
Depletion, depreciation and amortisation	2,336.53	2,938.61
Unwinding of discount on Decommissioning liability	577.99	535.50
Provision for compensated absences	7.95	0.36
Provision for doubtful advances	44.71	-
Net foreign exchange differences	58.82	-
Excess liabilities / Provisions written back	(1,398.88)	(2,211.07)
Interest income	(635.30)	(493.90)
Net gain on sale of investments	(541.18)	(489.18)
Net gain on fair valuation of investments	(21.30)	(650.20)
Rental income	(33.76)	(79.81)
Dividend income	-	(0.08)
Share of profit of associate	(153.64)	(51.77)
<b>Operating profit before working capital changes</b>	<b>5,424.39</b>	<b>13,229.09</b>
<b>Working capital adjustments for:</b>		
(Increase)/ Decrease in trade receivables	529.01	457.16
(Increase)/ Decrease in Inventories	(950.84)	124.12
(Increase)/ Decrease in Loans and advances and other current assets	(2,721.56)	173.39
Increase/ (Decrease) in trade payables and other liabilities	(10,184.23)	14,816.31
<b>Cash (used in)/ generated from operations</b>	<b>(7,903.23)</b>	<b>28,800.07</b>
Direct taxes (payment) (net of refunds)	242.22	(87.24)
<b>Net cash used/generated by operating activities</b>	<b>(7,661.01)</b>	<b>28,712.83</b>
<b>Cash flow from Investing activities</b>		
Property, plant and equipment (net)	(20,661.47)	(30,295.63)
Rent received	30.83	50.83
Net gain on sale of investments	541.18	489.18
Net gain on fair valuation of investments	21.30	650.20
Interest received (Net of repayment)	504.53	493.90
Bank deposit- Under site restoration fund	(334.74)	(358.83)
Bank deposit -Lien for bank guarantees/facilities	(937.76)	(745.32)
Dividend income	-	0.08
<b>Net cash flows used in investing activities</b>	<b>(20,836.13)</b>	<b>(29,715.59)</b>
<b>Cash flow from financing activities</b>		
Loan received (Net of repayment)	20,615.79	3,196.94
Fresh issue of capital	-	175.00
<b>Net cash flows used in financing activities</b>	<b>20,615.79</b>	<b>3,371.94</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(7,881.35)</b>	<b>2,369.18</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>17,108.03</b>	<b>14,738.85</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>9,226.68</b>	<b>17,108.03</b>

Components of cash and cash equivalents	As at March 31, 2021	As at March 31, 2020
Cash in hand	0.08	0.66
Balances with banks		
In deposit accounts	872.97	3,321.16
In current accounts	3,815.90	3,738.40
Current Investments	4,537.73	10,047.81
<b>Total cash and cash equivalents</b>	<b>9,226.68</b>	<b>17,108.03</b>

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## Notes:-

1. The above results and notes of the Company and its subsidiaries (the Company and its subsidiaries together referred to as "Group") thereto were reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on June 29, 2021. The statutory auditors have audited the financial results for the year ended March 31, 2021. The information presented above is extracted from the audited financial statements prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under section 133 of the Companies Act 2013 and notified under the Companies (Indian Accounting Standard) Rules 2015 (as amended) and the Guidance note on Oil & Gas producing activities (Ind AS) issued by the ICAI.

The consolidated results for the quarter and year ended March 31, 2021 include the results of the Group's subsidiaries of Hindage Oilfield Services Limited ("HOSL") and Geopetrol International Inc. ("GPII"). It also includes the stepdown subsidiary Geopetrol Mauritius Limited ("GML") and an associate of GML, GeoEnpro Petroleum Limited ("GeoEnpro").

2. The individual items of expenses in the above financial results are net of amounts charged to Unincorporated Joint Ventures (UJV) where the Group is the operator. The Group's share of such net expenses in UJV's are treated as exploration, development or production costs, as the case may be.
3. The Group is in the business of exploration, development and production of crude oil and natural gas in India. Production of crude oil and gas is classified as essential commodities as per Section 2 of the Essential Commodities Act, 1955. Presently, gas and oil production of the Company at Dirok field in Assam and Kharsang field in Arunachal Pradesh, PY-1 field in Cauvery offshore and three fields in Gujarat are under production as per the offtakes of the buyers. In assessing the recoverability of its assets including receivables and inventory, the group has considered internal and external information up to the date of approval of these financial results including economic forecasts. The Group has performed analysis on the assumptions used and based on current indicators of future economic conditions, the Group expects to recover the carrying amount of these assets. The Group has concluded that there is no material impact of COVID-19 based on such evaluation. The impact of the global health pandemic may be different from that estimated as at the date of approval of these financial and the Group will continue to closely monitor any material changes to future economic conditions.
4. Exceptional items relate to the Dirok field where in Government of Assam amended the Petroleum Mining Lease, previously held solely in the name of Oil India Limited ("OIL"), in favour of all the contracting parties to the Production Sharing Contract ("PSC") in proportion to their participating interest, effective May 19, 2020. Royalty and cess expense which was earlier paid entirely by OIL will now be paid by all the contracting parties in proportion to their participating interests effective May 19, 2020. The PSC has been duly amended and executed between the contracting parties and is pending with appropriate authorities as at March 31, 2021 for approval. The Company had made a provision in the earlier years for royalty and cess, based on the notification from the Central Government on petroleum mining lease between the contracting parties. Consequent to the above amendment to the petroleum mining lease by the Government of Assam, liability accrued by the Company for royalty and cess from August 14, 2018 to May 18, 2020, is no longer required and has been written back amounting to ₹2,758.72 lacs.


Provision recorded in Geopetrol International Inc., as estimated by the operator of the Kharsang block, the claim of additional profit petroleum (including interest) relating to dispute of cost recovery limit made during the year by the DGH, amounting to ₹1,359.84 lacs being the share in the Kharsang block.


5. Production Sharing Contract ("PSC") for PY1 block was granted extension to continue the production up to July 5, 2021 by Government of India ("GOI") while the addendum to the PSC for 10 years extension is being pursued with GOI.
6. Production Sharing Contract for Kharsang block, wherein Geopetrol holds 25% participating interest had expired on 15 June 2020 and the company has got an interim extension for 11 months from Government of India to continue the production till a formal extension of 10 years is granted effective from 15 June 2020. The formal extension is being pursued by the operator by settling the outstanding issues with the Directorate General of Hydrocarbons based on the Management Committee meeting held on 15 June 2020.



7. The Group operates in one segment i.e. "Oil and Gas
8. The figures for the quarter ended March 31,2021 and March 31,2020 are balancing figures between audited figures in respect of the full financial years and the unaudited published year-to-date figures up to the third quarter for respective years which were subject to limited review and there are no material adjustments made in the results for the quarter ended March 31,2021 which pertains to earlier periods.
9. Figures for previous years have been regrouped/reclassified wherever necessary to conform to the current year's presentation

BY ORDER OF THE BOARD  
For Hindustan Oil Exploration Company Limited

  
Director & CFO

  
Managing Director

Place : Chennai  
Date : June 29, 2021







## Hindustan Oil Exploration Company Limited

'Lakshmi Chambers', 192, St. Mary's Road, Alwarpet, Chennai - 600 018. INDIA.

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June 29, 2021

By Online

<p>The Listing Department The National Stock Exchange of India Ltd., "Exchange Plaza", Bandra Kurla Complex, Bandra (East), Mumbai – 400 051 Stock Code: HINDOILEXP</p>	<p>The Corporate Relationship Department BSE Limited, 1st Floor, P. Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001 Stock Code: 500186</p>
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Dear Sirs,

**Sub: Declaration pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

I, R. Jeevanandam, Executive Director & CFO of Hindustan Oil Exploration Company Limited hereby declare that the Statutory Auditors of the Company – M/s Deloitte Haskins & Sells LLP (FRN: 117366W/W-100018) have issued Audit Reports with unmodified opinion on the Audited Standalone and Consolidated Financial Results of the Company for the financial year ended March 31, 2021.

Kindly take the above declaration on record.

Yours Sincerely,  
For Hindustan Oil Exploration Company Limited

R. Jeevanandam  
Director & CFO