



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

August 22, 2025

By Online

<b>The Listing Department</b> <b>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 Sir/Madam

**Sub: Submission of Annual Report for FY 2024-25 and Notice of the 41<sup>st</sup> AGM**

Pursuant to Regulation 34(1) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), we are submitting herewith the Annual Report of the Company for the financial year 2024-25 along with the Notice convening the 41<sup>st</sup> Annual General Meeting of shareholders of the Company, which is being sent through electronic mode to the Members, who have registered their e-mail addresses with the Company/Depositories. Also, a letter providing the web link and exact path where complete details of the Annual Report of FY 2024-25 is available, is being sent to Members who have not registered their e-mail IDs.

The Annual Report and the Notice of AGM is also uploaded on the Company's website at <https://hoec.com/annual-reports/>

Kindly take the same on record.

Thanking you,

Yours Sincerely,

**For Hindustan Oil Exploration Company Limited**

**G. Josephin Daisy**

**Company Secretary & Compliance officer**

Encl.: a/a



# HINDUSTAN OIL EXPLORATION COMPANY LIMITED

Regd. Office: 'HOEC House', Tandalja Road, Vadodara, Gujarat - 390 020 (India)

CIN: L11100GJ1996PLC029880 • E-mail: hoecshare@hoec.com

## NOTICE OF THE 41<sup>ST</sup> ANNUAL GENERAL MEETING

**NOTICE** is hereby given that the **Forty First Annual General Meeting (AGM)** of the **Members of Hindustan Oil Exploration Company Limited** will be held on **Monday, the 15<sup>th</sup> day of September 2025 at 10:30 a.m.** through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM"), to transact the following businesses:

### ORDINARY BUSINESS

1. To receive, consider and adopt:

- (a) the audited standalone financial statements of the Company for the financial year ended March 31, 2025 together with the reports of the Board of Directors and the Auditors thereon; and
- (b) the audited consolidated financial statements of the Company for the financial year ended March 31, 2025 together with the reports of the Auditors thereon.

2. To appoint a director in place of Mr. Rohit Rajgopal Dhoot (DIN: 00016856) who retires by rotation and being eligible, offers himself for re-appointment.

3. To appoint Statutory Auditors of the Company and to fix their remuneration.

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"**RESOLVED THAT** pursuant to the provisions of Sections 139, 141, 142 read with the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions, if any, of the Companies Act, 2013 as amended from time to time (including any statutory modification(s) or re-enactment thereof for the time being in force) and based on the recommendation of Audit Committee and the Board of Directors, M/s BSR & Co. LLP, Chartered Accountants (Firm Registration No. 101248W/W-100022) be and are hereby appointed as Statutory Auditors of the Company, to hold office for a term of five (5) consecutive years commencing from the conclusion of the 41<sup>st</sup> Annual General Meeting till the conclusion of the 46<sup>th</sup> Annual General Meeting of the Company, at such remuneration plus applicable taxes and other out-of-pocket expenses as may be mutually agreed upon between the Board of Directors and the Statutory Auditors."

### SPECIAL BUSINESS

4. To appoint Secretarial Auditors of the Company and to fix their remuneration.

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution**:

"**RESOLVED THAT** pursuant to Regulation 24A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), Section 204 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 and other applicable provisions, if any of the Companies Act 2013, as amended from time to time and based on the recommendation of Audit Committee and the Board of Directors, consent of the members be and is hereby accorded for the appointment of M/s. S. Sandeep & Associates, Practicing Company Secretaries (Firm Registration Number: P2025TN103600) as Secretarial Auditors of the Company for term of five (5) consecutive years to conduct Secretarial Audit from financial year 2025-26 upto financial year 2029-30, at a such remuneration plus applicable taxes and other out-of-pocket expenses as may be mutually agreed upon between the Board of Directors and the Secretarial Auditors."



# HINDUSTAN OIL EXPLORATION COMPANY LIMITED

## 5. Ratification of remuneration to Cost Auditor:

To consider and, if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

**"RESOLVED THAT**, pursuant to the provisions of Section 148 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014 and other applicable provisions if any of the Companies Act, 2013 as amended from time to time, on the recommendation of Audit Committee and approval of the Board, the Company hereby ratifies the remuneration of ₹ 2,50,000/- (Rupees Two Lakhs Fifty Thousand Only) plus applicable taxes and reimbursement of out of pocket expenses payable to Mr. K. Suryanarayanan, Cost Accountant in Practice, to conduct the cost audit of the Company for the financial year 2025-26."

**By Order of the Board of Directors**

Place : Chennai

Date : August 14, 2025

**G. Josephin Daisy**  
**Company Secretary**

## NOTES

1. The Ministry of Corporate Affairs (MCA) has, vide General Circular No. 14/2020 dated April 8, 2020, Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, General Circular No. 22/2020 dated June 15, 2020, General Circular No. 33/2020 dated September 28, 2020, General Circular No. 39/2020 dated December 31, 2020, General Circular No. 02/2021 dated January 13, 2021, General Circular No. 10/2021 dated June 23, 2021, General Circular No. 20/2021 dated December 8, 2021, General Circular No. 02/2022 dated May 05, 2022, General Circular No. 10/2022 dated December 28, 2022, General Circular No. 9/2023 dated September 25, 2023 and General Circular No. 09/2024 dated 19/09/2024 (collectively "MCA Circulars") and SEBI Circular No. SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated October 3, 2024, SEBI Circular No. SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated January 5, 2023 read with SEBI Master Circular no. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024, Circular no. SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022, Circular no. SEBI/HO/CFD/CMD2/CIR /P/2021/11 dated January 15, 2021 and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 (Collectively "SEBI Circulars"), permitted companies to conduct Annual General Meeting (AGM) through Video Conferencing (VC) or Other Audio Visual Means (OAVM), subject to compliance of various conditions mentioned therein. In compliance with the MCA and SEBI Circulars and applicable provisions of the Companies Act, 2013 ("the Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the 41<sup>st</sup> AGM of the Company is being convened and conducted through VC / OAVM. The registered office of the Company shall be deemed to be the venue for the AGM.
2. In compliance with the aforesaid MCA Circulars and SEBI Circulars, the Notice of the AGM along with the Annual Report for FY 2024-25 is being sent only through electronic mode to those Members whose email addresses are registered with the Company / Depositories. Members may note that the Notice and the Annual Report for FY 2024-25 will also be available on the Company's website [www.hoec.com](http://www.hoec.com), websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively, and on the website of CDSL <https://www.evotingindia.com/>.
3. The Explanatory Statement in respect of the ordinary business set out in Item No. 3 of the notice and the Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("the Act") setting out material facts concerning the special businesses under Item Nos. 4 & 5 of the Notice is annexed hereto. Further, the relevant details with respect to Item No. 2 pursuant to Regulation 36(3) of the SEBI Listing Regulations and Secretarial Standards on General Meetings ("SS-2") issued by the Institute of Company Secretaries of India, in respect of Director seeking re-appointment at this AGM is also given as Annexure A.



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4. A Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote in the meeting instead of himself / herself. Since the 41<sup>st</sup> AGM is being held through VC / OAVM as per the MCA Circulars, physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be made available for the 41<sup>st</sup> AGM and hence the Proxy Form, Attendance Slip and route map of AGM are not annexed to this Notice.
5. Institutional / Corporate Members are required to send to the Company a scanned copy (PDF/JPG Format) of its Board or governing body resolution / authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-Voting.
6. The Company has notified the closure of Register of Members and Share Transfer Books from 9<sup>th</sup> September 2025 to 15<sup>th</sup> September 2025 (both days inclusive).
7. Members are requested to intimate changes, if any, pertaining to their name, postal address, e-mail address, telephone / mobile numbers, Permanent Account Number (PAN), mandates, nominations, power of attorney, etc., to their DPs if the shares are held by them in electronic form or if the shares are held in physical form to the Registrar and Share Transfer Agent ("RTA") - MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited) at "Geetakunj", 1, Bhakti Nagar Society, Behind ABS Tower, Old Padra Road, Vadodara, Gujarat - 390015 ; Email ID: [vadodara@in.mpms.muvg.com](mailto:vadodara@in.mpms.muvg.com).
8. Members who have not registered their e-mail addresses so far are requested to register their e-mail address with DP/RTA - MUFG Intime India Private Limited receiving all communication including Annual Report, Notices, Circulars, etc. from the Company electronically.
9. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD RTAMB/P/CIR/2022/8 dated January 25, 2022 read with SEBI Master Circular No. SEBI/HO/MIRSD/POD-1/P/CIR/2024/37 dated May 07, 2024 has mandated the Listed Companies to issue securities in dematerialized form only while processing service requests viz. issue of duplicate securities certificate; claim from unclaimed suspense account; renewal / exchange of securities certificate; endorsement; sub-division/splitting of securities certificate; consolidation of securities certificates / folios; transmission and transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR - 4, the format of which is available on the website of the Company's RTA at [www.in.mpms.muvg.com](http://www.in.mpms.muvg.com). It may be noted that any service request can be processed only after the folio is KYC Compliant.
10. In terms of Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, transfer, transmission and transposition of securities shall be effected only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialization, Members are advised to dematerialize the shares held by them in physical form. Members can contact the Company or RTA, for assistance in this regard.
11. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to opt out or cancel the earlier nomination and record a fresh nomination, he/she may submit the same in Form ISR-3 or SH-14 as the case may be. The said forms can be downloaded from the Company's website at [www.hoec.com](http://www.hoec.com) and on the website of the Company's RTA at [www.in.mpms.muvg.com](http://www.in.mpms.muvg.com). Members are requested to submit the said details to their DP in case the shares are held by them in dematerialized form and to RTA in case the shares are held in physical form.





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12. Members / Beneficial owners are requested to quote their Ledger Folio No. / DP & Client ID No., as the case may be, in all correspondence with the Company. Members are also requested to quote their e-mail address, telephone, mobile and fax numbers for prompt reply to their communication.
13. Members are requested to note that dividends which were not claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account and the corresponding shares on which dividend remains unclaimed for seven consecutive years have been transferred to the Investor Education and Protection Fund (IEPF) as per Section 124 of the Act and the applicable Rules. The same can be claimed back from IEPF by submitting an online application in the prescribed Form No. IEPF-5 available on the website [www.iepf.gov.in](http://www.iepf.gov.in) and sending a physical copy of the same, duly signed to the Company / RTA, along with requisite documents enumerated in the Form No. IEPF-5.
14. Non-Resident Indian Members are requested to inform DP / RTA immediately of (a) change in their residential status on return to India for permanent settlement (b) particulars of their bank account maintained in India with complete name, branch, account type, account number and address of the bank with pin code number, if not furnished earlier.
15. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company as on the cut-off date will be entitled to vote during the AGM.
16. Members seeking any information with regard to the accounts or any matter to be placed at the AGM, are requested to write to the Company on or before September 10, 2025 through email at [hoecshare@hoec.com](mailto:hoecshare@hoec.com). The same will be replied by the Company suitably.
17. SEBI vide Circular Nos. SEBI/HO/OIAE/OIAE\_IAD-1/P/ CIR/2023/131 dated July 31, 2023, and SEBI/HO/OIAE/OIAE\_IAD-1/P/CIR/2023/135 dated August 4, 2023, read with Master Circular No. SEBI/HO/ OIAE/OIAE\_IAD-1/P/ CIR/2023/145 dated July 31, 2023 (updated as on December 28, 2023), has established a common Online Dispute Resolution Portal ("ODR Portal") for resolution of disputes arising in the Indian Securities Market. Pursuant to above-mentioned circulars, post exhausting the option to resolve their grievances with the RTA / Company directly and through existing SCORES platform, the investors can initiate dispute resolution through the ODR Portal <https://smartodr.in/login>.
18. Members attending the 41<sup>st</sup> AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

### INSTRUCTIONS FOR E-VOTING AND ATTENDING THE AGM THROUGH VC / OAVM

1. In compliance with the provisions of Section 108 of the Act, read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended from time to time, and Regulation 44 of the SEBI Listing Regulations, the Members are provided with the facility to cast their vote electronically, on all the resolutions set forth in this Notice. The instructions for e-voting are given herein below.
2. The Board of Directors has appointed M/s. S. Sandeep & Associates, Practicing Company Secretaries as the Scrutinizer to scrutinize remote e-voting process and voting during the AGM in a fair and transparent manner.
3. In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email-Id in their demat accounts in order to access e-Voting facility.



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4. Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in this Notice.
5. The voting period commences on **Wednesday, September 10, 2025 (9:00 a.m. IST) and ends on Sunday, September 14, 2025 (5:00 p.m. IST)**. During this period, Members holding shares either in physical form or in dematerialized form, as on **Monday, September 08, 2025, i.e. cut-off date**, may cast their vote electronically. The e-Voting module shall be disabled by CDSL for voting thereafter.
6. The Members who have cast their vote by remote e-Voting prior to the AGM may also attend / participate in the AGM through VC/OAVM but shall not be entitled to cast their vote on such resolution again.
7. The voting rights of Members shall be in proportion to their shares in the paid-up equity share capital of the Company as on the cut-off date.
8. **Login method for e-Voting and joining virtual meetings for individual shareholders holding securities in Demat mode with CDSL / NSDL:**

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with <b>CDSL Depository</b>	<ol style="list-style-type: none"><li>1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user ID and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login icon &amp; My Easi New (Token) Tab.</li><li>2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.</li><li>3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on login &amp; My Easi New (Token) Tab and then click on registration option.</li><li>4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page. The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li></ol>



Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with <b>NSDL Depository</b>	<ol style="list-style-type: none"> <li>1. If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2. If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com">https://www.evoting.nsdl.com</a> / either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/ Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>4. For OTP based login you can click on <a href="https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp">https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp</a>. You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</li> </ol>
Individual Shareholders (holding securities in demat mode) login through their <b>Depository Participants (DP)</b>	<p>You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>

Note: Members who are unable to retrieve User ID / Password are advised to use Forget User ID and Forgot Password option available at abovementioned websites.



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Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800 21 09911
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at: 022-4886 7000 and 022-2499 7000

**Login method for e-Voting and joining virtual meetings for physical shareholders and shareholders other than individual holding in Demat form:**

- 1) The shareholders should log on to the e-Voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:

**For Physical shareholders and other than individual shareholders holding shares in Demat**

PAN	Enter your 10-digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)  * Shareholders who have not updated their PAN with the Company / Depository Participant are requested to use the sequence number sent by Company / RTA or contact Company / RTA.
Dividend Bank Details <b>OR</b> Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the Company records in order to login.  * If both the details are not recorded with the depository or company, please enter the member ID / folio number in the Dividend Bank details field.

- 7) After entering these details appropriately, click on "SUBMIT" tab.
- 8) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-Voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.



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- 9) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- 10) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- 11) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- 12) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- 13) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- 14) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- 15) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
- 16) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- 17) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- 18) **Additional Facility for Non-Individual Shareholders and Custodians - For Remote e-Voting only**
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login will be mapped automatically & can be delinked in case of any wrong mapping.
  - It is mandatory that a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively, Non Individual shareholders are required to send the relevant Board Resolution / Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer at the email address viz [sandeep@sandeep-cs.in](mailto:sandeep@sandeep-cs.in), if they have voted from individual tab & not uploaded same in the CDSL e-Voting system for the scrutinizer to verify the same.

**9. Instructions for shareholders attending the AGM through VC / OAVM & e-voting during AGM are as under:**

- i. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for e-Voting.
- ii. The link for VC / OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-Voting.

- iii. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
- iv. Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
- v. Further shareholders will be required to allow camera and use internet with a good speed to avoid any disturbance during the meeting.
- vi. Please note that participants connecting from mobile devices or tablets or through Laptop connecting via mobile hotspot may experience audio/video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
- vii. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance on or before September 10, 2025, mentioning their name, demat account number / folio number, email id, mobile number at [hoecshare@hoec.com](mailto:hoecshare@hoec.com). The shareholders who do not wish to speak during the AGM but have queries may send their queries on or before September 10, 2025 mentioning their name, demat account number/ folio number, email id, mobile number at [hoecshare@hoec.com](mailto:hoecshare@hoec.com). These queries will be replied to by the Company suitably by email.
- viii. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
- ix. Only those shareholders, who are present in the AGM through VC / OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
- x. If any Votes are cast by the shareholders through the e-Voting available during the AGM and if the same shareholders have not participated in the meeting through VC / OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-Voting during the meeting is available only to the shareholders attending the meeting.

#### **PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL / MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY / DEPOSITORIES**

1. For Physical shareholders- Please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAAR (self-attested scanned copy of Aadhaar Card) by email to Company / RTA.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or contact at toll free no. 1800 21 09911.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, Central Depository Services (India) Limited (CDSL), A Wing, 25<sup>th</sup> Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) or call toll free no. 1800 21 09911.

**EXPLANATORY STATEMENT IN RESPECT OF ITEM OF ORDINARY BUSINESS****Item No. 3 To appoint of Statutory Auditors of the Company and to fix their remuneration**

The Members of the Company at the 36<sup>th</sup> AGM held on 30<sup>th</sup> September, 2020 had approved the re-appointment of M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, (Firm Registration No. 117366W/W-100018), as the Statutory Auditors of the Company to hold office for a second term of 5 (five) consecutive years from the conclusion of said AGM till the conclusion of the 41<sup>st</sup> AGM. They will complete their two consecutive terms as Statutory Auditors of the Company at the conclusion of this AGM.

The Board of Directors of the Company, at its meeting held on 28<sup>th</sup> May, 2025, considering the experience and expertise and based on the recommendation of the Audit Committee, has proposed to the Members of the Company, the appointment of M/s BSR & Co. LLP, Chartered Accountants (Firm Reg. No. 101248W/W-100022), as Statutory Auditors of the Company. The proposed appointment is for a term of five (5) consecutive years from the conclusion of this 41<sup>st</sup> AGM till the conclusion of the 46<sup>th</sup> AGM on payment of such remuneration as may be mutually agreed upon between the Board of Directors and the Statutory Auditors, from time to time.

The proposed remuneration to be paid to the Auditors for the FY 2025-26 is ₹ 35 lakhs (Rupees Thirty Five Lakhs only) excluding applicable taxes and out of pocket expenses and for subsequent years as may be mutually agreed between them and the Board of Directors. There is no material change in the remuneration proposed to be paid to M/s. BSR & Co. LLP, for the statutory audit to be conducted for the financial year ending 31<sup>st</sup> March, 2026 in relation to the remuneration paid to M/s. Deloitte Haskins & Sells LLP, the retiring Statutory Auditors, for the statutory audit conducted for the financial year ended 31<sup>st</sup> March, 2025.

M/s. BSR & Co. LLP is a member of the BSR & Associates network of firms registered with the Institute of Chartered Accountants of India. It is a Limited Liability Partnership Firm incorporated in India. It is amongst the largest and highly reputed audit firms in India and are auditors for several large listed entities in India.

Pursuant to Section 139 of the Companies Act, 2013 (the Act) and the Rules framed thereunder, the Company has received written consent from M/s. BSR & Co. LLP that they satisfy the criteria provided under Section 141 of the Act and that the appointment, if made, shall be in accordance with the applicable provisions of the Act and Rules framed thereunder. As required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, M/s. BSR & Co. LLP, has confirmed that they hold a valid certificate issued by the Peer Review Board of ICAI.

None of the Directors or Key Managerial Personnel of the Company, or their relatives, is concerned or interested, financially or otherwise, in the said resolution set out at Item No. 3 of the Notice.

**EXPLANATORY STATEMENT PURSUANT TO SECTION 102 (1) OF THE COMPANIES ACT, 2013**

As required by Section 102 of the Companies Act, 2013 (the "Act"), the following explanatory statement sets out all material facts relating to the Special Businesses mentioned in the accompanying Notice.

**Item No. 4 To appoint Secretarial Auditors of the Company and to fix their remuneration**

The Board of Directors at its meeting held on May 28, 2025, based on the recommendation of the Audit Committee and considering their experiences and expertise has approved the appointment of M/s. S. Sandeep & Associates, Practising Company Secretaries, a peer reviewed firm (Firm Registration Number: P2025TN103600) as Secretarial Auditors of the Company for a term of five (5) consecutive years to conduct Secretarial Audit from FY 2025-26 upto FY 2029-30, subject to approval of the Members.





# HINDUSTAN OIL EXPLORATION COMPANY LIMITED

The appointment of Secretarial Auditors shall be in terms of the amended Regulation 24A of the SEBI Listing Regulations vide SEBI Notification dated December 12, 2024 and provisions of Section 204 of the Act and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

M/s. S. Sandeep & Associates is a firm of Practising Company Secretaries operating out of Chennai and has undergone both Peer Review and Quality Review by the Institute of Company Secretaries of India (ICSI), affirming its adherence to the highest standards of professional excellence.

M/s. S. Sandeep & Associates has confirmed they are firm is not disqualified and is eligible to be appointed as Secretarial Auditors in terms of Regulation 24A of the SEBI Listing Regulations. The services to be rendered by M/s. S. Sandeep & Associates as Secretarial Auditors is within the purview of the said Regulation read with SEBI circular no. SEBI/HO/CFD/CFD-PoD-2/CIR/P/2024/185 dated December 31, 2024

The proposed fees in connection with the secretarial audit is ₹ 1,00,000/- (Rupees One Lakh only) plus applicable taxes and other out-of-pocket expenses for FY 2025-26, and for subsequent years as may be mutually agreed between the Board of Directors and M/s. S. Sandeep & Associates.

Based on the recommendation of Audit Committee, in addition to the Secretarial Audit, M/s. S. Sandeep & Associates shall provide other services in the nature of certifications and other professional work, as approved by the Board of Directors at a fees mutually agreed between them and the Board of Directors.

Accordingly the Board recommends the Ordinary Resolution as set out in Item No. 4 of this Notice for approval of the Members.

None of the Directors or Key Managerial Personnel of the Company, or their relatives, is concerned or interested, financially or otherwise, in the said resolution set out at Item No. 4 of the Notice.

## **Item No. 5 Ratification of remuneration to Cost Auditor**

The Board, based on the recommendation of the Audit Committee, approved the appointment of Mr. K. Suryanarayanan, Cost Accountant in Practice, to conduct the audit of the cost records of the Company for the financial year 2025-26 at a remuneration of ₹ 2,50,000/- (Rupees Two Lakhs Fifty Thousand only) plus applicable service tax and out of pocket expenses.

In accordance with the provisions of Section 148 of the Act read with Rule 14 of The Companies (Audit and Auditors) Rules, 2014, the remuneration proposed to be paid to the Cost Auditor is required to be ratified by the Shareholders of the Company.

Accordingly, the Board recommends the Ordinary Resolution as set out in Item No. 5 of this Notice for ratification of the remuneration payable to the Cost Auditors.

None of the Directors or Key Managerial Personnel of the Company, or their relatives, is concerned or interested, financially or otherwise, in the said resolution set out at Item No.5 of the Notice.

**By Order of the Board of Directors**

Place : Chennai  
Date : August 14, 2025

**G. Josephin Daisy**  
Company Secretary



# HINDUSTAN OIL EXPLORATION COMPANY LIMITED

## Annexure A

Additional information on director recommended for re-appointment as required under Regulation 36(3) of SEBI Listing Regulations and SS-2

Name of Director	Mr. Rohit Rajgopal Dhoot
DIN	00016856
Category	Non-Executive Non-Independent Director
Date of Birth and Age	29/09/1968 (57 years)
Nationality	Indian
Brief Profile	<p>Mr. Rohit Rajgopal Dhoot is the Managing Director of Dhoot Industrial Finance Limited since 1994 and has opulent experience of more than 25 years.</p> <p>When qualified, he achieved the distinction of being one of the youngest Chartered Accountants in the country. He joined the management of Dhoot Industrial Finance Limited in 1988 as a director of the Company and was incharge of marketing and expansion of business.</p> <p>He has an all encompassing background and experience in Finance, Banking, Mergers and Acquisitions, Strategic Planning, Restructuring Operations, Export Marketing, Trading and Logistics, International Business Relations and Collaborations &amp; Joint Ventures.</p>
Qualification	Chartered Accountant
Expertise in specific functional areas	Please refer brief profile given above
Terms and Conditions of appointment or re-appointment	Re-appointment in terms of Section 152(6) of the Act. Mr. Rohit Rajgopal Dhoot's office as director shall be subject to retirement by rotation.
Sitting Fees / Remuneration sought to be paid	Nil
Number of Meetings of the Board attended during the year	3
Disclosure of inter-se relationships between Directors and Key Managerial Personnel	Nil
Names of other listed entities in which the person also holds the directorship and the membership of Committees of the Board <sup>(1)</sup>	<ol style="list-style-type: none"> <li>1. Dhoot Industrial Finance Ltd.</li> <li>2. Indian Hume Pipe Company Ltd. - Member of Audit Committee</li> <li>3. Technocraft Industries (India) Ltd. - Member of Audit Committee</li> <li>4. Sutlej Textiles &amp; Industries Ltd. - Chairman of Audit Committee</li> </ol>
Listed entities from which he has resigned in the past three years	Nil
Shareholding in the Company <sup>(2)</sup>	30,34,107 equity shares

Note: (1) Chairmanships / Memberships of Board Committees includes only Audit Committee and Stakeholders' Relationship Committee as per Regulation 26 of SEBI Listing Regulations.

(2) Mr. Rohit Rajgopal Dhoot holds the said shares on behalf of Dhoot Rohit Kumar Family Trust I.



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ANNUAL REPORT  
FY 24-25

INDIA'S FIRST PRIVATE  
OIL AND GAS COMPANY



**HINDUSTAN OIL EXPLORATION  
COMPANY LIMITED**

TRANSFORMING THROUGH TALENT AND TECHNOLOGY



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**Statutory Auditor:**  
Deloitte Haskins & Sells LLP,  
Chartered Accountants

**Audit Partner:**  
Mr. C. Manish Muralidhar

**Secretarial Auditor:**  
S Sandeep & Associates,  
Practicing Company Secretaries

**Internal Auditor:**  
Guru & Ram LLP,  
Chartered Accountants

**Cost Auditor:**  
Mr. K. Suryanarayanan,  
Cost Accountant

**Investor Relation Advisor:**  
Ernst & Young LLP

## CORPORATE INFORMATION

 CIN: L11100GJ1996PLC029880

 ISIN: INE345A01011

 E-MAIL: CONTACT@HOEC.COM

 WEBSITE: WWW.HOEC.COM



### Registered Office

HOEC House, Tandalja Road, Off Old Padra Road,  
Vadodara, Gujarat, India, 390020



### Chennai Office

Lakshmi Chambers, 192, St. Mary's Road, Alwarpet,  
Chennai, Tamil Nadu, India, 600018

## 41<sup>st</sup> Annual General Meeting



### Day & Date

Monday, September 15, 2025



### Time

10:30 a.m.



### Mode

VC / OAM

**Disclaimer Note:** Certain sections of this Annual Report, in particular the Management's Discussion and Analysis, and operational highlights may contain forward-looking statements concerning the financial condition and results of operations of HOEC. Forward-looking statements are statements of future expectations that are based on management's current expectations & assumptions and involve known & unknown risks and uncertainties that could cause actual results, performance or events to differ materially from those expressed or implied in these statements. No assurances can be given as to future results, levels of activity and achievements & actual results. Level of activity and achievements may differ materially from those expressed or implied by any forward-looking statements contained in this Report. HOEC does not undertake any obligation to publicly update or revise any forward-looking statement as a result of new information, future events or other information.

# Year in Focus : Strategy & Performance

## Value-Driven Operational Strategy



Focus on Discovered Resources for fast-track execution and monetization of resources



Exploration in prolific petroliferous basin



Ensure reserve replacement and scout for discovered assets with potential upside on a continuous basis.



Leverage existing Infrastructure with operating synergies



Captive service assets for Oil & Gas through subsidiaries

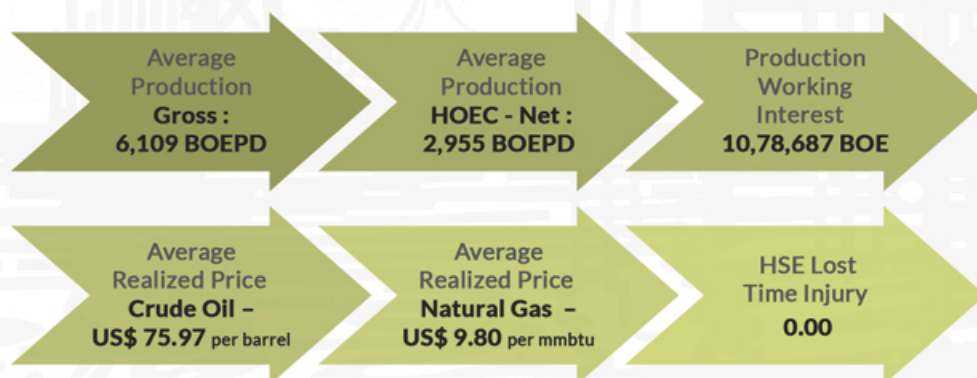


Seize growth opportunities in offshore and onshore areas with an established footprint



Create long-term stakeholder value while ensuring that we 'Grow Responsibly'

## Key Performance Metrics FY 24-25



Note: Figures are given on a consolidated basis



# Board of Directors



*\*Standing Left to Right*

Mr. Suresh Kumar Jain - Mrs. Bhavani Balasubramanian - Mr. Ashok Kumar Goel - Mr. Ramasamy Jeevanandam - Mr. Pronip Kumar Borthakur - Mr. Rohit Rajgopal Dhoot - Mr. Baroruchi Mishra

## Mr. Pronip Kumar Borthakur

*Non-Executive Independent Director*



Mr. Pronip Kumar Borthakur brings in more than 43 years of rich & diverse experience from his illustrious career in ONGC, from where he retired as Director (Offshore). He has led multiple large onshore and offshore operations and projects. His wide technical expertise ranges from managing oil & gas operations, artificial lift, well completion, drilling, well control, reservoir management to processing and extraction of value-added petroleum products. He is a well-recognized and respected technical authority in the Oil and Gas Sector.



## Mrs. Bhavani Balasubramanian

*Non-Executive Independent Director*

Mrs. Bhavani Balasubramanian, is a fellow member of the ICAI and a member of the ICSI. She has been an Audit and Assurance Partner of Deloitte India and has 4 decades of experience in auditing a variety of clients, including listed companies and multinationals in different industries in India and abroad. Her audit experience relates to industries in IT and IT services, Energy, Manufacturing, Chemicals and Pharmaceuticals, Consumer business and Non-Banking Finance Companies. She has held national leadership positions in Deloitte India and has served extensively as a member in the firm's international councils and working groups. She has served as a member in the Auditing Standards Board of the Institute of Chartered Accountants of India for 8 years and been member of various committees for over 6 years.



## Mr. Suresh Kumar Jain

*Non-Executive Independent Director*



Mr. Suresh Kumar Jain, has more than 3 decades of banking experience with public sector banks in India and abroad. He retired as Executive Director of 5<sup>th</sup> largest public sector bank (Union Bank of India) in the year 2014. He was a director on the Board of Union KBC Mutual Fund, now known as Union Mutual Fund. Presently, besides being Independent Director on various boards, he is also on interview panel of few PSU banks for promotions at General Manager level, as an external expert. He has obtained Master's Degree in Economics, Honours Graduate in Science and is a Certified Associate of the Indian Institute of Bankers.



## Mr. Baroruchi Mishra

*Non-Executive Independent Director*

Mr. Baroruchi Mishra, is techno-commercial leader with 32+ years of experience in Oil & Gas and New Energies sector, with a proven track record of shaping strategies and making material financial decisions working with Executive Level teams – either as a member of Decision Boards or as a senior leader in complex national and international business environments. He has obtained his B-Tech degree in Petroleum Engineering from IIT (ISM-Dhanbad). Also, he is a Chartered Manager and has obtained the Chartership after completing his Business Administration from the Chartered Managers Institute, UK.

## Mr. Ashok Kumar Goel

*Non-Executive Non-Independent Director*



Mr. Ashok Kumar Goel is a serial entrepreneur with various businesses. Currently he is investing in different businesses of finance, manufacturing and start-ups focused more on ventures which have positive social and environmental impact. As Chairman, he oversees the management of Essel World, the largest amusement park in the country and Water Kingdom, one of the largest Theme Water Parks in Asia. He was Chairman and Managing Director of Essel Propack Limited (now EPL Ltd) until 2019 when he divested his majority stake. He has successfully led the integration of a complex and diverse range of technologies and processes and achieved operational efficiencies and overall integration of different cultures and processes. Mr. Ashok Goel has been President of various Industry associations and serves on the Boards of listed and unlisted companies.



## Mr. Rohit Rajgopal Dhoot

*Non-Executive Non-Independent Director*

Mr. Rohit Rajgopal Dhoot is the Managing Director of Dhoot Industrial Finance Limited since 1994 and has an opulent experience of more than 25 years. When qualified, he achieved the distinction of being one of the youngest Chartered Accountants in the country. He joined the management of Dhoot Industrial Finance Limited in 1988 as a director of the Company and was incharge of marketing and expansion of business. He has an all-encompassing background and experience in Finance, Banking, Mergers and Acquisitions, Strategic Planning, Restructuring Operations, Export Marketing, Trading and Logistics, International Business Relations and Collaborations & Joint Ventures

## Mr. Ramasamy Jeevanandam

*Managing Director*



Mr. Ramasamy Jeevanandam has an overall experience of more than 43 years in various aspects of finance, listing, funding, finalization of accounts and taxation of Upstream Oil & Gas industry in India. Before joining HOEC, he functioned as CFO & Director at Hardy Exploration & Production (India) Inc. He started his career with ONGC in 1982. He is a CPA (USA), CGMA (USA), Qualified Cost Accountant, Chartered Financial Analyst and Company Secretary with a Bachelor's Degree in Law.



Audit Committee



Risk Management Committee



Stakeholders Relationship Committee



Corporate Social Responsibility Committee



Nomination and Remuneration Committee



Chairperson

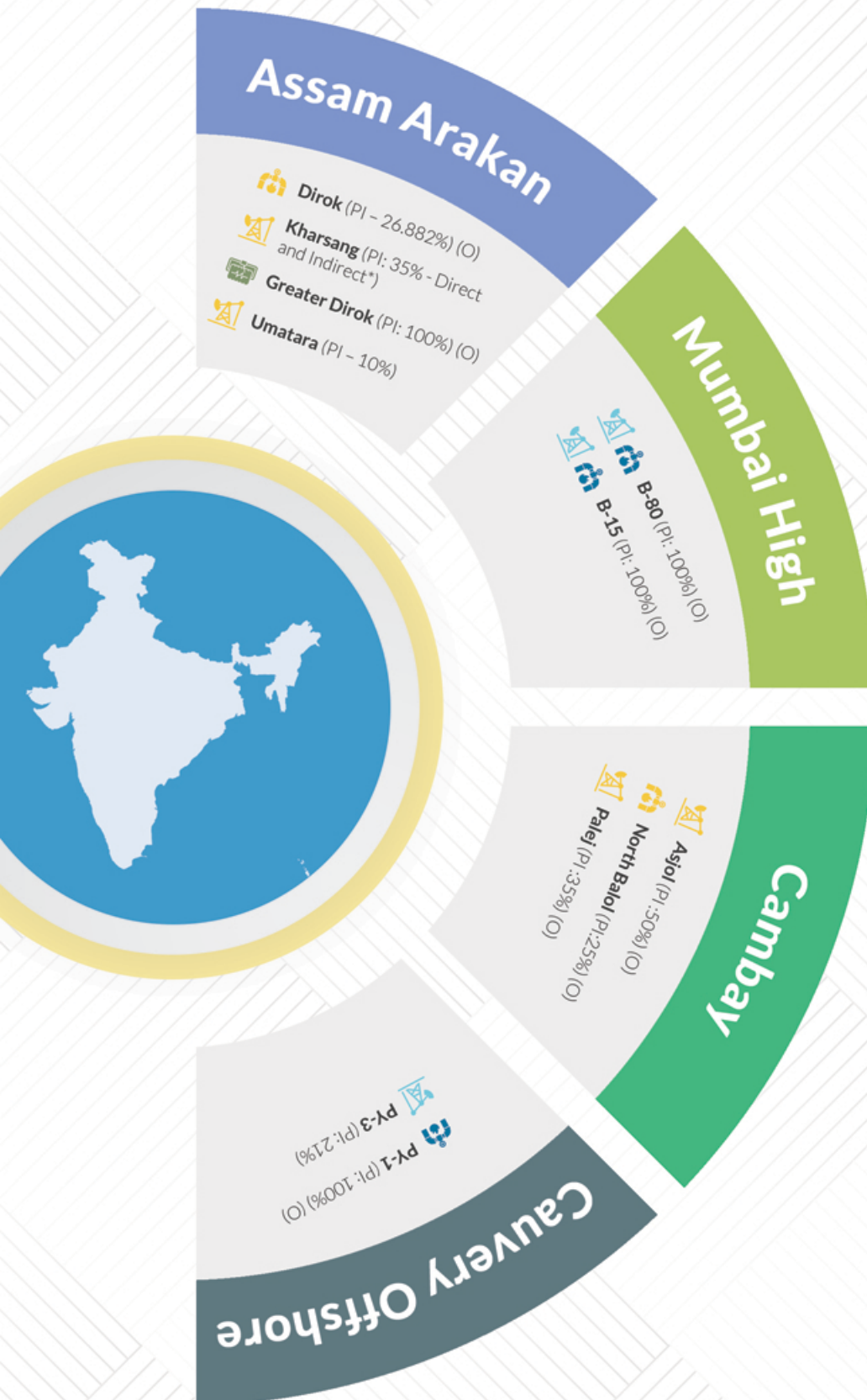


Member





# Asset Portfolio



India-focused asset portfolio tailored to deliver our strategy of fast-track development of discovered resources

10 out of 11 blocks with discovered/producing resources

4 out of 7 producing basins in India with HOEC presence

Upside potential for exploration and further development within portfolio with existing infrastructure for rapid monetization.

 Onshore Oil Well

 Offshore Oil Well

 Onshore Gas

 Offshore Gas

 Onshore Exploration

O - Operator | PI- Participating Interest

\*Geoenpro Petroleum Ltd., a wholly owned step-down subsidiary of HOEC, is the operator of the block holding a 10% PI, while HOEC holds a 25% PI.



# Growing Responsibly

**“Our health and safety initiatives go beyond mere compliance; they are a reflection of our dedication to protecting our most valuable asset - Our People.”**

HOEC's Health and Safety Policy is centered around the belief that "All Lives Have Equal Value" and safe operations are paramount. The Company's Board and Management prioritize sustainable development by ensuring compliance with laws, regulations, and global best practices. This includes prioritizing the welfare, health, and safety of employees, contractors, and local communities, as well as ensuring the safety of all operational machinery and equipment.

HOEC prioritizes safe and sustainable operations that not only drive operational excellence but also foster long-term positive impact on the local community. Our approach to Health, Safety, and Environment (HSE) is proactive and comprehensive. We maintain robust health and safety practices, including regular internal and external audits, risk assessments, and hands-on emergency response drills. Comprehensive training programs are delivered across all levels of the organization to build a strong safety culture and ensure compliance with best industry practices and regulatory standards. These initiatives are continuously reviewed and upgraded to stay ahead of emerging risks and to safeguard the well-being of our workforce, contractors, and stakeholders. At HOEC, we are committed to responsible growth while adhering to high health, safety, and environmental standards.

We believe that true sustainability goes beyond compliance; it requires meaningful engagement with the communities we operate in and a genuine commitment to their well-being. Through our focused efforts on sustainable practices and social responsibility, we aim to uplift and empower local communities by addressing their most pressing needs. Our community development strategy is multifaceted and inclusive. It encompasses key areas such as education, infrastructure development, skill enhancement, women empowerment, environmental conservation, and the promotion of local art and culture. We work closely with local stakeholders, NGOs, and government bodies to design and implement initiatives that create lasting, positive change.

By aligning our business goals with social and environmental priorities, we aspire to be a catalyst for inclusive growth and contribute meaningfully to the nation's sustainable development agenda.

**“We care for each other, the communities and the environment in which we operate.”**



Mobile Medical Unit by Apollo  
Telemedicine Networking Foundation



Placement Linked Skill Development Training  
to unemployed youth through CIPET



Constructing a state-of-the-art video  
conference hall equipped with modern amenities  
at Margherita College, Margherita, Assam



Construction of Paver Block Road at Dirok  
Village, Tinsukia District, Assam



Offshore fire mock drill at KGB-OI of  
Block B-80





# Navigating The Path Forward

India's upstream oil and gas sector stands as a cornerstone of our nation's energy landscape, driving the complex endeavours of hydrocarbon exploration, development, and production. As India confronts escalating energy demands while pursuing the Government's ambitious goal of reducing import dependency, our sector finds itself at the threshold of profound transformation. Recent technological breakthroughs, progressive policy reforms, and substantial foreign investment inflows are cultivating unprecedented opportunities within our industry. Yet we remain acutely aware of the formidable challenges—geopolitical uncertainties, infrastructure constraints, and intricate operational complexities that demand our unwavering expertise.

The North-Eastern region represents one of our most promising frontiers for natural gas production. The ambitious North East Gas Grid (NEGG) integration with the National Gas Grid through the Barauni-Guwahati pipeline, a critical artery of the Jagdishpur-Haldia-Bokaro-Dhamra Pipeline project, exemplifies the sophisticated engineering required to connect eight North-Eastern states with our broader national energy network. This integration forms the backbone of the visionary "One Nation, One Gas Grid" strategy, demonstrating India's commitment to enhancing natural gas infrastructure through complex, multi-state coordination.

The North East's connection to the National Gas Grid creates transformative opportunities for regional economic growth by enabling surplus gas supply at competitive prices through the Indian Gas Exchange. This intricate network delivers substantial economic advantages to regional producers and State Governments alike, demonstrating the multifaceted benefits of our strategic infrastructure investments.

In the North-East, HOEC maintains strategic stakes across four blocks: Dirok, Kharsang, Block AA-ONHP-2017/19, and Umatar, each presenting unique geological and operational complexities.

In Dirok, our technical team has achieved a significant breakthrough by successfully testing two previously unexamined sand formations: Sand 9 and Sand 10. The testing of Sand 9 has yielded impressive results, 6 million standard cubic feet of gas per day through a half-inch choke. This extensive formation, prevalent across the area, is positioned to substantially enhance the field's recoverable reserves and production capacity.

Through Pre-Stack Depth Migration studies, we have strategically identified optimal positioning for new development wells and deeper sand formation targets. The land acquisition processes for these development wells are now underway, requiring careful coordination with local communities and regulatory bodies.

We have secured approval from the Assam Pollution Control Board for the North Dirok-1 well, in which we plan to drill upto Barail formation for about 4,000 meters. Subject to rig availability, we anticipate commencing this drilling operation in the fourth quarter of this fiscal year.

GeoEnpro Petroleum Limited, our wholly owned step-down subsidiary, is the operator of Kharsang block where the group holds 35% participating interest. Sustaining production levels requires continuous workover operations on legacy wells. After navigating intricate regulatory processes, we have secured Environmental Clearance for 40 development wells and 5 exploration wells, with the first well spudded on March 31, 2025.

Our phased approach includes an initial 9-well drilling program, followed by an additional 9 wells. We are simultaneously preparing to drill a deep well to evaluate the Lower Girujan, Tipam, and Barail formations that hold significant potential for resource extraction.

In the AA-ONHP-2017/19 block, adjacent to Dirok, referred to as Greater Dirok, we anticipate securing a one-year extension to fulfill our committed work program. Encouraging Pre-Stack Depth Migration results have improved the area prospects considerably. GTO for the first well is prepared and we will commence drilling preparations on receiving the extension.





In Umatara, we hold 10% participating interest. IOCL is the Operator of the block with 90% participating interest. Having secured the necessary environmental clearance, IOCL has commenced drilling the first development well in the block.

After four years of persistent efforts, we have secured environmental clearance for the North Balol and Asjol fields. Our team has completed the workover of two wells in North Balol. The NB-1 well, which had been shut-in for over 15 years, has been brought back into production, yielding approximately 0.1 million standard cubic feet per day (mmscfd) of gas. Also, we have commenced drilling the first development well in North Balol after a hiatus of 17 years. Our forward-looking strategy includes drilling two development wells in Asjol during fiscal year 2025-2026, with continued development to enhance production across all three Cambay region blocks. Also, we anticipate final clearance for the Ring-Fenced R2 Production Sharing Contract, which will add substantial value to our operations.

In Block B-80, we have successfully acquired a 40% interest from AEPL, resulting in our full ownership of the block. We are committed to minimizing disruptions during the monsoon season and recognize the challenges posed by adverse weather conditions. Drawing on lessons learned from previous monsoons, we are implementing strategies to reduce shutdowns as much as possible. We are planning for workover of D1 well and are also evaluating the feasibility of a minimum facility platform to support the drilling of three new wells to improve production and maximize the value derived from this block.

Further, our participation in the DSF Special Bid Round 2024 was successful, with Block MB/OSDSF/B15/2024 in Mumbai Offshore awarded to us. This discovered small field spans approximately 332.4 square kilometers with substantial data of 2D, 3D seismics as well the log data of the wells drilled. Following the signing of the Revenue Sharing Contract in April 2025, our Geology and Geophysics (G&G) team is crafting a development plan focusing on two existing discoveries with significant upside potential for further exploration. Given the water depth of about 40 feet, we're prioritizing a cost-effective development plan to maximize the block's value.

The comprehensive review of PY-1 offshore field conducted by Petro Vietnam, leveraging their specialized expertise in complex basement geology akin to PY-1's basement, has revealed promising prospectivity. Their analysis recommends drilling two in-fill wells and one appraisal well through the existing platform and one exploration well outside the platform. Drilling is slated to commence in the last quarter of this financial year, injecting new hope into the field. On successful drilling, these wells can be swiftly hooked up for production, leveraging our existing facilities for processing and transporting gas.

Our planned three-year capital program is strategically designed to drive sustained production growth, increase reserves, and expand our resource base. This will be strategically funded through a mix of internal accruals and borrowings, ensuring financial prudence while maintaining operational excellence.

We remain optimistic about unlocking substantial value from our existing oil and gas reserves and resources. Our strategy encompasses pursuing new contracts to augment our resource base while accelerating drilling operations across both onshore and offshore to enhance the production. Our dedicated in-house team, reinforced by leading external experts, is committed to delivering on growth targets despite the inherent complexities of our operations.

India's unexplored regions, particularly in the North-Eastern states, continue to present significant promise for major oil and gas discoveries, further reinforcing our confidence in sustained growth. By maintaining unwavering focus on operational efficiency and safety, we are well-positioned to capitalize on emerging opportunities and drive continued success in India's dynamic energy landscape.

**R. Jeevanandam**  
Managing Director



# Board's Report

To

The Members of  
Hindustan Oil Exploration Company Limited

Your Directors have pleasure in placing before you the 41<sup>st</sup> Annual Report on the business and operations of your Company along with the audited financial statements, for the financial year ended March 31, 2025.

The consolidated performance of the Company and its subsidiaries has been referred to wherever required.

## 1. FINANCIAL HIGHLIGHTS

(₹ in lakhs)

Particulars	Standalone		Consolidated	
	2024-25	2023-24	2024-25	2023-24
Revenue from operations	30,606.90	48,836.15	42,086.99	74,913.13
Other Income	7891.10	3,287.94	7,612.35	1,868.14
<b>Total Income</b>	<b>38,498.00</b>	<b>52,124.09</b>	<b>49,699.34</b>	<b>76,781.27</b>
Total Expenses	23,650.67	43,623.88	34,704.21	55,214.98
<b>Profit before share of profit of associate, exceptional items and tax</b>	<b>14,847.33</b>	<b>8,500.21</b>	<b>14,995.13</b>	<b>21,566.29</b>
Share of profit of associate	-	-	-	(24.38)
<b>Profit before exceptional items and tax</b>	<b>14,847.33</b>	<b>8,500.21</b>	<b>14,995.13</b>	<b>21,541.91</b>
Exceptional items	-	-	-	3,286.64
<b>Profit before tax</b>	<b>14,847.33</b>	<b>8,500.21</b>	<b>14,995.13</b>	<b>24,828.55</b>
Tax expense	100.04	-	274.36	2,185.57
<b>Profit for the year</b>	<b>14,747.29</b>	<b>8,500.21</b>	<b>14,720.77</b>	<b>22,642.98</b>
Other comprehensive income	(38.10)	(33.68)	(36.36)	(32.80)
<b>Total comprehensive income for the year</b>	<b>14,709.19</b>	<b>8,466.53</b>	<b>14,684.41</b>	<b>22,610.18</b>

Note: The above figures are extracted from the audited standalone and consolidated financial statements prepared as per Indian Accounting Standards (Ind AS)

## 2. BUSINESS PERFORMANCE

During the year on a standalone basis, your Company produced 3.78 BCF of gas and 0.35 million barrels of oil (previous year: 3.73 BCF of gas and 0.24 million barrels of oil). In oil equivalent term the production for the current year is 1.06 mmboe (0.94 mmboe in the previous year).

The revenue for the current year has decreased to ₹ 30,606.90 lakhs from ₹ 48,836.15 lakhs in the previous year. and this was because the oil in stock from Block B-80 was not sold during the year. Other income for the current year is ₹ 7,891.10 lakhs as against ₹ 3,287.94 lakhs in the previous year.

The cost towards production expenses has decreased to ₹ 26,327.94 lakhs compared to ₹ 27,634.75 lakhs in the previous year. The total expenses for the current year has decreased to ₹ 23,650.67 lakhs as compared to ₹ 43,623.88 lakhs in the previous year due to increase in stock adjusted in the total cost. This also includes the non-cash cost of depreciation, depletion and amortization and finance cost towards unwinding of decommissioning of ₹ 4,112.59 Lakhs in the current year as against ₹ 3,855.06 lakhs incurred during the previous year.



On a standalone basis, the profit before exceptional items and tax has increased to ₹ 14,847.33 lakhs as compared to ₹ 8,500.21 lakhs in the previous year. The profit after tax is ₹ 14,747.29 lakhs as against the profit of ₹ 8,500.21 lakhs in the previous year.

On a consolidated basis, the cash and cash equivalent in the Company as on March 31, 2025 is ₹ 1,457.40 lakhs, compared to ₹ 1,414.75 lakhs in the previous year.

On a consolidated basis, revenue from operations has decreased from ₹ 74,913.13 lakhs to ₹ 42,086.99 lakhs mainly due to oil in stock and reduction of day rates of operating facilities of Block B-80 and the profit after tax for the current year is ₹ 14,720.77 lakhs compared to ₹ 22,642.98 lakhs in the previous year.

### **Transfer to reserves**

During the year under review no amount was transferred to the capital reserves of the Company. For FY 2023-24, an amount of ₹ 203.52 lakhs was transferred to the capital reserves of the Company on account of assignment of 25% PI in Kharsang Block from Geopetrol International Inc. (GPII) to HOEC. The land and buildings of the Company are stated at cost and are not being revalued.

### **Measures taken to improve the operational & financial performance**

Your Company has been appropriately addressing the challenges presented by the evolving landscape with renewed vigor, all while ensuring the well-being of our employees and the communities wherein we operate. We remain vigilant in monitoring any material changes in future economic conditions and are committed to effectively managing their impact and associated costs across the organization.

## **3. OUTLOOK**

Your Company has adequate working capital and discretionary capital required for the development of its existing oil and gas blocks. The capital required for exploration would be met by the Company's internal accruals. Additionally, the Company is actively seeking inorganic growth opportunities, which will be risk-weighted before any capital commitments are made, for which the Company may raise additional capital and debt as and when necessary.

## **4. DIVIDEND**

Your Company is currently on a growth trajectory, actively pursuing exploration opportunities while also focusing on the appraisal and development of discoveries within its existing portfolio. To support this growth, the Company requires immediate financial resources. Consequently, your Directors do not recommend any dividend for the year.

The Dividend Distribution Policy framed in accordance with the provisions of the Companies Act, 2013 ("Act") and the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") is available on the Company's website at <https://www.hoec.com/policies/>.

## **5. DEPOSITS FROM PUBLIC**

Your Company has not accepted any deposits from public and as such, no amount on account of principal or interest are outstanding as at the Balance Sheet date.

## **6. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

Details of loans, guarantees and investments covered under Section 186 of the Act, forms part of the Notes to the Standalone Financial Statements provided in this Annual Report.

## **7. CHANGE IN THE NATURE OF BUSINESS**

Your Company did not undergo any change in the nature of its business during the year.

## 8. SHARE CAPITAL

There is no change in share capital during the year. The Company has not issued any shares with differential rights as to voting, dividend or otherwise.

## 9. SUBSIDIARIES

As on March 31, 2025, we have two (2) wholly-owned subsidiaries viz., Hindage Oilfield Services Limited and Geopetrol International Inc. and two (2) wholly-owned step-down subsidiaries - Geopetrol Mauritius Ltd. and Geoenpro Petroleum Limited. There are no associates or joint venture companies within the meaning of Section 2(6) of the Act.

Hindage Oilfield Services Limited ('Hindage'), an Indian public unlisted company, operates in the Oil Field Equipment and Services sector. Hindage owns Prem Pride, a Floating Storage Offshore facility with a 900,000 barrel oil storage capacity, which is currently deployed for storage of oil produced from HOEC's B-80 offshore field.

Geopetrol International Inc. ('GPII'), a Company incorporated in the Republic of Panama is another wholly owned subsidiary of HOEC which operates through an Indian Project Office. During the year, the Government of India approved the assignment of 25% participating interest held by GPII in Kharsang field in favour of HOEC - its holding company and affiliate, pursuant to the provisions of the Production Sharing Contract.

Geopetrol Mauritius Ltd. ('GML'), a company established under the laws of Mauritius holding Category I Global Business License, is wholly owned by GPII. GML owns Key Gibraltar - Offshore Installation, which is a customized Mobile Offshore Processing Unit currently deployed in HOEC's B-80 field at Mumbai offshore.

Geoenpro Petroleum Limited ('Geoenpro') is an Indian public unlisted company, which is co-owned by GML (50%) and Hindage (50%). Geoenpro is an upstream oil and gas company which holds 10% participating interest in Kharsang Field and is operator to the block.

There has been no material change in the business of the subsidiaries. During the year, Hindage and GPII were material subsidiaries of HOEC and the Board of Directors of your Company has reviewed the affairs of the subsidiary companies.

In accordance with section 129(3) of the Act, the Indian Accounting Standards (Ind AS) and relevant provisions of the Listing Regulations, Consolidated Financial Statements of the Company have been prepared which form part of this Annual Report.

Also, a statement containing salient features of the Company's subsidiaries is appended as Annexure - I to the Board's Report in the prescribed Form AOC-1.

Further, as per Section 136 of the Act, the Annual Audited Financial Statements including the Consolidated Financial Statements and related information of the Company and the Audited Financial Statements of the subsidiary companies are available on the company's website, at <https://hoec.com/annual-reports/>.



## 10. UNINCORPORATED JOINT VENTURES

The financial statements of the Company reflect its share of assets, liabilities, income and expenditure of the joint venture operations, which are accounted on the basis of available information on a line-by-line basis with similar items in the Company's Accounts, to the extent of the participating interest of the Company, as per various "Production Sharing Contracts" (PSCs) and "Revenue Sharing Contracts" (RSCs). The financial statements of the Unincorporated Joint Ventures are prepared by the respective Operators in accordance with the requirements prescribed under the respective PSCs and RSCs.

## 11. DIRECTORS AND KEY MANAGERIAL PERSONNEL

As on March 31, 2025, the Company had six (6) Directors including one woman director. The Board comprised of five (5) Non-Executive Directors, out of which three (3) are Independent Directors.

The Company has received necessary declaration from each Independent Director that he/she meets the criteria of independence as laid down under Section 149(6) of the Act and Regulation 25 of the Listing Regulations.

In the opinion of the Board, the Independent Directors fulfil the conditions specified in these regulations and are independent of the management. There has been no change in the circumstances affecting their status as Independent Directors during the year.

The Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, commission and reimbursement of expenses incurred by them for the purpose of attending meetings of the Company.

### Changes in Directorate during the year

During the year, Ms. Sharmila Amin retired as Non-Executive Independent Director effective from the closure of the business hours on December 16, 2024 upon completion of her tenure. The Board places on record its appreciation for her contribution to the Company.

Consequently, Mrs. Bhavani Balasubramanian was appointed as Non-Executive Independent Director for a period of five (5) years w.e.f. December 17, 2024.

### Changes in Key Managerial Personnel during the year

On May 8, 2024, Mr. S. Muthukrishnan resigned from his role as Company Secretary and Mrs. G. Josephin Daisy was appointed as the Company Secretary, effective the same date.

As on March 31, 2025, Mr. R. Jeevanandam, Managing Director; Mr. N. Sivalai Senthilnathan, Chief Financial Officer and Mrs. G. Josephin Daisy, Company Secretary were the Key Managerial Personnel (KMP) of the Company.

## 12. NUMBER OF MEETINGS OF THE BOARD

The Board met five (5) times during the financial year. The details of meetings are given in the Corporate Governance Report which forms part of this Annual Report. The intervening gap between the meetings was within the period prescribed under the Act and Listing Regulations.

## 13. POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The Board of Directors has framed a policy which lays down a framework for the nomination and remuneration payable to Directors and other Key Managerial Personnel. The details of the policy are stated in the Corporate Governance Report.

#### **14. DIRECTORS REMUNERATION**

Details of the remuneration paid to the Executive and Non-Executive Directors of the Company are given in the Corporate Governance Report section of this Annual Report.

#### **15. BOARD EVALUATION**

Pursuant to the provisions of the Act and the provisions of the Listing Regulations, Board has carried out an annual evaluation of its own performance, the Committees of the Board and individual directors. The manner in which the evaluation has been carried out is explained in the Corporate Governance Report.

#### **16. COMMITTEES OF THE BOARD**

The Board has five (5) Committees, namely Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee, Corporate Social Responsibility Committee and Risk Management Committee. The composition of the Board and its Committees are provided in the Corporate Governance Report section of this Annual Report. During the year, all recommendations made by the respective Committees were approved by the Board.

#### **17. RELATED PARTY TRANSACTIONS**

All related party transactions that were entered into during the year under review were on an arm's length basis and in the ordinary course of business. Disclosures relating to the related party transactions are set out in Note No. 44 of the standalone financial statements and Annexure II of this Report.

#### **18. DISCLOSURE REQUIREMENTS**

As per Listing Regulations, the Corporate Governance Report with the Auditors' Certificate thereon and the Management Discussion and Analysis including the Business Responsibility and Sustainability Report are set out in separate sections and form part of this Report.

#### **19. ANNUAL RETURN**

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2025, is available on the Company's website at <https://hoec.com/annual-reports/>.

#### **20. MATERIAL CHANGES AND COMMITMENTS**

No material changes and commitments which affect the financial position of the Company occurred between the end of the financial year to which the financial statements relate and the date of this Report.

#### **21. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS**

There were no material orders passed by the regulators or courts or tribunals impacting the going concern status and the Company's operations in future.

#### **22. DIRECTORS' RESPONSIBILITY STATEMENT**

The financial statements are prepared in accordance with the Indian Accounting Standards (Ind AS) under the historical cost convention on accrual basis except for certain financial instruments that are measured at fair values, the relevant provisions of the Act and the Rules made thereunder, guidelines issued by SEBI and guidance note on accounting for oil and gas producing activities (Ind AS) issued by the Institute of Chartered Accountants of India.

In terms of Section 134(5) of the Act, your Directors, to the best of their knowledge and belief and according to the information and explanation obtained by them, state that:

- (i) in the preparation of annual accounts for the financial year ended March 31, 2025, the applicable accounting standards have been followed and there are no material departures;
- (ii) they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that period;
- (iii) they have taken proper and sufficient care for the 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 fraud and other irregularities;
- (iv) they have prepared the annual accounts on a going concern basis;
- (v) they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively; and
- (vi) they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 23. AUDIT REPORTS AND AUDITORS

### Audit Reports for the financial year ended March 31, 2025:

- The Auditors' Reports on the standalone and consolidated financial statements form part of this Annual Report and do not contain any qualification, reservation or adverse remark.
- The Secretarial Audit Report for the year is included as Annexure III to this Report and it does not contain any qualification, reservation or adverse remark. The Company complies with all applicable Secretarial Standards.
- Your Company has maintained cost records which were duly audited in terms of Section 148 of the Act, read with the Companies (Cost Records and Audit) Rules, 2014. The cost audit report for the financial year ended March 31, 2024 was filed with the Central Government within the prescribed timelines.
- The Internal Auditors' findings are discussed, and actions, as required, are taken as per the directions of the Audit Committee on an ongoing basis to improve efficiency in operations.
- Neither the Statutory Auditors nor the Secretarial Auditors have reported to the Audit Committee under Section 143(12) of the Act, any instances of fraud committed against the Company by its officers or employees, the details of which would be required to be mentioned in the Board's Report.

### Auditors for the financial year ending March 31, 2026:

#### Statutory Auditor

At the 36<sup>th</sup> AGM of the Company held on September 30, 2020, the Members approved re-appointment of M/s. Deloitte Haskins & Sells LLP (FRN: 117366W/W100018), Chartered Accountants, as Statutory Auditors for a second term of five consecutive years to hold office from the conclusion of the 36<sup>th</sup> AGM of the Company until the conclusion of 41<sup>st</sup> AGM. The tenure of M/s Deloitte Haskins & Sells LLP, Chartered Accountants, as Statutory Auditors of the Company comes to an end at the conclusion of the ensuing 41<sup>st</sup> AGM of the Company. M/s BSR & Co. LLP, Chartered Accountants (Firm Registration No. 101248W/W-100022) have been recommended by the Board appointment shall be appointed as Statutory Auditors of the Company for a term of five consecutive years commencing from the conclusion of the 41<sup>st</sup> Annual General Meeting till the conclusion of the 46<sup>th</sup> Annual General Meeting of the Company, subject to the approval of shareholders at the ensuing Annual General Meeting.

**Secretarial Auditor**

In terms of Section 204 of the Act and rules made thereunder, the Board has recommended the appointment of M/s. S. Sandeep & Associates, Company Secretaries in Practice, as Secretarial Auditors to conduct the secretarial audit for a term of five consecutive years from FY 2025-26, subject to the approval of shareholders at the ensuing Annual General Meeting.

**Cost Auditor**

The Board of Directors have appointed Mr. K. Suryanarayanan, a Cost Accountant in Practice, as Cost Auditor of the Company at a fee of ₹ 2,50,000 (Rupees Two Lakhs and Fifty Thousand only) plus applicable taxes and out of pocket expenses, subject to ratification of the said fees by the shareholders at the ensuing Annual General Meeting.

**Internal Auditor**

The Board has engaged M/s. Guru & Ram LLP, Chartered Accountants, as its Internal Auditors. Their scope of work includes review of internal controls and its adherence, statutory compliances, health, safety and environment compliance, compliance towards related party transactions and risk assessments.

**28. INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY**

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, the work performed by the internal, statutory and secretarial auditors, including the audit of internal financial controls over financial reporting by the statutory auditors and the reviews performed by the Board and Audit Committee, the Company's internal financial controls were adequate and effective during the year under review.

The details in respect of internal financial control and their adequacy are included in the Management's Discussion and Analysis section of this Annual Report.

**29. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO**

Our Company is committed to technological innovation and environmental responsibility, ensuring that our operations deliver meaningful benefits to all stakeholders, while also advancing both technology and environmental stewardship, thereby ensuring that our operations benefit all stakeholders.

During the year under review, we implemented several key initiatives aimed at conserving energy and driving technological progress. A few of these are listed below:

**A) Conservation of Energy:****a) Steps taken or impact on conservation of energy:**

In an effort to become more energy efficient, the Company has taken the following steps -

1. BEE Star rated equipment: We have procured Bureau of Energy Efficiency (BEE) Star rated equipment wherever feasible to minimize energy consumption and enhance operational efficiency.

2. Reduction of Greenhouse Gas (GHG) Emissions: In alignment with climate change policies, we are continually working to reduce our GHG emissions through various effective measures and practices.
  3. Energy source optimization: Our in-house power requirements are primarily met using natural gas-based generators, with diesel-based generators used only in emergencies. Solar lamps have been installed near the operational areas to optimize energy resource utilization and promote sustainable energy practices.
  4. Air emission monitoring: We regularly monitor air emission sources and ambient air quality to ensure that emission levels remain below statutory limits stipulated by the Central Pollution Control Board.
  5. Automatic lighting controls: Automatic timers have been installed for all lights, except emergency lighting, to ensure they are turned off during daylight hours, thereby reducing unnecessary energy consumption.
  6. Timer-controlled equipment: Air compressors and fire water jockey pumps are equipped with timers to minimize runtime and conserve energy.
  7. Preventive maintenance: Periodic preventive maintenance and condition monitoring of aging equipment are conducted to extend asset life, reduce premature replacements, and lower energy consumption.
  8. Sustainable design and planning: Our project planning and design processes are focused on minimizing environmental impact and maximizing resource efficiency throughout the project lifecycle.
  9. Solar street lights: We have installed 355 nos. of solar street lights at selected locations within our operational areas to reduce reliance on traditional power sources.
  10. Rainwater harvesting: We have implemented rainwater harvesting systems to recharge groundwater resources at our operational sites.
  11. Groundwater quality monitoring: Regular analysis of groundwater samples in our operational areas ensures that water quality meets statutory standards as per Central Ground Water Authority Guidelines.
  12. Optimized air conditioning: Air conditioning systems are set to 25°C to optimize power consumption and improve energy efficiency.
  13. Greenhouse Gas emission reporting: We calculate and report our greenhouse gas emissions annually, using the HOEC Dirok benchmark for GHG emission as a reference.
  14. LED lighting conversion: The transition from sodium vapor lamps to LED fittings has been initiated at the PY-1 site as part of our energy conservation efforts.
  15. Employee awareness: We conduct energy conservation awareness programs to encourage responsible energy use among employees.
- b) Steps taken by the Company for utilizing alternate source of energy:
- The Company has successfully installed 355 solar street lamps across our operational areas at Assam. This initiative enhances visibility and safety within these areas while significantly reducing our dependence on conventional power sources. It directly supports our broader goals of energy conservation and carbon footprint reduction.
- By harnessing solar energy for street lighting, we are not only lowering energy consumption and operational costs but also reinforcing our commitment to environmental sustainability. This project exemplifies our dedication to integrating renewable energy solutions into our operations and promoting responsible resource management.
- c) Capital investment on energy conservation equipment:
- In order to enhance operational efficiency and reduce environmental impact, we have successfully replaced the manually operated choke valve with a remote-operated choke valve in one of our high-producing wells at the Dirok field in Assam.

This upgrade offers several key benefits:

- Reduced travel: The remote operation capability eliminates the need for frequent site visits, minimizing travel to well sites and associated logistics.
- Fuel savings: By decreasing travel requirements, we also reduce fuel consumption, further contributing to our sustainability goals.

This initiative not only streamlines operations but also supports our commitment to improving efficiency and reducing our carbon footprint.

- d) Impact of the measures mentioned in (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods:

Our commitment to energy efficiency has led to notable reductions in both energy consumption and Greenhouse Gas (GHG) emissions. Key actions contributing to these outcomes include:

- Minimal use of air conditioning: By optimizing air conditioning settings and usage, we have significantly reduced the overall energy demand for cooling.
- Deployment of energy-efficient systems: The implementation of advanced, energy-efficient systems across our operations has further decreased power and fuel consumption.

These measures have not only contributed to a substantial decrease in energy use and GHG emissions but have also resulted in lower operational costs. This aligns with our goal of achieving greater sustainability and efficiency in our operations.

## B) Technology absorption:

- (a) Efforts made towards technology absorption, adaptation, and innovation:

The Company is committed to adopting innovative approaches to enhance energy efficiency and minimize environmental impact. Our key initiatives include:

- Modular Gas Processing Plant: We have implemented an energy-efficient modular approach for our Gas Processing Plant in Assam. This includes the installation of Variable Frequency Drives (VFDs) on plant, equipment and machinery to optimize energy use. Additionally, we adhere to a Leak Detection and Repair (LDAR) program to monitor and address gas leaks, thereby controlling emissions effectively.
- Elephant corridor protection: To safeguard an Elephant Corridor in Assam, we have laid a 21 km pipeline 1.5 meters below the ground, connecting our Gas Gathering Station (GGS) to the Modular Gas Processing Plant (MGPP). This approach has significantly reduced our ecological footprint in this sensitive area.
- Horizontal flare system: At our MGPP in Assam, we have installed a sonic, natural draft, horizontal flare system with an enclosure. This system is designed to minimize environmental harm and ensure that flare operations are conducted with reduced impact on the surrounding environment.
- Carbon footprint reduction: We are actively working to reduce our carbon footprint through a combination of major and minor process changes. This includes supplying surplus power to the state grid and local tea factories, creating additional carbon sinks through plantation, and adopting green energy sources whenever feasible.
- LED lighting conversion: We are transitioning from conventional lighting to energy-efficient LED lights in a phased manner, which contributes to reduced energy consumption and lower operational costs.
- Technological advancements: We plan to adopt new technologies, such as surface jet pumps (ejectors), to enhance well production efficiency and further improve our operational effectiveness.

These efforts underscore our commitment to sustainability and environmental stewardship, aligning with our goals of energy efficiency and reduced ecological impact.

- (b) Technology import made during the last 3 years:
- Details of technology imported: Remote operated choke valve was imported and installed in one of the high producing well.
  - Year of import: 2022 & 2024
  - Whether the technology been fully absorbed: Yes
- (c) No Research and Development expenditure was incurred during the year.
- (d) No benefits like product improvement, product development or import substitution were derived during the year.

**C) Foreign exchange earnings and outgo:**

- (a) Activities relating to exports; initiatives taken to increase exports; development of new export markets for products and services; and export plans:

Company is engaged in production of crude oil and natural gas. The existing Government policies and Production Sharing Contracts (PSCs), to which Company is a party, is subject to domestic market obligations till self-sufficiency in domestic production of hydrocarbons.

- (b) The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows

(₹ in lakhs)

Particulars	FY 2024-25	FY 2023-24
Foreign exchange earning	Nil	Nil
Expenditure in foreign currency:		
- Operating expenditure	6,945.45	6,604.34
- Capital expenditure	294.66	88.96

**30. CORPORATE SOCIAL RESPONSIBILITY (CSR)**

The Company has in place a CSR policy which is available on our website at <https://hoec.com/policies/>. A brief outline of the CSR policy of the Company and CSR expenditure incurred during the year are set out in Annexure IV of this Report as per the format prescribed under the Companies (Corporate Social Responsibility Policy) Rules, 2014. The details of the composition and meetings of the CSR Committee are provided in the Corporate Governance Report section of this Annual Report.

**31. RISK MANAGEMENT**

The Company is responsible for reviewing the risk factors and ensuring effective mitigation and management. The Risk Management Committee identifies and monitors the risks associated with the Company's operations. In addition, the Audit Committee oversees the areas of financial risks and controls.

The development and implementation of risk management policy has been covered in the Management Discussion and Analysis Report, which forms part of this Annual Report.

**32. HUMAN RESOURCES MANAGEMENT**

Your Company continues to pursue the best practices to develop its human capital by hiring and retaining the best talent. The Company has a transparent performance appraisal system with focus on the organizational



objectives aligned with Key Performance Indicators. An objective performance measurement with an assessment of potential and identification of training needs for individual growth are being pursued.

The total permanent employee count, as on March 31, 2025, was 119 and the annualized attrition rate for the year stands at 15.58%.

### **33. PARTICULARS OF EMPLOYEES**

The particulars of employees including their remuneration as required to be reported under the provisions of Section 197(12) of the Act, read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are set out in Annexure V to this Report.

### **34. PROTECTION TO WOMEN EMPLOYEES**

The Company has in place a Corporate Policy on Anti-Sexual Harassment of Employees, in terms of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. An Internal Complaints Committee has also been duly constituted and during the year under review no complaints were received.

### **35. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)**

Pursuant to the provisions of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 (as amended from time to time), all unpaid or unclaimed dividends are required to be transferred by the Company to the IEPF, after completion of seven years. Further according to the said Rules, the shares on which dividend has not been paid or claimed by the shareholders for seven consecutive years or more shall also be transferred to the demat account of the IEPF Authority.

Accordingly, the Company has duly transferred all unclaimed/unpaid dividends and the corresponding shares as per the above requirements to the IEPF and has filed necessary forms with the Ministry of Corporate Affairs in this regard. Details of the same are provided in the Shareholder information section of the Corporate Governance Report and are also available on our website at <https://hoec.com/dividend-information/>.

### **36. LISTING ON STOCK EXCHANGES**

The Company's shares are listed on BSE Limited and the National Stock Exchange of India Limited and has duly paid the Annual Listing Fees as applicable.

### **37. ACKNOWLEDGEMENTS**

Your Directors place on record their gratitude for the support and co-operation received from the Ministry of Petroleum & Natural Gas, Directorate General of Hydrocarbons, Ministry of Defence, Ministry of Environment, Forests and Climate Change, the State Governments of Assam, Arunachal Pradesh, Gujarat, Maharashtra and Tamil Nadu and the authorities working under them. Your Directors express their gratitude to the Company's stakeholders, shareholders, business partners and bankers for their continuous support. Your Directors appreciate and value the professionalism, dedication and commitment of the HOEC team to overcome any challenges and to drive growth.

**For and on behalf of the Board of Directors**

Date : 28-05-2025  
Place : Chennai

**P.K. Borthakur**  
Director  
DIN: 06417854

**R. Jeevanandam**  
Managing Director  
DIN: 07046442

## Annexures to the Board's Report:

### Annexure - I Form No. AOC - 1

[Pursuant to first proviso to sub-section (3) of Section 129 of the Act read with Rule 5 of Companies (Accounts) Rules, 2014]

**Statement containing salient features of the financial statements of Subsidiary / Associate Company / Joint Ventures as on 31.03.2025**

#### PART A: Subsidiaries

(₹ in lakhs)

Particulars	Details	
Name of the subsidiary	Hindage Oilfield Services Limited	Geopetrol International Inc.
The date since when subsidiary was acquired	30/03/1992	09/04/2018
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA	NA
Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries	NA	Reporting currency: USD Exchange rate: ₹ 85.5814
Share capital	50.00	6,506.20
Reserves & surplus	5,022.28	8,450.36
Total assets (excluding investments)	14,111.96	36,033.25
Total liabilities	14,039.67	23,166.94
Investments	5,000.00	2,090.25
Turnover	5,305.89	7,267.48
Profit before taxation	(215.90)	884.54
Provision for taxation	(103.51)	35.19
Profit after taxation	(319.41)	849.35
Proposed Dividend	-	-
Extent of shareholding (In percentage)	-	-

Note:

- There are no subsidiaries which are yet to commence operations
- No subsidiaries have been liquidated or sold during the year.

#### PART B: Associates and Joint Ventures

**Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures**

The Company does not have any associate companies / joint ventures.

**For and on behalf of the Board of Directors**

Date : 28-05-2025  
Place : Chennai

**Ashok Kumar Goel**  
Director  
DIN: 00025350

**R Jeevanandam**  
Managing Director  
DIN: 07046442

**N Sivalai Senthilnathan**  
Chief Financial Officer

**Josephin Daisy**  
Company Secretary

## Annexure - II

### Form No. AOC - 2

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Act, including certain arm's length transactions under third proviso thereto**

**1. Details of contracts or arrangements or transactions not at arm's length basis.**

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2025, which were not at arm's length basis.

**2. Details of material contracts or arrangement or transactions at arm's length basis.**

	Particulars	I	II
(a)	Name(s) of the related party & nature of relationship	Hindage Oilfield Services Limited - Wholly owned subsidiary of HOEC	Geopetrol Mauritius Limited - Wholly owned step-down subsidiary of HOEC
(b)	Nature of contracts / arrangements / transaction	Provision of Floating Storage Offshore Services for B-80 offshore field	Provision of Offshore Installation for processing oil and gas from B-80 offshore field
(c)	Duration of the contracts / arrangements / transaction	5 years	5 years
(d)	Salient terms of the contracts or arrangements or transaction including the value, if any	i. Contract period of 5 years, subject to extension on mutually agreed terms ii. Charter hire rate: - Day rate of US\$ 47,500 all inclusive upto March 31, 2024 - USD 10 barrel of oil equivalent produced and saved, effective 1 <sup>st</sup> April 2024. iii. GST extra, as applicable, on account of B-80 Consortium iv. Fuel required for operation shall be supplied by the Operator v. Income Tax shall be borne by Hindage	i. Contract period of 5 years, subject to extension on mutually agreed terms ii. Charter hire rate: - Day rate of US\$ 49,500 all inclusive upto March 31, 2024 - USD 10 barrel of oil equivalent produced and saved, effective 1 <sup>st</sup> April 2024. iii. GST extra, as applicable, on account of B-80 Consortium iv. Fuel required for operation shall be supplied by the Operator v. Income Tax shall be borne by Geopetrol Mauritius Ltd.
(e)	Date of approval by the Board	May 30, 2022; May 28, 2025	May 30, 2022; May 28, 2025
(f)	Amount paid as advances, if any	Nil	Nil

	Particulars	III	IV	V
(a)	Name(s) of the related party & nature of relationship	Hindage Oilfield Services Limited - Wholly owned subsidiary of HOEC	Geopetrol International Inc. - Wholly owned subsidiary of HOEC	Geopetrol Mauritius Limited with Geopetrol International Inc. - Transaction between wholly-owned subsidiaries
(b)	Nature of contracts / arrangements / transaction	Interest on Loan	Interest on Loan	Interest on Loan
(c)	Duration of the contracts/arrangements/ transaction	1 year, extendable on mutual consent.	1 year, extendable on mutual consent.	1 year, extendable on mutual consent.
(d)	Salient terms of the contracts or arrangements or transaction including the value, if any	The outstanding inter-corporate loan of ₹ 65.43 Crores at an interest of 9% p.a.	The outstanding inter-corporate loan of ₹ 60.33 Crores at an interest of SOFR+3%.	The outstanding inter-corporate loan of ₹ 83.85 Crores at an interest of SOFR+3.4%.
(e)	Date of approval by the Board	August 12, 2022	February 13, 2020	January 20, 2022
(f)	Amount paid as advances, if any	Nil	Nil	Nil

For and on behalf of the Board of Directors

Date : 28-05-2025  
Place : Chennai

**P.K. Borthakur**  
Director  
DIN: 06417854

**R. Jeevanandam**  
Managing Director  
DIN: 07046442

**Annexure - III**  
**Form No. MR-3**  
**Secretarial Audit Report**

**for the financial year ended 31<sup>st</sup> March 2025**

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

To

**The Members**

**Hindustan Oil Exploration Company Limited**

CIN: L11100GJ1996PLC029880

Tandalja Road, Off Old Padra Road,

Vadodara - 390 020, Gujarat.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices of **M/s HINDUSTAN OIL EXPLORATION COMPANY LIMITED (CIN: L11100GJ1996PLC029880)** (hereinafter called "the Company"). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, and authorized representatives during the conduct of secretarial audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31<sup>st</sup> March 2025, generally has complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

1. We have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company for the financial year ended on 31<sup>st</sup> March 2025 according to the provisions of:
  - i. The Companies Act, 2013 (the Act) and the rules made thereunder;
  - ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
  - iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
  - iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment;
  - v. The following regulations and guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'), as amended from time to time:
    - a) The Securities and Exchange Board of India (Registrars to an Issue and Transfer Agents) Regulations, 1993, regarding Companies Act and dealing with client;
    - b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
    - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
    - d) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
    - e) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements), 2018; Not Applicable for the year under review.

- f) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
- g) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; Not Applicable for the year under review.
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; Not Applicable for the year under review.
- i) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; Not Applicable for the year under review.
- j) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; Not Applicable for the year under review.

2. We further report that, based on examination, on test check basis, of the relevant documents, information received, records maintained and representation received, there are adequate systems and processes in place to monitor and ensure compliance with the below mentioned laws applicable specifically to the Company in the Oil and Gas Exploration Sector, and also all other applicable laws, rules, regulations and guidelines, which includes the following:

- a) The Petroleum Act, 1934 and Petroleum Rules, 2002
- b) The Petroleum Tax Guide, 1999
- c) The Petroleum and Natural Gas Rules, 1959 and amendments thereunder
- d) The Oilfields (Regulation & Development) Act, 1948
- e) Indian Explosives Act, 1910
- f) The Water (Prevention and Control of Pollution) Act, 1974
- g) The Air (Prevention and Control of Pollution) Act, 1981

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

- i. Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India
- ii. The Listing Agreements entered into by the Company for the equity shares listed with BSE Limited and National Stock Exchange of India Limited and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We further report that during the period under review the Company has complied with the provisions of the applicable Acts, Rules, Regulations, Guidelines, Standards, etc. as mentioned above within the prescribed time or later on payment of additional fees.

4. We further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance and a proper system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.
- The Company has obtained all necessary approvals under the various provisions of the Companies Act, 2013 to the extent applicable.
- There was no prosecution initiated and no fines or penalties were imposed during the year under review under the Companies Act, 2013, the Securities Exchange Board of India Act, 1992, The Securities Contracts (Regulation) Act, 1956, Depositories Act, 1996, Foreign Exchange Management Act, 1999 and Rules, Regulations and Guidelines framed under these Acts against / on the Company, its Directors and Officers.

- The Directors have complied with the disclosure requirements in respect of their eligibility for appointment, their independence, wherever applicable and compliance with the Code of Business Conduct & Ethics for Directors and Management Personnel;
- We further report that based on the information received, records maintained and representation received, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with all applicable laws, rules, regulations and guidelines.
- We further report that during the period under review no specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc. referred to above have taken place.

**For S.Sandeep & Associates**

**S.Sandeep**

Managing Partner

FCS No.: 5853; C P No.: 5987

PR No: 1116/2021

UDIN: F005853G000422051

Place : Chennai

Date : 23-05-2025

This report is to be read with our letter of even date which is annexed as **Annexure A** and forms an integral part of this report.

***'Annexure - A'***

To,

**The Members,**

**Hindustan Oil Exploration Company Limited**

CIN: L11100GJ1996PLC029880

Tandalja Road, Off Old Padra Road,

Vadodara - 390 020, Gujarat.

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance of laws, rules and regulations and happening of events, etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For S.Sandeep & Associates**

**S.Sandeep**

Managing Partner

FCS No.: 5853; C P No.: 5987

PR No: 1116/2021

UDIN: F005853G000422051

Place : Chennai

Date : 23-05-2025



## Annexure - IV

### Annual Report on CSR Activities for the Financial Year 2024-25

(Pursuant to Section 135 of the Companies Act, 2013)

#### 1. Brief outline on the CSR policy of the Company:

HOEC's Corporate Social Responsibility policy is to:

- \* Proactively develop trusting and productive relationships with host communities through effective consultations
  - Positively engage with relevant stakeholders, understand their concerns and be responsive to their needs;
  - Use & encourage systematic processes to engage with the local stakeholders; and
  - Actively involve pertinent individuals and programme participants in designing and implementing CSR programmes.
- \* Respect local customs and traditions and leverage technology in all CSR programmes
  - Valuing cultural customs and pride of individuals and nurture positive relationship with the people in the project areas where the Company operates;
  - Aligning CSR programmes to build on existing capacities and initiatives to create greatest possible impact; and
  - Giving development opportunities to local communities in a culturally appropriate manner, in consultation & co-operation with local government authorities and other stakeholders, as may be appropriate.
- \* Treat host communities as valued partners in our resource development endeavours
  - Valuing local entrepreneurship and encouraging use of local goods, services and manpower to promote comprehensive economic growth of our operating footprint area;
  - Establishing infrastructure and platforms to make sustainable contribution to social and economic development; and
  - Enabling CSR programs to complement and support the developmental priorities at local and state level

In line with this CSR policy, the Company's CSR programmes focus on the following five broad themes with the objective to improve overall socio-economic indicators in the Company's area of operations:

- Promote local content by developing entrepreneurship;
- Upgrade local infrastructure;
- Enhance the quality of education in our operating area;
- Promote personal safety, environmental and technology awareness; and
- Support promotion of local culture and sports.

Details of the Company's CSR policy are available in the weblink: <https://hoec.com/policies/>

## 2. Composition of CSR Committee as on March 31, 2025

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Vivek Rae	Chairman, Non-Executive Independent Director	4	4
2	Mr. P. K. Borthakur	Member, Non-Executive Independent Director	4	4
3	Mr. Ashok Kumar Goel	Member, Non-Executive Non-Independent Director	4	4
4	Mr. R. Jeevanandam	Member, Managing Director	4	4

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the Company: <https://hoec.com/leadership/> and <https://hoec.com/corporate-social-responsibility/>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. Impact Assessment of CSR projects is Not applicable..

5. a. Average net profit of the Company as per sub-section (5) of Section 135.

₹ 11,208.11 lakhs

b. Two percent of average net profit of the company as per sub-section (5) of Section 135.

₹ 224.16 lakhs

c. Surplus arising out of the CSR Projects or programmes or activities of the previous financial years.

NIL

d. Amount required to be set-off for the financial year, if any.

NIL

e. Total CSR obligation for the financial year [(b) + (c) - (d)].

₹ 224.16 lakhs

6. a. Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).

₹ 59.83 lakhs

b. Amount spent in Administrative Overheads.

₹ 0.93 lakhs

c. Amount spent on Impact Assessment, if applicable.

Not Applicable

d. Total amount spent for the Financial Year [(a) + (b) + (c)].

₹ 60.76 lakhs

## e. CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
₹ 60.76 Lakhs	₹ 163.40 Lakhs	30.04.2025	NA		

## f. Excess amount for set-off, if any:

Sl.No.	Particular	Amount (in ₹)
i.	Two percent of average net profit of the Company as per sub-section (5) of Section 135	224.16 lakhs
ii.	Total amount spent for the Financial Year	60.76 lakhs
iii.	Excess amount spent for the Financial Year [(ii) - (i)]	Nil
iv.	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	Nil
v.	Amount available for set-off in succeeding Financial Years [(iii) - (iv)]	Nil

## 7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under sub-section (6) of Section 135 (in ₹)	Balance Amount in Unspent CSR Account under sub-section (6) of Section 135 (in ₹)	Amount spent in the Financial Year (in ₹)	Amount transferred to any a fund as specified under Schedule VII as per second proviso to subsection (5) of Section 135, if any		Amount remaining to be spent in succeeding Financial Years (in ₹)	Deficiency, if any
					Amount (in ₹)	Date of transfer		
1	2021-22	199.80	Nil	Nil	Nil	Nil	Nil	Nil
2	2022-23	Nil	Nil	Nil	Nil	Nil	Nil	Nil
3	2023-24	124.66	49.64	75.02	Nil	Nil	75.02	Nil

## 8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

No capital assets have been created or acquired.

## 9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of Section 135.

During the FY 2024-25, the Company has spent ₹ 60.76 Lakhs and transferred the balance amount pertaining to various ongoing / multi-year CSR projects as approved by the Board to the designated unspent CSR Account, which will be spent within a period of 3 years in accordance with CSR Rules.

For and on behalf of the Board of Directors

Date : 28-05-2025  
Place : Chennai

P. K. Borthakur  
Chairman, CSR Committee  
DIN: 06417854

R. Jeevanandam  
Managing Director  
DIN: 07046442

## Annexure - V

Information pursuant to Section 197 of the Act, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

a)	Name of Director / KMP	Title*	Remuneration FY 2024-25	Remuneration FY 2023-24	% increase / in decrease remuneration in FY 2024-25 as compared to FY 2023-24	Ratio of remuneration to MRE excluding WTDs	Ratio of remuneration to MRE including WTDs
	Mr. Vivek Rae	NE-ID	11,50,000	11,25,000	2%	1.29	1.28
	Ms. Sharmila Amin	NE-ID	9,00,000	11,75,000	-	1.01	1.00
	Mr. P. K. Borthakur	NE-ID	11,75,000	-	-10%	1.31	1.30
	Mrs. Bhavani Balasubramanian	NE-ID	2,50,000	13,00,000	-	0.28	0.28
	Mr. Ashok Goel	NED	-	-	-	-	-
	Mr. Rohit Dhoot	NED	-	-	-	-	-
	Mr. P. Elango <sup>(1)</sup>	MD	-	69,72,378	-	-	-
	Mr. R. Jeevanandam <sup>(2)</sup>	MD	1,89,75,300 <sup>(7)</sup>	1,63,05,066	16%	21.21	21.04
	Mr. N.S. Senthilnathan <sup>(3)</sup>	CFO	95,75,000	34,56,667	-	10.70	10.62
	Ms. Deepika C.S. <sup>(4)</sup>	CS	-	4,68,810	-	-	-
	Mr. S. Muthukrishnan <sup>(5)</sup>	CS	4,72,300	9,16,137	-	0.53	0.52
	Ms. Josephin Daisy <sup>(6)</sup>	CS	18,82,572	-	-	2.10	2.09

\* [NE-ID - Non-Executive Independent Director

NED - Non-Executive Director

MD - Managing Director

CFO - Chief Financial Officer

CS - Company Secretary

MRE - Median Remuneration Employees]

Note: (1) Mr. P. Elango retired as Managing Director on September 30, 2023

(2) Mr. R. Jeevanandam held the position of Executive Director & CFO upto September 30, 2023 and was subsequently appointed as Managing Director w.e.f. October 01, 2023.

(3) Mr. N.S. Senthilnathan was appointed as CFO w.e.f. November 15, 2023.

(4) Ms. Deepika C.S. resigned from her position as Company Secretary & Compliance Officer on November 10, 2023

(5) Mr. S. Muthukrishnan was appointed as Company Secretary & Compliance Officer w.e.f. November 10, 2023 and resigned from the said position on May 8, 2024.

(6) Mrs. G. Josephin Daisy was appointed as Company Secretary & Compliance Officer with effect from May 8, 2024.

(7) The Remuneration of Mr. R. Jeevanandam for FY 2024-25 excludes the salary arrears pertaining to the previous years.

(8) The commission to Independent Directors for FY 2023-24 and FY 2024-25 has been included.

- b) The MRE excluding WTDs was ₹ 9,01,736 for FY 2024-25 as against ₹ 8,68,088 for FY 2023-24. There is a 4% increase in MRE (excluding WTDs) for FY 2024-25 as compared to FY 2023-24 and a increase of 5% in MRE (including WTDs) for FY 2024-25 as compared to FY 2023-24.
- c) The number of permanent employees on the rolls of Company as on March 31, 2025: 119 (including ED)
- d) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration: There was an increase of 22% in the overall salaries of the employees.
- e) The Company affirms that the remuneration is as per the remuneration policy of the Company.

f) Names and details of top ten employees (excluding WTDs) in terms of remuneration drawn during the year:

Sr. No.	Name	Designation	Remuneration Received (in ₹)	Qualifications and experience in yrs.	Date of commencement of employment	Age (in yrs.)	Last employment held
1	Krishnan Raghavan	Chief Technical Officer - Exploration & Production	1,47,02,004	M. Tech- Applied Geology 29 yrs	11.12.2019	60	CNOOC
2	Sivalai Senthilnathan	Chief Financial Officer	95,75,000	B.Com, FCA, ACS 29 yrs.	15.11.2023	55	Electro Steel Casting Limited
3	Rajesh Sinha	Head of Drilling	60,76,216	B.E Mechanical 35 yrs	15.03.2024	58	Swazi Paper Mills Swaziland Ltd
4	Ashish Desai	Head Operations - Cambay	49,67,885	B.E (Mechanical) 26 yrs	06-02-2024	51	Forbes Bumi Aramada Limited
5	Satyanarayan S Zanwar	Sr. Manager - Production	40,72,926	B.E Instrumentation 29 yrs	03.02.2005	54	Swazi Paper Mills Swaziland Ltd
6	V Srinivasan	Principal Geologist (Exploration & Development)	40,22,963	M.Sc., M.Tech. Geology 20 years	13.11.2015	44	Sterling Global Oil Resources Limited
7	N Sridhar	Head of Accounts	40,22,963	B.Com 26 yrs	01.10.2015	49	Hardy Oil and Gas
8	Kali Bahadur Chetri	Principal Geologist	37,34,772	M. Tech - Applied Geology 23 yrs	01.04.2008	49	Premier Oil
9	Divya Prakash Singh	Head Geophysicist	37,07,118	M. Tech- Geophysics 25 yrs	16.08.2022	49	Bharat Petro Resource Limited
10	Debashish Gupta	Chief Resident Manger	32,33,354	Postgraduate in Personal Management 27 yrs	02.01.2017	58	Engineers India Limited

Note:

The aforementioned employees have / had been in permanent employment with the Company and are neither relatives of any directors of the Company, nor hold 2% or more of the paid-up equity share capital of the Company as per Clause (iii) of sub-rule (2) of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

**For and on behalf of the Board of Directors**

Date : 28-05-2025  
Place: Chennai

**P.K. Borthakur**  
**Director**  
DIN: 06417854

**R. Jeevanandam**  
**Managing Director**  
DIN: 07046442

# Management Discussion and Analysis Report

## OIL AND GAS LANDSCAPE IN INDIA

The Oil and Gas sector is a vital component of India's economy, ranking among the eight core industries that significantly influence decision-making across various sectors. As there is a direct correlation between India's economic growth prospects and its energy needs, there has been a steady requirement for oil and gas for decades, with demand growing at a rate of 3-4% each year. As of 2025, India has maintained its status as the third-largest consumer of oil globally<sup>1</sup>. Notably, the country relies heavily on imports, with over 86% of its crude oil and more than 50% of its natural gas sourced from other countries in the financial year 2024-25<sup>2</sup>.

During the financial year 2024-25, the total import of crude oil reached 248.23 million metric tonnes (MMT), an increase of 3.8% from 234.26 MMT in the previous financial year 2023-24. However, domestic crude oil production experienced a decline, falling to 26.49 MMT from 27.17 MMT in the previous year, primarily due to reduced output from mature fields<sup>3</sup>.

On the Crude oil - Natural gas front, total net production of Crude oil - Natural gas experienced a slight decline in financial year 2024-25, reaching 35,594 MMSCM (Million Standard Cubic Metres), down from 35,717 MMSCM in the previous financial year. This decline follows three consecutive years of production growth. Conversely, total consumption of Crude oil - Natural gas rose significantly to 71,314 MMSCM, compared to 67,512 MMSCM in FY 2023-24, despite stagnation in production levels.

These statistics underscore a persistent increase in the country's consumption of petroleum products. To satisfy this growing demand, India is compelled to import substantial quantities of crude oil and natural gas, thereby heightening its dependency on these resources. This trend emphasizes the critical role of the oil and gas sector in India's economy and the necessity for strategic planning to ensure sustainable growth and energy security.

To address the growing gap between energy supply and demand, the Ministry of Petroleum and Natural Gas (MoP&NG) is dedicated to accelerating Exploration and Production ('E&P') activities within the country. This commitment not only aims to enhance energy security but also to foster sustainable economic growth.

The estimated conventional hydrocarbon resources across 26 sedimentary basins in the country amount to approximately 41.87 billion tonnes, which includes both oil and gas equivalents. Of this, 12 billion tonnes are classified as discovered hydrocarbons, while a significant 29.796 billion tonnes remain undiscovered<sup>4</sup>. This undiscovered segment presents a considerable opportunity for future exploration and development.

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<sup>1</sup> World Energy Outlook 2024 by International Energy Agency (IEA)  
<sup>2</sup> Petroleum Planning & Analysis Cell (<https://ppac.gov.in>)  
<sup>3</sup> Petroleum Planning & Analysis Cell (<https://ppac.gov.in>)  
<sup>4</sup> Ministry of Petroleum and Natural Gas (<https://mopng.gov.in/en/exp-and-prod/conventional-hydrocarbon>)

According to the India Hydrocarbon Vision 2025, there is a mandate to appraise 100% of the Indian sedimentary area. Out of which only 79.5% of the basinal areas have undergone appraisal which indicates that India's sedimentary basins possess high untapped hydrocarbon potential, highlighting the need for continued exploration efforts in this vital sector<sup>5</sup>.

Most of India's oil and gas producing fields were discovered several decades ago and are currently on a natural declining trajectory. While producers have implemented technological interventions to mitigate this decline, it is imperative to make significant new discoveries and bring them into production to enhance the overall output. With this overarching objective, the Government of India has introduced several pathbreaking reforms notably over the past decade - including, a landmark shift from a 'production sharing' regime to a 'revenue sharing' regime for awarding contracts; simplified processes and reduced regulatory burden to promote exploration and production; release of previously 'no go' areas for new exploration; deregulation of crude, as well as marketing and pricing freedom for natural gas. As a significant outcome of these reforms, over 76% of India's active acreage under exploration have been awarded post 2014. Additionally, in March 2025, the Government of India passed the landmark Oilfield (Regulatory and Development) Amendment Bill, 2024 in the Lok Sabha which aims at reforming the legal framework and making the sector more attractive for foreign investment, potentially leading to new discoveries.

### Pricing

In the financial year 2024-25, crude oil prices have fallen below \$70 per barrel, marking the lowest levels observed in three years. As of March 2025, crude oil prices have experienced a significant decline of over 18% compared to April 2024, this downturn can be attributed to several factors, including OPEC's revised demand forecasts, reduced consumption in China, the rising demand for electric vehicles, a global economic slowdown, trade tensions, and expectations of stagnating demand. Additionally, an oversupply in the market and uncertainty in international trade have contributed to this price drop.

The average crude oil price for the financial year 2024-25 has decreased by approximately 4.85%, settling at \$78.56 per barrel, down from an average of \$82.58 in financial year 2023-24.

Furthermore, the price of domestic natural gas, which is determined by a combination of global market prices, has also seen a reduction. The price of natural gas as notified by the Government's Petroleum Planning & Analysis Cell (PPAC) decreased to \$7.80 per MMBTU in March 2025, down from \$8.17 per MMBTU in March 2024.

### India's Energy Demand

India's economic growth is intricately linked to its energy demand, leading to a projected increase in the need for oil and gas. This trend positions the energy sector as a highly attractive area for investment. As the nation continues to develop socially and economically, energy demand is expected to rise correspondingly.

India's Economic Survey 2024-25 projects its real GDP growth rate to range between 6.3% to 6.8% for the financial year 2025-26. This robust growth trajectory is anticipated to persist throughout the decade, although a gradual moderation is expected as the decade progresses. Consequently, India's energy demand is forecasted to surpass that of all major global economies over the coming years.

India's oil demand is expected to increase to 5.74 million barrels per day (bpd) in 2025, rising further to 5.99 million bpd in 2026, representing a growth of 4.28%<sup>6</sup>.

While recent tariffs imposed by the United States may pose challenges to GDP growth, it is anticipated that fiscal and monetary stimulus measures will effectively mitigate these impacts.

<sup>5</sup> DGH Report on India's Hydrocarbon Outlook 2024-25

<sup>6</sup> India Brand Equity Foundation (<https://www.ibef/news/>)



**HOEC’ BUSINESS - AN OVERVIEW**

As one of the pioneer private players in the Indian Exploration and Production (E&P) sector, HOEC boasts a diverse portfolio that includes 10 oil and gas blocks with discovered resources and one exploratory block. These assets are strategically situated across four of the seven producing basins in India.

Recognizing the critical importance of energy security for the nation, HOEC's operations are closely aligned with national interests. Our steadfast commitment is centered on the exploration, development, and production of oil and gas resources, with a focus on transforming these resources into valuable assets. Through this endeavour, we aim to create value for all stakeholders while simultaneously enhancing the nation's energy landscape. Our approach is grounded in responsible growth, ensuring sustainable practices that will empower the future of our country.

Our vision is to establish and transform resources into assets, thereby generating value for all stakeholders as we 'Grow Responsibly'.

We strive to achieve this vision by way of:

- Exploring for Oil & Gas;
- Actively seeking new opportunities to expand our resource base;
- Execution to transform resources to reserves;
- Implementing effective strategies to convert reserves to revenues; and
- Enhancing value thereby maximizing returns for all stakeholders.

**Core Values**

At HOEC, we are dedicated to driving progress in the energy sector while upholding our commitment to sustainability and responsible development.

<b>Honesty</b>	We maintain the highest standards of honesty and integrity in all aspects of our business operations.
<b>Ownership</b>	As a cohesive team, we take full responsibility for our decisions, behaviours, mindsets, and outcomes.
<b>Entrepreneurship</b>	We foster a spirit of entrepreneurship, continuously exploring new means to unlock value and create a positive impact for all stakeholders.
<b>Care</b>	We demonstrate genuine care and concern for the environment in which we operate, our communities, and for each other.

The Company recognizes the critical importance of obtaining and maintaining the social license to operate by excelling in environmental, social, health, and safety practices. This commitment is integral to our overall business success. Our objective is to be a responsible corporate citizen in India, prioritizing the use of local talent, services, and equipment to support sustainable development.

**STRENGTHS**

The Company holds a well-balanced asset portfolio comprising oil and gas blocks, each of which contains discoveries that are either currently producing or ready for development. Our geographical footprint is diverse, with operations in four of India's seven producing basins. A significant advantage of our portfolio is the exploration upside potential, bolstered by infrastructure that facilitates rapid monetization of our assets. We hold operatorship in the majority of our blocks, enabling us to drive value creation and make informed strategic decisions.

Our leadership team consists of seasoned professionals with extensive industry experience, complemented by a competent technical talent. We have established a track record of delivering fast-track development and cost-effective operations, both onshore and offshore, with a steadfast commitment to health, safety, and environmental performance. This focus ensures that our operations are not only efficient but also sustainable.

In summary, the strengths of our Company lie in our diverse portfolio of high-quality assets, our experienced management team, and our unwavering commitment to safe and sustainable operational practices.

## STRATEGIC DIRECTION

With over four decades of experience in the E&P sector, HOEC is strategically positioned to drive sustainable growth and create long-term value for all stakeholders while enhancing profitability by:

- Accelerating Resource Development: We prioritize the development of discovered resources to expedite project timelines and monetize resources at a faster pace.
- Optimizing Asset Management: Our asset model emphasizes core operations and resource management, complemented by strategic outsourcing to leverage expertise and optimize performance.
- Maximizing Operational Efficiency: By leveraging existing infrastructure and fostering synergies with local contents, we aim to enhance operational efficiency.
- Adopting a Low-Cost Operating Model: We aim to emerge as self-funding company that generates sustainable cash flow from our producing assets, ensuring fiscal stability and growth.
- Fostering Long-Term Stakeholder Value: We are dedicated to creating long-term value for our stakeholders by conducting our business with respect and consideration for the communities we serve and the environment in which we operate.
- Ensuring Reserve Replacement: We actively pursue both organic and inorganic exploration and development opportunities to ensure continuous reserve replacement and growth.

## OPERATIONAL HIGHLIGHTS

In accordance with our business objectives, the Company conducts thorough evaluations of all projects to assess their technical and economic viability. By leveraging our in-house geoscience expertise as well as collaborating with independent third-party specialists, we identify, assess, and prioritize opportunities for growth.

Throughout the financial year 2024-25, our primary focus has been on maintaining safe and efficient operations in our producing fields while adeptly navigating the various operational challenges.

## KEY OPERATIONAL HIGHLIGHTS OF FY 2024-25

### Production-wise performance:

The Company's aggregate production on consolidated basis during FY 2024-25 was 1.08 million barrels of oil equivalent (MMBOE) (Crude oil: 0.36 million barrels; Gas: 3.80 BCF) as against 0.99 million barrels of oil equivalent (MMBOE) (Crude oil: 0.29 million barrels; Gas: 3.73 BCF) during the previous year.

### Block-wise operations and performance:

- a. Dirok:
  - Average Production: Gas - 17.76 mmscfd & Condensate - 311 bopd
  - Revised Field Development Plan (RFDP) completed and submitted for extension of Production Sharing Contract (PSC)
  - Workover operations completed and additional gas reserves added from the previously unexplored Sand-9
  - Laying of 15 kms of pipeline in forest section is completed to connect to Duliajan hub and completion of North-Eastern Gas Grid will eliminate the current demand constraints for the block.
- b. B-80:
  - Average Production: Gas - 5.23 mmscfd & Oil - 753 bopd
  - Gas is sold through IGX (Indian Gas Exchange)
  - Participating Interest elevated to 100% from 60%
  - Both wells in this block are operational.
  - Planned for the work-over of existing wells and drilling three new wells to improve the production.
  - A portion of the gas is sold at the rate of 12.05% of Brent, while the remaining quantity is sold on IGX at a higher price.

c. PY-1:

- Average Production: Gas - 0.12 mmscfd & Condensate - 3 bopd.
- Seismic reprocessing and in-house study has been completed based on which three prospective well locations are released.
- Review of geological model by Fractured Basement Specialists to confirm the well locations and review the field potential.

d. Kharsang:

- Average Production: Gas - 0.45 mmscfd & Oil - 361 bopd
- The Company obtained Environmental Clearance (EC) for drilling 40 new development wells and five exploration wells. Spud the first development well on 31<sup>st</sup> March 2025 after a gap of about 12 years.
- The initial plan is to drill nine development wells; of these, drilling of Well KSG-71 was successfully completed and hooked up for production in May 2025.

e. Cambay Blocks - Asjol, Palej & North Balol:

- Average Production: Gas - 0.51 mmscfd & Oil - 77 bopd.
- EC obtained for drilling two wells each in North Balol and Asjol.
- Ring-Fenced PSC for Palej has been submitted to MoP&NG for approval.

f. Block AA-ONHP-2017/19:

- Reprocessed the 3D Seismic data, PSDM data interpreted, and the final well locations have been released.
- EC obtained.
- Applied for two years' Revenue Sharing Contract (RSC) extension, post which it is planned to drill the first exploration well.

g. Umatara:

- Indian Oil Corporation Ltd. is the Operator of this Block.
- Geological & Geophysical study completed and the location for the first well has been released.
- Environmental clearance has been obtained and mobilization notice for Rig has been issued.

**Key Performance Indicators related to HSE:**

KPI's statistics	FY 2024-25	FY 2023-24
Fatalities Accident Rate (FAR)	0.00	0.00
Lost Time Injury Rate (LTIR)	0.01	0.00
LTI Severity Rating	0.00	0.00
No. of LTIs	1	0
Days since last LTI	123	680
Oil Spill Incidents	0.00	0.00

## Reserves

As of March 31, 2025, our in-house estimates of proved and portable (P+P) reserves, on a working interest basis, stand at 47.87 MMBOE which doesn't include the reserves of 14.37 MMBOE pertaining to 40% PI acquired in Block B-80 from Adbhoot Estates Private Limited (AEPL), by way of assignment agreement on March 31, 2025 which is pending approval of the Government of India.

## FINANCIAL PERFORMANCE

Your Company achieved a consolidated turnover of ₹ 42,086.99 lakhs in the financial year 2024-25. The net profit after tax was ₹ 14,720.77 lakhs. On a standalone basis, revenue for the current year has decreased to ₹ 30,606.90 lakhs from ₹ 48,836.15 lakhs during the previous year, mainly due to oil in stock in Block B-80 and reduction in oil and gas prices.

The average price realised on sale of crude oil for financial year 2024-25 is US\$ 75.97 / bbl and for gas is US\$ 9.80 per mmbtu, against US\$ 78.73/bbl for crude oil and US\$ 11.57 per mmbtu for gas during the previous year.

The Company's production on working interest basis during the year is 10,78,687 boe (2,955 boepd) and for the previous year was 9,42,154 boe (2,574 boepd). The increase is mainly due to assignment of 40% participating interest in Block B-80. Other income for the current year stood at ₹ 7,891.10 lakhs as against ₹ 3,287.94 lakhs in the previous year, which includes interest income (Refer Note no. 48 of Standalone Financial Statements) and income from financial investments.

## Operating Costs

During the year, the cost towards production expenses decreased to ₹ 26,327.94 lakhs compared to ₹ 27,634.75 lakhs in the previous year. This decrease is due to reduction in plant hire charges. Other expenses have decreased to ₹ 1,043.52 lakhs from ₹ 1,370.62 lakhs in the previous year. This is mainly on account of reduction in rates and taxes.

## Finance Costs

The Company incurred finance costs of ₹ 597.88 lakhs during financial year 2024-25, in addition to the finance cost on unwinding of decommissioning liability of ₹ 1,073.81 lakhs, compared to ₹ 1,385.46 lakhs and ₹ 868.76 lakhs respectively in the previous year. This decrease is on account of repayment of loans during the year.

## Net Profit / Loss

On a standalone basis, the Profit-After-Tax is ₹ 14,747.29 lakhs as against ₹ 8,500.21 lakhs in the previous year. The increase in profits is mainly due to reduction of operating charges of facilities pertaining to the previous quarters of the year and other interest income.

However, on a consolidated basis, the Profit-After-Tax is ₹ 14,720.77 lakhs as against ₹ 22,642.98 lakhs in the previous year. The decrease is mainly on account of oil and gas price reduction and reduction of operating charges of facilities.

## Cash Flow

The Operating profit before working capital changes is ₹ 11,640.17 lakhs in the current financial year compared to ₹ 10,681.01 lakhs in the previous year. The effective cash and cash equivalents of the Company at the end of the financial year is ₹ 763.65 lakhs, as against ₹ 879.77 lakhs in the previous year. The Company is having a Bank deposit of ₹ 5,834.82 lakhs (Refer Note no. 19 of Standalone financial statements).

## Ratio Analysis

The key financial ratios on a standalone basis are as follows:

Particulars	FY 2024-25	FY 2023-24
Trade Receivable Turnover Ratio	2.63 times	3.91 times
Inventory Turnover Ratio	2.57 times	8.91 times
Current Ratio	2.35 times	1.68 times
Debt-Equity Ratio	0.04 times	0.07 times
Operating Profit margin	34%	19%
Return on Net Worth	13%	10%

## Companies (Indian Accounting Standards), Rules 2015

In accordance with the Companies (Indian Accounting Standards), Rules 2015 of the Companies Act, 2013, the Company has followed the Indian Accounting Standards (Ind AS) for preparation of its financial statements.

## Critical Accounting Policies and Estimates

The preparation of the financial statements requires the Company's management to make several estimates and assumptions relating to the reported amounts of assets and liabilities and the disclosures of contingent assets and liabilities as at the date of the financial statements and the reported amounts of revenues and expenses during the period. When alternatives exist among various accounting methods, the choice of the adopted accounting method can have a significant impact on reported amounts. The following is a discussion of the accounting policies, estimates and judgments which the management believes are most significant in the preparation of the financial statements.

## Oil and Gas Properties

We account for crude oil and natural gas properties under the Successful Efforts Method (SEM) of accounting. Under the SEM, costs to (i) acquire mineral interests in crude oil and natural gas properties, (ii) to drill and equip exploratory wells that find commercial quantities of proved reserves, and (iii) to drill and equip development wells are capitalized. Proved property acquisition costs are amortized by the Unit of Production Method on a field by-field basis, based on total proved developed crude oil and natural gas reserves, as approved by the Management Committees of the respective Unincorporated Joint Ventures. Costs associated with drilling successful exploratory wells and drilling development wells are amortized by the Unit of Production Method on a field-by-field basis. These costs, along with support equipment and facilities, are amortized based on proved developed crude oil and natural gas reserves. Survey and seismic acquisition costs are expensed.

Besides being the recommended method under the Guidance Note issued by the Institute of Chartered Accountants of India, the Company believes that the SEM is the most appropriate method to use in accounting for our crude oil and natural gas properties as it provides a better representation of the operational results for a company of our size.

## Site Restoration Liability

The Company's Site Restoration Liability consists of estimated costs of dismantling and abandoning producing well sites and facilities, site reclamation and similar activities associated with our oil and gas properties. The recognition of Site Restoration Liability requires that the management makes estimates, assumptions, and judgments regarding such factors as estimated probabilities, amounts and timings of obligation. The corresponding amount is added to the cost of the producing property and is expensed in proportion to the production for the year and the remaining estimated proved reserves of hydrocarbons based on latest technical assessment available with the Company. Any change in the value of the estimated liability is dealt with prospectively and reflected as an adjustment to the provision and the corresponding producing property.

### Liquidity

At the year end, HOEC had cash and cash equivalents of ₹ 763.65 lakhs. Cash surplus is placed in debt-oriented liquid funds and bank deposits. HOEC manages its short-term liquidity to generate returns by investing its surplus funds, while ensuring safety of capital.

### Capital Requirements

Your Company has adequate working capital and discretionary capital required for the development of existing oil and gas blocks. The capital required for exploration activities would be met by the internal accruals of the Company. Additionally, the Company is actively seeking inorganic growth opportunities, which will be risk-weighted before making any capital commitments, and the Company may raise additional capital and debt as and when necessary.

### Internal Control Systems and their Adequacy

The Company maintains a comprehensive system of internal control. This comprises the management systems, organizational structures, processes, and standards that are implemented to conduct our business operations. The Company has a proper and adequate system of internal control commensurate with the size and nature of business. These systems provide reasonable assurance in respect of providing financial and operational information, complying with applicable statutes, safeguarding of assets of the Company, and ensuring compliance with corporate policies.

The Company also conducts periodic evaluations, mainly through its Internal Audit and Statutory Audit teams to determine the adequacy of its internal controls system.

The Company has appointed M/s Guru & Ram LLP, Chartered Accountants, an independent firm with expertise in internal audit and assurance, which inter-alia ensures the adequacy of the procedures of recognizing and managing risks applied by the Management, the effectiveness of the internal controls system and the quality and reliability of the information given to the Management with regards to the System of Internal Controls. The adequacy of the internal controls system is monitored by the Audit Committee, through reports submitted to it. Reports by the Management and the Internal Auditors include assessments of the major risks and the effectiveness of the internal controls system in addressing them.

Systemic weaknesses identified, if any, are incorporated in the reports, including the impact they had or could have had, as well as the actions of Management to correct them. No significant control failures were reported during the year.

As part of the Company's internal control process, any transactions with related parties are approved by the Audit Committee and Board of Directors and appropriately disclosed in the financial statements.

The Company's Information Technology (IT) Department provides the required tools and solutions to all employees to manage the operations with support of IT systems and applications efficiently using internal and external resources.

The Company has internal controls regarding fixed assets, inventories, cash and bank checks, etc., such as physical security, inventory counts and reconciliations of physically counted quantities with the recorded ones. Further, the Company has a schedule of quarterly inventory verification to confirm inventory levels as per accounting records. The Company also has a list of delegated authorities and responsibilities, which depicts assigned authorities to various Company executives, to conduct certain transactions or actions (e.g., payments, receipts, contracts, etc.).

## RISK MANAGEMENT

As an upstream oil and gas company operating in both onshore and offshore contract areas, we are inherently exposed to a variety of risks at both surface and subsurface levels. In addition to these operational challenges, the Company faces a range of external factors, including fluctuations in foreign exchange rates, insurance-related risks, complexities associated with joint ventures, competitive pressures, credit risks, transportation, infrastructure challenges, general safety concerns, and legal & regulatory hurdles.

These risks and uncertainties, many of which lie beyond our control, have the potential to impact our business operations, financial stability, and overall reputation. To address these challenges proactively, we are committed to the continuous identification and monitoring of key risks and uncertainties, with the aim of minimizing their impact on our operations.

Our Senior Management team, the Risk Management Committee, and the Board of Directors engage in regular discussions and reviews of the Company's risk profile and management strategies. This collaborative approach ensures that we operate in a manner that effectively mitigates potential risks.

### Risk and Response

The key risks which may significantly impact our operational and financial stability and profitability, and the corresponding mitigation strategies are outlined below:

#### Strategic and Operational Risks:

Risk	Mitigation
Business Model	Our Risk Management Committee along with the Management team and Board Members regularly assess the Company's business model to make necessary adjustments in response to changing economic conditions.
Portfolio Mix	In order to mitigate potential risks, our Company strategically manages a diverse portfolio of oil and gas assets. Maintaining a well-balanced portfolio mix spread across various sedimentary basins and at different stages of the project life cycle, helps us minimize our exposure to geographical, geological, and commodity market risks.
Exploration, Geological and Reservoir Risk	Exploration is a high-risk endeavor, as only a small percentage of exploration wells lead to commercial discoveries. At HOEC, we follow a systematic geo-scientific workflow under internal technical guidance, which is then peer-reviewed by third-party experts. This approach helps us develop a clearer understanding of the asset's potential and make informed decisions moving forward, thereby minimizing geological and reservoir risks while maximizing opportunities for success.
Reserves Estimation and Recovery Risk	The process of estimating underground accumulations of crude oil and natural gas involves a high level of technical judgment and relies heavily on the quality of geological and reservoir data. Due to the inherent uncertainties in this process, actual recoverable reserves often differ significantly from initial estimates. Reservoir engineering plays a key role in navigating these uncertainties and ensuring accurate estimations. The Company carefully considers these factors when making decisions regarding resource development and production.
Community Relationship	We have implemented a robust local content policy to ensure that we are actively engaging with our stakeholders. We prioritize hiring local personnel whenever possible and provide support for their skill development. This commitment to the community not only benefits our operations but also fosters a positive and collaborative environment for all involved.

Economic / Financial Risks:

Risk	Mitigation
Commodity Price Volatility	HOEC does not currently use any hedging instruments to manage our oil and gas revenue. By remaining vigilant and proactive in our cost optimization efforts, we aim to mitigate the potential negative impacts of commodity price fluctuations on our Company's financial performance. Additionally, the impact of a declining oil/gas price is partially offset by the production sharing formula in the Production Sharing Contracts (PSCs), which results in an increased share of gross production for the company in a falling oil price scenario due to the cost recovery mechanism in place.
Foreign Exchange Exposure and Interest Rate Risk	HOEC benefits from a natural hedge to a certain extent. This is because a large portion of its receivables and expenditures are denominated in United States Dollars (US\$). This helps to reduce the Company's vulnerability to fluctuations in foreign exchange rates and interest rates.
Cost Inflation impacting both Goods and Services	HOEC implements structured planning processes that provide ample time for procuring services and tracking critical path activities. The Company also maintains historical procurement cost data and consistently monitors market changes to stay ahead of potential cost increases.

Health, Safety and Environmental Risks:

Risk	Mitigation
Health, Safety and Environment	<p>Prior to the commissioning of production installations, HOEC conducts HAZOP, HAZID, SIMOPS, and Safety Integrity Level (SIL) studies to identify and mitigate process hazards related to safety and environmental impact. The Company maintains a risk register and an Emergency Response Plan for all operating installations.</p> <p>HOEC has established a comprehensive policy on Health, Safety, and Environment, outlining the organization's commitment and approach to managing these aspects in the workplace. The Company adheres to the guidelines set forth by regulatory authorities at both the Central and State levels, and conducts compliance audits regularly.</p> <p>Operations are initiated only after Environmental Impact Assessments are prepared and approvals from authorities are obtained. A robust HSE management system is implemented across all HOEC installations.</p> <p>In preparation for any potential crises, a Crisis Management Plan (CMP) has been developed, and a Crisis Management Team (CMT) has been formed to ensure safe operations in challenging offshore environments.</p>
Natural catastrophes	<p>HOEC diligently conducts pre-monsoon preparations and consistently maintains its facilities to withstand normal weather variations. Furthermore, the Company conducts regular mock drills and has a strong crisis management system in place to effectively respond to any emergencies.</p> <p>HOEC also ensures that appropriate insurance coverage is in place to protect its properties.</p>
Industrial Accidents, Oil spill	Increased focus on health and safety measures, inspections and process assessments, communication assessments and proper emergency response preparation are the key components of mitigating the impact of industrial accidents and oil spills.



Compliance, Ethical and Governance Risks:

Risk	Mitigation
Legal, Regulatory and Litigation	HOEC's operations are governed by various laws and regulations. Any changes in regulations could potentially affect the Company's overall value. To mitigate these risks, we conduct proactive assessments and ensure strict compliance with all applicable laws. The Company is currently involved in several ongoing litigations. Adverse rulings in these cases could significantly impact the Company's financial standing.
Ethical Conduct	At HOEC, we place a high value on ethical conduct and strive to maintain transparent and responsible relationships with all our stakeholders. To ensure accountability and integrity within our organization, we have implemented a robust Whistleblower Policy. This policy allows employees to report any unethical behavior directly to the Chairman of the Board, providing a safe and confidential channel for addressing concerns. By fostering a culture of transparency and accountability, we are committed to upholding the highest ethical standards in all aspects of our operations.
Corporate Governance	HOEC acknowledges the critical importance of upholding strong corporate governance procedures and processes. The Company has implemented a robust governance framework to ensure compliance with regulatory guidelines and best practices. The Board regularly reviews and monitors compliance with applicable regulatory guidelines.

**Insurance Coverage**

Our business operates in an environment characterized by diverse risks. To safeguard against potential financial losses arising from operational hazards such as physical damage, seepage and pollution, employer liability, third-party liability, goods in transit, and comprehensive general liability, we maintain insurance coverage for both our operated and non-operated assets.

This coverage is subject to standard deductibles and recovery limits. We ensure that our insurance levels are not only adequate but also aligned with industry standards. To achieve this, we conduct regular assessments of our risk exposure and evaluate the cost and availability of insurance options. Based on these evaluations, we adjust our insurance program as necessary to provide optimal protection for our business. Additionally, the Company obtains Directors and Officers Liability Insurance to cover expenses related to legal representation.

Overall, HOEC takes a proactive approach to managing the risks that impact its operational and financial performance. We have established comprehensive strategies to mitigate these risks and effectively navigate potential challenges.

**TALENT DEVELOPMENT**

At HOEC, our primary business objective is to drive transformation through the strategic integration of talent and technology. We are focused on cultivating a pool of exceptionally skilled individuals in our core areas of expertise: Exploration, Drilling, and Development. To enhance our operational efficiency, we have established partnerships with reputed oilfield service providers that possess the scale, resources, and systems necessary to support our initiatives.

Our Company offers a robust platform for talented individuals to nurture their ideas, collaborate effectively, and deliver value that resonates with all stakeholders. Our commitment to creating sustainable stakeholder value is linked to our ability to attract, motivate, and retain top-tier talent. To this end, we continuously strengthen our technical talent pool by engaging experienced professionals on both full-time and part-time basis.

We are dedicated to fostering a supportive and dynamic work environment where employee engagement thrives. We value work-life balance and actively embrace gender diversity within our workforce. Our unwavering commitment to developing and deploying individuals with the requisite skills, capabilities, and determination is essential in achieving our business objectives. Advancement opportunities are based on performance and aptitude, ensuring a fair and equitable playing field for all employees.

## STRATEGIES FOR SUSTAINABLE OPERATIONS

As India positions itself as a pivotal player in the global energy sector, the intricate balance between economic growth and environmental conservation becomes increasingly vital. Hence, it is essential to enhance energy supply while effectively addressing the challenges associated with both onshore and offshore oil and gas exploration. This must be pursued alongside a steadfast commitment to environmental stewardship in the quest for sustainable development.

At HOEC, we are driven by our vision to become the finest Independent Oil and Gas Company, dedicated to transforming the interests of all stakeholders through the integration of 'Talent and Technology'. We are committed to building a robust organization that creates long-term stakeholder value while we 'Grow Responsibly'. Our aim is to uphold the highest standards of corporate behavior towards all stakeholders and the local communities in which we operate.

We firmly believe that 'All Lives Have Equal Value', and ensuring safety of all concerned parties is of paramount importance. To monitor our Health, Safety, and Environmental (HSE) performance, we generate comprehensive statistics, both leading and lagging indicators, for each operational site on a monthly basis. Additionally, we conduct Environmental Impact Assessments (EIA) to evaluate the environmental and social implications of our activities, including assessments of ambient air quality, groundwater, surface water, soil quality, and emissions. These studies are crucial for securing the necessary approvals from the Ministry of Environment, Forests, and Climate Change.

We have implemented a robust Emergency Response Plan (ERP) for our production operations, drilling campaigns, and project execution activities to ensure swift response in the event of an emergency. We also conduct monthly mock drills to assess the efficacy of our emergency response procedures.

In the financial year 2024-25, HOEC has continued to uphold a strong health and safety record. We have implemented specialized training programs focused on Job Safety Awareness (JSA) and Risk Assessment, alongside various Health, Safety, and Environment (HSE) awareness campaigns at our operational sites.

This information has been provided in accordance with the guidelines set forth by the Securities and Exchange Board of India in the Business Responsibility and Sustainability Report (BRSR), which is included as part of this Annual Report.

## BUSINESS OUTLOOK

As we look ahead to fiscal year 2025-26, the outlook for oil and gas companies in India presents a complex landscape of both opportunities and challenges. The sector is undergoing significant transformation in response to evolving market dynamics, regulatory changes and technological advancements. Coupled with the increasing demand for energy and the growing emphasis on sustainable alternatives, upstream oil and gas companies must navigate the delicate balance of optimizing profitability while investing in sustainable practices.

At HOEC, we are strategically positioned for long-term success by prioritizing the conversion of the resources identified within our asset portfolio. By embracing industry best practices, leveraging new technologies, and fostering collaboration with key stakeholders, we are dedicated to contributing to a more sustainable energy future. As a result, we are well-equipped to thrive in the evolving energy landscape.

### Note:

In preceding sections of this Annual Report, in particular the Board's Report and Management's Discussion and Analysis Report:

- a. previous year figures were re-grouped to confirm to the current year presentation; and
- b. figures have been rounded off.

## BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORT

### SECTION A: GENERAL DISCLOSURES

#### I. Details of the listed entity

1.	Corporate Identity Number (CIN) of the Listed Entity	L11100GJ1996PLC029880
2.	Name of the Listed Entity	Hindustan Oil Exploration Company Limited
3.	Year of incorporation	1983
4.	Registered office address	Tandalja Road, Off Old Padra Road, Vadodara, Gujarat - 390 020
5.	Corporate address	Lakshmi Chambers, 192, St. Mary's Road, Alwarpet, Chennai, Tamil Nadu - 600 018
6.	E-mail	hoecshare@hoec.com
7.	Telephone	044-6622 9000
8.	Website	www.hoec.com
9.	Financial year for which reporting is being done	April 01, 2024 to March 31, 2025
10.	Name of the Stock Exchange(s) where shares are listed	BSE Limited National Stock Exchange of India Limited
11.	Paid-up Capital	₹ 13,225.93 lakhs
12.	Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report	G. Janakiraman Head - HSE & CSR 044-6622 9000 gjanakiraman@hoec.com
13.	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together).	Standalone basis
14.	Name of assurance provider	NA
15.	Type of assurance obtained	NA

#### II. Products / Services

##### 16. Details of business activities (accounting for 90% of the turnover):

S.No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1	Exploration, development and production of oil and natural gas	Extraction of Crude petroleum and Natural gas	100

**17. Products / Services sold by the entity (accounting for 90% of the entity's Turnover):**

S.No.	Product / Service	NIC Code	% of total contributed Turnover
1	Offshore extraction of Crude petroleum	06101	0
2	Onshore extraction of Crude petroleum	06102	7
3	Offshore extraction of Natural gas	06201	51
4	Onshore extraction of Natural gas	06202	42

**III. Operations****18. Number of locations where plants and / or operations / offices of the entity are situated:**

Location	Number of plants	Number of offices	Total
National	11	3	14
International	-	-	-

**19. Markets served by the entity:****a. Number of locations**

Locations	Number
National (No. of States)	4
International (No. of Countries)	-

**b. What is the contribution of exports as a percentage of the total turnover of the entity?**

Nil

**c. A brief on types of customers**

The Company's products are sold to industrial buyers / customers only.

**IV. Employees****20. Details as at the end of Financial Year:****a. Employees and Workers (including differently abled):**

S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)

**EMPLOYEES**

1.	Permanent (D)	119	105	88.24	14	11.76
2.	Other than Permanent (E)	182	182	100	0	0
3.	Total employees (D + E)	301	287	95.35	14	4.65

**WORKERS**

4.	Permanent (F)	NIL				
5.	Other than Permanent (G)					
6.	Total workers (F + G)					



## b. Differently abled Employees and Workers:

S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)

## DIFFERENTLY ABLED EMPLOYEES

1.	Permanent (D)	NIL				
2.	Other than Permanent (E)					
3.	Total differently abled employees (D + E)					

## DIFFERENTLY ABLED WORKERS

4.	Permanent (F)	NIL				
5.	Other than Permanent (G)					
6.	Total workers (F + G)					

## 21. Participation / Inclusion / Representation of women

	Total (A)	No. and percentage of Females	
		No. (B)	% (B / A)
Board of Directors	7	1	14.29%
Key Management Personnel	3	1	33.33%

\* KMP - MD, CFO &amp; CS

## 22. Turnover rate for Permanent Employees and Workers

	FY 2024-25 (Turnover rate in current FY)			FY 2023-24 (Turnover rate in previous FY)			FY 2022-23 (Turnover rate in the year prior to the previous FY)		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	14.42 %	26.08 %	15.58%	16.04 %	28.57%	16.9%	10%	34%	11.6%
Permanent Workers	NIL								

## V. Holding, Subsidiary and Associate Companies (including Joint Ventures)

## 23. Names of Holding / Subsidiary / Associate companies / Joint ventures

S. No.	Name of the Holding / Subsidiary / Associate companies / Joint Ventures	Indicate whether Holding / Subsidiary / Associate / Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
1	Hindage Oilfield Services Limited - HOSL	Subsidiary	100%	No
2	Geopetrol International Inc. - GII	Subsidiary	100%	No
3	Geopetrol Mauritius Limited - GML	Step-down Subsidiary	100%	No
4	Geoenpro Petroleum Limited - GPL	Step-down Subsidiary	100%	No

\*GII is the sole shareholder of GML, holding a 100% equity stake. GPL is jointly owned by HOSL and GML, each holding a 50% stake.

## VI. CSR Details

24. (i) Whether CSR is applicable as per Section 135 of Companies Act, 2013: Yes

(ii) Turnover (in ₹) 30,606.90 lakhs

(iii) Net worth (in ₹) 1,15,938.60 lakhs

## VII. Transparency and Disclosures Compliances

25. Complaints / Grievances on any of the Principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/No) (If yes, then provide web-link for grievance redress policy)	FY 2024-25			FY 2023-24		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes Grievances can be heard through public hearing	-	-	-	-	-	-
Investors (other than shareholders)	Yes Through e-mail	-	-	-	-	-	-
Shareholders	Yes Through investor calls / e-mails / Scores	3	0	-	2	0	-
Employees and workers	Yes Email to HR Manager and through Whistle Blower Mechanism	-	-	-	-	-	-
Customers	Yes Through e-mails and Whistle Blower mechanism	-	-	-	-	-	-
Value Chain Partners	Yes Through e-mails and Whistle Blower mechanism	-	-	-	-	-	-
Other (please specify)	-	-	-	-	-	-	-

**26. Overview of the entity's material responsible business conduct issues**

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format

S. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Hazardous waste generated during the production in the form of effluents	Environmental risk	Nature of the effluent which may pollute the environment	i. The effluents are treated to minimise the impact as per Central Pollution Control Board guidelines. ii. Training on safe handling, spill control, and emergency procedures. iii. Effluent sample are analysed through 3 <sup>rd</sup> party authorised agency. iv. Approval from pollution control board are obtained for handling the waste.	It may pose negative implications if the hazardous waste, is not treated and handled properly.
2.	Oil spills can cause ecological damage and land pollution	Environmental pollution risk	Nature of the oil spill which may pollute the environment	i. Robust spill prevention and response strategies are implemented ii. Oil spill contingency plan developed. iii. Oil spill containment and response equipment are made available.	It may pose negative implications if the oil spill is not contained and handled properly

## SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

P1: Businesses should conduct and govern themselves with Ethics, Transparency and Accountability

P2: Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle

P3: Businesses should promote the wellbeing of all employees, including those in their value chains.

P4: Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized

P5: Businesses should respect and promote human rights

P6: Businesses should respect, protect, and make efforts to restore the environment

P7: Businesses, when engaged in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

P8: Businesses should support inclusive growth and equitable development

P9: Businesses should engage with and provide value to their customers and consumers in a responsible manner

S.No.	Disclosure Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
<b>Policy and management processes</b>										
1.	a. Whether your entity's policy / policies cover each principle and its core elements of the NGRBCs. (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
	b. Has the policy been approved by the Board? (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
	c. Web Link of the Policies, if available	<a href="https://hoec.com/safety-first/">https://hoec.com/safety-first/</a> <a href="https://hoec.com/business-reponsibility-and-sustainability/">https://hoec.com/business-reponsibility-and-sustainability/</a> <a href="https://hoec.com/corporate-social-responsibility/">https://hoec.com/corporate-social-responsibility/</a> <a href="https://hoec.com/policies/">https://hoec.com/policies/</a>								
2.	Whether the entity has translated the policy into procedures. (Yes / No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
3.	Do the enlisted policies extend to your value chain partners? (Yes / No)	No	No	No	No	No	No	No	No	No
4.	Name of the national and international codes / certifications / labels / standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	NA	NA	NA	NA	NA	NA	NA	NA	NA
5.	Specific commitments, goals and targets set by the entity with defined timelines, if any.	NA	NA	NA	NA	NA	NA	NA	NA	NA
6.	Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.	NA	NA	NA	NA	NA	NA	NA	NA	NA



S.No.	Disclosure Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
<b>Governance, leadership and oversight</b>										
7.	Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (listed entity has flexibility regarding the placement of this disclosure)	Please refer to the Management Discussion Analysis Report for our management approach and commitments.								
8.	Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy(ies).	Name : G. Janakiraman Designation : Head - HSE Telephone No. : 044-6622 9000 E-mail ID: <a href="mailto:gjanakiraman@hoec.com">gjanakiraman@hoec.com</a>								
9.	Does the entity have a specified Committee of the Board / Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.	The Corporate Social Responsibility (CSR) Committee of the Board of Directors is responsible for decision making on making on sustainability related issues. Refer to Corporate Governance Report for additional information on CSR Committee.								

**10. Details of Review of NGRBCs by the Company:**

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board / Any other Committee									Frequency (Annually / Half yearly / Quarterly / Any other - please specify)								
	P1	P2	P3	P4	P5	P6	P7	P8	P9	P1	P2	P3	P4	P5	P6	P7	P8	P9
Performance against above policies and follow up action	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	A	A	A	A	A	A	A	A	A
Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	A	A	A	A	A	A	A	A	A

S.No.		P1	P2	P3	P4	P5	P6	P7	P8	P9
11.	Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency? (Yes/No). If yes, provide name of the agency.	No	No	No	No	No	No	No	No	No

12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated: NA

**SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE**

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as "Essential" and "Leadership". While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

**PRINCIPLE 1 Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.****Essential Indicators**

1. Percentage coverage by training and awareness programmes on any of the principles during the financial year:

Segment	Total number of training and awareness programmes held	Topics / principles covered under the training and its impact programmes	% age of persons in respective category covered by awareness programmes
Board of Directors	1	9	100
Key Managerial Personnel	1	9	100
Employees other than BoD and KMPs	1	9	78
Workers	-	-	-

2. Details of fines / penalties / punishment / award / compounding fees / settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators / law enforcement agencies / judicial institutions, in the financial year, in the following format.

Monetary					
	NGRBC Principle	Name of the regulatory/enforcement agencies/judicial institutions	Amount (In INR)	Brief of the Case	Has an appeal been preferred? (Yes/No)
Penalty / Fine	Refer to the Company's website for all disclosures made under Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 at <a href="https://hoec.com/news-and-filings/">https://hoec.com/news-and-filings/</a>				
Settlement					
Compounding fee					
Non-Monetary					
	NGRBC Principle	Name of the regulatory/enforcement agencies/judicial institutions	Amount (In INR)	Brief of the Case	Has an appeal been preferred? (Yes/No)
Imprisonment	NIL				
Punishment					

3. Of the instances disclosed in Question 2 above, details of the Appeal/Revision preferred in cases where monetary or non-monetary action has been appealed.

Case Details	Name of the regulatory/enforcement agencies/judicial institutions
Refer to the Company's website for all disclosures made under Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 at <a href="https://hoec.com/news-and-filings/">https://hoec.com/news-and-filings/</a>	

4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.

Yes, our Company has a well-defined policy on Anti-Bribery and Anti-Corruption. It is our primary responsibility to conduct all of our business in an honest and ethical manner and take a zero-tolerance approach to bribery and corruption. The policy is available on our website at <https://hoec.com/business-reponsibility-and-sustainability/>

5. Number of Directors / KMPs / Employees / Workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery / corruption:

	FY 2024-25	FY 2023-24
Directors	-	-
KMPs	-	-
Employees	-	-
Workers	-	-

6. Details of complaints with regard to conflict of interest:

	FY 2024-25		FY 2023-24	
	Number	Remarks	Number	Remarks
Number of complaints received in relation to issues of Conflict of Interest of the Directors	-	-	-	-
Number of Complaints received in relation to issues of Conflict of Interest of the KMPs	-	-	-	-

7. Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators / law enforcement agencies / judicial institutions, on cases of corruption and conflicts of interest.

NA

8. Number of days of accounts payables ((Accounts payable \* 365) / Cost of goods/services procured) in the following format

	FY 2024-25	FY 2023-24
Number of days of accounts payables	160	150

**9. Open-ness of business**

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties, in the following format:

Parameter	Metrics	FY 2024-25	FY 2023-24
Concentration of Purchases	a. Purchases from trading houses as % of total purchases	-	-
	b. Number of trading houses where purchases are made from	-	-
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	-	-
Concentration of Sales	a. Sales to dealers / distributors as % of total sales	-	-
	b. Number of dealers / distributors to whom sales are made	-	-
	c. Sales to top 10 dealers / distributors as % of total sales to dealers / distributors	-	-
Share of RPTs in	a. Purchases (Purchases with related parties / Total Purchases)	-	-
	b. Sales (Sales to related parties / Total Sales)	-	-
	c. Loans & advances (Loans & advances given to related parties / Total loans & advances)	-	-
	d. Investments (Investments in related parties / Total Investments made)	-	-

**PRINCIPLE 2** Businesses should provide goods and services in a manner that is sustainable and safe.

**Essential Indicators**

1. Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.

	FY 2024-25	FY 2023-24	Details of improvements in environmental and social impacts
R&D	-	-	-
Capex	-	-	-

2. a. Does the entity have procedures in place for sustainable sourcing?

No

- b. If yes, what percentage of inputs were sourced sustainably?

NA



3. Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for (a) Plastics (including packaging) (b) E-waste (c) Hazardous waste and (d) other waste.

All forms of waste-hazardous and non-hazardous-generated by the Company's operating assets are systematically recorded by type, quantity, storage method, and disposal location. Each on-site waste container is clearly labelled with standardized hazard symbols, handling instructions, and contents information to ensure safety and regulatory compliance. Waste is stored in appropriately segregated containers based on its classification. HOEC places strong emphasis on the 'Reduce, Reuse, Recycle' policy across its operations. In compliance with regulatory requirements, an Annual 2 Return detailing waste generation is submitted to the relevant State Pollution Control Board by June 30 each year for the reporting period of April to March. An annual Environmental Statement is also submitted. Employees receive regular training on waste management practices, labelling standards, and the importance of the 3R policy. An emergency response plan is in place to address hazardous waste incidents, including measures for spill containment and cleanup.

4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No).  
If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.  
Extended Producer Responsibility (EPR) is not applicable to the entity's activities.

**PRINCIPLE 3 Businesses should respect and promote the well-being of all employees, including those in their value chains**

**Essential Indicators**

1. a. Details of measures for the well-being of employees:

Category	Total (A)	% of employees covered by									
		Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent employees											
Male	105	105	100	105	100	-	-	-	-	-	-
Female	14	14	100	14	100	14	100	-	-	-	-
Total	119	119	100	119	100	14	11.76	-	-	-	-
Other than Permanent employees											
Male	182	182	100	-	-	-	-	-	-	-	-
Female	-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-	-

## b. Details of measures for the well-being of workers:

Category	Total (A)	% of workers covered by									
		Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent workers											
Male	NA										
Female											
Total											
Other than Permanent workers											
Male	NA										
Female											
Total											

## c. Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format

	FY 2024-25	FY 2023-24
Cost incurred on well-being measures as a % of total revenue of the Company	-	-

## 2. Details of retirement benefits, for Current Financial Year and Previous Financial Year.

Benefits	FY 2024-25			FY 2023-24		
	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
PF	100%	-	Y	100%	-	Y
Gratuity	100%	-	Y	100%	-	Y
ESI	-	-	-	-	-	-
Others - please specify	-	-	-	-	-	-

## 3. Accessibility of workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.

Offices are accessible to disabled personnel with functional elevators and ramps for wheelchairs.

## 4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.

Yes. The entity has an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016.

The policy is available on our website, at <https://hoec.com/business-reponsibility-and-sustainability/>

5. Return to work and Retention rates of permanent employees and workers that took parental leave.

Gender	Permanent employees		Permanent workers	
	Return to work rate	Retention rate	Return to work rate	Retention rate
Male	-	-	-	-
Female	-	-	-	-
Total	-	-	-	-

6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

	Yes/No (If Yes, then give details of the mechanism in brief)
Permanent Workers	-
Other than Permanent Workers	-
Permanent Employees	The complaints, if any, are received through the respective Asset Managers or HR at corporate office and resolved in consultation with the aggrieved / reporting manager & Management as necessary.
Other than Permanent Employees	The complaints, if any, are received through the respective Asset Manager or HR at corporate office and resolved in consultation with the aggrieved / reporting manager & Management as necessary.

7. Membership of employees and worker in association(s) or Unions recognised by the listed entity:

Category	FY 2024-25			FY 2023-24		
	Total employees/ workers in respective category (A)	No. of employees/ workers in respective category, who are part of association(s) or Union (B)	% (B / A)	Total employees/ workers in respective category (C)	No. of employees/ workers in respective category, who are part of association(s) or Union (D)	% (D / C)
Total Permanent Employees	NIL					
Male						
Female						
Total Permanent Workers						
Male						
Female						

**8. Details of training given to employees and workers:**

Category	Total (A)	FY 2024-25				Total (D)	FY 2023-24			
		On Health and safety measures		On Skill upgradation			On Health and safety measures		On Skill upgradation	
		No. (B)	% (B/A)	No. (C)	% (C/A)		No. (E)	% (E/D)	No. (F)	% (F/D)
Workers										
Male					NA					
Female										
Total										
Employees										
Male	119	105	88.24	105	88.24	112	103	91.96	103	91.96
Female	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total	119	105	88.24	105	88.24	112	103	91.96	103	91.96

**9. Details of performance and career development reviews of employees and worker:**

Category	FY 2024-25			FY 2023-24		
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
<b>Employees</b>						
Male	105	102	97	103	99	96
Female	14	14	100	9	9	100
Total	119	116	97	112	108	96
<b>Workers</b>						
Male	NA					
Female						
Total						

**10. Health and safety management system:**

- a. **Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the coverage such system?**

Yes, health and safety management system has been implemented. The safety management system of the Company defines a series of policies and procedures organizations use to reduce accidents and illnesses in the workplace at all the operational Block. The system includes a systematic approach to managing safety, including organizational structures, accountabilities, policies, and procedures.

- b. **What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?**

Risk Assessment process is used to identify, evaluate and reduce the likelihood of any hazard related to design and operation of facilities and to ensure that appropriate measures, to minimise the consequences of such hazards, are implemented.

- c. Whether you have processes for employees / workers to report the work-related hazards and to remove themselves from such risks.

Yes

- d. Do the employees / workers of the entity have access to non-occupational medical and healthcare services?

Yes

**11 Details of safety related incidents, in the following format:**

Safety Incident/Number	Category	FY 2024-25	FY 2023-24
Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked)	Employees	0.00	0.00
	Workers	0.01	0.00
Total recordable work-related injuries	Employees	0.00	0.00
	Workers	0.00	0.00
No. of fatalities	Employees	0.00	0.00
	Workers	0.00	0.00
High consequence work-related injury or ill-health (excluding fatalities)	Employees	0.00	0.00
	Workers	0.00	0.00

**12. Describe the measures taken by the entity to ensure a safe and healthy workplace.**

- a. Risk Assessment and Hazard Identification:
  - Regular Risk Assessments: Regular and comprehensive risk assessments are conducted at our installations to identify potential hazards in the workplace. This includes physical, chemical, biological, and ergonomic hazards.
  - Hazard Reporting System: Implemented a system for employees to report hazards or unsafe conditions and ensured that reports are reviewed and addressed promptly.
- b. Safety Procedures and Policies:
  - Development of Safety Procedures: Developed and documented safety procedures for various tasks and operations. These procedures are reviewed periodically to reflect current best practices and regulations.
  - Emergency Response Plan (ERP): A robust ERP is in place for all the installation that includes protocols for different types of emergencies, such as fires, chemical spills, and medical emergencies. Regular drills are being conducted to ensure preparedness level by the site team.
- c. Training and Education:
  - Induction Training: Comprehensive safety induction training is provided for all new employees, covering company policies, emergency procedures, and specific job hazards.
  - Specialized Training: Specialized training is arranged for offshore employees like sea survival and life safety training and for employees involved in high-risk activities.
- d. Personal Protective Equipment (PPE):
  - Provision of PPE: Appropriate PPE is provided to employees based on their specific job roles and identified hazards. This includes items like helmets, gloves, eye protection, hearing protection, and respiratory gear.
  - Training on PPE Use: Employees are trained on the correct use, maintenance, and storage of PPE. Regular inspection of PPE are performed to ensure it is in good condition.



## e. Workplace Environment:

- Cleanliness and Maintenance: Periodical Hygiene inspection are conducted to maintain a clean workplace to prevent accidents and health issues. Regular cleaning and maintenance of equipment and facilities are performed as per preventive maintenance schedule.

## f. Health and Safety Committees:

- Formation of Committees: Health and safety committees established that include employee representatives. These committees meet every month to discuss safety issues, review incident reports, and propose improvements.
- Employee Involvement: Employees are encouraged for active participation in safety meetings and initiatives to foster a culture of safety.

## g. Incident Reporting and Investigation:

- Incident Reporting System: Implemented a system for reporting accidents, near misses, and unsafe conditions. The reports are submitted and reviewed promptly.
- Incident Investigation: Thorough investigations of incidents are conducted to identify root causes and implement corrective actions to prevent recurrence.

## h. Regulatory Compliance:

- Adherence to Regulations: Ensured compliance with local, national, and international health and safety regulations and standards. We Stay updated on changes in regulations and adapted practices accordingly.
- Documentation and Reporting: Records of safety inspections, training, incidents, and compliance activities are maintained by HSE department and submission of required reports to regulatory bodies are performed as per regulatory requirement.

**13. Number of Complaints on the following made by Employees and Workers:**

	FY 2024-25			FY 2023-24		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	-	-	-	-	-	-
Health & Safety	-	-	-	-	-	-

**14. Assessments for the year:**

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	80%
Working Conditions	80%

**15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.**

- Enhanced Maintenance Schedule and Implemented a more rigorous and frequent maintenance schedule for the equipment.
- Inspection Protocols are developed and enforced stricter inspection protocols to identify potential issues before they cause failures.

- c. Conducted additional training for maintenance personnel on new protocols and best practices.
- d. Defective and worn-out parts of critical equipment are replaced, periodical preventive maintenance carried out to prevent incident related to process equipment etc.
- e. Ensured that all incidents and corrective actions are documented in detail, including the steps taken and outcomes.
- f. Regularly communicated updates on corrective actions and improvements to all employees through meetings and training sessions.

#### PRINCIPLE 4 Businesses should respect the interests of and be responsive to all its stakeholders

##### Essential Indicators

##### 1. Describe the processes for identifying key stakeholder groups of the entity.

The stakeholders are the people who are affected by HOEC's work, who have influence or power over it, or have an interest in its successful or unsuccessful conclusion. Accordingly, the Company has identified its key stakeholder groups as-

- Joint venture partners
- Local community
- Employees
- Shareholders
- Central and State Government
- Regulatory authorities

##### 2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group (Yes/No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually / Half yearly / Quarterly / others - please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
JV partners	Yes	Emails & Meetings	Need basis	Business matters
Local community	Yes	Community Meetings	Need basis	For expression of interests / opinions
Employees	Yes	Meetings & Emails	Quarterly	Organisation updates
		Earnings call meetings	Quarterly	Earnings of the Company
Shareholders	Yes	Annual General Meeting	Annually	Financial & Other performances of the year
		Investor Page on HOEC Website	Continuous through <a href="https://hoec.com/news-and-filings/">https://hoec.com/news-and-filings/</a>	News & Filings
Central and State Government	Yes	Meetings & Emails	Need basis	Regulatory requirements
Regulatory authorities	Yes	Meetings & Emails	Need basis	Regulatory requirements

**PRINCIPLE 5 Businesses should respect and promote human rights****Essential Indicators**

1. Employees and Workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:

Category	Total (A)	FY 2024-25		Total (C)	FY 2023-24	
		No. of employees/ workers covered (B)	% (B / A)		No. of employees/ workers covered (D)	% (D / C)
Employees						
Permanent	119	73	61.34	112	67	59.82
Other than permanent	182	-	-	185	-	-
Total Employees	301	73	24.25	297	67	22.56
Workers						
Permanent	NA					
Other than permanent						
Total Employees						

2. Details of minimum wages paid to employees and workers, in the following format:

Category	Total (A)	FY 2024-25				Total (D)	FY 2023-24			
		Equal to Minimum Wage		More than Minimum Wage			Equal to Minimum Wage		More than Minimum Wage	
		No. (B)	% (B/A)	No. (C)	% (C/A)		No. (E)	% (E/D)	No. (F)	% (F/D)
Employees										
Permanent	119	-	-	119	100	112	-	-	112	100
Male	105	-	-	105	100	103	-	-	103	100
Female	14	-	-	14	100	9	-	-	9	100
Other than Permanent	182	-	-	182	100	185	-	-	185	100
Male	182	-	-	182	100	185	-	-	185	100
Female						-	-	-	-	-
Workers										
Permanent	NA									
Male										
Female										
Other than Permanent										
Male										
Female										

**3. Details of remuneration / salary / wages:****a. Median remuneration / wages:**

	Male		Female	
	Number	Median remuneration/ salary/wages of respective category (₹)	Number	Median remuneration/ salary/wages of respective category (₹)
Board of Directors (BoD)	2	11,62,500	2	5,75,000
Key Managerial Personnel	2	1,42,75,150	1	18,82,572
Permanent Employees other than BoD and KMP	118	9,12,494	16	6,41,701
Workers	-	-	-	-

KMP includes MD, CFO &amp; CS.

**b. Gross wages paid to female as % of total wages paid by the entity, in the following format:**

	FY 2024-25	FY 2023-24
Gross wages paid to female as % of total wages	6%	4%

**4. Do you have a focal point (Individual / Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business?**

Yes

**5. Describe the internal mechanisms in place to redress grievances related to human rights issues.**

Any complaints are addressed by the HR, Asset Manager after discussing with the aggrieved as necessary.

**6. Number of Complaints on the following made by employees and workers:**

	FY 2024-25			FY 2023-24		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Sexual Harassment	Nil	Nil		Nil		
Discrimination at workplace						
Child Labour						
Forced Labour/ Involuntary Labour						
Wages						
Other human rights related issues						

**7. Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, in the following format:**

	FY 2024-25	FY 2023-24
Total Complaints reported under Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)	Nil	Nil
Complaints on POSH as a % of female employees / workers		
Complaints on POSH upheld		

**8. Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.**

Processes recommended by the Internal Complaints Committee are followed to prevent any adverse consequences.

**9. Do human rights requirements form part of your business agreements and contracts?**

No.

**10. Assessments for the year:**

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Child labour	-
Forced / involuntary labour	-
Sexual harassment	-
Discrimination at workplace	-
Wages	-
Others - please specify	-

**11. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 9 above.**

NA



**PRINCIPLE 6 Businesses should respect and make efforts to protect and restore the environment.****Essential Indicators**

- 1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:**

Parameter	FY 2024-25	FY 2023-24
<b>From renewable sources</b>		
Total electricity consumption (A)	17354.80	36873.45
Total fuel consumption (B)	55356.98	53606.34
Energy consumption through other sources (C)	3656.48	3456.23
<b>Total energy consumed from renewable sources (A+B+C)</b>	<b>76368.26</b>	<b>93936.02</b>
<b>From non-renewable sources</b>	-	-
Total electricity consumption (D)	-	-
Total fuel consumption (E)	-	-
Energy consumption through other sources (F)	-	-
<b>Total energy consumed from non-renewable sources (D+E+F)</b>	-	-
<b>Total energy consumed (A+B+C+D+E+F)</b>	<b>76368.26</b>	<b>93936.02</b>
<b>Energy intensity per rupee of turnover</b> (Total energy consumed / Revenue from operations)	0.00002495	0.00001923
<b>Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)</b> (Total energy consumed / Revenue from operations adjusted for PPP)	0.000510255	0.000393354
<b>Energy intensity in terms of physical output (BOE)</b>	<b>0.07133767</b>	<b>0.09970</b>

Note: No independent assessment / evaluation / assurance has been carried out by an external agency.

The revenue from operations has been adjusted for PPP based on the latest PPP conversion factor sourced from IMF for the financial year 2023-24 & 2024-25 which is 20.43 and 20.66 (National Currency per International Dollar) respectively.

- 2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.**

NA

- 3. Provide details of the following disclosures related to water, in the following format:**

Parameter	FY 2024-25	FY 2023-24
<b>Water withdrawal by source (in kilolitres)</b>		
(i) Surface water	0	0
(ii) Groundwater	863	813.464
(iii) Third party water	2463	2562
(iv) Seawater / desalinated water	6350	5400
(v) Others	126469	4981.36
<b>Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)</b>	<b>136145</b>	<b>13756.824</b>
<b>Total volume of water consumption (in kilolitres)</b>	<b>127526</b>	<b>13756.824</b>
<b>Water intensity per rupee of turnover</b> (Total water consumption / Revenue from operations)	0.00004167	0.00000282
<b>Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)</b> (Total water consumption / Revenue from operations adjusted for PPP)	0.00086081	0.00005761
<b>Water intensity in terms of physical output (BOE)</b>	<b>0.119125507</b>	<b>0.01460</b>

Note: No independent assessment / evaluation / assurance has been carried out by an external agency.

The revenue from operations has been adjusted for PPP based on the latest PPP conversion factor sourced from IMF for the financial year 2023-24 & 2024-25 which is 20.43 and 20.66 (National Currency per International Dollar) respectively.

**4. Provide the following details related to water discharged:**

Parameter	FY 2024-25	FY 2023-24
Water discharge by destination and level of treatment (in kilolitres)	11019	1091-29
(i) To Surface water		
- No treatment	863	813.46
- With treatment - please specify level of treatment	246	277.83
(ii) To Groundwater		
- No treatment	-	-
- With treatment - please specify level of treatment	-	-
(iii) To Seawater	8360.28	9065.77
- No treatment	4127.28	4084.41
- With treatment - please specify level of treatment	4233	4981.36
(iv) Sent to third-parties	469	-
- No treatment	-	-
- With treatment - please specify level of treatment	469	-
(v) Others	125463	2490
- No treatment	18000	-
- With treatment - please specify level of treatment	110463	2490.00
<b>Total water discharged (in kilolitres)</b>	<b>138401.28</b>	<b>12647.06</b>

Note: No independent assessment / evaluation / assurance has been carried out by an external agency.

**5. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.**

There is no mechanism for Zero Liquid Discharge in the entity.

**6. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:**

Parameter	Please specify unit	FY 2024-25	FY 2023-24
NO <sub>x</sub>	mg / Nm <sup>3</sup>	839.5	386.86
SO <sub>x</sub>	mg / Nm <sup>3</sup>	100.8	41.9
Particulate matter (PM) (PM 2.5 / PM 10)	mg / Nm <sup>3</sup>	20.9 / 47.4	22.2 / 50
Persistent organic pollutants (POP)	N/A	Nil	Nil
Volatile organic compounds (VOC)	µg / m <sup>3</sup>	BDL- Below Detectable Limit	BDL- Below Detectable Limit
Hazardous air pollutants (HAP)	µg / m <sup>3</sup>	Nil	Nil
Others - please specify		Nil	Nil

Note: No independent assessment / evaluation / assurance has been carried out by an external agency.

**7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:**

Parameter	Unit	FY 2024-25	FY 2023-24
<b>Total Scope 1 emissions</b> (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available)	Metric tonnes of CO <sub>2</sub> equivalent	3515.8	3101
<b>Total Scope 2 emissions</b> (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available)	Metric tonnes of CO <sub>2</sub> equivalent	0.6	2
<b>Total Scope 1 and Scope 2 emission intensity per rupee of turnover</b> (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations)		0.00000115	0.00000064
<b>Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)</b> (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP)		0.00002374	0.00001299
<b>Total Scope 1 and Scope 2 emission intensity in terms of physical output (BOE)</b>		<b>0.003284765</b>	<b>0.003294</b>

Note: No independent assessment / evaluation / assurance has been carried out by an external agency.

The revenue from operations has been adjusted for PPP based on the latest PPP conversion factor sourced from IMF for the financial year 2023-24 & 2024-25 which is 20.43 and 20.66 (National Currency per International Dollar) respectively.

**8. Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.**

At HOEC, we are deeply committed to preserving the nature and environment in our operating areas. As part of our ongoing efforts towards achieving NET ZERO and reducing greenhouse gas (GHG) emissions, we have outlined the following key commitments under our Environmental Policy:

- Annual GHG Accounting:** We will account for our greenhouse gas emissions every financial year and publicly declare the results.
- Year-on-Year Reduction:** We are dedicated to reducing our GHG emissions on a continuous, year-on-year basis to minimize our environmental impact.
- Low Emission Dirlok Gas:** We are focused on delivering Dirlok Gas with low GHG emissions to our consumers, aligning our products with our sustainability goals.
- Net Zero Emissions:** Our ultimate objective is to achieve Net Zero Emissions and sustain this level to contribute positively to environmental preservation.

We are committed to these goals and will continue to work diligently towards minimizing our carbon footprint and fostering a sustainable future.

**9. Provide details related to waste management by the entity, in the following format:**

Parameter	FY 2024-25	FY 2023-24
<b>Total Waste generated (in metric tonnes)</b>		
Plastic waste (A)	0.3	1.94
E-waste (B)	0.045	0.04
Bio-medical waste (C)	0.002	-
Construction and demolition waste (D)	-	-
Battery waste (E)	1.342	0.06
Radioactive waste (F)	-	-
Other Hazardous waste. Please specify, if any. (G)	1.87	1.32
Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e. by materials relevant to the sector) [H]	1.4	2.10
<b>Total (A + B + C + D + E + F + G + H)</b>	<b>4.959</b>	<b>5.46</b>
<b>Waste intensity per rupee of turnover</b> (Total waste generated / Revenue from operations)	0.0000000016	0.0000000011
<b>Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)</b> (Total waste generated / Revenue from operations adjusted for PPP)	0.0000000335	0.0000000229
<b>Waste intensity in terms of physical output (BOE)</b>	<b>0.000004632</b>	<b>0.00000580</b>

For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)

Category of waste		
(i) Recycled	-	-
(ii) Re-used	-	-
(iii) Other recovery operations	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)

Category of waste		
(i) Incineration	-	-
(ii) Land filling	*	3.60
(iii) Other disposal operations	-	-
<b>Total</b>	<b>-</b>	<b>3.60</b>

\* With respect to landfilling - The Company disposed through authorised waste collectors

Note: No independent assessment / evaluation / assurance has been carried out by an external agency.

The revenue from operations has been adjusted for PPP based on the latest PPP conversion factor sourced from IMF for the financial year 2023-24 & 2024-25 which is 20.43 and 20.66 (National Currency per International Dollar) respectively.

**10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.**

At HOEC, we are committed to responsible and effective management of hazardous waste to ensure environmental protection and regulatory compliance. Our hazardous waste management practices include the following key procedures:

- Recycling and Disposal: All items classified as hazardous waste are either recycled or disposed of off-site by a qualified hazardous waste contractor.

- **Treatment and Recycling:** Hazardous wastes will be shipped off-site for treatment, disposal, and recycling to facilities that are legally permitted and operated by qualified hazardous waste contractors and licensed hazardous waste transporters.
- **Regulatory Authorization:** We have obtained the necessary authorization from the Pollution Control Board for the generation, storage, and disposal of hazardous waste, ensuring compliance with regulatory requirements.
- **Labelling and Container Standards:** Containers holding hazardous wastes are accurately labelled to identify the contents as "hazardous waste," the date the waste was accumulated, and the type of hazard presented. The containers are compatible with the type of waste they hold and are suitable for safe transportation.
- **Personnel Training:** All personnel working with or around hazardous materials and wastes are informed about the associated hazards and the precautions necessary to protect themselves. This training is conducted in accordance with the provisions of the Hazardous and Other Wastes (Management & Transboundary Movement) Rules, 2016.

We are dedicated to adhering to these practices to safeguard both our environment and the health of our personnel.

**11. If the entity has operations / offices in / around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:**

Sl. No.	Location of operations / offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
1	Dirok site of Assam Block	Operation of wells, Gas Gathering Station and Gas Processing Plant	Yes, the conditions of environmental approval / clearance are being complied with.

**12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year:**

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
Drilling of infill and Development wells in Mehsana district of Cambay Block	EIA Notification 2006	April to June 2023	EIA study conducted by independent agency	Yes	<a href="https://parivesh.nic.in/">https://parivesh.nic.in/</a>
Drilling of Development wells and Exploratory wells in Changlang district of Kharsang Block	EIA Notification 2006	April and May 2024	EIA study conducted by independent agency	Yes	<a href="https://parivesh.nic.in/">https://parivesh.nic.in/</a>



13. Is the entity compliant with the applicable environmental law / regulations / guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder.

Yes

**PRINCIPLE 7** Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

**Essential Indicators**

1. a. Number of affiliations with trade and industry chambers / associations - 1
- b. List the top 10 trade and industry chambers / associations (determined based on the total members of such body) the entity is a member of / affiliated to.

S. No.	Name of the trade and Industry Chambers / Associations	Reach of trade and Industry Chambers / Associations (State / National)
1	Association of Oil and Gas Operators	National

2. Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

Name of authority	Brief of the case	Corrective action taken
Nil		

**PRINCIPLE 8** Businesses should promote inclusive growth and equitable development.

**Essential Indicators**

1. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.

Name and brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
Nil					

2. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

S. No.	Name of Project for which R&R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R&R	Amounts paid to PAFs in the FY (In INR)
Nil						

**3. Describe the mechanisms to receive and redress grievances of the community.**

Public hearings are a crucial component of the environmental clearance process. They provide a platform for stakeholders to engage directly regarding their concerns about proposed projects. This interactive process allows individuals to express their objections, offer suggestions, and influence the decision-making process related to the project.

Stakeholder Engagement: Public hearings enable the community to voice their opinions and concerns, ensuring that their perspectives are considered in the decision-making process. This engagement can lead to more informed and balanced project outcomes.

Project Proponent's Advantages: For project proponents, public hearings serve as an opportunity to communicate the results of the Environmental Impact Assessment (EIA) to the community. They allow for the verification of EIA findings against real-world conditions and confirm that stakeholders have been adequately consulted and involved in the process.

**4. Percentage of input material (inputs to total inputs by value) sourced from suppliers:**

	FY 2024-25	FY 2023-24
Directly sourced from MSMEs / small producers	-	-
Directly from within India	-	-

**5. Job creation in smaller towns - Disclose wages paid to persons employed (including employee or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost**

Location	FY 2024-25	FY 2023-24
Rural	37.8%	26.8%
Urban	7.6%	24.1%
Metropolitan	54.6%	49.1%
Semi-urban	-	-

**PRINCIPLE 9 Businesses should engage with and provide value to their consumers in a responsible manner.****Essential Indicators****1. Describe the mechanisms in place to receive and respond to consumer complaints and feedback.**

Consumers can raise their complaints or feedback to the Company's mail ID [contact@hoec.com](mailto:contact@hoec.com)

**2. Turnover of products and / services as a percentage of turnover from all products / service that carry information about:**

	As a percentage to total turnover
Environmental and social parameters relevant to the product	100%
Safe and responsible usage	100 %
Recycling and / or safe disposal	100 %

**3. Number of consumer complaints in respect of the following:**

	FY 2024-25			FY 2023-24		
	Received during the year	Pending resolution at the end of year	Remarks	Received during the year	Pending resolution at the end of year	Remarks
Data privacy	Nil			Nil		
Advertising						
Cyber-security						
Delivery of essential services						
Restrictive Trade Practices						
Unfair Trade Practices						
Other						

**4. Details of instances of product recalls on account of safety issues:**

	Number	Reasons for recall
Voluntary recalls	Nil	NA
Forced recalls	Nil	NA

**5. Does the entity have a framework / policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy.**

The cyber security and data protection policy of the Company is available on our website at <https://hoec.com/business-reponsibility-and-sustainability/>

**6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.**

Not applicable.

**7. Provide the following information relating to data breaches:**

- Number of instances of data breaches - NIL
- Percentage of data breaches involving personally identifiable information of customers - NIL
- Impact, if any, of the data breaches - NIL

# Report on Corporate Governance

HOEC adheres to the prescribed Corporate Governance practices as per SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time, and is also committed to adopting emerging best principles and practices worldwide. In accordance with the provisions of the SEBI Listing Regulations, and some of the best practices followed internationally on Corporate Governance, the report containing the details of Corporate Governance systems and processes at HOEC is as follows:

## 1. STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE

Good governance practices stem from a progressive culture and positive mindset of an organization, anchored to the principles of transparency and trust, thereby creating an enduring value for all the stakeholders.

The key to your Company's Corporate Governance principles is to maintain the highest degree of integrity, transparency, accountability, ethical behavior and long-term sustainability in its business conduct. HOEC aspires to be a good corporate citizen by ensuring investor protection, strict compliance with statutory laws and regulations and by adopting best industry practices.

The Board's actions and decisions are aligned with the Company's best interests. It is committed to the goal of sustainability to increase the Company's value and to 'Grow Responsibly'. The Company has defined policy and guidelines for the ethical conduct of business and has an established framework for the meetings of the Board and its Committees. These guidelines seek to systematize the decision-making process, at the meeting of the Board and its Committees in an informed and efficient manner.

The Board critically evaluates the strategic direction of the Company, management policies and their effectiveness. The agenda for Board reviews includes strategic review from each of the Board Committees, a detailed analysis and review of annual plans, operating plans, budgets and financial reports.

At the heart of our processes is the extensive use of technology. This ensures robustness and integrity of financial reporting, internal controls, allows optimal use and protection of assets, facilitates accurate and timely compilation of financial statements and management reports and ensures compliance with statutory laws, regulations and Company policies.

Over the years, governance processes and systems have been strengthened at HOEC. Corporate Governance is a continuous process for constant improvement of governance. We have undertaken several initiatives towards maintaining the highest standards of governance which includes formulating and adhering to the following management systems, guidelines, policies and codes.

- Corporate Governance Policy.
- Whistle Blower Policy.
- Directors' Code of Conduct.
- Code of Conduct for Independent Directors.
- Code of Ethics for Senior Management.
- Code of Conduct for Regulating, Monitoring and Trading by Insiders; Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI) and Procedure for Inquiry in case of Leak of UPSI.
- Policy on Materiality of Related Party Transactions and Dealing with Related Party Transactions
- Policy for Disclosure of Event or Information and Determination of Materiality

- Policy for determining Material Subsidiaries
- Policy on Dividend Distribution
- Policy on Board papers
- Remuneration Policy
- Policy on Cyber Security and Data Protection Policy
- Policy on Document Retention
- Corporate Social Responsibility Policy
- Health Safety and Environment (HSE) Policy and ESG Policy
- Contracts and Procurement Procedure Manual
- Human Resources Policies and Guidelines
- Policy on Anti-Sexual Harassment of Employees
- Policy on Business Responsibility and Sustainability
- Anti-Bribery and Anti-Corruption Policy

In addition, the Company positions itself for a meaningful role towards communities and its environs which directly or indirectly co-relate themselves with Company's success and growth.

The Company has a strong sense of participation in community development such as using and developing local content wherever possible for our operations. It has an established system to encourage and recognize employees' participation in environmental and social initiatives, that contribute to organizational sustainability, conservation of energy and promotion of safety and health.

## 2. BOARD OF DIRECTORS

### i. Board composition, category of Directors and their shareholdings in the Company as on March 31, 2025

DIN	Name	Category	No. of Shares held
01866765	Mr. Vivek Rae	Non-Executive-Independent Director & Chairman	-
06417854	Mr. Pronip Kumar Borthakur	Non-Executive-Independent Director	-
09194973	Mrs. Bhavani Balasubramanian	Non-Executive-Independent Director	-
00025350	Mr. Ashok Kumar Goel	Non-Executive-Non-Independent Director	1,84,65,078 <sup>(1)</sup>
00016856	Mr. Rohit Rajgopal Dhoot	Non-Executive-Non-Independent Director	30,34,107 <sup>(2)</sup>
07046442	Mr. Ramasamy Jeevanandam	Managing Director	41,92,124

<sup>(1)</sup> Mr. Ashok Kumar Goel holds the said shares on behalf of Ashok Goel Trust.

<sup>(2)</sup> Mr. Rohit Rajgopal Dhoot holds the said shares on behalf of Dhoot Rohit Kumar Family Trust I.

During the year, Ms. Sharmila Hiralal Amin (DIN: 06770401) retired from the office of Non-Executive Independent Director on December 16, 2024 upon completion of her tenure. Mrs. Bhavani Balasubramanian (DIN: 09194973) was appointed as an Non-Executive Independent Director w.e.f. December 17, 2024 with due approval of shareholders by way of Postal Ballot.



Mr. Vivek Rae resigned from his position as Chairman & Non-Executive Independent Director w.e.f. close of business hours on April 17, 2025 for personal reasons and for no other material reasons. The Board places on record its appreciation for the valuable contributions made by Mr. Vivek Rae during his tenure.

There is no *inter-se* relationship between the Board members.

Accordingly, the composition of the Board is in compliance with provisions of Regulation 17 of SEBI Listing Regulations and Section 149 of Companies Act, 2013 ("the Act"). The profile of the Directors is available at <https://www.hoec.com/leadership/>.

None of the Directors on the Board hold Directorships in more than ten public companies / seven Listed entities. Further, none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he or she is a director. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2025, have been made by the Directors.

## **(ii) Functions of the Board**

The Board is the highest decision-making body subject to the powers and matters reserved to Members that may be exercised in their meeting. The Board accords its approval to all the key decisions of the Company. For day-to-day routine operations, the Board has delegated authority to the Managing Director. All matters of strategic or material nature are placed before the Board with background, proposal, situational and option analysis, notes and relevant documents, thereby enabling the Board to take informed decisions.

## **(iii) Separation of Board's supervisory role from Executive Management**

The Company, in line with the best corporate governance practice, has separated the Board's supervisory role from that of the executive management.

## **(iv) Selection of Directors and their Role**

Considering the requirement of skill sets on the Board, eminent people having a good standing in their respective field / profession and who can effectively contribute to the Company's business and policy decisions are considered by the Nomination & Remuneration Committee for appointment as Directors on the Board. The Committee, inter alia, considers their qualification, positive attributes, area of expertise and number of Directorships and Memberships held in various Committees of other companies by such persons. The Board considers the Committee's recommendations and takes appropriate decision.

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act, having vast, diversified, professional and operational experience in the areas of Oil and Gas, General Management, Finance, and Public Administration. This pool of rich and diverse experience enriches and adds value to the discussions and decisions arrived by the Board.

The maximum tenure of Independent Directors is in compliance with the Act. All the Independent Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act. In the opinion of the Board, the Independent Directors fulfil the conditions specified in these regulations and are independent to the management.

Also, all Independent Directors have completed the registration with the Independent Directors Databank pursuant to the notification dated October 22, 2019 issued by the Ministry of Corporate Affairs. Requisite disclosures have been received from the directors in this regard.

The format of letter of appointment issued to Independent Directors is available on our website at <https://www.hoec.com/policies/>.

#### (v) Key Board qualifications, expertise, skills, competence and attributes

The Board of Directors of the Company comprises qualified members who possess the requisite skills, expertise and competency to effectively contribute to the functioning of the Board and its Committees.

The following are the key skills, qualifications and attributes which are taken into consideration when nominating candidates to the Board of the Company.

<b>Vision and Leadership</b>	The ability to see the big picture and the courage to set direction to achieve the organization's mission.
<b>Sector Specific Knowledge and Expertise</b>	Knowledge of the organization's operations and relevant work experience.
<b>Financial Acumen</b>	Management of the organization's finance function with proficiency in complex financial management, capital allocation and financial reporting processes.
<b>Collegiality</b>	A sincere and respectful attitude towards fellow Board members and their views.
<b>Diligence and Discretion</b>	Commitment to fulfilling the organization's goals and maintaining confidentiality of Board discussions and decisions.

Name of Directors	Key skills / qualification / attributes				
	Vision and Leadership	Sector specific knowledge and expertise	Financial Acumen	Collegiality	Diligence & Discretion
Mr. Vivek Rae	✓	✓	✓	✓	✓
Mr. P. K. Borthakur	✓	✓	✓	✓	✓
Mrs. Bhavani Balasubramanian	✓	✓	✓	✓	✓
Mr. Ashok Kumar Goel	✓	-	✓	✓	✓
Mr. Rohit Rajgopal Dhoot	✓	-	✓	✓	✓
Mr. R Jeevanandam	✓	✓	✓	✓	✓

Note: The above table reflects the specific areas of focus or expertise of the existing individual Board members as on the date of this Report. However, the absence of a mark against a member's name does not necessarily mean that the member does not possess the corresponding qualification / attribute.

**vi. Number of other Directorships and committees chairmanship / membership as on March 31, 2025**

Name of the Directors	No. of Directorship(s) in other companies <sup>(1)</sup>		No. of Committee positions held in other companies		No. of Directorship in other Listed Companies	Name of the Listed entity & Category of directorship
	Chair Person	Member	Chair Person	Member		
Mr. Vivek Rae	Nil	1	Nil	Nil	Nil	NA
Mr. Pronip Kumar Borthakur	2	2	Nil	Nil	Nil	NA
Mrs. Bhavani Balasubramanian	Nil	3	2	3	3	1. HCL Technologies Ltd. (NEID) 2. Sundaram Finance Ltd. (NEID) 3. Sundaram Home Finance Ltd. (NEID)
Mr. Ashok Kumar Goel	Nil	2	Nil	Nil	2	1. Nilkamal Ltd. (NEID) 2. Ram Ratna Wires Ltd. (NEID)
Mr. Rohit Rajgopal Dhoot	Nil	6	1	3	4	1. Dhoot Industrial Finance Ltd. (MD) 2. Indian Hume Pipe Company Ltd. (NEID) 3. Technocraft Industries (India) Ltd. (NEID) 4. Sulej Textiles & Industries Ltd. (NEID)
Mr. Ramasamy Jeevanandam	Nil	2	Nil	Nil	Nil	NA

Note:<sup>(1)</sup> Other Directorships and Committee positions do not include Directorships / Memberships of private limited companies, foreign companies and companies under Section 8 of the Act.

<sup>(2)</sup> As per Regulation 26 of SEBI Listing Regulations, Chairmanships / Memberships of Board Committees shall only include Audit Committee and Stakeholders' Relationship Committee

<sup>(3)</sup> In the Board Directorship and committee details provided, every chairmanship is also considered as a membership.

<sup>(4)</sup> NEID - Non-Executive Independent Director; MD - Managing Director.

None of the Directors on the Board hold Directorships in more than ten public companies / 7 Listed entities. Further, none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he or she is a director. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2025, have been made by the Directors.

**vii. Board Meetings**

During the year under review, five (5) Board meetings were held and the intervening gap between the meetings did not exceed one hundred and twenty days. The required quorum was present for all the meetings.

Details of the attendance of Directors at the Board meetings and Annual General Meeting held during the year are as follows:

Name of the Director	Date of the Meeting					No. of Meetings entitled to attend	No. of Meetings attended	Attendance at last AGM 26-Sep-24
	8-May-2024	29-May-2024	12-Aug-2024	14-Nov-2024	04-Feb-2025			
	1	2	3	4	5			Yes/No
Mr. Vivek Rae	*Yes	*Yes	*Yes	*Yes	*Yes	5	5	*Yes
Mr. P. K. Borthakur	*Yes	*Yes	*Yes	*Yes	*Yes	5	5	*Yes
Ms. Sharmila Amin	*Yes	Yes	*Yes	*Yes	NA	4	4	*Yes
Mrs. Bhavani Balasubramanian	NA	NA	NA	NA	Yes	1	1	NA
Mr. Ashok Kumar Goel	*Yes	Yes	*Yes	*Yes	*Yes	5	5	*Yes
Mr. Rohit Rajgopal Dhoot	No	Yes	*Yes	No	*Yes	5	3	*Yes
Mr. R Jeevanandam	Yes	Yes	Yes	Yes	Yes	5	5	*Yes
Total strength	6	6	6	6	6			
Director's present	5	6	6	5	6			

\* Meeting attended by the Director through video conferencing.

**viii. Particulars of Senior Management, as on 31-03-2025.**

S.No.	Name of the Person	Designation
1.	Ramasamy Jeevanandam	Managing Director
2.	Josephin Daisy	Company Secretary & Compliance Officer
3.	Krishnan Raghavan	Chief Technical Officer
4.	Sivalai Senthilnathan	Chief Financial Officer
5.	Rajesh Sinha	Head - Drilling
6.	Kali Bahadur Chetri	Asset Manager - Assam
7.	Satyanarayan S Zanwar	Senior Manager - Production
8.	Ashish Desai	Head - Operations (Cambay Block)
9.	Sridhar N	Head - Accounts
10.	Srinivasan Venkatesan	Head - Geology
11.	Janakiraman G	Head - HSE
12.	Prasanna Venkateshan	Manager - Contracts & Procurement
13.	Debasish Gupta	Chief Resident Manager
14.	Manoj Kumar Dutta	Installation Manger
15.	Suresh Kaliyaperumal	Installation Manger
16.	R Ananthan	Installation Manger
17.	Himanshu Sharma	Senior Manager - Business Development

**ix. Code of Conduct for the Directors and Senior Executives**

In compliance with the SEBI Listing Regulations, the Company has laid down and implemented the Directors' Code of Conduct and Code of Ethics for Senior Management of the Company.

All Board Members and Senior Management who are instrumental in the critical operations / functions are covered under the said Codes and have affirmed their compliance thereof to the said Code.

The Company continues to ensure effective implementation and enforcement of these Codes to achieve the objectives enshrined in these Codes. All Directors and Employees are updated and sensitized about these Codes. Copies of the Codes are available on the intranet and have been also hosted on the Company's website <https://www.hoec.com/policies/> for their reference and compliance.

The Annual Report of the Company contains a certificate from the Managing Director in terms of SEBI Listing Regulations on affirmation of compliance with the Company's Code of Conduct by the Board members and Senior Management Personnel.

**x. Code of Conduct for Prevention of Insider Trading**

Pursuant to the SEBI (Prohibition of Insider Trading) Regulations, 2015, as amended from time to time, the Company has laid down and adopted a Code of Conduct for Regulating, Monitoring and Trading by Insiders; Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI) and Procedure for Inquiry incase of leak of UPSI, based and modelled on said Regulations. The said Code incorporates the amendments made in the aforesaid Regulations from time to time. The Company *inter-alia* observes a closed period for trading in securities of the Company for Directors and Designated Employees of the Company from the end of every quarter and until 48 hours of declaration of quarterly results.

Further, the Trading Window is also closed in anticipation of price sensitive information / announcements / events. The said closure extends up to at least 48 hours after the disclosure of the said results / price sensitive information / announcements / events to the Stock Exchanges.

**xi. Information provided to the Board**

During the year, the information as mentioned in Schedule II Part A of the SEBI Listing Regulations has been placed before the Board for its consideration.

The Managing Director gives a certificate of compliance of the laws applicable to the Company on a periodical basis to the Board, for its review and noting.

The agenda and notes on the agenda items are circulated to the Directors in advance. All material information is incorporated in the agenda for facilitating meaningful and focused discussions at the meeting. Where it is not practicable to attach any document to the agenda, the same is circulated prior to the day of the meeting and tabled before the meeting with specific reference to this effect in the agenda. In special and exceptional circumstances, additional or supplementary item(s) on the agenda are permitted by the Chairman.

Draft minutes are circulated to all the members of the Board / Committee for their comments within the prescribed time. The minutes are entered in the Minutes Book within thirty (30) days from conclusion of the meeting.

The Company complies with all applicable Secretarial Standards as amended time to time, issued by ICSI.



#### xi. Training of Board members

The Board members are provided with the necessary documents, reports and internal policies to enable them to familiarize with the Company's procedures and practices. Further, periodic presentations are made at the meetings of the Board and its Committees on business and performance updates of the Company, global business environment, business strategy and risks involved.

Web link in relation to details of familiarisation programmes imparted to independent directors is disclosed on the website of the Company at <https://hoec.com/policies/>

### 3. COMMITTEES OF THE BOARD

#### Procedure at the Committee Meetings

The Company's guidelines relating to the Board Meetings are also applicable to the Committee Meetings as far as practicable. Each Committee and also their Chairman have the authority to engage outside experts, advisors and counsels to the extent it considers appropriate to assist in its function. Minutes of proceedings of the Committee Meetings are circulated to the concerned Committee members for approval and then placed before the Board for taking note thereof. During the year, all the mandatory recommendation of Committees of the Board were accepted by the Board of the Company.

#### i. Audit Committee

The Audit Committee of the Company is constituted in line with the provisions of the Act, and SEBI Listing Regulations. As on March 31, 2025, the Audit Committee comprised of Mrs. Bhavani Balasubramanian as Chairperson, Mr. Pronip Kumar Borthakur, Mr. Vivek Rae and Mr. Rohit Rajgopal Dhoot as Members.

All the Members of this Committee possess relevant financial / accounting expertise / exposure. The Audit Committee invites such executives as it considers appropriate, representatives of the statutory auditors and representatives of the internal auditors as necessary, to be present at its meetings.

The Company Secretary acts as the Secretary to the Audit Committee. The Chairperson of the Audit Committee was present at the last Annual General Meeting held on September 26, 2024.

During the year under review, four (4) Audit Committee meetings were held and the intervening gap between the meetings did not exceed one hundred and twenty days. The required quorum was present for all the meetings.

The Audit Committee is empowered to investigate any activity within its terms of reference, seek information from any employee, obtain outside legal or other professional advice and secure attendance of outsiders with relevant expertise, if it considers necessary.

An extract of the terms of reference of the Audit Committee is as follows:

- Oversight of the Company's financial reporting process.
- Reviewing with the management, the quarterly financial results, annual financial statements and the auditors' reports thereon, before submission to the Board for approval.
- Recommendation for the appointment, remuneration and terms of appointment of the auditors of the Company.
- Reviewing and monitoring the auditor's independence, performance and effectiveness of audit process.

- Approval or any subsequent modification / material modification of transactions of the Company with related parties.
- Scrutiny of inter-corporate loans and investments including reviewing the utilization of loans and / or advances from/investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary.
- Evaluation of internal financial controls and risk management systems.
- Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems and thereon.
- Reviewing the adequacy of internal audit function, coverage and frequency of internal audit.
- Discussion with the auditors of any significant findings on matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board.
- To review the investments made by the Company and its subsidiaries.
- To review the functioning of the Whistle Blower mechanism.
- Approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate.
- To review and monitor the compliances with regard to the Company's Code on Insider Trading.
- Other mandatory business as specified in the Act and Listing Regulations.

### Whistle Blower Policy

The Company promotes ethical behaviour in all its business activities and has put in place a mechanism of reporting illegal or unethical behaviour. The Company has a Whistle Blower Policy wherein the employees are free to report violations of laws, rules, regulations or unethical conduct to their immediate supervisor or such other person as may be notified by the management to the workgroups. During the year, no personnel have been denied access to the Audit Committee. The Whistle Blower Policy is available on the website of the Company at <https://www.hoec.com/policies/>. The confidentiality of those reporting violations is maintained, and they are not subjected to any discriminatory practice.

### ii. Nomination and Remuneration Committee

The Committee's constitution and terms of reference are in compliance with provisions of the Act and SEBI Listing Regulations as amended from time to time.

As on March 31, 2025, the Nomination and Remuneration Committee comprised of Mr. Pronip Kumar Borthakur as Chairperson, Mr. Vivek Rae, Mrs. Bhavani Balasubramanian and Mr. Ashok Kumar Goel as Members.

During the year under review, four (4) Nomination and Remuneration Committee meetings were held, and the required quorum was present for all the meetings. The Chairperson (i.e., Ms. Sharmila Amin) of the Nomination and Remuneration Committee was present at the last Annual General Meeting held on September 26, 2024.

An extract of the terms of reference of the Nomination and Remuneration Committee is as follows:

- Identification of persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment / removal.

- Recommendation to the Board a policy, relating to the remuneration for the Directors, Key Managerial Personnel, Senior Management and other Employees including devising a policy on diversity of Board of Directors.
- Formulation of criteria for determining qualifications, positive attributes and independence of a Director.
- Formulation of the criteria for evaluation of Independent Directors and the Board.
- To administer, monitor and formulate detailed terms and conditions of the incentive schemes.

### **Performance Evaluation**

Pursuant to the provisions of the Act and SEBI Listing Regulations, annual performance evaluation of Board, the Committees of the Board and the individual Directors were carried out.

The performance of the Board was evaluated by the Board by seeking inputs from all the Directors on the basis of criteria such as board composition and quality, effectiveness of meetings and procedure, board development, strategy and risk management and Board and Management relations.

The performance of the Committees was evaluated by the Board by seeking inputs from the Committee members on the basis of criteria such as Committee composition, function and duties and effectiveness of meetings and procedure.

In a separate meeting of the Independent Directors, performance of the Non-Independent Directors, the Chairman and the Board as a whole was evaluated, taking into account the views of the Executive and Non-Executive Directors.

Performance evaluation of Independent Directors was done by the entire Board, excluding the Independent Director being evaluated.

The Board and Nomination and Remuneration Committee reviewed the performance of individual Directors on the basis of criteria such as contribution of the individual Director to the meetings, preparedness, adherence to Code of Conduct, initiatives and advisory role, ability to contribute and monitor governance level at Board / Committee meetings, effective deployment of domain knowledge and expertise, independence of behaviour and judgement, etc.

### **iii. Stakeholders Relationship Committee**

The Stakeholders Relationship Committee of the Company is constituted in line with the provisions of the Act and SEBI Listing Regulations. As on March 31, 2025, the Committee was constituted with Mrs. Bhavani Balasubramanian as Chairperson, Mr. Rohit Kumar Dhoot and Mr. R. Jeevanandam as Members.

During the year under review, four (4) Stakeholders Relationship Committee meetings were held and the intervening gap between the meetings did not exceed one hundred and twenty days. The required quorum was present for all the meetings.

The terms of reference of the Stakeholders Relationship Committee is as follows:

- To consider and resolve the investor grievances / complaints pertaining to transfer and transmission of shares, issue of duplicate shares, non-receipt of annual report, non-receipt of dividends declared, etc.
- Oversight of the performance of the Company's Registrars and Transfer Agent.
- Monitoring the implementation and compliance with the Company's Code of Conduct for Prohibition of Insider Trading.

**Details of the Compliance Officer & Nodal officer for the purpose of IEPF Regulations**

Ms. G. Josephin Daisy  
 Company Secretary & Compliance Officer,  
 Hindustan Oil Exploration Company Limited,  
 'Lakshmi Chambers', 192, St. Mary's Road,  
 Alwarpet, Chennai - 600 018, Tamil Nadu  
 Tel: +91 (044) 66229000 ; E-mail: [hoecshare@hoec.com](mailto:hoecshare@hoec.com)

**iv. Details of investor complaints received and replied / resolved during the year.**

Particulars	Total grievances / complaints received	Total grievances / complaints addressed	Pending grievances / complaints as on March 31, 2025
Received from Investors	2	2	-
Received from NSDL / CDSL	-	-	-
Referred by SEBI	1	1	-
Referred by Stock Exchange(s)	-	-	-
RBI / Govt. Authorities	-	-	-
<b>Total</b>	<b>3</b>	<b>3</b>	<b>-</b>

There were no grievances / complaints from shareholders which remained unaddressed / unresolved. Every effort is made to redress investors' grievances / complaints in least possible time.

**v. Risk Management Committee**

Business risk evaluation and management is an ongoing process within the organization. The Company has a robust risk management framework to identify, monitor and minimize risks as also identify business opportunities.

The Risk Management Committee of the Company is constituted in line with the provisions of the SEBI Listing Regulations. As on March 31, 2025 the Risk Management Committee of the Company was constituted with Mr. Pronip Kumar Borthakur as Chairman, Mr. R. Jeevanandam and Mr. Ashok Kumar Goel, as Director Members and also Mr. Krishnan Raghavan, CTO-E&P and Mr. Janakiraman, Head-HSE as Non-Directors Members of the Committee. During the year under review, two (2) Risk Management Committee meetings were held and the intervening gap between the meetings did not exceed two hundred and ten days. The required quorum was present for the meetings.

The broad terms of reference of the Risk Management Committee are as follows:

- Formulation, monitoring, overseeing the implementation, evaluation and periodical review of risk management framework / policy.
- Ensuring appropriate methodology, processes and systems are in place to monitor the risk management.

**vi. Corporate Social Responsibility (CSR) Committee**

CSR Committee of the Company is constituted in line with the provisions of Section 135 of the Act. As on March 31, 2025, the Committee comprised of Mr. Vivek Rae as Chairman and Mr. Pronip Kumar Borthakur, Mr. Ashok Kumar Goel and Mr. R. Jeevanandam as Members.

During the year under review, four (4) CSR Committee meetings were held, and the required quorum was present for all the meetings.

Policy on Corporate Social Responsibility for the Company has been formulated and the same is available on the Company's website <https://hoec.com/policies/>.

The broad terms of reference of the CSR committee are as follows:

- To formulate and recommend to the Board, a CSR policy and Annual Action Plan indicating the activities to be undertaken by the Company as specified in Schedule VII of the Act.
- To recommend the amount of expenditure to be incurred on the activities referred to above.
- To monitor the CSR activities of the Company from time to time.

**vii. Details of of Committee meetings held and attendance records**

Name of the Committee	Audit Committee	Nomination & Remuneration Committee	Stakeholders' Relationship Committee	Corporate Social Responsibility Committee	Risk Management Committee
No. of meetings held	4	4	4	4	2
Date of meetings	29-May-24 12-Aug-24 14-Nov-24 04-Feb-25	08-May-24 29-May-24 12-Aug-24 14-Nov-24	29-May-24 12-Aug-24 14-Nov-24 04-Feb-25	29-May-24 12-Aug-24 14-Nov-24 04-Feb-25	07-Aug-24 04-Mar-25 - -
Name of Member	No. of meetings attended				
Mr. Vivek Rae	4	4	NA	4	NA
Mr. P. K. Borthakur	4	4	NA	4	2
Ms. Sharmila Amin	3	4	3	NA	NA
Mrs. Bhavani Balasubramanian	1	NA	1	NA	NA
Mr. R Jeevanandam	NA	NA	4	4	2
Mr. Ashok Kumar Goel	NA	4	NA	4	2
Mr. Rohit Rajgopal Dhoot	3	NA	3	NA	NA
Mr. Krishnan Raghavan	NA	NA	NA	NA	2
Mr. G. Janakiraman	NA	NA	NA	NA	2

- Notes: 1. Ms. Sharmila Amin was the Chairperson of the Audit Committee, Nomination & Remuneration Committee and Stakeholders' Relationship Committee upto 16-Dec-2024
2. Mrs. Bhavani Balasubramanian was appointed as Chairperson of Audit Committee, Stakeholders' Relationship committee and Nomination and Remuneration Committee w.e.f. 17-Dec-2024.
3. Mr. P.K. Borthakur was appointed as Chairman of Nomination and Remuneration Committee w.e.f. 04-Feb-2025.

**viii. Independent Directors' Meeting**

During the year, a meeting of the Independent Directors was held on May 28, 2024. The Independent Directors reviewed:

- the performance of the Non-Independent Directors and the Board as a whole;
- the performance of the Chairman of the Company, taking into account the views of Executive Director and Non-Executive Directors; and
- the quality, quantity and timeliness of flow of information between the Company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

#### 4. REMUNERATION OF DIRECTORS

##### Remuneration Policy

The Company *inter-alia* while deciding the remuneration package takes into consideration, the employment scenario and demand for talent in the upstream Oil and gas Sector. In addition, the remuneration package of the industry / other industries for the requisite managerial talent and the qualification and experience held by the appointee are being considered. Annual increments, if any, of the employees are considered and recommended by the Nomination and Remuneration Committee and approved by the Board.

The Company pays remuneration by way of salary, benefits, perquisites and allowances to its Managing Director within the ceilings prescribed under the Act, based on the performance of the Company as well as that of the Managing Director.

During the year under review, the Company paid sitting fees of ₹ 25,000 per meeting to its Non-Executive Independent Directors for attending meetings of the Board and meetings of Committees of the Board. The Company also reimburses the out-of-pocket expenses, if any, incurred by the Directors for attending the meetings.

The Shareholders of the Company have, at the 34<sup>th</sup> Annual General Meeting held on August 20, 2018, approved payment of commission to the Non-Executive Independent Directors within the ceiling of 1% of the Net Profits of the Company as computed under the applicable provisions of the Act, from the financial year 2017-18. The said commission is decided by the Board of Directors and distributed amongst the Non- Executive Independent Directors based on their attendance and contribution at the Board and Committee meetings, as well as the time spent on operational matters other than at meetings.

The remuneration policy of the Company is available on the website at <https://hoec.com/policies/>.

##### Details of Remuneration of Directors for the year ended March 31, 2025

###### a) Remuneration to Managing Director:

The remuneration paid to the Managing Director comprises of salary, allowances and perquisites which were approved by the Shareholders as recommended by the Board.

Name of Director	Fixed Component (in ₹)				Performance Linked Incentive (in ₹)			Total Remuneration (in ₹) (Refer Note 2 below)
	Salary	Contribution to Provident Fund & Superannuation	Other allowances/perquisites (Refer Note 1 below)	Total (A)	Variable Pay including leave encashment	Stock Options	Total (B)	
Mr. R. Jeevanandam	85,39,200	10,24,704	1,04,36,100	2,00,00,004	1,30,22,062*	-	1,30,22,062	3,30,22,066

\* Includes arrears of previous years paid during FY 2024-25.

- Notes: 1. In computing the above Managerial Remuneration, perquisites have been valued in terms of actual expenditure incurred by the Company in providing the benefits.
2. Apart from the above, he is entitled to gratuity and eligible leave encashment as per his terms of appointment approved by the shareholders.



**b) Remuneration to Non-Executive Directors:**

The details of remuneration paid to the Non-Executive Directors for the year ended March 31, 2025 is as follows:

Name	Sitting Fees (in ₹)	Commission (in ₹)
Mr. Vivek Rae	4,50,000	7,00,000
Mr. P. K. Borthakur	4,75,000	7,00,000
Ms. Sharmila Amin	3,75,000	5,25,000
Mrs. Bhavani Balasubramanian	75,000	1,75,000
Mr. Ashok Kumar Goel	-	-
Mr. Rohit Rajgopal Dhoot	-	-

The Non-Executive Directors don't have any pecuniary relationship with the Company other than the above sitting fees and commission. The Company has not granted any stock option to any of its Non-Executive Directors.

**c) Service contracts, notice period, severance fees of Executive Director**

<b>Name</b>	Mr. R. Jeevanandam
<b>Designation</b>	Managing Director
<b>Term of appointment</b>	October 01, 2023 - September 30, 2026
<b>Remuneration</b>	1. Remuneration with allowances of ₹ 16,66,667 per month. 2. Performance-based variable pay of ₹ 50,00,000 at 100% performance. 3. Reimbursement of out-of-pocket expenses, in actuals. 4. Driver, fuel and maintenance expenses for the car.
<b>Severance fees</b>	If there is a change in control and management during the employment with Company, which results in loss of employment, the unexpired period of the term of employment based on the last salary drawn immediately before the cessation of employment shall be compensated.
<b>Termination</b>	Either Party may terminate the Employment Agreement by giving the other six months written notice.

**5. GENERAL BODY MEETINGS****i) Location, Date and Time of last three Annual General Meetings are as follows:**

Year	Location	Date	Time
2021-22	Meeting conducted through VC / OAVM pursuant to the MCA & SEBI Circulars	28.09.2022	10.30 a.m.
2022-23		27.09.2023	10.30 a.m.
2023-24		26.09.2024	10.30 a.m.

**ii) Special resolutions passed in the previous three AGM****a) At the Annual General Meeting held on September 28, 2022:**

- To consider fixing of borrowing limits for the Company
- To consider and approve creation of charges
- To approve raising of capital

- b) At the Annual General Meeting held on September 27, 2023:
- To appoint Mr. Ramasamy Jeevanandam as Managing Director of the Company
  - To re-appoint Mr. Vivek Rae as an Independent Director
  - To adopt a new set of Memorandum of Association (MoA) of the Company, as per Companies Act, 2013
  - To adopt a new set of Articles of Association (AoA) of the Company, as per Companies Act, 2013
- c) At the Annual General Meeting held on September 26, 2024:
- To consider increase in borrowing limits of the Company from ₹ 500 Crores to ₹ 750 Crores
  - To approve creation of charges on the movable and immovable properties of the Company, both present and future, in respect of borrowings

Further, no Extra-ordinary General Meeting was held during the reporting period.

### iii) Resolution passed through Postal Ballot

During the reporting period, the Shareholders have passed one Special Resolution in relation to the Appointment of Mrs. Bhavani Balasubramanian (DIN: 09194973) as an Independent Director through Postal Ballot on March 9, 2025.

The Board of Directors appointed M/s S Sandeep & Associates, Practicing Company Secretaries, as Scrutinizer for conducting the Postal Ballot through remote e-voting process in a fair and transparent manner.

The procedure, notice of Postal Ballot, voting pattern, Scrutinizer's Report, and e-voting results are placed on the Company's website at <https://hoec.com/postal-ballot/>.

## 6. MATERIAL SUBSIDIARY

i.	Name of the Company	Date of Incorporation	Place of Incorporation	Name of the Statutory Auditor	Date of Appointment of Statutory Auditor
	HINDAGE OILFIELD SERVICES LIMITED	November 24, 1988	Gujarat	M/s. Deloitte Haskins & Sells LLP	September 30, 2020
	GEOPETROL INTERNATIONAL INC	May 25, 1993	Panama	M/s. Sunil Jain & CO. LLP	August 20, 2018

Details of the above Material Subsidiaries are outlined in the Board's Report

- ii. Independent Director(s) of HOEC is appointed as a Director on the Board of both the above unlisted material subsidiary. The Policy for determining material subsidiary is available on the Company's website at <https://hoec.com/policies/>.

## 7. MEANS OF COMMUNICATION

- i. Results

Quarterly / Annual Results of the Company are published in the newspapers viz., Business Line, Business Standard and Loksatta. The results are displayed on the Company's website <https://www.hoec.com/financial-results/> and submitted to the stock exchanges BSE Ltd. [www.bseindia.com](http://www.bseindia.com) and the National Stock Exchange of India Ltd. [www.nseindia.com](http://www.nseindia.com).

ii. Earnings call

Presentations made to the Institutional Investors and Analysts after the declaration of the quarterly, half-yearly and annual results are sent to the Stock Exchanges and are also displayed on the Company's website <https://www.hoec.com/earnings-call/>. Further the Company places the audio recording and transcripts of investors earnings call on its website at <https://hoec.com/earnings-call/>

iii. Official news releases and official media releases are sent to the Stock Exchanges and are also displayed on the Company's website <https://www.hoec.com/news-and-filings/>

iv. Annual Report

The Annual Report containing, *inter-alia*, the Audited Annual Standalone and Consolidated Financial Statements, along with Auditor's Reports thereon, Board's Report and other Reports, and important information are circulated to the Members and others entitled thereto and is also available on the website in a user-friendly and downloadable form.

v. SEBI Complaints Redressal System (SCORES)

The investors' complaints are processed through SCORES, a centralized web-based redressal system. The salient features of this system are:

- centralized database of all complaints.
- online upload of Action Taken Reports (ATRs) by the concerned companies; and
- online viewing by investors of actions taken on the complaint and its current status.

vi. Electronic filing with the Stock Exchanges

- a) NSE Electronic Application Processing System ('NEAPS') is a web-based application designed by NSE for Corporates.
- b) BSE Corporate Compliance & Listing Centre (the 'Listing Centre') is a web-based application designed for Corporates.
- c) All periodical compliance filings like shareholding pattern, including Integrated filings, media releases, among others are also filed electronically on the NEAPS and Listing Centre.

vii. Designated exclusive e-mail ID

The Company has designated the email-ID [hoecshare@hoec.com](mailto:hoecshare@hoec.com) exclusively for investor servicing.

viii. Green Initiative

As a responsible Corporate Citizen, the Company supports the 'Green Initiative' taken by the Ministry of Corporate Affairs, by its Circulars, enabling electronic delivery of documents including the Annual Report to the Shareholders at their e-mail address registered with the Depository Participants (DPs) / Registrars & Share Transfer Agents.

Shareholders who have not registered their e-mail addresses so far, and who hold shares in demat form can register their e-mail address with their concerned DPs. Shareholders who hold shares in physical form are requested to register their e-mail addresses with the RTA - MUFG Intimate India Private Limited (formerly known as Link Intime India Pvt. Ltd.) Also, the Shareholders may register / update their email ID with the Company by filling the registration form given at <https://www.hoec.com/green-initiative/>.

ix. Company's website [www.hoec.com](http://www.hoec.com) is a comprehensive reference on the Company's management, business, policies, corporate governance, investor relations, HSE, updates and news, as it serves to inform the Shareholders by giving complete financial details, annual reports, shareholding patterns, corporate benefits, information relating to stock exchanges, Registrars and Share Transfer Agent, etc.

**8. GENERAL SHAREHOLDERS INFORMATION**

i. AGM - date, time and venue	As given in the Notice of the 41 <sup>st</sup> AGM
ii. Financial year	1 <sup>st</sup> April to 31 <sup>st</sup> March
iii. Dividend payment date	Board has not recommended dividend for the FY 2024-25
iv. Stock Exchange where securities are listed	BSE Limited 1 <sup>st</sup> Floor, P. Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001 Scrip Code: 500186  National Stock Exchange of India Ltd. "Exchange Plaza", Bandra Kurla Complex, Bandra (East), Mumbai - 400 051 Scrip Code: HINDOILEXP
V. Payment of annual listing fee	The Company has paid the applicable annual listing fees to the said Stock Exchanges
VI. Company's RTA	MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited) Website: <a href="https://in.mpms.mufg.com/">https://in.mpms.mufg.com/</a>  Regd. Office: C-101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400083, Maharashtra Tel No.: 022 49186270 ; Fax: 022 49186060 E-mail ID: <a href="mailto:rnt.helpdesk@linkintime.co.in">rnt.helpdesk@linkintime.co.in</a> <a href="mailto:mumbai@in.mpms.mufg.com">mumbai@in.mpms.mufg.com</a>  Service Branch: 'Geetakunj', 1, Bhakti Nagar Society, Behind ABS Tower, Old Padra Road, Vadodara, Gujarat - 390 015. Tel.: 0265 - 3566768 ; Fax: 0265-2356791 E-mail ID: <a href="mailto:vadodara@in.mpms.mufg.com">vadodara@in.mpms.mufg.com</a>

## vii. Share transfer system

According to SEBI Listing Regulations, transfer of securities of listed entity shall not be processed unless the securities are held in the dematerialised form. Further transfer, transmission or transposition of securities held in physical or demat shall be effected only in demat form.

Subject to the submission of required documents to the Company or RTA, requests for dematerialization are generally confirmed within a period of 21 days from the date of its receipt.

As on 31<sup>st</sup> March 2025 1,31,470,340 equity shares representing 99.42% of total equity shares are in demat mode.

## viii. Nomination facility for shareholding

As per the provisions of the Act, facility for making nomination is available for Members in respect of shares held by them. Members holding shares in physical form may obtain nomination form from RTA of the Company. Members holding shares in dematerialized form shall contact their Depository Participants (DP) in this regard.

## ix. Permanent Account Number (PAN)

Members who hold shares in physical form are advised to furnish to the Company a copy of the PAN card of the transferees, members, surviving joint holders, legal heirs while obtaining the services of transfer, transposition, transmission and issue of duplicate share certificates in accordance with the SEBI mandates.

## x. Distribution of Shareholding as on March 31, 2025

S. No.	Distribution of shares	Number of Shareholders	% of Total Shareholders	Number of Shares	% of Total Share Capital
1	1 - 500	83,158	86.7105	89,72,210	6.78
2	501 - 1000	5,732	5.9769	45,55,425	3.44
3	1001 - 2000	3,076	3.2074	46,43,319	3.51
4	2001 - 3000	1,196	1.2471	30,41,177	2.3
5	3001 - 4000	589	0.6142	21,25,811	1.61
6	4001 - 5000	473	0.4932	22,40,628	1.69
7	5001 - 10000	780	0.8133	58,23,282	4.4
8	10001 & above	899	0.9374	10,08,41,437	76.25
<b>Total:</b>		<b>95,903</b>	<b>100.00</b>	<b>13,22,43,289</b>	<b>100.00</b>

xi. No ADR / GDR / Warrants / convertible securities or instruments have been issued by the Company.

## xii. Dematerialization of shares and liquidity

The break-up of equity shares held in physical and dematerialized form as on 31<sup>st</sup> March 2025 is as given below:

Particulars	Demat Mode			Total
	Physical Mode	CDSL	NSDL	
No. Shares	7,72,949	7,36,01,776	5,78,68,564	13,22,43,289
%	0.58	55.66	43.76	100.00

The International Securities Identification Number (ISIN) allotted to the Company's shares is INE345A01011

## xiii. Dividend

Payment of dividend through National Electronic Clearing Service (NECS):

- a. The Company provides the facility for remittance of dividend to the Members through NECS. To facilitate dividend payment through NECS, Members who hold shares in demat mode should inform their Depository Participant and such of the Members holding shares in physical form should inform the Company / RTA of the core banking account number allotted to them by their bankers. In cases where the core banking account number is not intimated to the Company / RTA / Depository Participant, the Company will issue dividend warrants to the Members.

- b. Transfer of unclaimed dividend and corresponding shares to the Investor Education and Protection Fund  
Your Company has transferred the funds lying unpaid or unclaimed for a period of more than seven years and the corresponding shares in accordance with the provisions of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, (as amended from time to time), to Investor Education and Protection Fund (IEPF). As on the date of this Report there is no outstanding dividends liable to be transferred to IEPF.

Details of the same are uploaded on the Company's website at <https://www.hoec.com/dividend-information/>  
Shareholders may note that both the unclaimed dividend and corresponding shares transferred to IEPF including all the benefits accruing on such shares, if any, can be claimed back from IEPF by submitting an online application in the prescribed Form No. IEPF-5 by logging in through MCA (Ministry of Corporate Affairs) Portal and sending a physical copy of the same, duly executed to the Company along with requisite documents as required under the Act and enumerated by RTA. No claims shall lie against the Company in respect of the dividend / shares so transferred.

The Company has not transferred or hold any equity shares in demat suspense account or unclaimed suspense account.

#### xiv. Plant Locations

S.No.	Name	Location
1	PY-1 Offshore Production facility	SUN Platform, Offshore Cauvery Basin Block PY-1, Tamil Nadu, India.
2	PY-1 Gas Processing Plant	Pillaiperumalnallur, Thirukadaiyur, Nagapattinam Dist. Tamil Nadu - 609 311, India.
3	Palej Production Facility (PPF)	Block-CB-ON-7, Near Palej, Village Makan Vadodara Dist., Gujarat - 392 220, India.
4	North Balol Gas Collection Station (GCS)	Block North Balol, Near Village Palaj, Mehsana Dist., Gujarat - 384 410, India.
5	Asjol Early Production System (EPS)	Block Asjol, Village Katosan, Mehsana Dist., Gujarat - 384 430, India.
6	Dirok Gas Gathering Station (GGS)	HOEC Gas Gathering Station, Near Tongline, Dirok Tea Estate, P. O. Margherita, Tinsukia Dist., Assam - 786181, India.
7	Hollong Modular Gas Processig Plant (H-MGPP)	Augbandha Village, Near Dehing TE, Margherita, Tinsukia Dist. Assam - 786187, India.
8	Block - MB/OSDSF/B80/2016	Off West Coast, Arabian Sea, Other Territory, 999999
9	KGB - Offshore Installation	Mumbai Offshore
10	FSO Prem Pride	Mumbai Offshore
11	Kharsang oil Field	Kharsang, Changland, Arunachall Pradesh - 792 122, India.



## xv. Credit rating

Rating Agency	Instrument / Type	Amount (₹ Crores)	Rating / Outlook
India Ratings & Research Private Limited	Long term Issuer Rating		IND A / Positive
	Bank Loan	Rs. 500	IND A / Positive / IND A1

## xvi. Address for Correspondence

Secretarial Department,  
Hindustan Oil Exploration Company Limited  
'Lakshmi Chambers', 192, St. Mary's Road, Alwarpet, Chennai - 600018, Tamil Nadu, India  
Tel.: +91 (044) 66229000; E-mail: [hoecshare@hoec.com](mailto:hoecshare@hoec.com)

**9. OTHER DISCLOSURES**

- i. All related party transactions are negotiated on arm's length basis and are intended to further the interests of the Company. None of the transactions with any of the related parties were in conflict with the interest of the Company. Attention of members is drawn to the disclosure of transactions with related parties set out in Note no.44 of the financial statements, forming part of the Annual Report. Further, the policy for dealing with related party transaction is available on the Company's website <https://hoec.com/policies/>.
- ii. There has been no instance of non-compliance by the Company on any matter related to capital markets during the last three years and hence no penalties or strictures have been imposed on the Company by the Stock Exchanges or SEBI or any other Statutory Authority.
- iii. The Company has adopted a Policy on determination of materiality for disclosures and a Policy on retention of Documents is also in place.
- iv. Reconciliation of Share Capital Audit Report under SEBI (Depositories and Participants) Regulations, 2018 M/s. S. Sandeep & Associates, Company Secretaries in Practice carried out the Share Capital Audits periodically, to reconcile the total admitted equity share capital with NSDL and CDSL and the total issued and listed equity share capital. The said Audit Reports are submitted to BSE and NSE and also placed before the Stakeholders' Relationship Committee and the Board of Directors.
- v. Compliance Certificate of the Auditors  
As required under Schedule V of SEBI Listing Regulations, a certificate from M/s. S. Sandeep & Associates, Company Secretaries in Practice confirming compliance with the conditions of Corporate Governance Forms part of this report.
- vi. Compliance Certificate from MD and CFO  
As required under Regulation 17(8) of SEBI Listing Regulations, a certificate from Managing Director and Chief Financial Officer of the Company is provided in this Annual Report.
- vii. Certificate on Directors' Disqualification  
As required under Schedule V of SEBI Listing Regulations, a certificate from M/s. S. Sandeep & Associates, Company Secretaries in Practice, that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by SEBI / Ministry of Corporate Affairs or any such Statutory Authority Forms part of this report.

## viii. Adoption of mandatory and non-mandatory requirements of SEBI Listing Regulations

The Company has complied with all the mandatory requirements and has adopted some of the non-mandatory requirements of SEBI Listing Regulations. In respect of adoption of non-mandatory and discretionary requirements, the Company will review its implementation from time to time.

## ix. Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

An Internal Complaints Committee has been constituted and during the year under review no complaints were received from any employee.

## x. Commodity price risk or foreign exchange risk and hedging activities:

The Company does not deal in commodities and hedging activities. Hence the disclosure pursuant to SEBI Circular dated November 15, 2018 is not required to be given.

## xi. The Company has complied with applicable regulations specified in regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46.

## xii. Compliance with Indian Accounting Standards (Ind AS)

In the preparation of financial statements, the Company has followed the Indian Accounting Standards in accordance with the Companies (Indian Accounting Standards), Rules, 2015 of the Act. The significant accounting policies used for the preparation of the financial statements are set out in the Notes to the financial statements.

## xiii. Details of Auditors' fees

As required under Schedule V of SEBI Listing Regulations, the details of total fees to the Statutory Auditors M/s Deloitte Haskins & Sells LLP, Chartered Accountants, for all services paid by the Company and its subsidiaries on a consolidated basis is given below.

(₹ in lakhs)

Name of the Company	Fee of FY 2024-25
Audit fee	40.71
Tax audit fee	2.36
Reimbursements	2.55
<b>Total</b>	<b>45.62</b>

xiv. Participation and voting at 41<sup>st</sup> AGM

Pursuant to the circulars issued by the Ministry of Corporate Affairs and SEBI, the 41<sup>st</sup> AGM of the Company will be held through video-conferencing and the detailed instructions for participation and voting at the meeting is available in the Notice of the 41<sup>st</sup> AGM.

**For and on behalf of the Board of Directors**

Date : 28-05-2025  
Place : Chennai

**P K Borthakur**  
**Director**  
DIN: 06417854

**R Jeevanandam**  
**Managing Director**  
DIN: 07046442

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

(Pursuant to Regulation 34(3) read with clause D of Schedule V of SEBI Listing Regulations)

I hereby declare that all the members of the Board and the Senior Management Personnel of the Company have affirmed compliance with their respective Code of Conduct as applicable to them for the Financial Year ended March 31, 2025.

**For and on behalf of the Board**

Date : 28-05-2025  
Place: Chennai

**R. Jeevanandam**  
**Managing Director**  
DIN: 07046442

**CERTIFICATE ON CORPORATE GOVERNANCE**

(Pursuant to Para E of Schedule V of Regulations)

To,

**The Members****Hindustan Oil Exploration Company Limited****(CIN: L11100GJ1996PLC029880)**

We have examined the compliance of the conditions of Corporate Governance by **HINDUSTAN OIL EXPLORATION COMPANY LIMITED (CIN: L11100GJ1996PLC029880)** ("the Company"), for the financial year ended on March 31, 2025, as stipulated in Regulations 17 to 27 and other relevant provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").

**Management's Responsibility:**

The compliance of conditions of Corporate Governance is the responsibility of the Management. The responsibility includes design, implementation and maintenance of internal control and procedures to ensure compliance with conditions of Corporate Governance as stated in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

**Our Responsibility:**

Our examination was limited to examining procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. It is neither an audit nor an expression of opinion on the financial statements of the Company.

**Our Opinion:**

In our opinion, on the basis of our examination of the relevant records produced, information provided, the explanations and clarifications given to us, the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India, we certify that the Company has complied with all mandatory regulations and the conditions of Corporate Governance as stipulated in Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, during the financial year ended March 31, 2025.

We further state that this certificate is neither an assurance as to the future viability of the Company nor of efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For S.Sandeep & Associates**  
Company Secretaries

**S.Sandeep**  
Company Secretary in Practice  
C P No.: 5987; FCS No.: 5853  
PR : 6526/ 2025  
UDIN: F005853G000420355

Date : 23-05-2025  
Place : Chennai

## MD & CFO CERTIFICATE FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024

We, R. Jeevanandam and N. S. Senthilnathan in our capacity as the Managing Director and Chief Financial Officer respectively of Hindustan Oil Exploration Company Limited, to the best of our knowledge and belief certify that:

1. We have reviewed the audited standalone and consolidated financial statements including the cash flow statement of Hindustan Oil Exploration Company Limited for the year ended March 31, 2025 and that to the best of our knowledge and belief:
  - a) these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
  - b) these statements together present a true and fair view of the listed entity's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of internal control systems of the Company pertaining to financial reporting and we have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.
4. We have indicated to the auditors and the Audit Committee:
  - a) significant changes in internal control over financial reporting during year, if any;
  - b) significant changes in accounting policies during the year, if any, and that the same have been disclosed in the notes to the financial statements; and
  - c) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

This certificate is being issued in compliance of Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Date : 28-05-2025  
Place : Chennai

**R Jeevanandam**  
**Managing Director**  
DIN: 07046442

**N. S. Senthilnathan**  
**Chief Financial Officer**

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Reg. 34(3) and Schedule V, Para C, Clause (10)(i) of the SEBI Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

**The Members**

**Hindustan Oil Exploration Company Limited**

**(CIN: L11100GJ1996PLC029880)**

Tandalja Road, Off: Old Padra Road,

Vadodara, Gujarat 390 020

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Hindustan Oil Exploration Company Limited** having **CIN : L11100GJ1996PLC029880** and having registered office at Tandalja Road, Off Old Padra Road, Vadodara, Gujarat 390 020 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company and its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31<sup>st</sup> March, 2025 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of initial appointment in Company
1	Viveka Rae	01866765	18/04/2019
2	Sharmila Hiralal Amin (*)	06770401	17/12/2014
3	Pronip Borthakur	06417854	15/06/2016
4	Ashok Kumar Goel	00025350	01/03/2018
5	Rohit Rajgopal Dhoot	00016856	10/03/2018
6	Ramasamy Jeevanandam	07046442	02/02/2015
7	Balasubramanian Bhavani	09194973	17/12/2024

(\*) Retired on completion of tenure on 17.12.2024

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For S.Sandeep & Associates**  
Company Secretaries

**S.Sandeep**  
Company Secretary in Practice  
C P No.: 5987; FCS No.: 5853  
PR : PR : 6526/ 2025  
UDIN: F005853G000420267

Date : 23-05-2025

Place : Chennai



## INDEPENDENT AUDITOR'S REPORT

To the Members of  
Hindustan Oil Exploration Company Limited

### Report on the Audit of the Standalone Financial Statements

#### Opinion

We have audited the accompanying standalone financial statements of **Hindustan Oil Exploration Company Limited** (the "Company"), which comprise the Balance Sheet as at March 31, 2025, and the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Cash flows and the Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information and which includes eight unincorporated joint ventures accounted on proportionate basis.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial statements of the unincorporated joint ventures referred to in the Other Matters section below, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2025, and its profit, total comprehensive income, its cash flows and the changes in equity for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Standalone Financial Statements 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 standalone financial statements 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 obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

S.No	Key Audit Matter	Auditor's Response
1	<p><b>Impairment of Upstream Oil and Gas assets included in PP&amp;E and Capital Work in Progress and loans and advances given to subsidiary companies for Oil and Gas assets</b></p> <p>Oil and Gas assets included in Property, Plant and equipment (PP&amp;E) and Capital Work in progress of the Company aggregate ₹ 80,742 lakhs and Loans and advances given to its subsidiary companies which have Oil and Gas assets aggregate ₹ 12,576 lakhs.</p>	<p><b>Principal audit procedures performed included the following:</b></p> <p>Our procedures relating to testing the impairment of the upstream Oil and Gas assets, Capital work in Progress and loans and advances given to subsidiary companies for oil and gas assets included the following, among others:</p> <p>(a) Evaluated the indicators for impairment of upstream oil and gas assets, Capital work in Progress and loans and advances given to subsidiary companies for oil and gas assets, and where impairment indicators were identified:</p>

S.No	Key Audit Matter	Auditor's Response
	<p>Recoverability of such Oil and Gas assets has been identified as a key audit matter due to:</p> <ul style="list-style-type: none"> <li>• The significance of the carrying value of the assets being assessed;</li> <li>• The assessment of the recoverable amount of the Company's Cash Generating Units (CGUs) involves significant judgements about future cash flow forecasts and the discount rates applied; and</li> <li>• The estimation of oil and natural gas reserves is a significant area of judgement due to the technical uncertainty involved and this has a substantial impact on impairment testing.</li> </ul> <p>As required by Ind AS 36 'Impairment of Assets', management estimated the recoverable amount of the CGU to determine if any impairment charges or reversals were required.</p>	<ul style="list-style-type: none"> <li>(i) Tested the effectiveness of internal controls over the Company's process in estimating the oil and gas reserves, the completeness and accuracy of the input data used and the reasonableness of key assumptions considered in the impairment evaluation including the discount rates and future oil and gas prices.</li> <li>(ii) Obtained the impairment workings prepared by the Company and performed the following procedures: <ul style="list-style-type: none"> <li>• Assessed the valuation methodology used by management, evaluated the appropriateness of management's identification of the CGU's and tested the arithmetical accuracy of the impairment calculations.</li> <li>• Conducted corroborative inquiries with the Company personnel, including internal reserve experts, to identify factors, if any, which should be considered in the analysis.</li> <li>• Tested the key assumptions used in the assessment including reserve estimate, oil and gas prices by comparing them with prior year's data and external data, where relevant.</li> <li>• Assessed the reasonableness of the discount rates used.</li> <li>• Verified the estimated future capital and operational costs, by comparing the same with the approved budgets and the production forecasts.</li> <li>• Performed sensitivity analysis of key assumptions, including estimate of production-based revenue growth rates and the discount rates applied in the valuation workings.</li> </ul> </li> </ul>
2	<p><b>Measurement of provision for decommissioning, dismantling, removal and restoration ("DDRR")</b></p> <p>The provision outstanding for DDRR of the Company amounts to ₹ 15,918 Lakhs. The estimation of DDRR provision, involves significant degree of judgement and uncertainty in estimation.</p> <p>DDRR provisions are inherently subjective given they are based on estimates of costs that will be settled in the future. The Company reviews the DDRR provision on an annual basis, of which key components include the interest rate, inflation rate and expected future costs.</p>	<p><b>Principal audit procedures performed:</b></p> <p>Our procedures relating to testing the measurement of the provision for DDRR included the following, among others:</p> <ul style="list-style-type: none"> <li>(i) Tested the effectiveness of internal controls over the Company's process in estimating the future costs, the completeness and accuracy of the input data used and the reasonableness of key assumptions considered in their evaluation including the inflation rate and discount rates.</li> <li>(ii) Obtained the calculation of the DDRR provision prepared by the Company and performed the following procedures: <ul style="list-style-type: none"> <li>• Obtained and evaluated the report received by the Company from an external specialist for reasonableness.</li> <li>• Tested the completeness of the provision by comparing the list of operating blocks with the obligation to create a provision for DDRR.</li> <li>• Tested the arithmetical accuracy of the Decommissioning liability.</li> </ul> </li> </ul>

### Information Other than the Financial Statements and Auditor's Report Thereon

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, Corporate Governance Report, Management Discussion and Analysis and Business Responsibility and Sustainability Report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon. The Board's Report, Corporate Governance Report, Management Discussion and Analysis and Business Responsibility and Sustainability Report are expected to be made available to us after the date of this auditor's report.
- Our opinion on the standalone financial statements does not cover the other information and will not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, compare with the financial information of the unincorporated joint ventures audited by the other auditors, to the extent it relates to these unincorporated joint ventures and, in doing so, place reliance on the work of the other auditors, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the unincorporated joint ventures, is traced from their financial statements audited by the other auditors.
- When we read the Board's Report, Corporate Governance Report, Management Discussion and Analysis and Business Responsibility and Sustainability Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 The Auditor's responsibilities Relating to Other Information.

### Responsibilities of Management and Board of Directors for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. 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 financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management and 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 intend to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

### Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements 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 these standalone financial statements.

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 standalone financial statements, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone 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 management.
- Conclude on the appropriateness of management's 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 standalone financial statements 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 standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Company and unincorporated joint ventures to express an opinion on the standalone financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the standalone financial statements of which we are the independent auditors. For the other entities included in the standalone financial statements, 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 standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements 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 standalone financial statements.

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 financial controls 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Other Matters

- a) We have placed reliance on the technical/commercial evaluation performed by the management in respect of the 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 restorations costs.
- b) Management had performed year end physical verification of inventory of crude oil at offshore location. However, we were not able to physically observe the verification of the inventory that was carried out by the Management due to practical and safety considerations. Consequently, we have performed alternate procedures to audit the existence and condition of inventory as per the guidance provided in SA 501 "Audit evidence - Specific consideration for selected items" and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on these Standalone Financial Statements.
- c) The Standalone Financial Statements includes comparative figures for the year ended March 31, 2024 of an unincorporated joint venture consolidated on a proportionate basis, on account of a business combination of entities under common control referred to in Note 47 of the standalone financial statements, which has been audited by the other auditor, where they have expressed an unmodified opinion vide their report dated May 28, 2025. These financial information have been restated applying the principles specified in Appendix C to Ind AS 103 for Business combinations of entities under common control and included in this Standalone Financial Statements.
- d) We did not audit the financial information of seven unincorporated joint ventures included in the standalone financial statements of the Company whose financial information reflect total assets of ₹ 5,008 Lakhs as at March 31, 2025 and total revenues of ₹ Nil Lakhs for the year ended on that date, as considered in the standalone financial statements. 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, and our report in terms of subsection (3) of Section 143 of the act, in so far as it relates to these unincorporated joint ventures, is solely based on the report of such other auditors.
- e) We did not audit the financial information of one unincorporated joint venture included in the Standalone Financial Statements, whose financial information reflect total assets of ₹ 486 lakhs as at March 31, 2025 and total revenues of ₹ Nil for the quarter and year ended March 31, 2025. The financial information of this unincorporated joint venture is unaudited and have been furnished to us by the Management and our opinion in so far as it relates to the amounts and disclosures included in respect of this unincorporated joint venture, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, this financial information is not material to the Company.

Our opinion on the standalone financial statements and our report on Other Legal and Regulatory Requirements below is not modified in respect of these matters.

### Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on the separate financial statements of the unincorporated joint ventures, referred to in the Other Matters section above we report, to the extent applicable that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company and its unincorporated joint ventures so far as it appears from our examination of those books and the reports of the other auditors, except for not complying with the requirement of audit trail as stated in (i)(vi) below.

- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on March 31, 2025 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
- f) The modification relating to the maintenance of accounts and other matters connected therewith, are as stated in paragraph (b) above.
- g) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements - Refer Note 45 to the standalone financial statements;
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
  - iv. (a) The Management has represented that, to the best of its knowledge and belief, as disclosed in the note 60 to the Standalone Financial Statements no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (b) The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 61 to the financial statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.



- v. The Company has not declared or paid any dividend during the year and has not proposed final dividend for the year.
- vi. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2025 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems except that:
  - a) The feature of recording audit trail (edit log) facility was not enabled at the database level to log any direct data changes for the accounting software used by the Company.
  - b) In respect of a software operated by a third party software service provider, for maintaining payroll records, based on the independent auditor's system and organization controls report covering the requirement of audit trail, the Company has used a software which has a feature of recording audit trail (edit log) facility and the same has operated during the period April 1, 2024 till December 31, 2024 and no instance of audit trail feature being tampered with has been reported in such independent auditor's report for the aforesaid period. In the absence of an independent auditor's report covering the audit trail requirement for the remaining period, we are unable to comment whether the audit trail feature of the said software was enabled and operated from January 1, 2025 to March 31, 2025, for all relevant transactions recorded in the software or whether there was any instance of the audit trail feature been tampered with.

Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with, in respect of accounting software for the period for which the audit trail feature was enabled and operating.

Additionally, the audit trail that was enabled and operated for the year ended March 31, 2024, has been preserved by the Company as per the statutory requirements for record retention, as stated in Note 68 to the financial statements.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For **Deloitte Haskins & Sells LLP**  
**Chartered Accountants**

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

**C Manish Muralidhar**

(Partner)

(Membership No. 213649)

(UDIN: 25213649BMOENQ8606)

Place : Chennai

Date : May 28, 2025

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**Report on the Internal Financial Controls with reference to standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")**

We have audited the internal financial controls with reference to standalone financial statements of **Hindustan Oil Exploration Company Limited** (the "Company") as at March 31, 2025 in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

**Management's and Board of Directors' Responsibilities for Internal Financial Controls**

The Company's management and Board of Directors are responsible for establishing and maintaining internal financial controls with reference to standalone financial statements based on the internal control with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

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

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

**Meaning of Internal Financial Controls with reference to standalone financial statements**

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions

of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls with reference to standalone financial statements**

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

**Opinion**

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2025, based on the criteria for internal financial control with reference to standalone financial statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For **Deloitte Haskins & Sells LLP**  
**Chartered Accountants**  
(Firm's Registration No. 117366W/W-100018)

**C Manish Muralidhar**  
(Partner)  
(Membership No. 213649)  
(UDIN: 25213649BMOENQ8606)

Place : Chennai  
Date : May 28, 2025

**ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- (i) In respect of Property, Plant and Equipment and Intangible Assets:
- a) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment other than Oil & Gas Assets. The Company has maintained proper records showing full particulars of intangible assets.
  - b) The Company has a program of verification of property, plant and equipment, other than those which are underground/ submerged/ under joint operations so to cover all the items once every 3 years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain Property, Plant and Equipment were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
  - c) Based on the examination of the registered title deed provided to us, we report that, the title deeds of all the immovable properties of land and buildings (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment and investment property, are held in the name of the Company as at the balance sheet date. Immovable properties of land and buildings whose title deeds have been pledged as security for loans are held in the name of the Company based on the confirmations directly received by us from lenders.
  - d) The Company has not revalued any of its property, plant and equipment and intangible assets during the year.
  - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- (ii) In respect of Inventory:
- a) The inventories were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories when compared with books of account.
  - b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of ₹ 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns or statements comprising (stock statements, trade payables, trade receivables and other stipulated financial information) filed by the Company with such banks or financial institutions are in agreement with the unaudited books of account of the Company of the respective quarters.
- (iii) In respect of Loans and Advances:
- The Company has not made any investments in, provided any guarantee or security, and granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties during the year.

- a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable. The details of such loans provided during the previous years and outstanding as at March 31, 2025 is as below:

Particulars	Balance outstanding as at March 31, 2025
- Subsidiaries	₹ 12,576 lakhs

- b) The Company has not made any investments in, provided any guarantee or security during the year, and hence reporting under clause (iii)(b) of the Order is not applicable.
- c) In respect of loans granted and advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts of principal amounts and interest have been regular as per stipulations except for the following:

Name of the entity	Nature	Interest Accrued as at March 31, 2025 (₹ Lakhs)	Remarks, if any
Geopetrol International Inc. (Wholly Owned Subsidiary of the Company)	Interest on Loan	2,643	Terms of payment of interest is not stipulated in the agreement and hence we are unable to comment on the regularity of the payment of interest.
Hindage Oilfield Services Limited (Wholly Owned Subsidiary of the Company)	Interest on Loan	2,473	Interest is payable on a monthly basis. The interest accrued is for the past 36 months is unpaid as at March 31, 2025.

- d) In respect of loans granted by the Company, an amount of INR 2,269 lakhs pertaining to interest with respect to one subsidiary is overdue for more than 90 days as at March 31, 2025. In respect of loan granted to another subsidiary where the payment terms of interest is not stipulated an amount of INR 2,643 lakhs is overdue, as explained to us, the Management has taken reasonable steps for recovery of the interest.
- e) During the year loans or advances in the nature of loans amounting to INR 6,033 lakhs (100% of the loans and advances in the nature of loans granted during the year) fell due from the subsidiary Geopetrol International Inc. had been renewed during the year.
- f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.
- (iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- (v) The Company has not accepted any deposit during the year and does not have any unclaimed deposits as at March 31, 2025 and hence, reporting under clause 3(v) of the Order is not applicable.
- (vi) The maintenance of cost records has been specified by the Central Government under Section 148(1) of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

## (vii) In respect of statutory dues:

- a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Income-tax, Value Added Tax, cess and other material statutory dues applicable to the Company have been generally regularly deposited by it with the appropriate authorities in all cases during the year. We have been informed that the provisions of the Employees' State Insurance Act, 1948 are not applicable to the Company.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Income-tax, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2025 for a period of more than six months from the date they became payable.

- b) Details of dues of Service Tax which have not been deposited as on March 31, 2025 on account of disputes are given below:

Name of Statute	Nature of dues	Forum where dispute is pending	Period to which the amount relates	Amount Demanded (₹ in lakhs)	Amount Unpaid (₹ in lakhs)
Finance Act, 1994	Service Tax	CESTAT, Chennai	April 2006 to November 2007	14.74	14.74
			October 2007 to March 2011*	146.46	146.46
			April 2010 to March 2015	24,283.25	24,283.25

(\*) Net of ₹ 7.71 lakhs paid under protest

Note: The above does not include the show cause notices received by the Company and disclosed in contingent liabilities as part of the standalone financial statements.

- (viii) There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.

## (ix) In respect of Borrowings:

- (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- (c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.

- (x) (a) The Company has not issued any of its securities (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable to the Company.



- (xi) (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of Section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) As represented to us by the Management, there were no whistle blower complaints received by the Company during the year and up to the date of this report.
- (xii) The Company is not a Nidhi Company and hence reporting under clause 3(xii) of the Order is not applicable.
- (xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports issued to the Company during the year and covering the period upto September 30, 2024 and the draft of the internal audit reports where issued after the balance sheet date covering the period October 01, 2024 to March 31, 2025 for the period under audit.
- (xv) In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- (xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable. The Group does not have any CIC as part of the group and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- (xvii) The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- (xviii) There has been no resignation of the statutory auditors of the Company during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- (xx) In respect of ongoing projects, the Company has transferred unspent Corporate Social Responsibility (CSR) amount, to a Special account before the date of this report and within a period of 30 days from the end of the financial year in compliance with the provision of Section 135(6) of the Act.

For **Deloitte Haskins & Sells LLP**  
**Chartered Accountants**  
(Firm's Registration No. 117366W/W-100018)

**C Manish Muralidhar**  
(Partner)  
(Membership No. 213649)  
(UDIN: 25213649BMOENQ8606)

Place : Chennai  
Date : May 28, 2025

**STANDALONE BALANCE SHEET AS AT MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

Particulars	Notes	As at March 31, 2025	As at March 31, 2024
<b>ASSETS</b>			
<b>1 Non-current assets</b>			
Property, plant & equipment			
a) Oil and gas assets	4	76,713.33	77,544.98
b) Others	4	626.62	712.00
Capital work-in-progress	5	4,028.36	3,489.19
Investment property	6	283.29	278.05
Intangible assets - Exploration	7	1,044.19	1,012.40
Intangible assets - Others	7	-	-
Financial assets			
Investments in subsidiaries	8	5,945.83	5,945.83
Deposits under site restoration fund	9	8,914.09	8,317.27
Other bank balances	10	7.72	116.00
Other financial assets	11	-	-
Income tax assets (net)	12	310.32	211.73
Deferred tax asset (net)	13	-	-
Other non-current assets	14	7.71	13.64
<b>Total non-current assets</b>		<b>97,881.46</b>	<b>97,641.09</b>
<b>2 Current assets</b>			
Inventories	15	20,730.69	3,975.52
Financial assets			
Investments	16	35.43	42.35
Trade receivables	17	2,568.92	20,675.55
Cash and cash equivalents	18	728.22	837.42
Other bank balances	19	8,937.89	2,800.75
Loan to subsidiaries	20	12,576.35	12,420.72
Other financial assets	21	18,398.89	17,059.99
Other current assets	22	318.82	286.28
<b>Total current assets</b>		<b>64,295.21</b>	<b>58,098.58</b>
<b>TOTAL ASSETS</b>		<b>1,62,176.67</b>	<b>1,55,739.67</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	23	13,225.93	13,225.93
Other equity	24	1,02,712.67	88,003.48
<b>Total equity</b>		<b>1,15,938.60</b>	<b>1,01,229.41</b>
<b>Liabilities</b>			
<b>1 Non-current liabilities</b>			
Financial liabilities			
Borrowings	25	2,453.89	4,902.93
Other financial liabilities	26	347.84	231.03
Provisions	27	15,969.44	14,877.83
<b>Total non-current liabilities</b>		<b>18,771.17</b>	<b>20,011.79</b>
<b>2 Current liabilities</b>			
Financial liabilities			
Borrowings	28	2,500.00	2,500.00
Trade payables			
Total outstanding dues of micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small Enterprises	29	13,409.27	14,636.23
Other financial liabilities	30	5,042.04	4,632.69
Provisions	31	26.17	23.10
Other current liabilities	32	6,489.42	12,706.44
<b>Total current liabilities</b>		<b>27,466.90</b>	<b>34,498.47</b>
<b>Total liabilities</b>		<b>46,238.07</b>	<b>54,510.26</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,62,176.67</b>	<b>1,55,739.67</b>

See accompanying notes forming part of the Standalone financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
FRN-117366W/W-100018

For and on behalf of the Board of Directors

**C Manish Muralidhar**  
Partner

**Ashok Kumar Goel**  
Director  
DIN: 00025350

Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director  
DIN: 07046442

Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer

Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary

Place : Chennai  
Date : 28-05-2025

**STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

Particulars	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>INCOME</b>			
Revenue from operations	33	34,388.39	56,963.72
Less: Profit petroleum/revenue share to GOI		(3,781.49)	(8,127.57)
Other income	34	7,891.10	3,287.94
<b>Total income</b>		<b>38,498.00</b>	<b>52,124.09</b>
<b>EXPENSES</b>			
Share of expenses from producing oil and gas blocks	35 (a)	26,327.94	27,634.75
Royalty, cess and national calamity contingent duty	35 (b)	5,745.45	6,115.73
(Increase) / decrease in stock of crude oil and condensate	36	(14,243.29)	3,199.31
Employee benefits expense	37	66.58	62.95
Finance costs			
- Banks and financial institutions	38	597.88	1,385.46
- Unwinding of discount on decommissioning liability	38	1,073.81	868.76
Depreciation, depletion and amortization expense	4,6,7	3,038.78	2,986.30
Other expenses	39	1,043.52	1,370.62
<b>Total expenses</b>		<b>23,650.67</b>	<b>43,623.88</b>
<b>Profit before exceptional items and tax</b>		<b>14,847.33</b>	<b>8,500.21</b>
Exceptional items		-	-
<b>Profit before tax</b>		<b>14,847.33</b>	<b>8,500.21</b>
<b>Tax expense</b>			
(1) Current tax		100.04	-
(2) Deferred tax		-	-
<b>Total tax expense</b>		<b>100.04</b>	<b>-</b>
<b>Profit for the year</b>		<b>14,747.29</b>	<b>8,500.21</b>
<b>Other comprehensive income</b>			
Items that will not to be reclassified to profit or loss:			
- Re-measurement (loss)/gain of defined benefit plans, net of tax		(38.10)	(33.68)
<b>Other comprehensive (loss) (net of tax)</b>		<b>(38.10)</b>	<b>(33.68)</b>
<b>Total Comprehensive income</b>		<b>14,709.19</b>	<b>8,466.53</b>
Earnings per equity share of ₹ 10 attributable to equity holders.	40		
Basic		₹ 11.15	₹ 6.43
Diluted		₹ 11.15	₹ 6.43

See accompanying notes forming part of the Standalone financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
**FRN-117366W/W-100018**

**For and on behalf of the Board of Directors**

**C Manish Muralidhar**  
Partner

Place : Chennai  
Date : 28-05-2025

**Ashok Kumar Goel**  
Director  
DIN: 00025350  
Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director  
DIN: 07046442  
Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer  
Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary  
Place : Chennai  
Date : 28-05-2025

**STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***a) Equity Share Capital**

Particulars	As at			
	March 31, 2025		March 31, 2024	
	No. of Shares	₹ in lakhs	No. of Shares	₹ in lakhs
Balance at the beginning of the current reporting year	132,243,289	13,225.93	132,243,289	13,225.93
Changes in Share Capital due to prior period errors	-	-	-	-
Restated balance at the beginning of the current reporting year	-	-	-	-
Changes in share capital during the current year	-	-	-	-
<b>Balance at the end of the current reporting year</b>	<b>132,243,289</b>	<b>13,225.93</b>	<b>132,243,289</b>	<b>13,225.93</b>

**b) Other Equity**

Particulars	Other Equity			Total ₹ in lakhs
	Securities premium	Capital reserve	Retained earnings	
<b>Balance as at April 1, 2023</b>	<b>78,865.42</b>	<b>96,084.50</b>	<b>(95,209.45)</b>	<b>79,740.47</b>
Addition during the year due to acquisition of participating interest in Kharsang field	-	(203.52)	-	(203.52)
Profit for the year	-	-	8,500.21	8,500.21
Other comprehensive income (net of tax)	-	-	(33.68)	(33.68)
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>8,466.53</b>	<b>8,466.53</b>
<b>Balance as at March 31, 2024</b>	<b>78,865.42</b>	<b>95,880.98</b>	<b>(86,742.92)</b>	<b>88,003.48</b>
Profit for the year	-	-	14,747.29	14,747.29
Other comprehensive income (net of tax)	-	-	(38.10)	(38.10)
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>	<b>14,709.19</b>	<b>14,709.19</b>
<b>Balance as at March 31, 2025</b>	<b>78,865.42</b>	<b>95,880.98</b>	<b>(72,033.73)</b>	<b>1,02,712.67</b>

See accompanying notes forming part of the Standalone financial statements

In terms of our report attached

For and on behalf of the Board of Directors

**For Deloitte Haskins & Sells LLP****Chartered Accountants****FRN-117366W/W-100018****C Manish Muralidhar**  
Partner**Ashok Kumar Goel**  
Director  
DIN: 00025350**R. Jeevanandam**  
Managing Director  
DIN: 07046442**N. Sivalai Senthilnathan**  
Chief Financial Officer**Josephin Daisy**  
Company SecretaryPlace : Chennai  
Date : 28-05-2025Place : Chennai  
Date : 28-05-2025Place : Chennai  
Date : 28-05-2025Place : Chennai  
Date : 28-05-2025Place : Chennai  
Date : 28-05-2025

**STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Cash flow from operating activities</b>		
<b>Profit after tax</b>	<b>14,747.29</b>	<b>8,500.21</b>
Adjustments for:		
Depreciation, depletion and amortization expense	3,038.78	2,986.30
Tax expenses	100.04	-
Unwinding of discount on decommissioning liability	1,073.81	868.76
Provision for compensated absences	20.84	(7.43)
Write back of excess provision no longer required	-	(680.07)
Net foreign exchange differences	(120.77)	(117.40)
Interest income	(7,623.06)	(2,221.63)
Interest expenses	597.88	1,385.46
Net gain on sale of investments	(149.05)	-
Rental income	(45.46)	(33.09)
Dividend income	(0.13)	(0.10)
<b>Operating profit before working capital changes</b>	<b>11,640.17</b>	<b>10,681.01</b>
<b>Working capital adjustments for:</b>		
Trade receivables	18,106.63	(16,248.87)
Inventories	(16,755.17)	4,118.24
Other financial and non-financial assets	4,051.97	(7,292.58)
Trade payables, other financial and non-financial liabilities	(6,713.58)	7,355.74
<b>Cash generated from /(used in) operations</b>	<b>10,330.02</b>	<b>(1,386.46)</b>
Direct taxes (payment) (net of refunds)	(198.63)	(74.55)
<b>Net cash (used in)/generated from /operating activities</b>	<b>10,131.39</b>	<b>(1,461.01)</b>
<b>Cash flow from Investing activities</b>		
Property, plant and equipment (net)	(2,437.57)	(1,441.68)
Intangible assets	(31.79)	(26.85)
Loan to subsidiaries	-	10,107.95
Rent received	35.18	33.09
Dividend received	0.13	0.10
Net gain on sale or fair valuation of investments	149.05	-
Interest received	1,113.29	734.99
Bank deposit -Lien for bank guarantees/facilities/others	(6,028.87)	1,617.89
<b>Net cash flows generated (used in) / from investing activities</b>	<b>(7,200.58)</b>	<b>11,025.49</b>
<b>Cash flow from financing activities</b>		
Term loan repayment	(2,500.00)	(9,100.89)
Short term loan received (Net of repayment)	-	(12,000.00)
Interest paid	(546.93)	(1,450.80)
<b>Net cash flows (used in) from financing activities</b>	<b>(3,046.93)</b>	<b>(22,551.69)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(116.12)</b>	<b>(12,987.21)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>879.77</b>	<b>13,866.98</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>763.65</b>	<b>879.77</b>
Balances with banks		
In deposit accounts	-	5.45
In current accounts	728.22	831.97
Current Investments	35.43	42.35
<b>Total cash and cash equivalents</b>	<b>763.65</b>	<b>879.77</b>

See accompanying notes forming part of the Standalone financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
FRN-117366W/W-100018

For and on behalf of the Board of Directors

**C Manish Muralidhar**  
Partner

Place : Chennai  
Date : 28-05-2025

**Ashok Kumar Goel**  
Director

DIN: 00025350  
Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director

DIN: 07046442  
Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer

Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary

Place : Chennai  
Date : 28-05-2025

## NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

## 1. Corporate Information

Hindustan Oil Exploration Company Limited ('the Company' or 'HOEC') was incorporated in India on September 22, 1983 under the provisions of the Companies Act, 1956. The Company's shares are listed on the National Stock Exchange of India Limited ('NSE') and BSE Limited ('BSE'). HOEC is engaged in the exploration, development and production of crude oil and natural gas in India, both onshore and offshore.

The Company is a participant in various oil and gas blocks/fields which are in the nature of joint operation through Production Sharing Contracts ('PSC')/ Revenue Sharing Contracts ('RSC') entered by the Company with Government of India along with other entities. The details of Company's participating interests and of the other entities are as follows:

Sl. No.	Unincorporated Joint Ventures	Participants	Share (%)	
			As at March 31, 2025	As at March 31, 2024
1	MB/OSDSF/B80/2016*	Hindustan Oil Exploration Company Limited (O)	60	60
		Adhboot Estates Private Limited*	40	40
2	PY-1	Hindustan Oil Exploration Company Limited (O)	100	100
3	CY-OS-90/1(PY-3)	Hardy Exploration & Production (India) Inc. (O)	18	18
		Oil and Natural Gas Corporation Limited	40	40
		Hindustan Oil Exploration Company Limited	21	21
		Tata Petrodyne Limited	21	21
4	AAP-ON-94/1 (Assam)	Hindustan Oil Exploration Company Limited (O)	26.882	26.882
		Indian Oil Corporation Limited	29.032	29.032
		Oil India Limited	44.086	44.086
5	AA-ONHP-2017/19	Hindustan Oil Exploration Company Limited (O)	100	100
6	AA/ONDSF/KHEREM/2016**	Hindustan Oil Exploration Company Limited (O)	40	40
		Oil India Limited	40	40
		Prize Petroleum Company Limited	20	20
7	AA/ONDSF/Umatara/2018	Hindustan Oil Exploration Company Limited	10	10
		Indian Oil Corporation Limited (O)	90	90
8	Asjol	Hindustan Oil Exploration Company Limited (O)	50	50
		Gujarat State Petroleum Corporation Limited	50	50
9	North Balol	Hindustan Oil Exploration Company Limited (O)	25	25
		Gujarat State Petroleum Corporation Limited	45	45
		Gujarat Natural Resources Limited (GNRL)	30	30
10	CB-ON/7 (Palej)	Hindustan Oil Exploration Company Limited (O)	35	35
		Gujarat State Petroleum Corporation Limited	35	35
		Oil and Natural Gas Corporation Limited	30	30
11	Kharsang Field	GeoEnpro Petroleum Limited (O)	10	10
		Hindustan Oil Exploration Company Limited.***	25	25
		JEKPL Private Limited	25	25
		Oil India Limited	40	40

(O) Operator

The Company has wholly owned subsidiaries M/s. Hindage Oilfield Services Limited ("HOSL") and Geopetrol International Inc. ("GPII") which has a wholly owned subsidiary Geopetrol Mauritius Limited ("GML"). GML is holding 50% of the share capital of GeoEnpro Petroleum Limited ("GeoEnpro") and HOSL is holding balance 50% of the share capital.

\* The Company has taken over 40% of the Participating Interest ("PI") of Adhboot Estates Private Limited (AEPL) considering the outstanding dues from AEPL as of March, 31 2024 and thereby all the control, as well the obligations of B-80 field is fully with HOEC effective April 1, 2024 (Refer Note no. 48). HOEC has also entered into an agreement with AEPL to complete the formalities of transferring the participating interest in favour of HOEC effective April 1, 2024. Under this agreement, all outstanding dues of AEPL along with interest shall stand settled, with additional consideration to be paid by HOEC as per agreement over a period of two years. Both parties have submitted an application to the Government of India ("GOI") to obtain approval vide an application dated March 31, 2025.

\*\* Surrendered the block on May 16, 2024

\*\*\* Geopetrol International Inc, wholly owned subsidiary has transferred 25% PI in Kharsang field to its affiliate HOEC as per the provisions of the Production sharing contract, based on the approval of Government of India on March 13, 2025 (Also Refer Note no. 47) .



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***2. Material accounting policies****i) Statement of compliance and basis of preparation**

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standards) Rules, 2015(as amended) and Guidance note on Accounting for oil and gas producing activities (Ind AS) issued by the Institute of Chartered Accountants of India. These financial statements for the year ended March 31, 2025 for the Company has been prepared in accordance with Ind AS.

For all periods up to and including the year ended March 31, 2025, the Company had prepared its financial statements under historical cost convention on accrual basis in accordance with the generally accepted accounting principles.

The Financial statements have been prepared on going concern basis on historical cost basis except for certain financial instruments that are measured at fair values / amortised cost / net present value at the end of each reporting period, as explained in the accounting policies below.

As the operating cycle cannot be identified in normal course due to the nature of industry, the same has been assumed to have a duration of 12 months. Accordingly, all assets and liabilities have been classified as current or non-current as per the Company's operating cycle and other criteria set out in Ind AS 1 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

The Standalone Financial Statements are presented in Indian Rupees ('Rs.') and all values are rounded off to the nearest Lakhs except otherwise stated.

**Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under the current market conditions.

The Company categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

- (a) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2 inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.
- (c) Level 3 inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Company's assumptions about pricing by market participants.

**ii) Interest in joint operations**

A joint operation is a joint arrangement whereby the parties that have the joint control of the arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

The Company has entered into Unincorporated Joint Ventures (UJVs) with other entities and executed Production Sharing Contracts ("PSC") and Revenue Sharing Contracts ("RSC") with the Government of India. These UJVs are in the form of joint arrangements wherein the participating entity's assets and liabilities are proportionate to its participating interest.

The UJVs entered into by the company are joint operations wherein the liabilities are several, not joint, and not joint and several and therefore do not come under the category of Joint Venture as defined under the Ind AS. In accounting for these joint operations, the company recognizes its assets and liabilities in proportion to its participating interest in the respective UJV. Likewise, revenue and expenses from the UJV are recognized for its participating interest only. The Company accounts for the assets, liabilities, revenues and expenses relating to its interest in the UJVs in accordance with the Ind AS.

The financial statements of the Company reflect its share of assets, liabilities, income and expenditure of the Unincorporated Joint Ventures ("UJV") which are accounted, based on the available information in the audited financial statements of UJV on line by line basis with similar items in the Company's accounts to the extent of the participating interest of the Company as per the various PSCs and RSCs. The financial statements of the UJVs are prepared by the respective Operators in accordance with the requirements prescribed by the respective PSCs. Hence, in respect of these UJV's, certain disclosures required under the relevant accounting standards have been made in the financial statements.

**iii) Investment in subsidiaries, associate and joint ventures**

The Company records the investments in subsidiaries, associate and joint ventures at cost less impairment loss, if any. On disposal of investment in subsidiaries, associates and joint ventures, the difference between the net disposal proceeds and the carrying amounts (including corresponding value of dilution in deemed investment) are recognized in the statement of profit and Loss.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***iv) Foreign exchange transactions**

The functional currency of the Company is Indian Rupee which represents the currency of the primary economic environment in which it operates.

Transactions in currencies other than the Company's functional currency (foreign currencies) are recognized at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated using mean exchange rate prevailing on the last day of the reporting period.

Exchange differences on monetary items are recognized in the Statement of Profit and Loss in the period in which they arise.

**v) Revenue recognition**

Revenue towards satisfaction of a performance obligation is measured at transaction price allocated to that performance obligation. The transfer of control on sale of crude oil and natural gas occurs at the point of delivery, where usually the title is passed and the customer takes physical possession, depending upon the contractual conditions. Any retrospective revision in prices is accounted for in the year of such revision.

- (i) Revenue from the sale of crude oil, condensate and natural gas, net of value added tax and profit petroleum to the Government of India, is recognized on transfer of custody to customers, and the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Company.

**Other income**

- (ii) Interest income is recognized on the basis of time, by reference to the principal outstanding and at effective interest rate applicable on initial recognition.
- (iii) Dividend Income from investments is recognized when the right to receive has been established.
- (iv) Rental income arising from operating leases is accounted on straight-line basis over the lease term.
- (v) Income from sale of scrap is accounted for on realization, if any.

**vi) Taxes**

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

The tax rates and tax laws used to compute are the laws that are enacted or substantively enacted as on the reporting date. The management evaluates and makes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

**Current taxes**

The current tax expense includes income taxes payable by the Company. Advance taxes and provisions for current taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and where the relevant tax paying units intends to settle the asset and liability on a net basis.

**Deferred taxes**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***vii) Property plant and equipment (other than oil and gas assets)**

Land and buildings held for use in the production and supply of goods or services, or for administrative purposes are stated in the balance sheet at cost less accumulated depreciation and the accumulated impairment losses. Freehold land is carried at historical cost and is not depreciated. All other items of property, plant and equipment are stated at historical cost less accumulated depreciation.

Historical cost comprises the purchase price and any attributable cost of bringing the asset for its intended use. It includes expenditure that is directly attributable to the acquisition of the items. Borrowing costs for acquisition of Property Plant and equipments are capitalized till such assets are ready to be put to use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Improvements to Leasehold premises are amortized over the remaining primary lease period.

Capital work in progress are items of property, plant and equipment which are not ready for their intended use and are carried at cost, comprising direct cost and related incidental expense. Capital work in progress includes items of drilling materials which are held for use in extraction or production of oil and gas, and are expected to be used for more than one period.

**a) Useful lives used for depreciation:**

The Company follows the useful lives set out under Schedule II of the Companies Act 2013 for the purpose of determining the useful lives of respective blocks of property plant and equipment. The following are the useful lives followed:

- Buildings	: 60 years
- Office Equipment	: 05 years
- Computers	: 03 years
- Furniture and Fixtures	: 10 years
- Vehicles	: 08 years
- Plant and Machinery	: 15 years

Depreciation is recognized so as to write off the cost of assets (other than freehold land) less their residual values over their useful lives, using the written down value method.

**b) De-recognition of property, plant and equipment**

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continuous use of the asset. Any gain or loss arising from such disposal, retirement or de-recognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item. Such gain or loss is recognized in the statement of profit and loss.

In case of de-recognition of a revalued asset, the corresponding portion of the revaluation surplus as is attributable to that asset is transferred to retained earnings on such de-recognition. Such transfers to retained earnings are made through Other Comprehensive Income and not routed through profit or loss.

**viii) Oil and gas assets**

Oil and gas assets are stated at historical cost less accumulated depletion and impairment. These are accounted in respect of an area / field having proved oil and gas reserves, when the wells in the area / field are ready to commence commercial production.

The Company follows the "Successful Efforts Method" of accounting for oil and gas assets as set out by the Guidance Note issued by the ICAI on "Accounting for Oil and Gas Producing Activities".

Expenditure incurred on acquisition of license interest is initially capitalized on license by license basis as Intangible Assets as "Exploration". Costs are not depleted within exploratory and development work in progress until the exploration phase is completed or commercial oil and gas reserves are discovered.

- (a) Cost of surveys and studies relating to exploration activities are expensed as and when incurred.
- (b) Cost of exploratory/appraisal well(s) are expensed when it is not successful and the cost of successful well(s) are retained as exploration expenditure till the development plan is submitted. On submission of development plan, it is transferred to capital work in progress. On commencement of commercial production, the capital work in progress is transferred to producing property as Property, plant and equipment - Oil and gas assets..
- (c) Cost of temporary occupation of land and cost of successful exploratory, appraisal and development wells are considered as development expenditure. These expenses are capitalized as producing property as Property, plant and equipment - Oil and gas assets on commercial production.
- (d) Development costs on various activities which are in progress are accounted as capital work in progress. On completion of the activities the costs are moved to respective oil and gas assets.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Depletion to oil and gas assets**

Depletion is charged on a unit of production method based on proved reserves for acquisition costs and proved and developed reserves for capitalized costs consisting of successful exploratory and development wells, processing facilities, assets for distribution, estimated site restoration costs and all other related costs. These assets are depleted within each block. Reserves for these purposes are considered on participating interest basis which are assessed annually. Impact of changes to reserves if any are accounted prospectively.

**ix) Site restoration**

Provision for decommissioning costs are recognized as and when the Company has a legal or constructive obligation to plug and abandon a well, dismantle and remove plant and equipment to restore the site on which it is located. The estimated liability towards the costs relating to dismantling, abandoning and restoring well sites and allied facilities are recognized in respective assets when the well is completed, and the plant and equipment are installed.

The amount recognized is the present value of the estimated future expenditure determined using existing technology at current prices and escalated using appropriate inflation rate till the expected date of decommissioning and discounted up to the reporting date using the appropriate risk-free interest rate.

The corresponding amount is also capitalized to the cost of the producing property (i.e. Property, plant and equipment - Oil and gas assets) and is depleted on unit of production method. Any change in the estimated liability is dealt with prospectively and is also adjusted to the carrying value of the producing property (i.e. Property, plant and equipment - Oil and gas assets).

Any change in the present value of the estimated decommissioning expenditure other than the periodic unwinding of discount is adjusted to the decommissioning provision and the carrying value of the asset. In case reversal of provision exceeds the carrying amount of the related asset, the excess amount is recognized in the Statement of Profit and Loss. The unwinding of discount on provision is charged in the Statement of Profit and Loss as finance cost.

Provision for decommissioning cost in respect of assets under joint operations is considered as per the participating interest of the Company in the block/field.

**x) Investment property**

Properties held to on rentals and / or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs.

Depreciation is recognized using the Written Down Value Method, so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013, or in the case of assets where the useful lives are determined by technical evaluation, over the useful lives so determined. Depreciation method, useful life and the residual values are reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property and the value thereon. The effect of any change in the estimates of useful lives / residual value is accounted on a prospective basis.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognized in the Statement of Profit and Loss in the same period.

**xi) Intangible assets**

Intangible assets - Exploration

Exploration expenditure includes cost of exploration activities such as:

- Acquisition cost- cost associated with acquisition of licenses and rights to explore, including related professional fees.
- General exploration cost- cost of surveys and studies, rights of access to properties to conduct those studies (e.g cost incurred for environment clearance etc), salaries and other expenses of geologists, geophysical personnel conducting those studies.
- Cost of exploration drilling and equipping exploration and appraisal wells.

Intangible assets - others

Intangible assets with a finite useful life acquired separately are measured on initial recognition, at costs. Intangible assets are carried at cost less accumulated amortization and impairment losses if any.

The Company amortizes intangible assets with a finite useful life using the straight-line method. The useful life considered for computer software is 6 years.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***xii) Impairment**

The carrying values of assets/cash generating units are assessed for impairment at the end of every reporting period. If the carrying amount of an asset exceeds the estimated recoverable amount, an impairment is recognized as expense in the statement of profit and loss. The recoverable amount is the greater of the net selling price and value in use. Value in use is arrived at by discounting the estimated future cash flows to their present value based on an appropriate discount factor.

An impairment loss recognized in prior periods for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. In that case, the carrying amount of the asset is increased to its recoverable amount. However, such reversal shall not exceed the carrying amount had there been no impairment loss.

**xiii) Inventories**

The accounting treatment in respect of recognition and measurement of inventory is as follows:

- (i) Closing stock of crude oil and condensate in saleable condition is valued at the estimated net realizable value in the ordinary course of business.
- (ii) Stores, spares, capital stock and drilling tangibles are valued at cost on first in first out basis and estimated net realizable value, whichever is lower.

**xiv) Employee benefits**

Employee benefits include salaries, wages, provident fund, gratuity, leave encashment towards un-availed leave, compensated absences and other terminal benefits.

All short-term employee benefits are recognized at their undiscounted amount in the accounting period in which they are incurred.

**a) Defined contribution plan**

The Company's contribution to provident fund is considered as defined contribution plan and are recognized as and when the employees have rendered services entitling them to contributions.

**b) Defined benefit plan**

The Company makes annual contribution to a Gratuity Fund administered by trustees and managed by the Life Insurance Corporation of India. The Company accounts its liability for future gratuity benefits based on actuarial valuation, as at the Balance Sheet date using the Projected Unit Credit method.

Re-measurement comprising actuarial gains and losses are reflected immediately in the balance sheet with a charge or credit recognized in the Other Comprehensive Income in the period in which they occur. Re-measurement recognized in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset and is recognized the Statement of Profit and Loss except those included in cost of assets as permitted.

Defined benefit costs are categorized as Service cost, Net interest expense and re-measurement cost.

**c) Long term employee benefit**

The liability for long term compensated absences which are not expected to occur within 12 months after the end of the period in which the employee rendered related service are recognized as liability based on actuarial valuation as at the balance sheet date.

**d) Other Employee Benefits including allowances, incentives etc. are recognized based on the terms of the employment.****xv) Employee share based payment**

Equity settled share-based payments if any, to employees are measured at fair value of the equity instruments at the grant date. The fair value determined at the grant date of the equity settled share-based payment is expensed on straight line basis over the vesting period based on the Company's estimate of the equity instrument that will eventually vest, with a corresponding increase in other equity. At the end of each reporting period, the company revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognized in profit or loss such that cumulative expense reflects the revised estimate, with corresponding adjustment to the equity -settled employee benefits reserve.

**xvi) Financial instruments**

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instruments. All financial assets and liabilities are initially measured at fair value except for trade receivables which are initially measured at a transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss, are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Financial assets**

All regular purchases or sales of financial assets are recognized and derecognized on the fair value. Recognized financial assets are subsequently measured in their entirety at the fair value. In case of investments in wholly owned subsidiary, the investments are considered at cost subject to impairment if any. However, trade receivables that do not contain a significant financing component are measured at transaction price.

A financial asset is de-recognized only when the Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one or more recipients.

Financial assets held with the objective to collect contractual cash flows and the terms give rise on specified dates to cash flows that are solely payments of principal and interest are subsequently measured at amortized cost except for financial assets that are designated at fair value through profit or loss on initial recognition.

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition.

All equity investments in entities other than subsidiaries, associates and joint venture companies are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL.

**Impairment of Financial Assets:**

The Company applies the Expected Credit Loss (ECL) model for measuring and recognizing impairment losses on financial assets, including those measured at amortized cost and trade receivables or other financial assets.

For trade receivables and amounts receivable from contracts with customers, the Company follows the simplified approach, where the loss allowance is measured at an amount equal to the lifetime expected credit loss (ECL). Lifetime ECL represents the expected credit losses resulting from all possible default events over the expected life of a financial instrument. In contrast, the 12-month ECL refers to the portion of expected credit losses arising from default events that may occur within 12 months after the reporting date (or a shorter period if the instrument's expected life is less than 12 months).

For all other financial assets, the Company follows the general approach to recognize impairment loss, which involves assessing Significant Increase in Credit Risk (SICR). If the credit risk has not increased significantly since initial recognition, the 12-month ECL is applied. However, if the credit risk has increased significantly, a lifetime ECL is recognized. If in a subsequent period, the credit quality of the financial instrument improves such that there is no longer a significant increase in credit risk, the Company reverts to 12-month ECL for impairment loss recognition.

When assessing whether the credit risk of a financial asset has increased significantly and estimating ECLs, the Company considers all relevant and supportable information available without undue cost or effort. This includes both quantitative and qualitative factors, incorporating the Company's historical experience, informed credit assessment, and forward-looking information.

**Financial liabilities**

All financial liabilities are recognized initially at fair value. In the case of loans, borrowings and payables, recognition is net of directly attributable transaction and other costs. Financial liabilities are subsequently measured at amortized cost using the effective interest method. The Company's financial liabilities may include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments. The measurement of financial liabilities is at fair value and adjustment thereon is routed through profit or loss.

**Derecognition:**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

**Derivative financial instruments**

The Company uses derivative financial instruments such as forward and options currency contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised and subsequently measured at fair value through profit or loss (FVTPL). Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivative financial instrument are recognised in the Statement of Profit and Loss and reported with foreign exchange gains/(loss). Changes in fair value and gains/(losses) on settlement of foreign currency derivative financial instruments relating to borrowings, which have not been designated as hedge are recorded as finance cost.

**Offsetting of financial assets and financial liabilities:**

Financial assets and financial liabilities are offset, and the net amount is presented in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***xvii) Provisions, contingent liabilities and contingent assets**

A provision is recognized when the Company has a present obligation (legal or constructive) as a result of a past event and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, in respect of which a reliable estimate can be made.

Provisions (excluding retirement benefits, compensated absences and decommissioning liability) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date adjusted to reflect the current best estimates.

In case of contingent liabilities, where there is no certainty of outflow or the amount of obligation cannot be measured reliably, disclosure is made in the notes forming part of the financial statements. Contingent assets are not recognized in the financial statements. However, where the realization of income is reasonably certain, a disclosure of the fact is provided.

**xviii) Leases**

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities include these options when it is reasonably certain that they will be exercised. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are re-measured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

The Company has elected not to recognize right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to the ownership of an asset to the Company. All other leases are classified as operating leases. Operating lease payments for land are recognized as prepayments and amortized on a straight-line basis over the term of the lease. Contingent rentals, if any, arising under operating leases are recognized as an expense in the period in which they are incurred.

**xix) Earnings per share**

Basic Earnings per share is computed by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

**xx) Statement of cash flow**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows are segregated into operating, investing and financing activities.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

**xxi) Cash and cash equivalents**

Cash comprises for the purposes of cash flow statement comprise cash on hand and demand deposits with banks. Cash equivalents are short-term balances with a maturity of not exceeding three months, highly liquid investments that are readily convertible in to known amounts of cash which are subject to insignificant risk of change in value.

**xxii) Borrowing costs**

Borrowing costs include interest and amortization of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction/development of the qualifying asset upto the date of capitalization of such asset is added to the cost of the assets. Capitalization of borrowing costs is suspended and charged to the statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted. Interest Income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period which they incurred.

Borrowing cost also includes exchange differences arising from foreign currency borrowings or swap transaction entered to the extent that they are regarded as an adjustment to interest cost i.e. equivalent to the extent to which the exchange loss does not exceed the difference between the cost of borrowing in functional currency ("Rs.") when compared to the cost of borrowing in a foreign currency due to derivative transaction entered.

**xxiii) Segment Reporting**

Operating segments reflect the Company's management structure and the way the financial information is regularly reviewed by the Company's Chief operating decision maker (CODM). The CODM considers the business from both business and product perspective based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / (loss) amounts are evaluated regularly by the CODM in deciding how to allocate resources and in assessing performance. The reporting of segment information is the same as provided to the management for the purpose of the performance assessment and resource allocation to the segments.

**xxiv) Business combination**

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognized at their fair value that meet the condition for recognition, except that:

Deferred tax assets or liabilities, and assets or liabilities related to employee benefit arrangements are recognized and measured in accordance with Ind AS 12 'Income Taxes' and Ind AS 19 'Employee Benefits', respectively.

**Business Combination under Common control**

A business combination involving entities or businesses under common control is a business combination in which all the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and the control is not transitory. Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method as follows:

- The assets and liabilities of the combining entities are reflected at the carrying amounts.
- No adjustments are made to reflect fair values, or recognize new assets or liabilities. Adjustments are made to harmonize significant accounting policies.
- The financial information in the financial statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. The identity of the reserves are preserved and the reserves of the transferor become the reserves of the transferee.

**xxv) Standards notified but not yet effective**

There are no standards that are notified and not yet effective as on the date.

**3. Critical accounting judgments, assumptions and key sources of estimation uncertainty**

Inherent in the application of many of the accounting policies used in preparing the Financial Statements is the need for Management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses. Actual outcomes could differ from the estimates and assumptions used.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and future periods are affected.

Key source of judgments, assumptions and estimation uncertainty in the preparation of the Financial Statements which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of oil and gas reserves, impairment, useful lives of property, plant and equipment, depletion of oil and gas assets, decommissioning provision, employee benefit obligations, provisions, provision for income tax, measurement of deferred tax assets and contingent assets & liabilities.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***3.1 Critical judgments in applying accounting policies**

The following are the critical judgements, apart from those involving estimations (Refer note 4.2), that the Management have made in the process of applying the Company's accounting policies and that have the significant effect on the amounts recognized in the Financial Statements.

**(a) Determination of functional currency**

Currency of the primary economic environment in which the Company operates ("the functional currency") is Indian Rupee (₹) in which the company primarily generates and expends cash. Accordingly, the Management has assessed its functional currency to be Indian Rupee (₹). In case of foreign subsidiaries in United States Dollar, it is converted using the year end exchange rates.

**(b) Evaluation of indicators for impairment of oil and gas assets**

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors such as significant decline in asset's value, significant changes in the technological, market, economic or legal environment, market interest rates etc. and internal factors such as obsolescence or physical damage of an asset, poor economic performance of the asset etc. which could result in significant change in recoverable amount of the oil and gas assets.

**3.2 Assumptions and key sources of estimation uncertainty****(a) Estimation of provision for decommissioning**

The Company estimates provision for decommissioning for the future decommissioning of oil & gas assets at the end of their economic lives. Most of these decommissioning activities would be in the future, the exact requirements that may have to be met when the occurrence of removal events are uncertain. Technologies and costs for decommissioning are varying constantly. The timing and amounts of future cash flows are subject to significant uncertainty.

The timing and the future expenditures are reviewed at the end of each reporting period, together with rate of inflation for current cost estimates and the interest rate used in discounting the cash flows. The economic life of the oil & gas assets is estimated based on the economic production profile of the relevant oil & gas asset.

**(b) Estimation of reserves**

Management estimates production profile (proved and developed reserves) in relation to all the oil and gas assets determined as per the industry practice. The estimates so determined are used for the computation of depletion and loss of impairment if any.

The year-end reserves of the Company have been estimated by the Geological & Geophysical team which follows the guidelines for application of the petroleum resource management system consistently. The Company has adopted the reserves estimation by following the guidelines of Society of Petroleum Engineers (SPE) which defines "Reserves are those quantities of petroleum anticipated to be commercially recoverable by application of development projects to known accumulations from a given date forward under defined conditions. Reserves must further satisfy four criteria: They must be discovered, recoverable, commercial and remaining (as of a given date) based on development project(s) applied". Volumetric estimation is made which uses reservoir rock and fluid properties to calculate hydrocarbons in-place and then estimate the recoverable reserves from it. As the field gets matured with production history the material balance, simulation, decline curve analysis is applied to get more accurate assessments of reserves.

The annual revision of estimates is based on the yearly exploratory and development activities and results thereof. In addition, new in- place volume and ultimate recoverable reserves are estimated for any new discoveries or new pool of discoveries in the existing fields and the appraisal activities may lead to revision in estimates due to new sub-surface data. Similarly, reinterpretation is also carried out based on the production data by updating the static and dynamic models leading to change in reserves. New interventional technologies, change in classifications and contractual provisions may also necessitate revision in the estimation of reserves.

**(c) Defined Benefit Obligation (DBO)**

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, medical cost trends, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***(d) Impairment of assets:**

The assessment of whether a Cash Generating Unit (CGU) is impaired, and the extent of such impairment, requires management estimates on uncertain factors such as future prices, the impact of inflation on operating expenses, discount rates, and production profiles for crude oil and natural gas. For Oil & Gas assets, expected future cash flows are estimated using management's best estimates of future crude oil and natural gas prices, as well as production and reserve volumes. The present value of these cash flows is determined by applying pre-tax discount rates for Oil and Gas revenues, which are measured in US dollars (US\$).

Future cash inflows from the sale of Oil and Gas are projected using management's best estimates of crude oil and natural gas prices and their correlation with benchmark crudes and other petroleum products.

In assessing the production profile, the company evaluates its reserves over the full period for which they are economically producible, considering all contractually possible extensions, rather than restricting the assessment to the term of the license.

The discount rates applied in the impairment assessment are reviewed and reassessed annually to reflect any changes in market conditions.

**(e) Litigation**

From time to time, the company is involved in legal proceedings, with the ultimate outcome always subject to the inherent uncertainties of litigation. A provision for litigation is recognized when it is considered probable that a payment will be required, and the amount of potential loss can be reasonably estimated.

Significant judgment is exercised in evaluating various factors, including the probability of an unfavorable outcome and the ability to make a reasonable estimate of the potential liability. Litigation provisions are reviewed at the end of each accounting period, with adjustments made based on changes in facts and circumstances.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***4. Property, plant & equipment****Summary**

Carrying amount of:	As at March 31, 2025	As at March 31, 2024
<b>a) Oil and gas assets</b>	<b>76,713.33</b>	<b>77,544.98</b>
<b>b) Others</b>		
- Freehold land	227.52	227.52
- Plant and machinery	264.61	328.35
- Fire safety facilities	27.02	33.38
- Buildings	71.93	95.22
- Furniture & fixtures	4.70	3.94
- Vehicles	1.72	2.24
- Office equipment	4.62	2.60
- Computers	24.50	18.75
<b>Total (b)</b>	<b>626.62</b>	<b>712.00</b>

Particulars	a) Oil and gas assets	b) Others								Total (b)
		Freehold land	Plant and machinery	Fire safety facilities	Building	Furnitures & fixtures	Vehicles	Office equipment	Computers	
Gross block										
Balance as at April 1, 2023	327,080.22	227.52	1,881.84	129.10	449.77	96.28	32.04	204.28	243.55	3,264.38
Add: Additions	443.15	-			-	1.22	-	0.42	17.56	19.20
Balance as at March 31, 2024	327,523.37	227.52	1,881.84	129.10	449.77	97.50	32.04	204.70	261.11	3,283.58
Transfer to Investment Property					(83.16)					(83.16)
Add: Additions	2,090.03					2.11		5.01	29.85	36.97
Balance as at March 31, 2025	3,29,613.40	227.52	1,881.84	129.10	366.61	99.61	32.04	209.71	290.96	3,237.39
Accumulated depletion, depreciation and impairment										
Balance as at April 1, 2023	247,118.94	-	1,455.37	95.43	349.96	92.60	29.69	201.53	234.34	2,458.92
Depletion/Depreciation for the year	2,859.45		98.12	0.29	4.59	0.96	0.11	0.57	8.02	112.66
Balance as at March 31, 2024	249,978.39	-	1,553.49	95.72	354.55	93.56	29.80	202.10	242.36	2,571.58
Transfer to Investment Property					(63.52)					(63.52)
Depletion/Depreciation for the year	2,921.68		63.74	6.36	3.65	1.35	0.52	2.99	24.10	102.71
Balance as at March 31, 2025	252,900.07	-	1,617.23	102.08	294.68	94.91	30.32	205.09	266.46	2,610.77
Net Carrying value as at March 31, 2025	76,713.33	227.52	264.61	27.02	71.93	4.70	1.72	4.62	24.50	626.62
Net Carrying value as at March 31, 2024	77,544.98	227.52	328.35	33.38	95.22	3.94	2.24	2.60	18.75	712.00

**4.1** For the details relating to charge on movable and immovable property - Refer Note 25

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**
*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*
**5. Capital work-in-progress**

Particulars	Development	Exploration	Total
<b>Cost</b>			
Balance as at April 1, 2023	4,048.99	2,385.94	6,434.93
Add: Additions	575.15		575.15
Balance as at March 31, 2024	4,624.14	2,385.94	7,010.08
Add: Additions	581.92		581.92
Add: Drilling tangibles	(42.75)		(42.75)
Balance as at March 31, 2025	5,163.32	2,385.94	7,549.26
<b>Accumulated impairment</b>			
Balance as at April 1, 2023	1,134.96	2,385.94	3,520.90
Add: Additions	-	-	-
Balance as at March 31, 2024	1,134.96	2,385.94	3,520.90
Add: Additions	-	-	-
Balance as at March 31, 2025	1,134.96	2,385.94	3,520.90
Net Carrying value as at March 31, 2025	4,028.36	-	4,028.36
Net Carrying value as at March 31, 2024	3,489.19	-	3,489.19

5.1 For the details relating to charge on movable and immovable property - Refer Note 25

**(a) Capital work-in-progress ageing schedule**

Particulars	As at March 31, 2025				
	Amount in CWIP for a period of				
Capital work-in-progress	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	539.16	575.15	404.53	2,509.52	4,028.36
Projects temporarily suspended	-	-	-	-	-

Particulars	As at March 31, 2024				
	Amount in CWIP for a period of				
Capital work-in-progress	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	575.15	404.53	247.10	2,262.41	3,489.19
Projects temporarily suspended	-	-	-	-	-

Note: There are no projects which are under suspension. With regard to the above ongoing projects there are no projects where completion is overdue or has exceeded the cost as compared to its original plan, and consequent amendments approved by the Board thereon.



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***6. Investment property**

Particulars	Building
<b>Gross block</b>	
Balance as at April 1, 2023	622.24
Add: Additions	-
<b>Balance as at March 31, 2024</b>	<b>622.24</b>
Add: Transfer from Buildings (Refer Note 4)	83.16
<b>Balance as at March 31, 2025</b>	<b>705.40</b>
<b>Accumulated depreciation</b>	
Balance as at April 1, 2023	330.00
Depreciation for the year	14.19
<b>Balance as at March 31, 2024</b>	<b>344.19</b>
Add: Transfer from Buildings (Refer Note 4)	63.52
<b>Depreciation for the year</b>	<b>14.40</b>
<b>Balance as at March 31, 2025</b>	<b>422.11</b>
<b>Net Carrying value as at March 31, 2025</b>	<b>283.29</b>
<b>Net Carrying value as at March 31, 2024</b>	<b>278.05</b>

**6.1 Fair value of the Company's investment property**

The following table gives details of the fair value of the Company's investment property as at March 31, 2025 and March 31, 2024.

Particulars	Level 3 : March 31, 2025	Level 3 : March 31, 2024
Building - Warehouse	2,208.00	2,208.00
Building - Residential flats	1,150.35	-

During the year, the company has reclassified a residential flats as investment property effective from September 1, 2024 based on intended use of leasing out on rent. The fair values of the Company's investment properties are assessed on the basis of a valuation carried out by an independent valuer not related to the Company in March 31, 2020 and May 23, 2025 respectively for warehouse and residential flats. Fair value is derived using the market comparable approach based on the recent market/government prices without any significant adjustments being made to the market observable data.

These buildings of the company are hypothecated as charge for the purpose of term loan facilities from Axis Bank Ltd. The property rental income earned by the company from its investment property, all of which is leased out under operating leases, amounted to ₹ 45.46 lakhs (2023-24: ₹ 33.09 lakhs).

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***7. Intangible assets**

Particulars	Intangible assets - Exploration	Intangible assets - Others (Software)	Total
<b>Gross block</b>			
Balance as at April 1, 2023	985.55	526.67	1,512.22
Add: Additions	26.85	-	26.85
Balance as at March 31, 2024	1,012.40	526.67	1,539.07
Add: Additions	31.79	-	31.79
Balance as at March 31, 2025	1,044.19	526.67	1,570.86
<b>Accumulated amortization and impairment</b>			
Balance as at April 1, 2023	-	526.67	526.67
Amortization for the year	-	-	-
Balance as at March 31, 2024	-	526.67	526.67
Amortization for the year	-	-	-
Balance as at March 31, 2025	-	526.67	526.67
Net Carrying value as at March 31, 2025	1,044.19	-	1,044.19
Net Carrying value as at March 31, 2024	1,012.40	-	1,012.40

**Intangible assets - Exploration aging schedule:**

Particulars	As at March 31, 2025				
	Amount for a period of				
Intangible assets - Exploration	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	31.79	26.85	15.03	970.52	1,044.19
Projects temporarily suspended	-	-	-	-	-

Particulars	As at March 31, 2024				
	Amount for a period of				
Intangible assets - Exploration	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	26.85	15.03	66.74	903.78	1,012.40
Projects temporarily suspended	-	-	-	-	-

- 7.1** There are no projects which are under suspension. With regard to the above ongoing projects there are no projects where completion is overdue or has exceeded the cost as compared to its original plan, and consequent amendments approved by the Board thereon.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***8. Investments in subsidiaries**

Particulars	As at March 31, 2025	As at March 31, 2024
<i>Unquoted equity shares of subsidiaries (at cost)</i>		
50,002 (March 31, 2024: 50,002) equity shares of ₹ 100 each fully paid-up in Hindage Oilfield Services Limited	50.00	50.00
10,000,000 (March 31, 2024: 10,000,000) equity shares of \$1 each fully paid-up in Geopetrol International Inc	5,895.83	5,895.83
<b>Total</b>	<b>5,945.83</b>	<b>5,945.83</b>

**9. Deposit under site restoration fund**

Particulars	As at March 31, 2025	As at March 31, 2024
Site restoration deposit with bank with maturity period in excess of 12 months	8,914.09	8,317.27
<b>Total</b>	<b>8,914.09</b>	<b>8,317.27</b>

Note: The above amount has been deposited with State Bank of India and can be withdrawn for the purposes of site restoration pursuant to an abandonment plan agreed with the Government of India. Therefore, this amount is considered as restricted cash and not considered as 'Cash and cash equivalents'.

**10. Other bank balances**

Particulars	As at March 31, 2025	As at March 31, 2024
Bank Deposits with maturity >12 months (refer note 10.1)	7.72	116.00
<b>Total</b>	<b>7.72</b>	<b>116.00</b>

**10.1** Bank deposits include deposits under lien for issue of bank guarantees and term loan facilities availed from the bank.

**11. Other non-current financial assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Other advances	13.55	13.55
Less: Provision for doubtful advances	(13.55)	(13.55)
<b>Total</b>	<b>-</b>	<b>-</b>

**12. Income tax assets (net)**

Particulars	As at March 31, 2025	As at March 31, 2024
Advance income tax (net)	310.32	211.73
<b>Total</b>	<b>310.32</b>	<b>211.73</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***13. Deferred tax asset (net)**

Particulars	As at March 31, 2025	As at March 31, 2024
Exploration expenses	1,300.18	1,300.18
Development expenses	-	-
Depreciation, depletion, amortization and impairment of assets	(10,423.93)	(8,409.80)
Unabsorbed business losses and depreciation	24,143.38	24,099.43
<b>Deferred tax assets</b>	<b>15,019.63</b>	<b>16,989.81</b>
Less: Amounts not recognised (refer note below)	(15,019.63)	(16,989.81)
<b>Deferred tax assets (net)</b>	<b>-</b>	<b>-</b>

- 13.1** Deferred tax assets have not been recognized and will be accounted as and when the deductible temporary difference and unabsorbed business losses and depreciation can be utilised against future profits. There is no provision for tax in view of the brought forward losses / unabsorbed depreciation relating to earlier years available for set off while computing income under the provisions of the Income Tax Act, 1961.

**14. Other non-current assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Capital advances	44.71	50.64
Pre-deposit - Service tax (Refer Note 45 (b))	7.71	7.71
	<b>52.42</b>	<b>58.35</b>
Less: Provision for doubtful advances	(44.71)	(44.71)
<b>Total</b>	<b>7.71</b>	<b>13.64</b>

**15. Inventories**

Particulars	As at March 31, 2025	As at March 31, 2024
Finished goods		
- Crude oil	20,082.97	3,351.40
- Condensate	207.63	157.35
Production stores and spares	440.09	466.77
<b>Total</b>	<b>20,730.69</b>	<b>3,975.52</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***16. Investments - Current**

Particulars	As at March 31, 2025		As at March 31, 2024	
	Quantity	₹ in lakhs	Quantity	₹ in lakhs
<b>Financial assets carried at fair value through profit and loss.</b>				
<b>i) Quoted equity instruments</b>				
Reliance Industries Limited Equity Shares @ ₹ 10 each	2,544	32.44	1,272	37.80
Reliance Communication Limited Equity Shares @ ₹ 5 each	318	0.01	318	0.01
Reliance Infrastructure Limited Equity Shares @ ₹ 10 each	23	0.06	23	0.06
Reliance Capital Limited Equity Shares @ ₹ 10 each	15	-	15	-
Reliance Home Finance Limited Equity Shares @ ₹ 10 each	15	0.00	15	0.00
Reliance Power Limited Equity Shares @ ₹ 10 each	79	0.03	79	0.02
Jio Financial Services Limited @ ₹ 10 each	1,272	2.89	1,272	4.46
<b>(i)</b>		<b>35.43</b>		<b>42.35</b>
<b>ii) Unquoted Equity Instruments</b>				
Gujarat Securities Limited Equity Shares @ ₹ 10 each	100,000	10.00	100,000	10.00
Aggregate amount of impairment in value of investments		(10.00)		(10.00)
<b>(iii)</b>		<b>-</b>		<b>-</b>
<b>Total (i)+(ii)</b>		<b>35.43</b>		<b>42.35</b>

Particulars	As at March 31, 2025	As at March 31, 2024
Aggregate amount (cost) of quoted Investments	0.49	0.49
<b>Aggregate Market value of quoted investments</b>	<b>35.43</b>	<b>42.35</b>
Aggregate value of unquoted equity instruments	10.00	10.00
<b>Total investments</b>	<b>45.43</b>	<b>52.35</b>
Impairment of investments	(10.00)	(10.00)
<b>Net total investments</b>	<b>35.43</b>	<b>42.35</b>

**17. Trade receivables**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Unsecured and considered good (unless otherwise stated)</b>		
Trade receivables	2,568.92	20,675.55
Less: Allowance for expected credit loss	-	-
<b>Total</b>	<b>2,568.92</b>	<b>20,675.55</b>

- 17.1** The Company enters into long-term crude oil and gas sales arrangement with its customers. The average credit period on sale of products is varying from 7- 45 days.

Accordingly, the Company assess the impairment loss on dues from the customers on facts and circumstances relevant to each transaction. Usually, the Company collects all its receivables from its customers within 45 days.

The Company has less credit risk due to the fact that the Company has significant receivables from customers which are reputed and creditworthy public-sector undertakings (PSUs).

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

- 17.2 The Company has trade receivable outstanding of more than 5% from five customers amounting to ₹ 2,287.52 lakhs (As at March 31, 2024 ₹ 18,725.98 lakhs from two customers)

**Ageing of receivables as on March 31, 2025 and March 31, 2024**

Particulars	As at March 31, 2025					
	Outstanding for following periods from the date of invoice					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed trade receivables - considered good	2,409.40	159.52	-	-	-	2,568.92
(ii) Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed trade receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed trade receivables - considered good	-	-	-	-	-	-
(v) Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed trade receivables - credit impaired	-	-	-	-	-	-

Particulars	As at March 31, 2024					
	Outstanding for following periods from the date of invoice					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed trade receivables - considered good	20,675.55	-	-	-	-	20,675.55
(ii) Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed trade receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed trade receivables - considered good	-	-	-	-	-	-
(v) Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed trade receivables - credit impaired	-	-	-	-	-	-

**18. Cash and cash equivalents**

For the purposes of statement of cash flow, cash and cash equivalents include cash on hand and balance with banks, cash & cash equivalents and term deposits not exceeding 3 months at the end of the reporting period which can be reconciled to the related items in the balance sheet as follows:

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Balances with banks:</b>		
Current accounts	728.22	831.97
Bank deposits- maturity < 3 months	-	5.45
<b>Total</b>	<b>728.22</b>	<b>837.42</b>

The above current account balance includes balances held by the Company in the capacity as Operator for the UJVs. The cash held on behalf of UJVs is indicated in the payables / receivables to/from UJVs partners.



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***19. Other bank balances**

Particulars	As at March 31, 2025	As at March 31, 2024
Bank Deposits- maturity > 3 months < 12 months (Refer note 19.1)	7,813.29	2,800.75
Current Account - Corporate Social Responsibility	49.64	-
Other deposits - Escrow account	1,074.96	-
<b>Total</b>	<b>8,937.89</b>	<b>2,800.75</b>

**19.1** Bank Deposits include ₹ 1,978.47 lakhs (March 31, 2024: ₹ 1,725.78 lakhs), which are under lien for issue of bank guarantees and term loan facilities availed from the bank.

**20. Loan to subsidiaries (current)**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Loan to wholly owned subsidiaries</b>		
Loan to Geopetrol International Inc. ("GPII") (Refer note 44)	6,033.49	5,877.86
Loan to Hindage Oilfield Services Limited ("HOSL") (refer note 44)	6,542.86	6,542.86
<b>Total</b>	<b>12,576.35</b>	<b>12,420.72</b>

**21. Other Financial assets (current)**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Unsecured and considered good</b>		
Security deposits	117.44	82.61
Advances recoverable	-	88.50
Receivable from joint venture partners (net)	13,157.75	12,720.34
Interest accrued on loan to wholly owned subsidiaries (refer note 44)	5,116.25	4,168.54
Other receivables	7.45	-
<b>Total</b>	<b>18,398.89</b>	<b>17,059.99</b>

**22. Other current assets**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Unsecured and considered good</b>		
Advances recoverable	250.81	123.40
Prepaid expenses	68.01	120.10
Gratuity fund (refer note 41 (b))	-	42.78
<b>Total</b>	<b>318.82</b>	<b>286.28</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***23. Equity share capital**

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of shares	Amount	No. of shares	Amount
<b>Authorized</b>				
Equity shares of ₹ 10 each	500,000,000	50,000.00	500,000,000	50,000.00
<b>Issued</b>				
Equity shares of ₹ 10 each	132,313,363	13,231.34	132,313,363	13,231.34
<b>Subscribed and Fully Paid up</b>				
Equity shares of ₹ 10 each	132,243,289	13,224.33	132,243,289	13,224.33
Add: Amount Paid-up on Shares Forfeited	32,975	1.60	32,975	1.60
<b>Total subscribed and fully paid-up share capital</b>		<b>13,225.93</b>		<b>13,225.93</b>

**(a) Reconciliation of equity shares and the amount outstanding at the beginning and at the end of the year:**

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	132,243,289	13,224.33	132,243,289	13,224.33
Add/(Less) - Changes during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>132,243,289</b>	<b>13,224.33</b>	<b>132,243,289</b>	<b>13,224.33</b>

**(b) Terms / rights attached to equity shares**

The Company has one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive assets of the Company remaining after settlement of all liabilities.

**(c) Details of shareholders holding more than 5% of the aggregate shares in the Company**

Name of the shareholders	As at March 31, 2025			As at March 31, 2024		
	No.	% of holding	% Change during the year	No.	% of holding	% Change during the year
Ashok Kumar Goel	18,465,078	13.96	-	18,465,078	13.96	-
LCI Estates LLP	8,100,000	6.13	-	8,100,000	6.13	-

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***24. Other equity**

Particulars	As at March 31, 2025	As at March 31, 2024
Capital reserve	95,880.98	95,880.98
Securities premium	78,865.42	78,865.42
<b>Retained earnings</b>		
Opening balance	<b>(86,742.92)</b>	<b>(95,209.45)</b>
Profit for the year	14,747.29	8,500.21
Other comprehensive income for the year	(38.10)	(33.68)
<b>Closing balance</b>	<b>(72,033.73)</b>	<b>(86,742.92)</b>
<b>Total other equity</b>	<b>1,02,712.67</b>	<b>88,003.48</b>

**25. Non-current Borrowings**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Secured</b>		
Term Loan from Axis Bank Limited	2,453.89	4,902.93
<b>Total</b>	<b>2,453.89</b>	<b>4,902.93</b>

Particulars	Original Tenor	Interest Rate	Outstanding tenor as at March 31, 2025	Repayment Terms	Security details	As at March 31, 2025	As at March 31, 2024
Secured term Loan from Axis Bank Ltd	20 Quarterly Instalments	8.40%	8 Quarterly Instalments	Quarterly Instalments	Refer Note	4,953.89	7,402.93
<b>Sub Total</b>						<b>4,953.89</b>	<b>7,402.93</b>
Less: Current Maturities of Non-current borrowings (Refer note 28)						2,500.00	2,500.00
<b>Non-Current Borrowings</b>						<b>2,453.89</b>	<b>4,902.93</b>

Note 1: Exclusive charge over land and building of PY1 block and Oil & Gas asset of Dirok block and second charge over current asset of B80 block.

Note 2: During the previous year, the term loan from HDFC Bank Ltd had been duly repaid.

The Company facilities are subject to certain financial and non-financial covenants. The Company has complied with the covenants as per the original / amended / extended terms of the loan agreement.

There is no difference in terms of quarterly returns of statements of current assets filed by the company with banks with the books of accounts for the year ended March 31, 2025 and March 31, 2024.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***26. Other non-current financial liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
Security deposit	33.55	13.50
Fair value of foreign exchange derivative liabilities	314.29	217.53
<b>Total</b>	<b>347.84</b>	<b>231.03</b>

**27. Provisions (non-current)**

Particulars	As at March 31, 2025	As at March 31, 2024
Decommissioning liability	15,918.11	14,844.30
Compensated absences	51.33	33.54
<b>Total</b>	<b>15,969.44</b>	<b>14,877.84</b>

**27.1 Movement of Provision for decommissioning liability**

Particulars	2024-25	2023-24
Balance at beginning of the year	14,844.30	13,975.54
Unwinding of discount	1,073.81	868.76
<b>Balance at end of the year</b>	<b>15,918.11</b>	<b>14,844.30</b>

**27.2** The Company estimates provision for decommissioning as per the principles of Ind AS 37 'Provisions, Contingent Liabilities and Contingent Assets' for the future decommissioning of oil & gas assets at the end of their economic lives. Most of these decommissioning activities would be in the future for which the exact requirements that may have to be met when the removal events occur are uncertain. Technologies and costs for decommissioning are constantly changing. The timing and amounts of future cash flows are subject to significant uncertainty. The economic life of the oil & gas assets is estimated on the basis of long term production profile of the relevant oil & gas asset. The timing and amount of future expenditures are reviewed annually, together with rate of inflation for escalation of current cost estimates and the interest rate used in discounting the cash flows.

**28. Current Borrowings**

Particulars	As at March 31, 2025	As at March 31, 2024
Current maturity of long-term borrowings (refer note 25)	2,500.00	2,500.00
<b>Total</b>	<b>2,500.00</b>	<b>2,500.00</b>

**28.1** The Company has not been declared a willful defaulter by any bank or financial Institution or any other lender. The Company has used the borrowings from banks for capital expenditure and working capital purposes.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***29. Trade payables**

Particulars	As at March 31, 2025	As at March 31, 2024
Total outstanding dues of Micro enterprises and small enterprises	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	13,409.27	14,636.23
<b>Total</b>	<b>13,409.27</b>	<b>14,636.23</b>

**29.1 Trade Payables ageing schedule as at March 31, 2025 and March 31, 2024 ₹ in lakhs**

Particulars	As at March 31, 2025				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed dues - MSME	-	-	-	-	-
(ii) Undisputed dues - Others	9,354.40	3,428.33	491.18	135.36	13,409.27
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Particulars	As at March 31, 2024				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed dues - MSME	-	-	-	-	-
(ii) Undisputed dues - Others	12,371.83	1,266.03	998.37	-	14,636.23
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

**29.2 Details of dues to micro, small & medium enterprises**

Particulars	As at March 31, 2025	As at March 31, 2024
Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
The amount of interest due and payable for the year	-	-
The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding period, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.		

Note: The information regarding Micro Enterprises and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the company. This has been relied upon by the auditors.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***30. Other current financial liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
Payable to joint venture partners (net)	1,484.31	844.87
Payable towards property, plant and equipment	1,005.96	1,089.38
Other Payables	-	146.67
Payable to Subsidiary (Refer note 47)	2,551.77	2,551.77
<b>Total</b>	<b>5,042.04</b>	<b>4,632.69</b>

**31. Provisions**

Particulars	As at March 31, 2025	As at March 31, 2024
Provision for compensated absences (current)	26.17	23.10
<b>Total</b>	<b>26.17</b>	<b>23.10</b>

**32. Other current liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
Statutory dues payable	467.17	944.58
Gratuity fund payable to LIC	18.63	-
Profit petroleum/ revenue Share payable to GOI	6,003.62	11,761.86
<b>Total</b>	<b>6,489.42</b>	<b>12,706.44</b>

**33. Revenue from operations**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Domestic sales</b> (Refer Note 48)		
Sale of crude oil / condensate	4,674.87	22,487.86
Sale of Natural gas	29,713.52	34,475.86
<b>Total</b>	<b>34,388.39</b>	<b>56,963.72</b>
Less: Profit petroleum / revenue share to Government of India	(3,781.49)	(8,127.57)
<b>Net sales</b>	<b>30,606.90</b>	<b>48,836.15</b>

**33.1 Details of sales**

Product	UOM	For the year ended March 31, 2025		For the year ended March 31, 2024	
		Quantity	Amount	Quantity	Amount
Crude oil / condensate	Barrels	73,662	4,270.92	342,269	18,866.03
Natural gas	Million SCF	3,452	26,335.98	3,456	29,970.12
<b>Total</b>			<b>30,606.90</b>		<b>48,836.15</b>

**33.2** Revenue is recognized based on supplies made over a period of time from the Company's contract with customers in India.**33.3** More than 85% of revenue is realized from four major customers to the Company.



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***34. Other income**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest income on bank deposits	513.55	192.37
Interest on site restoration deposits with banks	599.74	542.62
Interest income on loan to wholly owned subsidiary (refer note 44)	1,260.79	1,486.64
Interest on Income tax refund	5.27	3.53
Interest Income - Others (Refer Note 48)	5,248.98	-
Rental income	45.46	33.09
Net gain on sale of mutual fund investments	142.13	259.57
Net gain on fair valuation of investments	-	12.65
Net gain on foreign exchange	25.74	69.55
Write back of excess provision no longer required	-	680.07
Dividend income	0.13	0.10
Miscellaneous Income	49.30	7.75
<b>Total</b>	<b>7,891.10</b>	<b>3,287.94</b>

**35. Share of expenses from producing oil and gas blocks**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
a) Share of expenses-producing oil and gas blocks		
Plant hire charges	12,359.15	17,313.45
Manpower costs	1,741.81	1,500.94
Repairs and maintenance	667.58	428.49
Other statutory charges	34.99	64.39
Insurance	268.06	433.48
Other production expenses	1,695.76	955.97
Consumables	1,483.84	588.55
Transportation and logistics	8,076.74	6,349.48
	<b>26,327.94</b>	<b>27,634.75</b>
b) Royalty, cess & national calamity contingent duty	5,745.45	6,115.73
<b>Total</b>	<b>32,073.39</b>	<b>33,750.48</b>

**36. (Increase) / Decrease in stock of crude oil and condensate**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Inventories at the end of the year	(20,290.59)	(3,508.75)
Inventories at the beginning of the year	3,508.75	7,606.17
<b>(Increase) / Decrease in inventories</b>	<b>(16,781.84)</b>	<b>4,097.42</b>
Add/(Less): Profit petroleum / revenue share to Government of India	2,538.56	(898.11)
<b>(Increase) / Decrease in inventories</b>	<b>(14,243.29)</b>	<b>3,199.31</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***37. Employee benefits expense**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Salaries, wages and bonus	58.74	57.38
Contribution to provident fund and other funds	1.54	2.96
Staff welfare expenses	6.30	2.61
<b>Total</b>	<b>66.58</b>	<b>62.95</b>

**38. Finance costs**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Banks and financial institutions	597.88	1,385.46
Unwinding of discount on decommissioning liability	1,073.81	868.76
<b>Total</b>	<b>1,671.69</b>	<b>2,254.22</b>

**39. Other expenses**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Office and guest house rent	4.84	4.45
Power	1.99	1.12
Rates and taxes	404.50	517.99
Repairs and maintenance - others	38.00	9.82
General office expenses	0.01	0.04
Travelling and conveyance	31.38	17.37
Communication expenses	3.96	3.63
Membership and subscription	25.85	24.93
Legal and professional fees	61.32	151.34
Insurance	1.83	1.78
Directors' sitting fees	15.91	17.70
Directors' commission (Refer note 44)	24.00	18.00
Printing and stationery	3.02	1.28
Bank charges	55.48	74.41
Expenditure for corporate social responsibility (Refer note 49)	224.16	193.25
Exploration Cost - Kharsang field	-	148.68
OIL Digboi field expenses	-	49.78
Miscellaneous expenses	101.65	93.45
	<b>997.90</b>	<b>1,329.02</b>
<b>Payment to Auditor:</b>		
Statutory audit fee	40.71	37.46
Tax audit fee	2.36	2.36
Reimbursement of expenses	2.55	1.78
	<b>45.62</b>	<b>41.60</b>
<b>Total other expenses</b>	<b>1,043.52</b>	<b>1,370.62</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***40. Earnings per share (EPS)**

The following reflects the profit and share data used in the basic and diluted EPS computations:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Profit for the year as per statement of profit &amp; loss</b>	<b>14,747.29</b>	<b>8,500.21</b>
Weighted average number of equity shares used in calculating basic EPS (number)	132,243,289	132,243,289
Par value per share	₹ 10	₹ 10
<b>Earnings per equity share in ₹ computed on the basis of profit for the year - Basic</b>	<b>11.15</b>	<b>6.43</b>
Weighted average number of equity shares used in calculating diluted EPS (number)	132,243,289	132,243,289
<b>Earnings per equity share in ₹ computed on the basis of profit for the year - Diluted</b>	<b>11.15</b>	<b>6.43</b>

The weighted average number of equity shares for the purpose of diluted earnings per share reconciles to the weighted average number of equity shares used in the calculation of basic earnings per share as follows:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Weighted average number of equity shares used in the calculation of basic earnings per share	132,243,289	132,243,289
Shares deemed to be issued for no consideration in respect of - employee options	-	-
Weighted average number of equity shares used in the calculation of diluted earnings per share	<b>132,243,289</b>	<b>132,243,289</b>

**41. Significant Accounting Estimates, Assumptions and Judgements****(a) Site Restoration Costs**

The Company estimates and provides for site restoration of wells, decommissioning of facilities and restoration of sites expected to be incurred at a future date. The same is capitalized as part of producing property in accordance with Ind AS 16. The estimation of liability is as per the industry practice and adjusted for inflation. The estimated cost is discounted to the reporting date by an appropriate discount factor. Accordingly, the difference in cost and depletion is adjusted.

**(b) Employee Benefit Estimates****i. Defined contribution plan**

The Company makes provident fund contribution under defined contribution plan for qualifying employees. Under the scheme, the company is required to contribute a specified percentage of the payroll cost to fund the benefits. The company recognized ₹ 40.18 lakhs (March 31, 2024: ₹ 27.14 lakhs) for provident fund contribution in the statement of profit and loss. The contributions are payable to this plan by the company at rates specified in the rules of the scheme.

**ii. Defined benefit plan****a) Gratuity**

The following table sets out funded status of the gratuity and the amount recognized in the financial statements.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Profit and loss account for current year**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Service cost:		
Current service cost	27.39	25.81
Past Service cost	-	-
Loss/(gain) on curtailments and settlement	-	-
Net interest cost	(4.07)	(0.23)
<b>Total</b>	<b>23.32</b>	<b>25.58</b>

**Other Comprehensive Income for the current year**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Components of actuarial gain/losses on obligations:		
Due to change in financial assumptions	6.94	1.75
Due to change in demographic assumptions	-	-
Due to experience adjustments	31.87	33.06
Return on plan assets excluding amounts included in interest income	(0.71)	(1.13)
<b>Amounts recognized in Other Comprehensive Income</b>	<b>38.10</b>	<b>33.68</b>

**Changes in the present value of the Defined Benefit Obligation ("DBO")**

Particulars	As at March 31, 2025	As at March 31, 2024
Opening Defined Benefit Obligation	159.66	174.87
Current service cost	27.39	25.81
Interest cost	10.46	10.37
Actuarial (gain)/loss due to change in financial assumptions	6.94	1.75
Actuarial (gain)/loss due to change in demographic assumptions	-	-
Actuarial (gain)/loss due to experience adjustments	31.87	33.06
Benefits paid	(12.25)	(86.20)
<b>Closing defined benefit obligation</b>	<b>224.07</b>	<b>159.66</b>

**Changes in fair value of plan assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Opening value of plan assets	202.45	165.01
Interest Income	14.53	10.60
Return on plan assets excluding amounts included in interest income	0.71	1.13
Contributions by employer	-	111.91
Benefits paid	(12.25)	(86.20)
<b>Closing value of plan assets</b>	<b>205.44</b>	<b>202.45</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Net liability recognized in the balance sheet**

Particulars	As at March 31, 2025	As at March 31, 2024
Present value of funded obligation	224.07	159.66
Fair value of plan assets	(205.44)	(202.45)
<b>Plan liability / (asset)</b>	<b>18.63</b>	<b>(42.78)</b>

The principal assumptions used in determining gratuity and for the Company's plans are shown below:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.60% p.a.	7.20% p.a.
Future salary increase	5.00% p.a.	5.00% p.a.
Rate of return on plan assets	6.60% p.a.	7.20% p.a.
Withdrawal rates	9.94% at all ages	9.94% at all ages

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The Company expects to contribute ₹ 18.63 lakhs towards its gratuity plan for the next year.

**Maturity profile of defined benefit obligation as at March 31, 2025:**

Year 1 %	Year 2 %	Year 3 %	Year 4 %	Year 5 %	Year 6 to 10 %
12.2	8.1	7.1	5.7	6.3	31.1

**Maturity profile of defined benefit obligation as at March 31, 2024:**

Year 1 %	Year 2 %	Year 3 %	Year 4 %	Year 5 %	Year 6 to 10 %
11.2	6.5	7.6	6.8	5.4	31.6

**Sensitivity analysis**

Significant actuarial assumptions	As at March 31, 2025	As at March 31, 2024
<b>Discount Rate</b>		
Increase by 0.5%	(218.27)	(155.35)
Decrease by 0.5%	230.20	164.21
<b>Salary growth rate</b>		
Increase by 0.5%	229.03	163.61
Decrease by 0.5%	(219.43)	(155.54)

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***b) Compensated absences**

The key assumptions used in computation of provision for long term compensated absences are as given below:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.60% p.a.	7.20% p.a.
Future salary increase	5.00% p.a.	5.00% p.a.
Withdrawal Rates	9.94% at all ages	9.94% at all ages

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

Significant actuarial assumptions	As at March 31, 2025	As at March 31, 2024
<b>Discount Rate</b>		
Increase by 0.5%	(63.08)	(43.59)
Decrease by 0.5%	65.69	45.20
<b>Salary growth rate</b>		
Increase by 0.5%	65.70	45.21
Decrease by 0.5%	(63.06)	(43.57)

**42. Oil and gas reserves**

Proved & probable reserves for the working interest of the Company are estimated by management in line with the development plan approved by the Directorate General of Hydrocarbons. Accordingly, the reserves as on March 31, 2025 and March 31, 2024 are as follows:

**Developed and undeveloped: (As at March 31, 2025)**

	Unit of Measurement	As at April 1, 2024	Addition / (Deletion)	Production	As at March 31, 2025
Proved reserves (1P)					
- Oil	MMBBL	10.26	0.10	0.24	10.12
- Gas	BCF	80.32	-	2.97	77.35
Proved and probable (2P)					
- Oil	MMBBL	17.87	0.08	0.24	17.71
- Gas	BCF	129.69	(0.01)	2.97	126.71

**Developed:**

	Unit of Measurement	As at April 1, 2024	Addition / (Deletion)	Production	As at March 31, 2025
Proved reserves (1P)					
- Oil	MMBBL	10.26	0.10	0.24	10.12
- Gas	BCF	80.32	-	2.97	77.35

Note 1: The above reserve estimates excludes the reserves of PY-3 as there is no viable plan for recommencement as on date.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Developed and undeveloped: (As at March 31, 2024)**

	Unit of Measurement	As at April 1, 2023	Addition	Production	As at March 31, 2024
Proved reserves (1P)					
- Oil	MMBBL	10.54	-	0.28	10.26
- Gas	BCF	84.04	-	3.72	80.32
Proved and probable (2P)					
- Oil	MMBBL	18.15	-	0.28	17.87
- Gas	BCF	133.41	-	3.72	129.69

**Developed:**

	Unit of Measurement	As at April 1, 2023	Addition	Production	As at March 31, 2024
Proved reserves (1P)					
- Oil	MMBBL	10.54	-	0.28	10.26
- Gas	BCF	84.04	-	3.72	80.32

Note 1: The above reserve estimates exclude the reserves of PY-3 as there is no viable plan for recommencement as on date.

**43. Segment reporting**

The Company is primarily engaged in a single business segment of "Oil and Gas" in one geographic segment in India. Therefore, there are no separate reportable segments for Segment Reporting.

**44. Related Party Disclosures**

## a) Related Parties as of March 31, 2025:

## i) Wholly owned subsidiaries:

- a) Hindage Oilfield Services Limited ("HOSL")
- b) Geopetrol International Inc. ("GPII")
- c) Geopetrol Mauritius Limited ("GML") - step down subsidiary
- d) GeoEnpro Petroleum Limited ("GeoEnpro") (from July 10, 2023) - step down subsidiary

## ii) Key management personnel:

## Whole-time directors

- Mr. P. Elango - Managing Director (Up to September 30, 2023)
- Mr. R. Jeevanandam - Executive Director & CFO (Up to September 30, 2023) and Managing Director (Effective from October 1, 2023)

## Non-Executive Independent Directors

- Mr. Vivek Rae (Up to April 17, 2025)
- Ms. Sharmila H. Amin (Effective up to December 16, 2024)
- Mrs. Bhavani Balasubramanian (Effective from December 17, 2024)
- Mr. P.K. Borthakur

## Non-Executive, Non-Independent Directors

- Mr. Ashok Kumar Goel
- Mr. Rohit Rajgopal Dhoot

## Chief Financial Officer

- Mr. N. Sivalai Senthilnathan (Effective from November 15, 2023)

## Company Secretary

- Ms. Deepika C S (Up to November 10, 2023)
- Mr. S. Muthukrishnan (Resigned on May 8, 2024)
- Ms. Josephin Daisy (Effective from May 8, 2024)



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**
*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

- b) Nature and volume of transactions during the year and outstanding balances as at March 31, 2025 and March 31, 2024 with the above parties:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest income on loan to GPII	442.76	626.40
Interest income on loan to HOSL	818.03	860.24
Key managerial personnel remuneration -		
1. Mr. P. Elango	-	73.49
2. Mr. R. Jeevanandam	330.22	170.55
3. Ms. Josephin Daisy	19.81	-
4. Ms. Deepika	-	4.92
5. Mr. Muthukrishnan Swaminathan	4.92	9.65
6. Mr. N. Sivalai Senthilnathan	101.87	36.88
Sitting fee - Independent Directors	13.75	17.70
Commission - Independent Directors*	24.00	18.00
Loan / advance given to HOSL	4,950.00	-
Interest and loan/advance repaid by HOSL	5,325.00	5,000.00
Loan repaid by GPII	-	5,107.95
Consideration to be paid to GPII for acquisition of Kharsang PI	2,551.77	-

\* Which is within 1% of the net profit of the Company.

Note; The above excludes transactions between the UJVs (for which the company is the operator) and the subsidiaries of the Company, in the normal course of business. As indicated in Note 2 (ii), the Company accounts for its share of UJV expenses based on the Company's participating interest.

**Loan and advances to wholly owned subsidiary**

Particulars	Outstanding as at March 31, 2025	Maximum amount outstanding during the year	Outstanding as at March 31, 2024	% of total loan as at March 31, 2025	% of total loan as at March 31, 2024
Loan to GPII	6,033.49	6,033.49	5,877.86	49%	47%
Loan/advances to HOSL	6,542.86	11,492.86	6,542.86	51%	53%
Interest accrued on loan to GPII (including gain on foreign exchange)	2,642.97	2,642.97	2,138.30	-	-
Interest accrued on loan to HOSL	2,473.28	2,473.28	2,030.24	-	-

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***45. Commitments and Contingencies**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>(i) Contingent Liabilities</b>		
(a) Claims not acknowledged as debts CY-OS-90/1 (Refer note a)	1,624.00	1,624.00
(b) Service tax liability (Refer note b)	168.92	168.92
(c) Service tax liability (Refer note c)	24,283.45	24,283.35
(d) Goods and Service tax liability (Refer note e)	218.99	218.99
(e) Goods and Service tax liability (Refer note f)	888.03	888.03
<b>(ii) Commitments</b>		
Estimated value of contracts remaining to be executed on capital account and not provided for	1,331.54	585.16

The Company's pending litigations include claims against the Company and proceedings pending with Tax, Statutory, and Government Authorities. After reviewing all pending litigations and proceedings, the Company has made adequate provisions where required and has disclosed contingent liabilities where applicable in its financial statements. The above table excludes guarantees amounting to ₹ 3,665.70 Lakhs (March 31, 2024: ₹ 3,328.88 Lakhs).

The Company does not expect the outcome of these proceedings to have a material impact on its financial position. Future cash outflows related to these matters can only be determined upon receipt of judgments or decisions from the relevant forums and authorities.

- a) In CY-OS-90/1 (PY-3) block, an arbitration award dated February 28, 2020 was issued against the Company and two other co-respondents, by a majority of two to one dissent by an Arbitration Tribunal which was received and acknowledged by the Company in June 2020. The share of the Company's exposure to the claim is ₹ 1,624 lakhs in addition to other ancillary awards that are subject to reconciliation of cash call payments and net off other credits to be given to the Company towards refund of excess service tax granted by the Tribunal, which are yet to be quantified.

HOEC initially appealed at the Malaysian High Court and subsequently at the Malaysian Court of Appeal both of which were dismissed. The Company further appealed before the Federal Court of Malaysia which also rejected HOEC's plea. Enforcement proceedings in respect of the said award is currently pending before Gujarat High Court.

- b) During the year ended March 2020, there was a demand for service tax for ₹ 77.09 lakhs with an equivalent amount of penalty due to disallowance of Cenvat credit for the period from October 2007 to March 2011. An appeal was filed after paying an amount of ₹ 7.71 lakhs to the tax authorities. This dispute is before the CESTAT for adjudication and no provision is made in the financial statements. The above amount also includes a demand of ₹ 14.74 lakhs pertaining to one of the unincorporated joint ventures.

- c) Service tax demand was made on cash call contributions, cost and profit petroleum share of the contractors and Government of India, for the period commencing from April 2010 to March 2015 for various unincorporated joint ventures under production sharing contracts for ₹ 8,676.85 lakhs with equivalent amount as penalty and interest of which the participating interest of the Company is ₹ 6,638.84 lakhs. The Honorable High Court of Madras has remanded back to the Commissionerate for fresh adjudication based on the merits of the case on April 8, 2022, in response to the writ appeal filed by the Company. Further, the statement of demand received ₹ 6,901.11 lakhs for the period April 2015 to June 2017 of which the participating interest of the Company is ₹ 2,705.35 lakhs is being dealt with the same for disposal awaiting the outcome in respect of the earlier year. This being an industry issue, the above claim of the tax authority is disputed by the Company and is being redressed at various appellate forum and hence no provision has been considered in the financial statements. This industry issue is taken up by the Ministry of Petroleum and Natural Gas with Finance Ministry of Government of India for appropriate clarification and redressal. The department issued the letter dated July 4, 2022, kept it in abeyance.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

- d) Further, for the period April 2016 to June 2017 a show cause notice has been received towards service tax on royalty amounting to ₹ 28.54 lakhs of which the participating interest of the Company is ₹ 24.86 lakhs. The company filed the submission and seeking redressal before Ministry of Petroleum and Natural Gas, Government of India. The department issued the order against that company filed an Appeal dated Nov 29, 2023.
- e) During the previous year a show cause notice has been received for the period July 2017 to March 2021 towards GST on royalty amounting to ₹ 218.99 lakhs of which the participating interest of the Company is ₹ 208.76 lakhs. The company is in the process of filing submission and seeking redressal before Ministry of Petroleum and Natural Gas, Government of India.
- f) During the FY 2022-23, the company had received an order from GST Commissionerate as Company rendering manpower and business support service to UJV for the period July 2017 to March 2021 amounting to ₹ 888.03 lakhs of which the participating interest of the Company is ₹ 315.73 lakhs. The company filed a writ petition on April 26, 2023.

**46. Effects of Changes in Foreign Exchange Rates****a) Expenditure in foreign currency (on accrual basis)**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Operating expenditure	7,020.18	6,604.34

**b) Value of Imports calculated on CIF basis (on accrual basis)**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Components and spare parts	95.14	30.17

**47. Business combination**

The Board of Directors of GPIL, on May 3, 2023, has approved a transfer of 25% participating interest in Kharsang, from GPIL to HOEC which has further been approved by Directorate General of Hydrocarbons (DGH) on March 13, 2025. The Board has approved the transfer on May 03, 2023 and the DGH has approved the assignment on March 13, 2025.

**Details of the transaction:**

**Name and description of the business acquired:** 25% PI in Kharsang Block from Company's wholly owned subsidiary GPIL

**Date of acquisition:** March 13, 2025

**Consideration type:** Cash Consideration

**Legal consideration transferred:** ₹ 2,551.77 Lakhs

**Net assets acquired:**

Particulars	Amount as at March 13, 2025
Net book value of Assets transferred	4,708.18
Less: Net book value of liabilities transferred	2,156.41
Net Assets transferred (A)	2,551.77
Consideration of the business transfer (B)	2,551.77

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

**Accounting Method Used:** The transaction has been accounted for using the Pooling of Interest Method as per Appendix C of Ind AS 103. The assets and liabilities of interest in Kharsang block have been recognized at their existing carrying amounts. Difference between net assets and net consideration has been accounted as capital reserve in other equity section.

**The Reconciliation of financial statement line items which are retrospectively restated are as under:**

**Reconciliation of restated items of Balance Sheet as at March 31, 2024 and April 01, 2023:**

Particulars	As at March 31, 2024			As at April 01, 2023		
	As previously reported	Kharsang Interest	Total	As previously reported	Kharsang Interest	Total
Property, Plant & Equipment						
a) Oil and gas assets	75,535.14	2,009.84	77,544.98	78,139.20	1,822.08	79,961.28
b) Others	343.16	368.84	712.00	338.27	467.19	805.46
Capital Work-in-Progress	3,117.01	372.18	3,489.19	2,660.62	253.41	2,914.03
Investment Property	278.05	-	278.05	292.24	-	292.24
Intangible Assets	1,012.40	-	1,012.40	985.55	-	985.55
Investment in Subsidiary	5,945.83	-	5,945.83	5,945.83	-	5,945.83
Site restoration deposit	7,978.29	338.98	8,317.27	7,458.06	316.84	7,774.90
Other Bank balances	116.00	-	116.00	108.97	-	108.97
Income Tax Assets	211.73	-	211.73	137.18	-	137.18
Other Non current assets	7.71	5.93	13.64	7.78	5.93	13.71
Inventory	3,808.46	167.06	3,975.52	7,825.22	268.54	8,093.76
Investments	42.35	-	42.35	11,470.90	-	11,470.90
Trade receivables	20,169.40	506.15	20,675.55	4,287.86	138.82	4,426.68
Cash and Cash Equivalents	837.42	-	837.42	2,396.08	5.23	2,401.31
Other Bank balances	1,725.79	1,074.96	2,800.75	3,350.70	1,074.96	4,425.66
Other current financial assets	17,044.03	15.96	17,059.99	9,014.03	5.51	9,019.54
Loan to subsidiaries	12,420.72	-	12,420.72	22,436.60	-	22,436.60
Other current assets	208.53	77.75	286.28	246.52	16.23	262.75
<b>Total Assets</b>	<b>1,50,802.02</b>	<b>4,937.65</b>	<b>1,55,739.67</b>	<b>1,57,101.61</b>	<b>4,374.74</b>	<b>1,61,476.35</b>
Equity Share Capital	13,225.93	-	13,225.93	13,225.93	-	13,225.93
Other Equity	88,107.72	(104.24)	88,003.48	79,740.47	(203.52)	79,536.95
Long term borrowings	4,902.93	-	4,902.93	7,335.33	-	7,335.33
Other financial liabilities	231.03	-	231.03	1,075.97	-	1,075.97
Provisions	14,482.42	395.41	14,877.84	13,635.94	376.90	14,012.84
Current maturity of long-term borrowings	2,500.00	-	2,500.00	21,025.82	-	21,025.82
Trade Payables	13,174.02	1,462.21	14,636.23	9,537.65	1,536.58	11,074.23
Other financial liabilities	1,448.43	3,184.27	4,632.69	4,733.33	2,664.74	7,398.07
Provisions	23.10	-	23.10	30.38	-	30.38
Other current liabilities	12,706.44	-	12,706.44	6,760.79	-	6,760.79
<b>Total Equity and Liabilities</b>	<b>1,50,802.02</b>	<b>4,937.65</b>	<b>1,55,739.67</b>	<b>1,57,101.61</b>	<b>4,374.74</b>	<b>1,61,476.35</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Reconciliation of restated items of Statement of Profit and Loss for the year ended March 31, 2024**

Particulars	As previously reported	Kharsang Interest	For the year ended March 31, 2024
Revenue from Operations	54,428.89	2,534.83	56,963.72
Less: Profit petroleum/revenue share to GOI	(8,029.18)	(98.39)	(8,127.57)
Other income	3,264.77	23.17	3,287.94
<b>Total income</b>	<b>49,664.48</b>	<b>2,459.61</b>	<b>52,124.09</b>
Share of expense from oil and gas producing blocks	26,770.16	864.59	27,634.75
Royalty, Cess and NCCD	5,310.63	805.10	6,115.73
(Increase)/ decrease in stock of crude oil and condensate	3,094.23	105.08	3,199.31
Employee Benefit Expenses	44.41	18.54	62.95
Finance cost- Unwinding of decommissioning liability	846.63	22.13	868.76
Finance Cost - Others	1,385.46	-	1,385.46
Depreciation, depletion and amortization	2,672.12	314.18	2,986.30
Other Expenses	1,139.91	230.72	1,370.62
<b>Total Expense</b>	<b>41,263.55</b>	<b>2,360.35</b>	<b>43,623.88</b>
<b>Profit for the year</b>	<b>8,400.93</b>	<b>99.26</b>	<b>8,500.21</b>
<b>Other comprehensive (loss)</b>	<b>(33.68)</b>	<b>-</b>	<b>(33.68)</b>
<b>Total Comprehensive income</b>	<b>8,367.25</b>	<b>99.26</b>	<b>8,466.53</b>
Earnings Per share			
Basic and diluted (in ₹)	6.35	0.08	6.43

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Reconciliation of restated items of Cash Flows for the year ended March 31, 2024**

Particulars	As previously reported	Kharsang Interest	For the year ended March 31, 2024
<b>Cash Flow from Operating activities</b>			
<b>Profit Before Tax</b>	<b>8,400.93</b>	<b>99.28</b>	<b>8,500.21</b>
Adjustments for:	-	-	
Depreciation, depletion and amortization	2,672.12	314.18	2,986.30
Unwinding of discount on decommissioning liability	846.63	22.13	868.76
Provision for compensated absences	(7.43)	-	(7.43)
Write back of excess provision no longer required	(680.07)	-	(680.07)
Net foreign exchange differences	(117.40)	-	(117.40)
Interest expense	1,385.46	-	1,385.46
Interest income	(2,199.24)	(22.39)	(2,221.63)
Rental income	(33.09)	-	(33.09)
Dividend income	(0.10)	-	(0.10)
Operating profit before working capital changes	<b>10,267.81</b>	<b>413.20</b>	<b>10,681.01</b>
Working capital adjustments for:			
Increase in trade payables and other liabilities	6,710.75	644.99	7,355.74
(Decrease)/Increase in trade receivables	(15,881.54)	(367.33)	(16,248.87)
(Decrease)/Increase in inventories	4,016.76	101.48	4,118.24
(Decrease)/Increase in loans and advances and other current assets	(7,000.22)	(292.36)	(7,292.58)
Cash flow generated from operations	<b>(1,886.44)</b>	<b>499.98</b>	<b>(1,386.46)</b>
Direct taxes (payment) (net of refunds)	(74.55)		(74.55)
<b>Net cash generated from operating activities</b>	<b>(1,960.99)</b>	<b>499.98</b>	<b>(1,461.01)</b>
<b>Cash flow from Investing activities</b>			
Purchase of property, plant and equipment	(919.33)	(522.35)	(1,441.68)
Intangible assets - exploration	(26.85)	-	(26.85)
Loan to subsidiary	10,107.95	-	10,107.95
Rent received	33.09	-	33.09
Dividend received	0.10	-	0.10
Interest received	712.60	22.39	734.99
Bank Deposits - Placed	1,617.89	-	1,617.89
<b>Net cash (used in) investing activities</b>	<b>11,525.45</b>	<b>(499.96)</b>	<b>11,025.49</b>
<b>Cash flow from financing activities</b>			
Repayment of term loan	(9,100.89)	-	(9,100.89)
Short term loan received (net of repayment)	(12,000.00)	-	(12,000.00)
Interest expense	(1,450.80)	-	(1,450.80)
<b>Net cash flows (used in) financing activities</b>	<b>(22,551.69)</b>	<b>-</b>	<b>(22,551.69)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(12,987.21)</b>	<b>-</b>	<b>(12,987.21)</b>
<b>Cash and Cash Equivalents as at the beginning of the year</b>	<b>13,866.97</b>	<b>-</b>	<b>13,866.97</b>
<b>Cash and Cash Equivalents as at the end of the year</b>	<b>879.77</b>	<b>-</b>	<b>879.77</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

- 48.** HOEC has taken over 40% of the Participating Interest ("PI") of AEPL considering the outstanding dues from AEPL as on March 31, 2024 and thereby all the control, as well the obligations of B-80 field is fully with HOEC effective April 1, 2024. In terms of the Joint Operating Agreement (JOA) considering the outstanding dues as on March 31, 2024, the entire participating interest of AEPL stands forfeited as on March 31, 2024. Considering the above, on March 31, 2025 all revenue and cost of B-80 amounting to total income of ₹ 5,499.89 lacs and total expenses of ₹ 5,271.44 lacs are fully accounted in the books of HOEC effective April 1, 2024.

HOEC also entered into an agreement with AEPL to complete the formalities of transfer of participating interest in favor of HOEC by which all outstanding dues of AEPL will stand settled along with interest with additional considerations to be paid by HOEC over a period of two years. Both the parties have submitted the application to Government of India to get the approval vide the application dated March 31, 2025.

Pending the above, the capitalization of the 40% participating interest and impacts thereon including the fair value adjustment will be carried out in the books of HOEC after GOI's approval or deemed approval in terms of the Revenue Sharing Contract.

Other income includes interest on outstanding dues amounting to ₹ 4,595.81 lacs as per the agreement entered with AEPL.

**49. Corporate Social Responsibility**

Gross amount required to be spent towards CSR activities from the profits calculated as per Section 198 of the Companies Act, 2013 during the year: ₹ 224.16 lakhs (March 31, 2024: ₹ 193.25 lakhs). Amount spent during the year on:

Particulars	2024-25	2023-24
Gross amount required to be spent by the Company as per Section 135 of the Companies Act, 2013 (on annual basis) (A)	224.16	193.25
Amount expenditure incurred during the year (B)	60.76	68.59
In cash		
(i) Construction / acquisition of any asset	-	-
(ii) On purposes other than (i) above:	-	-
Promoting preventive health care	-	-
Promoting education	-	-
Conservation of natural resources and other allied areas	-	-
Shortfall at the end of the year ( C)	163.40	124.66
Total of previous years shortfall (D)	-	-
Reason for shortfall (E)	Ongoing projects	Ongoing projects
Nature of CSR activities (F)		
Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to csr expenditure as per relevant accounting standard, (g)	NA	NA
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately. (h)	212.73	124.66



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***50. Financial instrument disclosure****(a) Capital Management**

The Company manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance. The capital structure of the Company consists of net debt (borrowings disclosed in notes 25, 28 and 16, 18 after deducting cash and bank balances) and equity of the Company (comprising issued capital, reserves and surplus, retained earnings as disclosed in notes 23 and 24). The Company monitors capital using a gearing ratio which is net debt divided by total capital plus net debt.

**Gearing Ratio:**

Particulars	As at March 31, 2025	As at March 31, 2024
Borrowings	4,953.89	7,402.93
Less: Cash and cash equivalent	(763.65)	(879.77)
<b>Net Debt</b>	<b>4,190.24</b>	<b>6,523.16</b>
Equity	1,15,938.60	1,01,229.41
<b>Capital and Net Debt</b>	<b>1,20,128.84</b>	<b>1,07,752.57</b>
<b>Gearing Ratio</b>	<b>3.49%</b>	<b>6.05%</b>

**Accounting classifications and fair values**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities.

**Financial instruments by category****As at March 31, 2025****Financial Assets:**

Particulars	At cost	Amortised cost	Financial assets at fair value through Profit or Loss	Financial assets at fair value through OCI	Total carrying value
<b>Non-Current Financial Asset</b>					
Investments in subsidiaries	5,945.83	-	-	-	5,945.83
Deposits under site restoration fund	-	8,914.09	-	-	8,914.09
Other bank balances	-	7.72	-	-	7.72
<b>Total</b>	<b>5,945.83</b>	<b>8,921.81</b>	<b>-</b>	<b>-</b>	<b>14,867.64</b>
<b>Current Financial Asset</b>					
Investments	-	-	35.43	-	35.43
Trade receivables	-	2,568.92	-	-	2,568.92
Cash and cash equivalents	-	728.22	-	-	728.22
Other bank balances	-	8,937.89	-	-	8,937.89
Loan to subsidiary	-	12,576.35	-	-	12,576.35
Other financial assets	-	18,398.89	-	-	18,398.89
<b>Total</b>	<b>-</b>	<b>43,210.27</b>	<b>35.43</b>	<b>-</b>	<b>43,245.70</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Financial Liabilities :**

Particulars	At cost	Amortised cost	Financial liabilities at fair value through Profit or Loss	Financial liabilities at fair value through OCI	Total carrying value
<b>Non-Current Financial Liability</b>					
Borrowings	-	2,453.89	-	-	2,453.89
Deposits	-	33.54	-	-	33.54
Other financial liabilities	-	-	314.30	-	314.30
<b>Total</b>	<b>-</b>	<b>2,487.43</b>	<b>314.30</b>	<b>-</b>	<b>2,801.73</b>
<b>Current Financial Liability</b>					
Borrowings	-	2,500.00	-	-	2,500.00
Trade Payables	-	13,409.27	-	-	13,409.27
Other financial liabilities	-	5,042.04	-	-	5,042.04
<b>Total</b>	<b>-</b>	<b>20,951.31</b>	<b>-</b>	<b>-</b>	<b>20,951.31</b>

**As at March 31, 2024****Financial Assets:**

Particulars	At cost	Amortised cost	Financial assets at fair value through Profit or Loss	Financial assets at fair value through OCI	Total carrying value
<b>Non-Current Financial Asset</b>					
Investments in subsidiaries	5,945.83	-	-	-	5,945.83
Deposits under site restoration fund	-	8,317.27	-	-	8,317.27
Other bank balances	-	116.00	-	-	116.00
<b>Total</b>	<b>5,945.83</b>	<b>8,433.27</b>	<b>-</b>	<b>-</b>	<b>14,379.10</b>
<b>Current Financial Asset</b>					
Investments	-	-	42.35	-	42.35
Trade receivables	-	20,675.55	-	-	20,675.55
Cash and cash equivalents	-	837.42	-	-	837.42
Other bank balances	-	2,800.75	-	-	2,800.75
Loan to subsidiary	-	12,420.72	-	-	12,420.72
Other financial assets	-	17,059.99	-	-	17,059.99
<b>Total</b>	<b>-</b>	<b>53,794.43</b>	<b>42.35</b>	<b>-</b>	<b>53,836.78</b>

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Financial Liabilities :**

Particulars	At cost	Amortised cost	Financial liabilities at fair value through Profit or Loss	Financial liabilities at fair value through OCI	Total carrying value
<b>Non-Current Financial Liability</b>					
Borrowings	-	4,902.93	-	-	4,902.93
Deposits	-	13.50	-	-	13.50
Other financial liabilities	-	-	217.53	-	217.53
<b>Total</b>	<b>-</b>	<b>4,916.43</b>	<b>217.53</b>	<b>-</b>	<b>5,133.96</b>
<b>Current Financial Liability</b>					
Borrowings	-	2,500.00	-	-	2,500.00
Trade Payables	-	14,636.23	-	-	14,636.23
Other financial liabilities	-	4,632.69	-	-	4,632.69
<b>Total</b>	<b>-</b>	<b>21,768.93</b>	<b>-</b>	<b>-</b>	<b>21,768.93</b>

**Fair value hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard.

**(b) Financial assets and liabilities valued at fair value**

The following table gives information about how the fair value of these financial assets are determined.

**As at March 31, 2025**

Particulars	Fair Value Measurements using			
	Total	Level 1	Level 2	Level 3
<b>Assets measured at fair value (refer note 16)</b>				
- Quoted equity instruments	35.43	35.43	-	-
- Mutual fund investments	-	-	-	-
<b>Liabilities measured at fair value (refer note 26)</b>				
- Derivatives	314.29	314.29	-	-

**As at March 31, 2024**

Particulars	Fair Value Measurements using			
	Total	Level 1	Level 2	Level 3
<b>Assets measured at fair value (refer note 16)</b>				
- Quoted equity instruments	42.35	42.35	-	-
- Mutual fund investments	-	-	-	-
<b>Liabilities measured at fair value (refer note 26 and 30)</b>				
- Derivatives	217.53	217.53	-	-

Level 1: Quoted market prices in active markets, where available.

Level 2: Valuation techniques where fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques where fair value measurement is unobservable.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***(c) Financial assets and liabilities measured at amortised cost**

The Company has not disclosed fair values of financial instruments such as trade receivables, cash and cash equivalents, other Bank balances, security deposits, loans and advances to related parties, interest accrued on fixed deposits, trade payables and employee benefits payables (that are short term in nature), because their carrying amounts are reasonable approximations of their fair values.

**(d) Offsetting**

The Company has not offset financial assets and financial liabilities as at March 31, 2025 and March 31, 2024. The Company's borrowing are secured, the details of which are more fully described in Note 25.

**51. Derivative contract swap**

Bank Name	Nature of Agreement	Rate / Currency	Outstanding Amount	Amount ₹ lakhs
Axis Bank Ltd	Derivative	7.95% on USD	USD 6,145,526.06	5,314.29

**52. Financial Risk Management Objectives & Policies**

The Company's principal financial liabilities comprise of short tenured borrowings, trade and other payables. Most of these liabilities relate to the Company's working capital cycle. The Company has trade and other receivables, loans and advances that arise directly from its operations.

The Company is accordingly exposed to market risk, credit risk and liquidity risk.

The Company's Senior Management oversees Management of these risks. The senior professionals working to manage the financial risks for the Company are accountable to the Audit Committee and the Board of Directors. This process provides assurance that the Company's financial risk-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with Company's policies and overall risk appetite.

The Audit Committee reviews and agrees on policies for managing each of these risks which are summarised below:

**(a) Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises of foreign currency rate risk, commodity risk and interest rate risk. Financial instruments affected by market risk include borrowings.

**(i) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities and operational contracts with the rates payable in foreign currencies. The Company manages its foreign currency risk by having natural hedge as the revenue on sale of oil and gas is determined and paid in equivalent US dollars.

**Details of Unhedged Foreign Currency Exposure**

The details of unhedged Foreign Currency Exposure of the Company, are as under:

Particulars	As at March 31, 2025		As at March 31, 2024	
	USD (\$)	₹ in lakhs	USD (\$)	₹ in lakhs
<b>Receivables</b>				
Loan to wholly owned subsidiary	7,050,000	6,033.49	7,050,000	5,877.86
Interest accrued on loan to wholly owned subsidiary	30,88,254	2,642.97	2,564,714	2,138.30
<b>Payables</b>				
Loan from banks INR to USD / EURO swaps	6,145,526	5,314.29	9,156,533	7,717.53

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Foreign Currency Sensitivity**

The Company having outstanding derivatives as at 31 March 2025 and 31 March 2024 (Nil) and all of its foreign currency exposure is unhedged. The following table demonstrates the sensitivity in the USD to the functional currency of the Company, with all other variables held constant. The impact on the Company's Profit before tax is due to changes in the fair value of monetary assets.

Particulars	Changes in currency exchange rate	Effect on profit before tax	
		For the year ended 31 March 2025	For the year ended 31 March 2024
US Dollars	+5%	168.11	14.93
	-5%	(168.11)	(14.93)

**(ii) Commodity risk**

The Company is exposed to volatility in oil and gas prices since the Company does not undertake any oil price hedge. The impact of a falling oil price is, however, partly mitigated via the production sharing formula in the PSCs, whereby the share of gross production to the Company increases in a falling oil price environment and the recovery of costs. Gas prices are fixed for a certain duration and the same are based on policy guidelines issued by the Government.

**(iii) Interest rate risk**

Particulars	As at March 31, 2025	As at March 31, 2024
Variable Rate Borrowings	–	–
Fixed Rate Borrowings	4,953.89	7,402.93
<b>Total</b>	<b>4,953.89</b>	<b>7,402.93</b>

The Company has only fixed rate borrowings and hence sensitivity analysis is not provided.

**(b) Credit risk**

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is not exposed to credit risk as its sale of oil and gas is to Government Nominees.

**(i) Cash and Bank balances**

The Company holds cash and cash equivalents with credit worthy banks as at the reporting date. The credit worthiness of such banks is evaluated by the Management on an ongoing basis and is considered to be good.

**(ii) Financial instruments and cash deposits**

Credit risk from balances with banks is managed by the Company's treasury team in accordance with the policy approved by the Board. Investments of surplus funds are made temporarily with approved counterparties, mainly mutual funds, who meet the minimum threshold requirements under the counterparty risk assessment process.

**(c) Liquidity risk**

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash Management system. It maintains adequate sources of financing including loans from domestic banks at an optimised cost.

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

Particulars	As at March 31, 2025 ₹ in lakhs				
	Less than 1 year	1-5 years	More than 5 years	Total	Carrying Value
Borrowings	2,500.00	2,453.89	-	4,953.89	4,953.89
Trade Payables	13,409.27	-	-	13,409.27	13,409.27
Other Financial liabilities	5,042.04	347.84	-	5,389.88	5,389.88
<b>Total</b>	<b>20,951.31</b>	<b>2,801.73</b>	<b>-</b>	<b>23,753.04</b>	<b>23,753.04</b>

Particulars	As at March 31, 2024 ₹ in lakhs				
	Less than 1 year	1-5 years	More than 5 years	Total	Carrying Value
Borrowings	2,500.00	4,902.93	-	7,402.93	7,402.93
Trade Payables	14,636.23	-	-	14,636.23	14,636.23
Other Financial liabilities	4,632.69	231.03	-	4,863.72	4,863.72
<b>Total</b>	<b>21,768.92</b>	<b>5,133.96</b>	<b>-</b>	<b>26,902.88</b>	<b>26,902.88</b>

**53. Events after the reporting period**

There are no material events after the reporting period.

**54. Previous Year Figures**

Previous year's figures have been regrouped and reclassified wherever necessary to conform to the current year's presentation.

**55. Ratio analysis:**

Particulars	As at FY 2024-25	As at FY 2023-24	Variation	Remarks for variation more than 25%
(a) Current Ratio (in times)	2.35	1.68	40%	Due to increase in B80 inventory
(b) Debt-Equity Ratio (in times)	0.04	0.07	-42%	Due to repayment of borrowings
(c) Debt Service Coverage Ratio (in times)	6.31	0.61	933%	Due to increase in net profit and repayment of borrowings
(d) Return on Equity Ratio (in %)	13.57%	8.75%	55%	Due to increase in net profit
(e) Inventory turnover ratio (in times)	2.57	8.91	-71%	Due to increase in closing stock of B80 as on balance sheet date
(f) Trade Receivables turnover ratio (in times)	2.63	3.91	-33%	Due to B80 crude stock sold in the previous year
(g) Trade payables turnover ratio (in times)	2.37	2.91	-19%	NA
(h) Net capital turnover ratio (in times)	1.01	2.30	-56%	Due to decrease in expenses and increase in other income
(i) Net profit ratio (in %)	48.18%	17.41%	177%	Due to increase in net profit
(j) Return on Capital employed (in %)	13.65%	9.90%	38%	Due to increase in net profit and repayment of borrowings
(k) Return on investment (in %)	13.62%	5.60%	143%	Due to increase in fixed deposit placed during the year

**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Explanations to items included in computing the above ratios:**

1. Current Ratio: Current Asset over Current Liabilities
  2. Debt-Equity Ratio: Debt (Borrowings) over total shareholder's equity (including Reserves & Surplus)
  3. Debt Service Coverage Ratio: EBIT + Interest + Depreciation over (principal repayment + interest payments)
  4. Return on Equity Ratio: Profit After Tax over average Equity (including Reserves & Surplus)
  5. Inventory turnover ratio: Revenue over average Inventory
  6. Trade Receivables turnover ratio: Revenue from operations over average Trade Receivable
  7. Trade payables turnover ratio: Purchases/Expenses over average Trade Payable
  8. Net capital turnover ratio: Revenue from operations over average working capital
  9. Net profit ratio: Profit After Tax over Revenue from operations
  10. Return on Capital employed: Profit Before Interest & Tax over Capital employed (Capital employed includes total shareholders equity, borrowings)
  11. Return on investment: Interest income on fixed deposit + Mutual fund investment gain over average investments (investments includes investments in mutual funds, margin money and other bank deposits)
56. The Company has not been declared a willful defaulter by any bank or financial institution or other lender.
  57. No proceedings have been initiated during the year or are pending against the company as at March 31, 2025 for holding any benami property under the Benami Property Transactions (Prohibition) Act, 1988.
  58. Transactions and balances with companies which have been removed from register of Companies [struck off companies] as at the above reporting periods is Nil.
  59. The Company has not traded / invested in Crypto currency or virtual currency.
  60. The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
    - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
    - (ii) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
  61. The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
    - (i) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
    - (ii) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
  62. The Company has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
  63. The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.
  64. The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
  65. No schemes of arrangements have been applied or approved by the Competent Authority in terms of section 230 to 237 of the Companies Act, 2013.
  66. The title deeds of all immovable properties, (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment and capital work-in-progress are held in the name of the Company as at the balance sheet date.



**NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

- 67.** The Companies (Accounts) Rules, 2014 read with the Companies (Accounts) Fourth Amendment Rules 2022 dated August 05, 2022, mandates that the back-up of the books of accounts and the other papers of the company maintained in electronic mode, shall be kept in server physically located in India, requiring backup on a daily basis. The Company is maintaining back-up of the accounting software on daily basis in a server physically located in India.
- 68.** As per the requirements of rule 3(1) of the Companies (Accounts) Rules, 2014, the Company uses only such accounting software for maintaining its books of account that have a feature of recording audit trail of each and every transaction creating an edit log of each change made in the books of account. This feature of recording audit trail has operated throughout the year and not tampered with during the year. However, in respect of an accounting software, audit trail was not enabled at the database level to log any data changes. In respect of a software operated by a third party software service provider, for maintaining payroll records, based on the independent auditor's system and organization controls report covering the requirement of audit trail, the Company has used a software which has a feature of recording audit trail (edit log) facility and the same has operated during the period April 1, 2024 till December 31, 2024 and no instance of audit trail feature being tampered with has been reported in such independent auditor's report for the aforesaid period. The Company has established and maintained an adequate internal control framework over its financial reporting and based on its assessment, has concluded that the internal controls for the year ended March 31, 2025 were effective.

**69. Approval of financial statements**

The financial statements were approved for issue by the Board of Directors on May 28,2025.

For and on behalf of the Board of Directors

**Ashok Kumar Goel**  
Director  
DIN: 00025350  
Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director  
DIN: 07046442  
Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer  
Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary  
Place : Chennai  
Date : 28-05-2025

## INDEPENDENT AUDITOR'S REPORT

To the Members of  
Hindustan Oil Exploration Company Limited

### Report on the Audit of the Consolidated Financial Statements

#### Opinion

We have audited the accompanying consolidated financial statements **Hindustan Oil Exploration Company Limited** (the "Parent") and its subsidiaries, (the Parent and its subsidiaries together referred to as the "Group"), which comprise the Consolidated Balance Sheet as at March 31, 2025, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information which includes eight unincorporated joint ventures of the Group accounted on proportionate basis.

In our opinion and to the best of our information and according to the explanations given to us, and based on the consideration of reports of the other auditors on separate financial information of the unincorporated joint ventures and separate financial statements of the subsidiaries referred to in the Other Matters section below, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2025, and their consolidated profit, their consolidated total comprehensive income, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group and its unincorporated joint ventures 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 consolidated financial statements 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 obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in the sub-paragraphs (c), (d) and (e) of the Other Matters section below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

#### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

S.No	Key Audit Matter	Auditor's Response
1.	<p><b>Impairment of Upstream Oil and Gas assets included in PP&amp;E and Capital Work in Progress</b></p> <p>Oil and Gas assets included in Property, Plant and equipment (PP&amp;E) and Capital Work in progress of the Group aggregate ₹ 87,278 lakhs.</p> <p>Recoverability of such Oil and Gas assets has been identified as a key audit matter due to:</p> <ul style="list-style-type: none"> <li>The significance of the carrying value of the assets being assessed;</li> <li>The assessment of the recoverable amount of the Group's Cash Generating Units (CGUs) involves significant judgements about future cash flow forecasts and the discount rates applied; and</li> </ul>	<p><b>Principal audit procedures performed:</b></p> <p>Our procedures relating to Impairment of Upstream Oil and Gas PP&amp;E and Capital Work in Progress included the following, among others:</p> <p>(a) Evaluated the indicators for impairment of upstream oil and gas assets and Capital work in Progress, and where impairment indicators were identified:</p> <p>i. Tested the effectiveness of internal controls over the Group's process in estimating the oil and gas reserves, the completeness and accuracy of the input data used and the reasonableness of key assumptions considered in the impairment evaluation including the discount rates and future oil and gas prices.</p>

S.No	Key Audit Matter	Auditor's Response
	<ul style="list-style-type: none"> <li>The estimation of oil and natural gas reserves is a significant area of judgement due to the technical uncertainty involved and this has a substantial impact on impairment testing.</li> </ul> <p>As required by Ind AS 36 'Impairment of Assets', management estimated the recoverable amount of the CGU to determine if any impairment charges or reversals were required.</p>	<p>Had discussions with the component auditors in regard to the impairment evaluation of Upstream Oil and Gas PP&amp;E and Capital Work in Progress assets. The procedures performed by the component auditors and which were evaluated by us are as follows:</p> <ul style="list-style-type: none"> <li>Assessed the valuation methodology used by management, evaluated the appropriateness of management's identification of the CGU's and tested the arithmetical accuracy of the impairment calculations.</li> <li>Conducted corroborative inquiries with the Company personnel, including internal reserve experts, to identify factors, if any, which should be considered in the analysis.</li> <li>Tested the key assumptions used in the assessment including reserve estimate, oil and gas prices by comparing them with prior year's data and external data, where relevant.</li> <li>Assessed the reasonableness of the discount rates used.</li> <li>Verified the estimated future capital and operational costs, by comparing the same with the approved budgets and the production forecasts.</li> <li>Performed sensitivity analysis of key assumptions, including estimate of production-based revenue growth rates and the discount rates applied in the valuation workings.</li> </ul>
2.	<p><b>Measurement of provision for decommissioning, dismantling, removal and restoration ("DDRR")</b></p> <p>The provision outstanding for DDRR of the Group amounts to ₹ 16,082 Lakhs. The estimation of DDRR provision, involves significant degree of judgement and uncertainty in estimation.</p> <p>DDRR provisions are inherently subjective given they are based on estimates of costs that will be settled in the future. The Group reviews the DDRR provision on an annual basis, of which key components include the interest rate, inflation rate and expected future costs.</p>	<p><b>Principal audit procedures performed:</b></p> <p>Our procedures relating to Measurement of provision for decommissioning, dismantling, removal and restoration included the following, among others:</p> <p>a) Tested the effectiveness of internal controls over the Group's process in estimating the future costs, the completeness and accuracy of the input data used and the reasonableness of key assumptions considered in their evaluation including the inflation rate and discount rates.</p> <p>Had discussions with the component auditors in regard to the Measurement of provision for decommissioning, dismantling, removal and restoration. Also, we have sent out referral instructions to the auditor of the component and evaluated the responses received from them. The procedures performed by the component auditors and which were evaluated by us are as follows:</p> <p>i. Obtained and evaluated the report received by the Group from an external specialist for reasonableness.</p> <p>ii. Tested the completeness of the provision by comparing the list of operating blocks with the obligation to create a provision for DDRR.</p> <p>iii. Tested the arithmetical accuracy of the Decommissioning liability.</p>

### Information Other than the Financial Statements and Auditor's Report Thereon

- The Parent's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report, Corporate Governance Report, Management Discussion and Analysis and Business Responsibility and Sustainability Report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon. The Board's Report, Corporate Governance Report, Management Discussion and Analysis and Business Responsibility and Sustainability Report is expected to be made available to us after the date of this auditor's report.
- Our opinion on the consolidated financial statements does not cover the other information and will not express any form of assurance conclusion thereon.
- In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available, compare with the financial statements of the subsidiaries and unincorporated joint ventures audited by the other auditors, to the extent it relates to these entities and, in doing so, place reliance on the work of the other auditors and consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. Other information so far as it relates to the subsidiaries and unincorporated joint ventures, is traced from their financial statements audited by the other auditors.
- When we read the Board's Report, Corporate Governance Report, Management Discussion and Analysis and Business Responsibility and Sustainability Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance as required under SA 720 'The Auditor's responsibilities Relating to Other Information'.

### Responsibilities of Management and Board of Directors for the Consolidated Financial Statements

The Parent's Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group 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 intend 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 are also responsible for overseeing the financial reporting process of the Group.

### **Auditor's Responsibility for the Audit of the Consolidated Financial Statements**

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements 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 these consolidated financial statements.

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 consolidated financial statements, 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Parent has adequate internal financial controls with reference to consolidated 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 management.
- Conclude on the appropriateness of management's 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 unincorporated joint ventures 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 statements 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 to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of entities or business activities included in the consolidated financial statements of which we are the independent auditors. For the entities or business activities included in the consolidated financial statements, 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 consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated financial statements 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 consolidated financial statements.

We communicate with those charged with governance of the Parent and such other entities included in the consolidated financial statements 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 financial controls 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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

### Other Matters

- (a) We have placed reliance on the technical/commercial evaluation performed by the management in respect of the 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 restorations costs.
- (b) Management had performed year end physical verification of inventory of crude oil at offshore locations. However, we were not able to physically observe the verification of the inventory that was carried out by the Management due to practical and safety considerations. Consequently, we have performed alternate procedures to audit the existence and condition of inventory as per the guidance provided in SA 501 "Audit evidence - Specific consideration for selected items" and have obtained sufficient appropriate audit evidence to issue our unmodified opinion on these Consolidated Financial Statements.
- (c) We did not audit the financial information of seven unincorporated joint ventures included in the consolidated financial statements of the Group, whose financial information reflect total assets of Rs. 5,008 Lakhs as at March 31, 2025 and total revenue of ₹ Nil for the year ended on that date, as considered in the respective financial statements of the unincorporated joint ventures. The financial information unincorporated joint ventures have been audited by 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 and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid unincorporated joint ventures, is based solely on the report of such other auditors.

- (d) We did not audit the financial information of one unincorporated joint venture included in the consolidated financial statements, whose financial information reflect total assets of ₹ 486 lakhs as at March 31, 2025 and total revenues of Rs. Nil for the year ended on that date, as considered in the consolidated financial statements. The financial information of this unincorporated joint venture is unaudited and have been furnished to us by the Management and our opinion in so far as it relates to the amounts and disclosures included in respect of this unincorporated joint venture, is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, this financial information is not material to the Company.
- (e) We did not audit the financial statements of two subsidiaries included in the consolidated financial statements, whose financial statements reflect total assets of ₹ 42,532 Lakhs as at March 31, 2025, total revenues of ₹ 8,136 Lakhs and net cash inflows amounting to ₹ 331 Lakhs for the year ended on that date, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of subsection (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements above and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial information certified by the management.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on the separate financial information of unincorporated joint ventures and separate financial statements of subsidiaries, referred to in the Other Matters section above we report, to the extent applicable that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Group, including relevant records so far as it appears from our examination of those books except for not complying with the requirements of audit trail as stated in (i)(vi) below.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors of the Parent as on March 31, 2025 taken on record by the Board of Directors of the Company and the reports of the statutory auditors of its subsidiary companies incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2025 from being appointed as a director in terms of Section 164 (2) of the Act.



- f) The modifications relating to the maintenance of accounts and other matters connected therewith, are as stated in paragraph (b) above.
- g) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" which is based on the auditors' reports of the Parent and subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those companies.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us and based on the auditor's reports of subsidiary companies incorporated in India, the remuneration paid by the Parent and such subsidiary companies to their respective directors during the year is in accordance with the provisions of Section 197 of the Act.
- i) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group - Refer Note 46 to the consolidated financial statements.
  - ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Parent and its subsidiary companies.
  - iv) (a) The respective Managements of the Parent and its subsidiaries, which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us and to the other auditors of such subsidiaries respectively that, to the best of their knowledge and belief, as disclosed in the note 61 (a) no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Parent or any of such subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Parent or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - (b) The respective Managements of the Parent and its subsidiaries, which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us and to the other auditors of such subsidiaries that, to the best of their knowledge and belief, as disclosed in the note 61 (b) to the consolidated financial statements, no funds have been received by the Parent or any of such subsidiaries from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Parent or any of such subsidiaries shall, directly or

indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- (c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances performed by us and that performed by the auditors of the subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or the other auditors to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v) The Parent and its subsidiaries which are companies incorporated in India, have not declared or paid any dividend during the year and have not proposed final dividend for the year.
- vi) Based on our examination which included test checks and that performed by the respective auditors of the subsidiaries and based on the other auditor's reports of its subsidiary companies incorporated in India whose financial statements have been audited under the Act, except for instances mentioned below, the Parent and its subsidiary companies incorporated in India have used accounting softwares for maintaining their respective books of account for the financial year ended March 31, 2025 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares.

In respect of the Parent:

- i. The feature of recording audit trail (edit log) facility was not enabled at the database level to log any direct data changes for the accounting software used by the Company.
- ii. in respect of a software operated by a third party software service provider, for maintaining payroll records, based on the independent auditor's system and organization controls report, the Company has used a software which has a feature of recording audit trail (edit log) facility and the same has operated during the period April 1, 2024 till December 31, 2024 and no instance of audit trail feature being tampered with has been reported in such independent auditor's report for the aforesaid period. In the absence of an independent auditor's report covering the audit trail requirement for the remaining period, we are unable to comment whether the audit trail feature of the said software was enabled and operated from January 1, 2025, for all relevant transactions recorded in the software or whether there was any instance of the audit trail feature been tampered with.

In respect of one subsidiary, audit trail (edit log) facility of the accounting software has been enabled from December 2, 2024.

Further, during the course of audit, we and respective other auditors, whose reports have been furnished to us by the Management of the Parent Company, have not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Parent Company and its subsidiary companies incorporated in India as per the statutory requirements for record retention for the software system where the audit trail was enabled and operating.

2. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 ("CARO"/ "the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us and the auditors of respective companies included in the consolidated financial statements to which reporting under CARO is applicable, as provided to us by the Management of the Parent Company, we report that there are no qualifications or adverse remarks by the respective auditors in the CARO reports of the said respective companies included in the consolidated financial statements except for the following:

S No.	Name of the Company	CIN	Nature of relationship	Clause number of CARO report with qualification or adverse remark
1	Hindustan Oil Exploration Company Limited	L11100GJ1996PLC029880	Parent Company	(iii)(c) & (d) (vii)(b)
2	Hindage Oilfield Services Limited	U11100GJ1988PLC011536	Subsidiary	(vii)(a) & (b) (ix)(a)

For **Deloitte Haskins & Sells LLP**  
**Chartered Accountants**  
(Firm's Registration No.117366W/W-100018)

**C Manish Muralidhar**  
(Partner)  
(Membership No. 213649)  
(UDIN: 25213649BMOENS3330)

Place : Chennai  
Date : May 28, 2025

**ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

(Referred to in paragraph 1(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

**Report on the Internal Financial Controls with reference to consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of the Company as at and for the year ended March 31, 2025, we have audited the internal financial controls with reference to consolidated financial statements of **HINDUSTAN OIL EXPLORATION COMPANY LIMITED** (hereinafter referred to as "Parent") and its subsidiary companies, which are companies incorporated in India, as of that date.

**Management's and Board of Directors' Responsibilities for Internal Financial Controls**

The respective Company's management and Board of Directors of the Parent and its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the internal control with reference to consolidated financial statements criteria established by the respective Companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

**Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary companies, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by other auditors of the subsidiary companies, which are companies incorporated in India, in terms of their reports referred to in the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary companies, which are companies incorporated in India.

### Meaning of Internal Financial Controls with reference to consolidated financial statements

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

### Inherent Limitations of Internal Financial Controls with reference to consolidated financial statements

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

### Opinion

In our opinion to the best of our information and according to the explanations given to us and based on the consideration of the reports other auditors referred to in the Other Matters paragraph below, the Parent and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2025, based on the criteria for internal financial control with reference to consolidated financial statements established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

### Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to one subsidiary company, which are companies incorporated in India, is based solely on the corresponding reports of the auditors of such companies incorporated in India.

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

For **Deloitte Haskins & Sells LLP**  
**Chartered Accountants**  
 (Firm's Registration No.117366WW-100018)

**C Manish Muralidhar**  
 (Partner)  
 (Membership No. 213649)  
 (UDIN: 25213649BMOENS3330)

Place : Chennai  
 Date : May 28, 2025

**CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

Particulars	Notes	As at March 31, 2025	As at March 31, 2024
<b>ASSETS</b>			
<b>1 Non-current assets</b>			
Property, plant & equipment			
a) Oil and gas assets	4	82,472.05	84,111.75
b) Others	4	35,266.46	39,259.17
Capital work-in-progress	5	4,806.35	3,811.53
Investment property	6	283.29	278.05
Intangible assets - Exploration	7	1,044.19	1,012.40
Intangible assets - Others	7	-	-
Financial assets			
Deposits under site restoration fund	8	9,059.08	8,452.86
Other Bank balances	9	7.72	116.00
Other financial assets	10	1.57	49.89
Income tax assets (net)	11	1,009.05	732.00
Deferred tax asset (net)	12	-	-
Other non-current assets	13	55.02	13.63
<b>Total non-current assets</b>		<b>1,34,004.78</b>	<b>137,837.28</b>
<b>2 Current assets</b>			
Inventories	14	21,013.97	4,232.95
Financial assets			
Investments	15	35.43	42.35
Trade receivables	16	12,055.31	31,447.64
Cash and cash equivalents	17	1,421.96	1,372.40
Other bank balances	18	12,147.08	5,477.89
Other financial assets	19	13,324.49	13,301.77
Other current assets	20	2,234.32	1,432.92
<b>Total current assets</b>		<b>62,232.56</b>	<b>57,307.92</b>
<b>TOTAL ASSETS</b>		<b>1,96,237.34</b>	<b>195,145.20</b>
<b>EQUITY &amp; LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	21	13,225.93	13,225.93
Other equity	22	1,18,900.11	104,215.70
<b>Total equity</b>		<b>1,32,126.04</b>	<b>117,441.63</b>
<b>Liabilities</b>			
<b>1 Non-current liabilities</b>			
Financial liabilities			
Borrowings	23	4,764.26	8,212.47
Other financial liabilities	24	6,212.66	8,172.60
Provisions	25	17,653.25	16,512.95
Deferred tax liability (Net)	26	1,152.25	1,223.79
<b>Total non-current liabilities</b>		<b>29,782.42</b>	<b>34,121.81</b>
<b>2 Current Liabilities</b>			
Financial liabilities			
Borrowings	27	7,294.07	9,195.48
Trade payables	28		
Total outstanding dues of Micro enterprises and small enterprises		-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises		14,343.41	15,703.87
Other financial liabilities	29	5,326.21	4,840.00
Provisions	30	27.84	24.68
Other current liabilities	31	7,337.35	13,817.73
<b>Total current liabilities</b>		<b>34,328.88</b>	<b>43,581.76</b>
<b>Total Liabilities</b>		<b>64,111.30</b>	<b>77,703.57</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>		<b>1,96,237.34</b>	<b>195,145.20</b>

See accompanying notes forming part of the Consolidated financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
**Chartered Accountants**  
**FRN-117366W/W-100018**

For and on behalf of the Board of Directors

**C Manish Muralidhar**  
Partner

**Ashok Kumar Goel**  
Director  
DIN: 00025350

**R. Jeevanandam**  
Managing Director  
DIN: 07046442

**N. Sivalai Senthilnathan**  
Chief Financial Officer

**Josephin Daisy**  
Company Secretary

Place : Chennai  
Date : 28-05-2025

Place : Chennai  
Date : 28-05-2025

Place : Chennai  
Date : 28-05-2025

Place : Chennai  
Date : 28-05-2025

Place : Chennai  
Date : 28-05-2025

**CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

Particulars	Notes	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>INCOME</b>			
Revenue from operations	32	45,912.09	83,027.06
Less: Profit petroleum / revenue share to GOI		(3,825.10)	(8,113.93)
Other income	33	7,612.35	1,868.14
<b>Total income</b>		<b>49,699.34</b>	<b>76,781.27</b>
<b>EXPENSES</b>			
Share of expenses from producing oil and gas blocks	34(a)	26,497.82	27,826.62
Royalty, cess and National calamity contingent duty	34(b)	6,022.24	6,355.34
Facility operating expenses	34(c)	3,887.74	4,497.98
(Increase) / decrease in stock of crude oil and condensate	35	(14,261.43)	3,205.46
Employee benefits expense	36	220.46	173.24
Finance costs			
- Banks and financial institutions	37	1,058.68	2,238.58
- Unwinding of discount on decommissioning liability	38	1,084.39	875.26
Depreciation, depletion and amortization expense	4,6,7	7,761.87	8,002.34
Other expenses	39	2,432.44	2,040.16
<b>Total expenses</b>		<b>34,704.21</b>	<b>55,214.98</b>
<b>Profit before share of profit of associate, exceptional items and tax</b>		<b>14,995.13</b>	<b>21,566.29</b>
Share of profit of associate		-	(24.38)
<b>Profit before exceptional items and tax</b>		<b>14,995.13</b>	<b>21,541.91</b>
Exceptional items	40	-	3,286.64
<b>Profit before tax</b>		<b>14,995.13</b>	<b>24,828.55</b>
(1) Current tax		374.66	1,088.74
(2) Adjustment of tax relating to earlier periods		(28.81)	(1.24)
(3) Deferred tax		(71.49)	1,098.07
<b>Total tax expense</b>		<b>274.36</b>	<b>2,185.57</b>
<b>Profit for the year</b>		<b>14,720.77</b>	<b>22,642.98</b>
<b>Other comprehensive income</b>			
Items that will not to be reclassified to profit or loss:			
- Re-measurement (loss)/ gain on defined benefit plans, net of tax		(36.36)	(32.80)
<b>Other comprehensive income (net of tax)</b>		<b>(36.36)</b>	<b>(32.80)</b>
<b>Total Comprehensive income</b>		<b>14,684.41</b>	<b>22,610.18</b>
Earnings per equity share of ₹10 attributable to equity holders.	41		
Basic		11.13	17.12
Diluted		11.13	17.12

See accompanying notes forming part of the Consolidated financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
FRN-117366W/W-100018

For and on behalf of the Board of Directors

**C Manish Muralidhar**  
Partner

Place : Chennai  
Date : 28-05-2025

**Ashok Kumar Goel**  
Director  
DIN: 00025350  
Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director  
DIN: 07046442  
Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer  
Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary  
Place : Chennai  
Date : 28-05-2025



**CONSOLIDATED STATEMENT OF CHANGES OF EQUITY FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

**a) Equity Share Capital**

Particulars	As at the period ended			
	March 31, 2025		March 31, 2024	
	No. of Shares	₹ in lakhs	No. of Shares	₹ in lakhs
Balance at the beginning of the current reporting year	132,243,289	13,225.93	132,243,289	13,225.93
Changes in Share Capital due to prior period errors	-	-	-	-
Restated balance at the beginning of the current reporting year	-	-	-	-
Changes in share capital during the current year	-	-	-	-
Balance at the end of the current reporting year	132,243,289	13,225.93	132,243,289	13,225.93

**b) Other Equity**

Particulars	Other Equity				Total ₹ in lakhs
	Securities premium	Capital reserve	General reserve	Retained earnings	
Balance as at April 1, 2023	78,865.42	96,129.35	38.00	(93,538.44)	81,494.32
Profit for the year	-	-	-	22,642.98	22,642.98
Capital reserve	-	111.20	-	-	111.20
Other comprehensive income (net of tax)	-	-	-	(32.80)	(32.80)
<b>Total comprehensive income for the year</b>	-	-	-	<b>22,610.18</b>	<b>22,721.38</b>
Balance as at March 31, 2024	78,865.42	96,240.55	38.00	(70,928.26)	104,215.70
Profit for the year	-	-	-	14,720.77	14,720.77
Other comprehensive income (net of tax)	-	-	-	(36.36)	(36.36)
<b>Total comprehensive income for the year</b>	-	-	-	<b>14,684.41</b>	<b>14,684.41</b>
Balance as at March 31, 2025	78,865.42	96,240.55	38.00	(56,243.85)	1,18,900.11

See accompanying notes forming part of the Consolidated financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
Chartered Accountants  
FRN-117366W/W-100018

**For and on behalf of the Board of Directors**

**C Manish Muralidhar**  
Partner

Place : Chennai  
Date : 28-05-2025

**Ashok Kumar Goel**  
Director  
DIN: 00025350  
Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director  
DIN: 07046442  
Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer  
Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary  
Place : Chennai  
Date : 28-05-2025

**CONSOLIDATED STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Cash flow from Operating activities</b>		
<b>Profit after tax</b>	<b>14,720.77</b>	<b>22,642.98</b>
Adjustments for:		
Tax expense	274.36	2,185.58
Depletion, depreciation and amortisation expense	7,761.87	8,002.34
Unwinding of discount on Decommissioning liability	1,084.39	875.26
Provision for compensated absences	26.03	(11.07)
Write back of provision no longer required	-	(680.07)
Net foreign exchange fluctuations	(702.04)	(431.87)
Exceptional Items	-	(3,286.64)
Interest income	(6,618.45)	(871.38)
Interest expenses	1,058.68	2,238.58
Net gain on valuation of investments	(149.05)	-
Rental income	(45.46)	(33.09)
Share of profit of associate	-	24.38
Dividend received	(0.13)	(0.10)
<b>Operating profit before working capital changes</b>	<b>17,410.97</b>	<b>30,654.89</b>
<b>Working capital adjustments for:</b>		
(Increase) / Decrease in trade receivables	19,392.33	(19,645.69)
(Increase) / Decrease in Inventories	(16,781.03)	4,116.27
Other financial and non-financial assets	683.31	(7,821.49)
Trade payables, other financial and non-financial liabilities	(4,011.35)	5,748.06
<b>Cash generated from operations</b>	<b>16,694.23</b>	<b>13,052.04</b>
Direct taxes (payment) (net of refunds)	(624.38)	(772.37)
<b>Net cash generated from operating activities</b>	<b>16,069.85</b>	<b>12,279.67</b>
<b>Cash flow from Investing activities</b>		
Property, plant and equipment (net)	(2,997.86)	(1,830.97)
Intangible assets	(254.74)	(26.85)
Acquisition of subsidiary	-	(5,000.00)
Rent received	35.18	33.09
Dividend received	0.13	0.10
Net gain on sale of investments	149.05	-
Interest received (net of repayment)	1,441.74	861.73
Bank deposit -Lien for guarantees/facilities	(6,632.18)	2,029.77
Other bank balances -Escrow account	-	-
<b>Net cash (used in) investing activities</b>	<b>(8,258.68)</b>	<b>(3,933.13)</b>
<b>Cash flow from financing activities</b>		
Term loan received	-	5,000.00
Term loan repayment	(5,500.00)	(12,206.01)
Short term loan received (Net of repayment)	-	(12,000.00)
Interest paid	(2,268.52)	(2,303.91)
<b>Net cash flows (used in) financing activities</b>	<b>(7,768.52)</b>	<b>(21,509.92)</b>
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>42.65</b>	<b>(13,163.38)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>1,414.75</b>	<b>14,578.13</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>1,457.40</b>	<b>1,414.75</b>
Components of cash and cash equivalents		
Cash in hand	0.25	0.17
Balances with banks		
- In deposit accounts	30.38	28.08
- In current accounts	1,391.34	1,344.15
Current Investments	35.43	42.35
<b>Total cash and cash equivalents</b>	<b>1,457.40</b>	<b>1,414.75</b>

See accompanying notes forming part of the Consolidated financial statements

In terms of our report attached  
**For Deloitte Haskins & Sells LLP**  
**Chartered Accountants**  
**FRN-117366W/W-100018**

For and on behalf of the Board of Directors

**C Manish Muralidhar**  
Partner

Place : Chennai  
Date : 28-05-2025

**Ashok Kumar Goel**  
Director  
DIN: 00025350  
Place : Chennai  
Date : 28-05-2025

**R. Jeevanandam**  
Managing Director  
DIN: 07046442  
Place : Chennai  
Date : 28-05-2025

**N. Sivalai Senthilnathan**  
Chief Financial Officer  
Place : Chennai  
Date : 28-05-2025

**Josephin Daisy**  
Company Secretary  
Place : Chennai  
Date : 28-05-2025

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

**1. Corporate Information**

- a) Hindustan Oil Exploration Company Limited ('the Company' or 'HOEC') was incorporated in India on September 22, 1983 under the provisions of the Companies Act, 1956. The Company's shares are listed on the National Stock Exchange of India Limited ('NSE') and BSE Limited ('BSE'). HOEC is engaged in the exploration, development and production of crude oil and natural gas in India, both onshore and offshore.

The Company is a participant in various oil and gas blocks/fields which are in the nature of joint operation through Production Sharing Contracts ('PSC') / Revenue Sharing Contracts ('RSC') entered by the Group with Government of India along with other entities. The details of Company's participating interests and of the other entities are as follows:

Sl. No.	Unincorporated Joint Ventures	Participants	Share (%)	
			As at March 31, 2025	As at March 31, 2024
1	MB/OSDSF/B80/2016*	Hindustan Oil Exploration Company Limited (O)	60	60
		Adhboot Estates Private Limited*	40	40
2	PY-1	Hindustan Oil Exploration Company Limited (O)	100	100
3	CY-OS-90/1 (PY-3)	Hardy Exploration & Production (India) Inc. (O)	18	18
		Oil and Natural Gas Corporation Limited	40	40
		Hindustan Oil Exploration Company Limited	21	21
		Tata Petrodyne Limited	21	21
4	AAP-ON-94/1 (Assam)	Hindustan Oil Exploration Company Limited (O)	26.882	26.882
		Indian Oil Corporation Limited	29.032	29.032
		Oil India Limited	44.086	44.086
5	AA-ONHP-2017/19	Hindustan Oil Exploration Company Limited (O)	100	100
6	AA/ONDSF/KHEREM/2016**	Hindustan Oil Exploration Company Limited (O)	40	40
		Oil India Limited	40	40
		Prize Petroleum Company Limited	20	20
7	AA/ONDSF/Umatara/2018	Hindustan Oil Exploration Company Limited	10	10
		Indian Oil Corporation Limited (O)	90	90
8	Asjol	Hindustan Oil Exploration Company Limited (O)	50	50
		Gujarat State Petroleum Corporation Limited	50	50
9	North Balol	Hindustan Oil Exploration Company Limited (O)	25	25
		Gujarat State Petroleum Corporation Limited	45	45
		Gujarat Natural Resources Limited (GNRL)	30	30
10	CB-ON/7 (Palej)	Hindustan Oil Exploration Company Limited (O)	35	35
		Gujarat State Petroleum Corporation Limited	35	35
		Oil and Natural Gas Corporation Limited	30	30
11	Kharsang Field	GeoEnpro Petroleum Limited (O)	10	10
		Hindustan Oil Exploration Company Limited.***	25	25
		JEKPL Private Limited	25	25
		Oil India Limited	40	40

(O) Operator

\* The Company has taken over 40% of the Participating Interest ("PI") of Adhboot Estates Private Limited (AEPL) considering the outstanding dues from AEPL as of March,31 2024 and thereby all the control, as well the obligations of B-80 field is fully with HOEC effective April 1, 2024(Refer note 48). HOEC has also entered into an agreement with AEPL to complete the formalities of transferring the participating interest in favour of HOEC effective April 1,2024. Under this agreement, all outstanding dues of AEPL along with interest shall stand settled, with additional consideration to be paid by HOEC as per agreement over a period of two years. Both parties have submitted an application to the Government of India ("GOI") to obtain approval vide an application dated March 31, 2025.

\*\* Surrendered on May 16, 2024

\*\*\* Geopetrol International Inc, wholly owned subsidiary of HOEC has transferred 25% PI in Kharsang field to HOEC as per the provisions of the Production sharing contract.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

- b) Hindage Oilfield Services Limited ("HOSL") was incorporated on November 24, 1988 and is engaged in the oil field service. It owns and operates a Floating Storage Offshore ("FSO") vessel.
- c) Geopetrol International Inc ("GPII") a company established under the Laws of Panama, is a wholly owned subsidiary of HOEC. GPII is having a wholly owned subsidiary Geopetrol Mauritius Ltd ("GML"), a company established under the laws of Mauritius and is in the business of oil field services. GML owns and operates an offshore installation.
- d) GeoEnpro Petroleum Limited ("GeoEnpro") is the operator of Kharsang Oil Filed with 10% Participating Interest. GeoEnpro is a stepdown subsidiary of HOEC.

The Company, along with HOSL, GPII, GML and GeoEnpro shall hereinafter, be collectively referred to as 'the Group'.

## **2. Material accounting policies**

### **i) Statement of compliance and basis of preparation**

The consolidated financial statements of the Group and its subsidiaries (together the Group) have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under section 133 of the Companies Act 2013 read with the Companies (Indian Accounting Standards) Rules, 2015.

For all periods up to and including the year ended March 31, 2025, the Group had prepared its consolidated financial statements under historical cost convention on accrual basis in accordance with the generally accepted accounting principles and the accounting standards notified under section 133 of the Companies Act 2013.

In case of foreign subsidiaries, the foreign currency is converted to year end rates of exchange and the fair value of fixed assets are determined for impairment if any. In case of associates, the investment in associates is given under a separate category of asset viz., "Investment in associates".

The Consolidated financial statements have been prepared on going concern basis on the historical cost basis except for certain financial instruments that are measured at fair values / Amortised cost / Net present value at the end of each reporting period, as explained in the accounting policies below.

As the operating cycle cannot be identified in normal course due to the special nature of industry, the same has been assumed to have duration of 12 months. Accordingly, all assets and liabilities have been classified as current or non-current as per the Group's operating cycle and other criteria set out in Ind AS 1 'Presentation of Financial Statements' and Schedule III to the Companies Act, 2013.

### **Fair value measurement**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date under current market conditions.

The Group categorizes assets and liabilities measured at fair value into one of three levels depending on the ability to observe inputs employed in their measurement which are described as follows:

- (i) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (ii) Level 2 inputs are inputs that are observable, either directly or indirectly, other than quoted prices included within level 1 for the asset or liability.
- (iii) Level 3 inputs are unobservable inputs for the asset or liability reflecting significant modifications to observable related market data or Group's assumptions about pricing by market participants

The consolidated financial statements are presented in Indian Rupees and all values are rounded off to the nearest Lakhs except otherwise stated.

### **ii) Basis of consolidation**

- (i) The consolidated financial statements incorporate the financial statement of the Company and its Subsidiaries.
- (ii) All intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between the members of the group are eliminated in full on consolidation.
- (iii) The Consolidated financial statements have been prepared using uniform accounting policies, except as stated otherwise, for similar transactions and are presented to the extent possible, in the same manner as the Company's separate financial statements.
- (iv) In case of Associate Company, the investment at cost is considered subject to the impairment if any.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***iii) Interest in joint operations**

A joint operation is a joint arrangement whereby the parties that have the joint control of the arrangement have rights to the assets, and obligations for the liabilities relating to the arrangement.

The Group has entered into Unincorporated Joint Ventures (UJVs) with other entities and executed Production Sharing Contracts ("PSC") and Revenue Sharing Contracts ("RSC") with the Government of India. These UJVs are in the form of joint arrangements wherein the participating entity's assets and liabilities are proportionate to its participating interest.

The UJVs entered into by the Group are joint operations wherein the liabilities are several, not joint, and not joint and several and therefore do not come under the category of Joint Venture as defined under the Ind AS. In accounting for these joint operations, the Group recognizes its assets and liabilities in proportion to its participating interest in the respective UJV. Likewise, revenue and expenses from the UJV are recognized for its participating interest only. The Group accounts for the assets, liabilities, revenues and expenses relating to its interest in the UJVs in accordance with the Ind AS.

The consolidated financial statements of the Group reflect its share of assets, liabilities, income and expenditure of the Unincorporated Joint Ventures ("UJV") which are accounted, based on the available information in the audited financial statements of UJV on line by line basis with similar items in the Group's accounts to the extent of the participating interest of the Group as per the various PSCs and RSCs. The financial statements of the UJVs are prepared by the respective Operators in accordance with the requirements prescribed by the respective PSCs. Hence, in respect of these UJV's, certain disclosures required under the relevant accounting standards have been made in the financial statements.

**iv) Investment in associates and joint ventures**

The Group records the investments in associate and joint ventures at cost less impairment loss, if any. On disposal of investment in associates and joint ventures, the difference between the net disposal proceeds and the carrying amounts (including corresponding value of dilution in deemed investment) are recognized in the Statement of Profit and Loss.

**v) Foreign exchange transactions**

The functional currency of the Group is Indian Rupee which represents the currency of the primary economic environment in which it operates.

In preparing the financial statements of each individual group company, transactions in currencies other than the Group's functional currency (foreign currencies) are recognised at the rates of exchange prevailing at the dates of the transactions. At the end of each reporting period, monetary items denominated in foreign currencies are translated using mean exchange rate prevailing on the last day of the reporting period.

Exchange differences on monetary items are recognized in the Statement of Profit and Loss in the period in which they arise.

**vi) Revenue recognition**

Revenue towards satisfaction of a performance obligation is measured at transaction price allocated to that performance obligation. The transfer of control on sale of crude oil and natural gas occurs at the point of delivery, where usually the title is passed and the customer takes physical possession, depending upon the contractual conditions.

- (i) Revenue from the sale of crude oil, condensate and natural gas, net of value added tax and profit petroleum to the Government of India, is recognized on transfer of custody to customers, and the amount of revenue can be measured reliably and it is probable that the economic benefits associated with the transaction will flow to the Group.

**Other income**

- (ii) Income from service if any is recognized on accrual basis on its completion and is net of taxes.
- (iii) Interest income is recognized on the basis of time, by reference to the principal outstanding and at effective interest rate applicable on initial recognition.
- (iv) Dividend Income from investments is recognized when the right to receive has been established.
- (v) Rental income arising from operating leases is accounted for on a straight-line basis over the lease terms.
- (vi) Income from sale of Scrap is accounted for on realization.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***vii) Taxes**

Income tax expense comprises current tax expense and the net change in the deferred tax asset or liability during the year. Current and deferred tax are recognized in profit or loss, except when they relate to items that are recognized in other comprehensive income or directly in equity, in which case, the current and deferred tax are also recognized in other comprehensive income or directly in equity, respectively.

The tax rates and tax laws used to compute are the laws that are enacted or substantively enacted as on the reporting date. The management evaluates and makes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

**Current taxes**

The current tax expense includes income taxes payable by the Group. Advance taxes and provisions for current taxes are presented in the balance sheet after off-setting advance tax paid and income tax provision arising in the same tax jurisdiction and where the relevant tax paying units intends to settle the asset and liability on a net basis.

**Deferred taxes**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of the reporting period, to recover or settle the carrying amount of its assets and liabilities.

Deferred tax assets and liabilities are offset when they relate to income taxes levied by the same taxation authority and the relevant entity intends to settle its current tax assets and liabilities on a net basis.

**viii) Property, plant and equipment (other than oil and gas assets)**

Land and buildings held for use in the production and supply of goods or services, or for administrative purposes are stated in the balance sheet at cost less accumulated depreciation and the accumulated impairment losses. Freehold land is carried at historical cost and is not depreciated. All other items of property, plant and equipment are stated at historical cost less depreciation.

Historical cost comprises the purchase price and any attributable cost of bringing the asset for its intended use. It includes expenditure that is directly attributable to the acquisition of the items. Borrowing costs for acquisition of Property, Plant and Equipment are capitalized till such assets are ready to be put to use.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Improvements to Leasehold premises are amortized over the remaining primary lease period.

Capital work in progress are items of property, plant and equipment which are not ready for their intended use and are carried at cost, comprising direct cost and related incidental expense. Capital work in progress includes items of drilling materials which are held for use in extraction or production of oil and gas and are expected to be used for more than one period.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

**(i) Useful lives used for depreciation (other than oil and gas assets):**

The Group follows the useful lives set out under Schedule II of the Companies Act 2013 for the purpose of determining the useful lives of respective blocks of property plant and equipment. The following are the useful lives followed:

- Plant & machinery	: 15 years
- Building	: 60 years
- Office Equipment	: 05 years
- Electrical Fittings	: 10 years
- Computer	: 03 years
- Furniture and Fixtures	: 10 years
- Vehicles	: 08 years
- Ship & Floating Storage Offshore (FSO)	: 20 years
- Offshore Installation processing unit	: 15 years

Depreciation is recognized so as to write off the cost of assets (other than freehold land) less their residual values over their useful lives, using the written down value method and vessel offshore production processing unit amortised on a straight-line basis over their estimated useful lives.

**(ii) De-recognition of assets**

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continuous use of the asset. Any gain or loss arising from such disposal, retirement or de-recognition of an item of property, plant and equipment is measured as the difference between the net disposal proceeds and the carrying amount of the item. Such gain or loss is recognized in the statement of profit and loss.

In case of de-recognition of a revalued asset, the corresponding portion of the revaluation surplus as is attributable to that asset is transferred to retained earnings on such de-recognition. Such transfers to retained earnings are made through Other Comprehensive Income and not routed through profit or loss.

**ix) Oil and gas assets**

Oil and gas assets are stated at historical cost less accumulated depletion and impairment. These are accounted in respect of an area / field having proved oil and gas reserves, when the wells in the area / field is ready to commence commercial production.

The Group follows the "Successful Efforts Method" of accounting for oil and gas assets as set out by the Guidance Note issued by the ICAI on "Accounting for Oil and Gas Producing Activities".

Expenditure incurred on acquisition of license interest is initially capitalized on license by license basis as Intangible Assets. Costs are not depleted within exploratory and development work in progress until the exploration phase is completed or commercial oil and gas reserves are discovered.

- (a) Cost of surveys and studies relating to exploration activities are expensed as and when incurred.
- (b) Cost of exploratory/appraisal well(s) are expensed when it is not successful and the cost of successful well(s) are retained as exploration expenditure till the development plan is submitted. On submission of development plan, it is transferred to capital work in progress. On commencement of commercial production, the capital work in progress is transferred to producing property as Property, plant and equipment- Oil and gas assets.
- (c) Cost of temporary occupation of land and cost of successful exploratory, appraisal and development wells are considered as development expenditure. These expenses are capitalized as producing property as Property, plant and equipment - Oil and gas assets on commercial production.
- (d) Development costs on various activities which are in progress are accounted as capital work in progress. On completion of the activities the costs are moved to respective oil and gas assets.



**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Depletion to oil and gas assets**

Depletion is charged on a unit of production method based on proved reserves for acquisition costs and proved and developed reserves for capitalized costs consisting of successful exploratory and development wells, processing facilities, assets for distribution, estimated site restoration costs and all other related costs. These assets are depleted within each cost center. Reserves for these purposes are considered on working interest basis which are assessed annually. Impact of changes to reserves if any are accounted prospectively.

**x) Site restoration**

Provision for decommissioning costs are recognized as and when the Group has a legal or constructive obligation to plug and abandon a well, dismantle and remove plant and equipment to restore the site on which it is located. The estimated liability towards the costs relating to dismantling, abandoning and restoring well sites and allied facilities are recognized in respective assets when the well is completed, and the plant and equipment are installed. The amount recognized is the present value of the estimated future expenditure determined using existing technology at current prices and escalated using appropriate inflation rate till the expected date of decommissioning and discounted up to the reporting date using the appropriate risk-free interest rate.

The corresponding amount is also capitalized to the cost of the producing property (i.e. Property, plant and equipment - Oil and gas assets) and is depleted on unit of production method. Any change in the estimated liability is dealt with prospectively and is also adjusted to the carrying value of the producing property (i.e. Property, plant and equipment - Oil and gas assets).

Any change in the present value of the estimated decommissioning expenditure other than the periodic unwinding of discount is adjusted to the decommissioning provision and the carrying value of the asset. In case reversal of provision exceeds the carrying amount of the related asset, the excess amount is recognized in the Statement of Profit and Loss. The unwinding of discount on provision is charged in the Statement of Profit and Loss as finance cost.

Provision for decommissioning cost in respect of assets under joint operations is considered as per the participating interest of the Group in the block/field.

**xi) Investment property**

Properties held to on rentals and / or capital appreciation are classified as investment property and are measured and reported at cost, including transaction costs.

Depreciation is recognized using the Written Down Value Method, so as to write off the cost of the investment property less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013, or in the case of assets where the useful lives are determined by technical evaluation, over the useful lives so determined. Depreciation method, useful life and the residual values are reviewed at each financial year end to reflect the expected pattern of consumption of the future benefits embodied in the investment property and the value thereon. The effect of any change in the estimates of useful lives / residual value is accounted on a prospective basis.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on derecognition of property is recognized in the Statement of Profit and Loss in the same period.

**xii) Intangible assets**

Intangible assets - Exploration

Exploration expenditure includes cost of exploration activities such as:

- Acquisition cost- cost associated with acquisition of licenses and rights to explore, including related professional fees.
- General exploration cost- cost of surveys and studies, rights of access to properties to conduct those studies (e.g cost incurred for environment clearance etc), salaries and other expenses of geologists, geophysical personnel conducting those studies.
- Cost of exploration drilling and equipping exploration and appraisal wells.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

Intangible assets - others

Intangible assets with a finite useful life acquired separately are measured on initial recognition, at costs. Intangible assets are carried at cost less accumulated amortization and impairment losses if any.

The Group amortizes intangible assets with a finite useful life using the straight-line method. The useful life considered for computer software is 6 years.

**xiii) Impairment**

The carrying values of assets/cash generating units are assessed for impairment at the end of every reporting period. If the carrying amount of an asset exceeds the estimated recoverable amount, an impairment is recognized as expense in the statement of profit and loss. The recoverable amount is the greater of the net selling price and value in use. Value in use is arrived at by discounting the estimated future cash flows to their present value based on an appropriate discount factor.

An impairment loss recognized in prior periods for an asset other than goodwill is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognized. In that case, the carrying amount of the asset is increased to its recoverable amount. However, such reversal shall not exceed the carrying amount had there been no impairment loss.

**xiv) Inventories**

The accounting treatment in respect of recognition and measurement of inventory is as follows:

- (i) Closing stock of crude oil and condensate in saleable condition is valued at the estimated net realizable value in the ordinary course of business.
- (ii) Stores, spares, capital stock and drilling tangibles are valued at cost on first in first out basis or estimated net realizable value, whichever is lower.

**xv) Employee benefits**

Employee benefits include salaries, wages, provident fund, gratuity, leave encashment towards un-availed leave, compensated absences and other terminal benefits.

All short term employee benefits are recognized at their undiscounted amount in the accounting period in which they are incurred.

**a) Defined contribution plan**

The Group's contributions to provident fund are considered as defined contribution plan and are recognized as and when the employees have rendered services entitling them to contributions.

**b) Defined benefit plan**

The Group makes annual contribution to a Gratuity Fund administered by trustees and managed by the Life Insurance Corporation of India. The Group accounts its liability for future gratuity benefits based on actuarial valuation, as at the Balance Sheet date using the Projected Unit Credit method.

Remeasurement comprising actuarial gains and losses are reflected immediately in the balance sheet with a charge or credit recognized in the Other Comprehensive Income in the period in which they occur. Remeasurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.

Net interest is calculated by applying the discount rate at the beginning of the period to the net defined benefit liability or asset and is recognised the Statement of Profit and Loss except those included in cost of assets as permitted.

Defined benefit costs are categorized as Service cost, Net interest expense and remeasurement cost.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***c) Long term employee benefit**

The liability for long term compensated absences which are not expected to occur within 12 months after the end of the period in which the employee rendered related service are recognized as liability based on actuarial valuation as at the balance sheet date.

- d)** Other Employee Benefits including allowances, incentives etc. are recognized based on the terms of the employment.

**xvi) Employee share based payment**

Equity settled share-based payments if any, to employees are measured at fair value of the equity instruments at the grant date. The fair value determined at the grant date of the equity settled share-based payment is expensed on straight line basis over the vesting period based on the estimate of the equity instrument that will eventually vest, with a corresponding increase in equity. At the end of each reporting period, the Group revises its estimate of the number of equity instruments expected to vest. The impact of the revision of the original estimates, if any, is recognized in profit or loss such that cumulative expense reflects the revised estimate, with corresponding adjustment to the equity -settled employee benefits reserve.

**xvii) Financial instruments**

The Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instruments. All financial assets and liabilities are initially measured at fair value except for trade receivables which are initially measured at a transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities that are not at fair value through profit or loss, are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

**Financial assets**

All regular purchases or sales of financial assets are recognized and derecognized on the fair value. Recognized financial assets are subsequently measured in their entirety at the fair value. In case of investments in wholly owned subsidiary, the investments are considered at cost subject to impairment if any. However, trade receivables that do not contain a significant financing component are measured at transaction price.

A financial asset is de-recognized only when the Group has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset but assumes a contractual obligation to pay the cash flows to one or more recipients.

Financial asset is held with the objective to collect contractual cash flows and the terms give rise on specified dates to cash flows that are solely payments of principal and interest are subsequently measured at amortized cost except for financial assets that are designated at fair value through profit or loss on initial recognition.

Financial assets are measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income on initial recognition.

All equity investments in entities other than subsidiaries, associates and joint venture companies are measured at fair value. Equity instruments which are held for trading are classified as at FVTPL.

**Impairment of Financial Assets:**

The Company applies the Expected Credit Loss (ECL) model for measuring and recognizing impairment losses on financial assets, including those measured at amortized cost and trade receivables or other financial assets.

For trade receivables and amounts receivable from contracts with customers, the Company follows the simplified approach, where the loss allowance is measured at an amount equal to the lifetime expected credit loss (ECL). Lifetime ECL represents the expected credit losses resulting from all possible default events over the expected life of a financial instrument. In contrast, the 12-month ECL refers to the portion of expected credit losses arising from default events that may occur within 12 months after the reporting date (or a shorter period if the instrument's expected life is less than 12 months).

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

For all other financial assets, the Company follows the general approach to recognize impairment loss, which involves assessing Significant Increase in Credit Risk (SICR). If the credit risk has not increased significantly since initial recognition, the 12-month ECL is applied. However, if the credit risk has increased significantly, a lifetime ECL is recognized. If in a subsequent period, the credit quality of the financial instrument improves such that there is no longer a significant increase in credit risk, the Company reverts to 12-month ECL for impairment loss recognition.

When assessing whether the credit risk of a financial asset has increased significantly and estimating ECLs, the Company considers all relevant and supportable information available without undue cost or effort. This includes both quantitative and qualitative factors, incorporating the Company's historical experience, informed credit assessment, and forward-looking information.

**Financial liabilities**

All financial liabilities are recognized initially at fair value. In the case of loans, borrowings and payables, recognition is net of directly attributable transaction and other costs. Financial liabilities are subsequently measured at amortized cost using the effective interest method. The Group's financial liabilities may include trade and other payables, loans and borrowings including bank overdrafts, financial guarantee contracts and derivative financial instruments. The measurement of financial liabilities is at fair value and adjustment thereon is routed through profit or loss.

**Derecognition:**

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires.

**Derivative financial instruments**

The Company uses derivative financial instruments such as forward and options currency contracts to hedge its foreign currency risks. Such derivative financial instruments are initially recognised and subsequently measured at fair value through profit or loss (FVTPL). Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivative financial instrument are recognised in the Statement of Profit and Loss and reported with foreign exchange gains/(loss). Changes in fair value and gains/(losses) on settlement of foreign currency derivative financial instruments relating to borrowings, which have not been designated as hedge are recorded as finance cost.

**Offsetting of financial assets and financial liabilities:**

Financial assets and financial liabilities are offset, and the net amount is presented in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

**xviii) Provisions, contingent liabilities and contingent assets**

A provision is recognized when the Group has a present obligation (legal or constructive) as a result of past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which the reliable estimate can be made.

Provisions (excluding retirement benefits and compensated absences) are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date adjusted to reflect the current best estimates.

In case of contingent liabilities, where there is no certainty of outflow or the amount of obligation cannot be measured reliably, disclosure is made in the notes forming part of the financial statements. Contingent assets are not recognized in the financial statements. However, where the realization of income is reasonably certain, a disclosure of the fact is provided.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***xix) Leases**

The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether: (i) the contract involves the use of an identified asset (ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Group recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised. The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are re-measured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

The Company has elected not to recognize right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The company recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term are classified as finance leases whenever the terms of the lease transfer substantially all the risks and rewards incidental to the ownership of an asset to the Group. All other leases are classified as operating leases. Operating lease payments for land are recognized as prepayments and amortized on a straight-line basis over the term of the lease. Contingent rentals, if any, arising under operating leases are recognized as an expense in the period in which they are incurred.

**xx) Earnings per share**

Basic earnings per share is computed, by dividing the net profit after tax by the weighted average number of equity shares outstanding during the period. Diluted earnings per share is computed by dividing the profit after tax by the weighted average number of equity shares considered for deriving basic earnings per share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares.

**xxi) Statement of cash flow**

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows are segregated into operating, investing and financing activities.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***xxii) Cash and cash equivalents**

Cash comprises for the purposes of cash flow statement comprise cash on hand and demand deposits with banks. Cash equivalents are short-term balances with a maturity of not exceeding three months, highly liquid investments that are readily convertible in to known amount of cash which are subject to insignificant risk of change in value.

**xxiii) Borrowing costs**

Borrowing costs include interest and amortization of ancillary costs incurred. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan. Borrowing costs, allocated to and utilized for qualifying assets, pertaining to the period from commencement of activities relating to construction/development of the qualifying asset up to the date of capitalization of such asset is added to the cost of the assets. Capitalization of borrowing costs is suspended and charged to the statement of Profit and Loss during extended periods when active development activity on the qualifying assets is interrupted. Interest Income earned on temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in profit or loss in the period which they incurred.

Borrowing cost also includes exchange differences arising from foreign currency borrowings or swap transaction entered to the extent that they are regarded as an adjustment to interest cost i.e. equivalent to the extent to which the exchange loss does not exceed the difference between the cost of borrowing in functional currency ("Rs.") when compared to the cost of borrowing in a foreign currency due to derivative transaction entered..

**xxiv) Segment Reporting**

Operating segments reflect the Company's management structure and the way the financial information is regularly reviewed by the Company's Chief operating decision maker (CODM). The CODM considers the business from both business and product perspective based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / (loss) amounts are evaluated regularly by the CODM in deciding how to allocate resources and in assessing performance. The reporting of segment information is the same as provided to the management for the purpose of the performance assessment and resource allocation to the segments.

**xxv) Business combination**

At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognized at their fair value that meet the condition for recognition, except that:

Deferred tax assets or liabilities, and assets or liabilities related to employee benefit arrangements are recognized and measured in accordance with Ind AS 12 'Income Taxes' and Ind AS 19 'Employee Benefits', respectively.

**Business Combination under Common control**

A business combination involving entities or businesses under common control is a business combination in which all the combining entities or businesses are ultimately controlled by the same party or parties both before and after the business combination and the control is not transitory. Business combinations involving entities or businesses under common control are accounted for using the pooling of interest method as follows:

- The assets and liabilities of the combining entities are reflected at the carrying amounts.
- No adjustments are made to reflect fair values, or recognize new assets or liabilities. Adjustments are made to harmonize significant accounting policies.
- The financial information in the financial statements in respect of prior periods is restated as if the business combination has occurred from the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

The balance of the retained earnings appearing in the financial statements of the transferor is aggregated with the corresponding balance appearing in the financial statements of the transferee. The identity of the reserves are preserved and the reserves of the transferor become the reserves of the transferee.

**xxvi) Standards notified but not yet effective**

There are no standards that are notified and not yet effective as on the date.

**3. Critical accounting judgments, assumptions and key sources of estimation uncertainty**

Inherent in the application of many of the accounting policies used in preparing the Financial Statements is the need for Management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses. Actual outcomes could differ from the estimates and assumptions used.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period, in which the estimates are revised and future periods are affected.

Key source of judgments, assumptions and estimation uncertainty in the preparation of the Financial Statements which may cause a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are in respect of oil and gas reserves, impairment, useful lives of property, plant and equipment, depletion of oil and gas assets, decommissioning provision, employee benefit obligations, provisions, provision for income tax, measurement of deferred tax assets and contingent assets & liabilities.

**3.1 Critical judgments in applying accounting policies**

The following are the critical judgements, apart from those involving estimations (Refer note 4(b)), that the Management have made in the process of applying the Group's accounting policies and that have the significant effect on the amounts recognized in the Financial Statements.

**a) Determination of functional currency**

Currency of the primary economic environment in which the Group operates ("the functional currency") is Indian Rupee (₹) in which the Group primarily generates and expends cash. Accordingly, the Management has assessed its functional currency to be Indian Rupee (₹). In case of foreign subsidiaries in United States Dollar is converted in the year end exchange rates.

**b) Evaluation of indicators for impairment of oil and gas assets**

The evaluation of applicability of indicators of impairment of assets requires assessment of external factors such as significant decline in asset's value, significant changes in the technological, market, economic or legal environment, market interest rates etc. and internal factors such as obsolescence or physical damage of an asset, poor economic performance of the asset etc. which could result in significant change in recoverable amount of the oil and gas assets.

**3.2 Assumptions and key sources of estimation uncertainty****a) Estimation of provision for decommissioning**

The Group estimates provision for decommissioning for the future decommissioning of oil & gas assets at the end of their economic lives. Most of these decommissioning activities would be in the future, the exact requirements that may have to be met when the occurrence of removal events are uncertain. Technologies and costs for decommissioning are varying constantly. The timing and amounts of future cash flows are subject to significant uncertainty.

The timing and the future expenditures are reviewed at the end of each reporting period, together with rate of inflation for current cost estimates and the interest rate used in discounting the cash flows. The economic life of the oil & gas assets is estimated based on the economic production profile of the relevant oil & gas asset.



**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***b) Estimation of reserves**

Management estimates production profile (proved and developed reserves) in relation to all the oil and gas assets determined as per the industry practice. The estimates so determined are used for the computation of depletion and loss of impairment if any.

The year-end reserves of the Group have been estimated by the G&G team which follows the guidelines for application of the petroleum resource management system consistently. The Group has adopted the reserves estimation by following the guidelines of Society of Petroleum Engineers (SPE) which defines "Reserves are those quantities of petroleum anticipated to be commercially recoverable by application of development projects to known accumulations from a given date forward under defined conditions. Reserves must further satisfy four criteria: They must be discovered, recoverable, commercial and remaining (as of a given date) based on development project(s) applied". Volumetric estimation is made which uses reservoir rock and fluid properties to calculate hydrocarbons in-place and then estimate the recoverable reserves from it. As the field gets matured with production history the material balance, simulation, decline curve analysis are applied to get more accurate assessments of reserves.

The annual revision of estimates is based on the yearly exploratory and development activities and results thereof. In addition, new in- place volume and ultimate recoverable reserves are estimated for any new discoveries or new pool of discoveries in the existing fields and the appraisal activities may lead to revision in estimates due to new sub-surface data. Similarly, reinterpretation is also carried out based on the production data by updating the static and dynamic models leading to change in reserves. New interventional technologies, change in classifications and contractual provisions may also necessitate revision in the estimation of reserves.

**c) Defined Benefit Obligation (DBO)**

Management's estimate of the DBO is based on a number of critical underlying assumptions such as standard rates of inflation, medical cost trends, mortality, discount rate and anticipation of future salary increases. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

**d) Impairment of assets:**

The assessment of whether a Cash Generating Unit (CGU) is impaired, and the extent of such impairment, requires management estimates on uncertain factors such as future prices, the impact of inflation on operating expenses, discount rates, and production profiles for crude oil and natural gas. For Oil & Gas assets, expected future cash flows are estimated using management's best estimates of future crude oil and natural gas prices, as well as production and reserve volumes. The present value of these cash flows is determined by applying pre-tax discount rates for Oil and Gas revenues, which are measured in US dollars (US\$).

Future cash inflows from the sale of Oil and Gas are projected using management's best estimates of crude oil and natural gas prices and their correlation with benchmark crudes and other petroleum products.

In assessing the production profile, the company evaluates its reserves over the full period for which they are economically producible, considering all contractually possible extensions, rather than restricting the assessment to the term of the license.

The discount rates applied in the impairment assessment are reviewed and reassessed annually to reflect any changes in market conditions.

**e) Litigation**

From time to time, the company is involved in legal proceedings, with the ultimate outcome always subject to the inherent uncertainties of litigation. A provision for litigation is recognized when it is considered probable that a payment will be required, and the amount of potential loss can be reasonably estimated.

Significant judgment is exercised in evaluating various factors, including the probability of an unfavorable outcome and the ability to make a reasonable estimate of the potential liability. Litigation provisions are reviewed at the end of each accounting period, with adjustments made based on changes in facts and circumstances.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***4 Property, plant & equipment****Summary**

Carrying amount of:	As at March 31, 2025	As at March 31, 2024
<b>a) Oil and gas assets</b>	<b>82,472.05</b>	<b>84,111.75</b>
<b>b) Others</b>		
- Freehold land	239.28	239.28
- Buildings	71.93	95.23
- Fire safety facilities	27.33	33.37
- Plant & Machinery	282.24	350.54
- Vessel	12,401.76	14,405.71
- Offshore Installation Processing Unit (MOPU)	22,198.40	24,095.19
- Furniture & fixtures	5.31	4.08
- Vehicles	3.68	5.12
- Office equipment	5.71	4.10
- Computers	30.82	26.55
<b>Total (b)</b>	<b>35,266.46</b>	<b>39,259.17</b>

Carrying amount of:	a) Oil and gas assets	b) Others assets											Total (b)
		Freehold land	Buildings	Fire Safety facilities	Plant & machinery	Vessels	MOPU	Furnitures & fixtures	Vehicles	Office equipment	Computers	Lease hold improvements	
Gross block													
Balance as at April 1, 2023	327,080.22	239.28	449.78	129.10	1,901.91	19,885.59	27,670.51	103.83	68.04	216.08	256.66	22.32	50,943.10
Add: Geoenpro	11,315.05	-	8.25	-	564.23	-	-	8.17	-	58.02	28.67	-	667.34
Add: Additions	443.15	-	-	-	-	464.53	-	1.22	-	0.42	17.56	-	483.73
Less: Deletions		-	-	-	-	(221.98)	(93.54)	-	-	-	-	-	(315.52)
Balance as at March 31, 2024	338,838.42	239.28	458.03	129.10	2,466.14	20,128.14	27,576.97	113.22	68.04	274.52	302.89	22.32	51,778.65
Add: Additions	2,090.02	-	1.45	-	3.03	-	-	2.66	-	5.11	32.43	-	44.68
Less: Transfer to Investment Property	-	-	(83.16)	-	-	-	-	-	-	-	-	-	(83.16)
Balance as at March 31, 2025	340,928.44	239.28	376.32	129.10	2,469.17	20,128.14	27,576.97	115.88	68.04	279.63	335.32	22.32	51,740.17
Accumulated depletion, depreciation and impairment													
Balance as at April 1, 2023	247,118.94	-	349.97	95.43	1,475.44	3,386.97	1,584.99	100.15	61.50	213.33	247.46	22.32	7,537.56
Geoenpro	4,748.28	-	8.25	-	542.03	-	-	8.03	-	56.51	20.87	-	635.69
Depletion / depreciation	2,859.45	-	4.58	0.30	98.13	2,335.46	1,896.79	0.96	1.42	0.58	8.01	-	4,346.23
Balance as at March 31, 2024	254,726.67	-	362.80	95.73	2,115.60	5,722.43	3,481.78	109.14	62.92	270.42	276.34	22.32	12,519.48
Depletion/ depreciation	3,729.72	-	5.11	6.04	71.33	2,003.95	1,896.79	1.43	1.44	3.50	28.16	-	4,017.75
Transfer to Investment Property			(63.52)	-	-	-	-	-	-	-	-	-	(63.52)
Balance as at March 31, 2025	258,456.39	-	304.39	101.77	2,186.93	7,726.38	5,378.57	110.57	64.36	273.92	304.50	22.32	16,473.71
Net Carrying value as at March 31, 2025	82,472.05	239.28	71.93	27.33	282.24	12,401.76	22,198.40	5.31	3.68	5.71	30.82	-	35,266.46
Net Carrying value as at March 31, 2024	84,111.75	239.28	95.23	33.37	350.54	14,405.71	24,095.19	4.08	5.12	4.10	26.55	-	39,259.17

Note: For the details relating to charge on movable and immovable Property (Refer Note 23)

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***5 Capital work-in-progress**

Particulars	Development	Exploration	Vessels	Total
<b>Cost</b>				
Balance as at April 1, 2023	4,048.99	2,385.94	239.71	6,674.64
Add: Additions	624.93	-	57.60	682.53
Add: Geoenpro	25.04	-	-	25.04
Less: Deletion	(49.78)	-	-	(49.78)
<b>Balance as at March 31, 2024</b>	<b>4,649.18</b>	<b>2,385.94</b>	<b>297.31</b>	<b>7,332.43</b>
Add: Additions	721.99	-	317.04	1,039.03
Less: Deletion	(1.45)	-	-	(1.45)
Less: Drilling Intangibles	(42.75)	-	-	-42.75
<b>Balance as at March 31,2025</b>	<b>5,326.97</b>	<b>2,385.94</b>	<b>614.35</b>	<b>8,327.26</b>
<b>Accumulated impairment</b>				
Balance as at April 1, 2023	1,134.96	2,385.94	-	3,520.90
Add: Additions	-	-	-	-
<b>Balance as at March 31, 2024</b>	<b>1,134.96</b>	<b>2,385.94</b>	<b>-</b>	<b>3,520.90</b>
Add: Additions	-	-	-	-
<b>Balance as at March 31,2025</b>	<b>1,134.96</b>	<b>2,385.94</b>	<b>-</b>	<b>3,520.90</b>
<b>Net Carrying value as at March 31, 2025</b>	<b>4,192.01</b>	<b>-</b>	<b>614.35</b>	<b>4,806.35</b>
<b>Net Carrying value as at March 31, 2024</b>	<b>3,514.22</b>	<b>-</b>	<b>297.31</b>	<b>3,811.53</b>

5.1 For the details relating to charge on movable and immovable property refer Note 23.

**(a) Capital work-in-progress ageing schedule**

Particulars	As at March 31, 2025				
	Amount in CWIP for a period of				
Capital work-in-progress	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	994.83	657.80	389.89	2,763.83	4,806.35
Projects temporarily suspended	-	-	-	-	-

Particulars	As at March 31, 2024				
	Amount in CWIP for a period of				
Capital work-in-progress	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	657.80	389.89	8.32	2,755.52	3,811.53
Projects temporarily suspended	-	-	-	-	-

Note: There are no projects which are under suspension. With regard to the above ongoing projects there are no projects where completion is overdue or has exceeded the cost as compared to its original plan, and consequent amendments approved by the Board thereon.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***6. Investment property**

Particulars	Building
<b>Gross block</b>	
Balance as at April 1, 2023	622.24
Add: Additions	-
<b>Balance as at March 31, 2024</b>	<b>622.24</b>
Add: Transfer from Buildings (Refer note 4)	83.16
<b>Balance as at March 31, 2025</b>	<b>705.40</b>
<b>Accumulated Depreciation</b>	
Balance as at April 1, 2023	330.00
Depreciation for the year	14.19
<b>Balance as at March 31, 2024</b>	<b>344.19</b>
Transfer from Buildings (Refer note 4)	63.52
Depreciation for the year	14.40
<b>Balance as at March 31, 2025</b>	<b>422.11</b>
<b>Net Carrying value as at March 31, 2025</b>	<b>283.29</b>
<b>Net Carrying value as at March 31, 2024</b>	<b>278.05</b>

**6.1 Fair value of the Group's investment property**

The following table gives details of the fair value of the Group's investment property as at March 31, 2025 and March 31, 2024.

Particulars	Level 3 : March 31, 2025	Level 3 : March 31, 2024
Warehouse	2,208.00	2,208.00
Residential flats	1,150.00	-

During the year, the company has reclassified a residential flats as investment property effective from September 1, 2024 based on intended use of leasing out on rent. The fair values of the Company's investment properties are assessed on the basis of a valuation carried out by an independent valuer not related to the Company in March 31, 2020 and May 23, 2025 respectively for warehouse and residential flats. Fair value is derived using the market comparable approach based on the recent market/government prices without any significant adjustments being made to the market observable data.

The buildings of the Company are hypothecated as charge for the purpose of term loan facilities from Axis Bank Ltd (Refer Note 23)

The property rental income earned by the company from its investment property, all of which is leased out under operating leases, amounted to ₹ 45.46 lakhs (March 31, 2024: ₹ 33.09 lakhs).

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***7 Intangible assets - Exploration**

Particulars	Intangible assets Exploration	Intangible assets (Others) Software	Total
<b>Gross block</b>			
Balance as at April 1, 2023	985.55	647.37	1,632.92
Add: Additions	26.85		26.85
Balance as at March 31, 2024	1,012.40	647.37	1,659.77
Add: Additions	31.79	-	31.79
Balance as at March 31, 2025	1,044.19	647.37	1,691.56
<b>Accumulated amortization and impairment</b>			
Balance as at April 1, 2023	-	647.37	647.37
Amortization for the year	-	-	-
Balance as at March 31, 2024	-	647.37	647.37
Amortization for the year	-	-	-
Balance as at March 31, 2025	-	647.37	647.37
Net carrying value as at March 31, 2025	1,044.19	-	1,044.19
Net carrying value as at March 31, 2024	1,012.40	-	1,012.40

**Intangible assets - Exploration aging schedule:**

Particulars	As at March 31, 2025				
	Amount in CWIP for a period of				
Intangible assets - Exploration	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	31.79	26.85	15.03	970.52	1,044.19
Projects temporarily suspended	-	-	-	-	-

Particulars	As at March 31, 2024				
	Amount in CWIP for a period of				
Intangible assets - Exploration	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	26.85	15.03	66.74	903.78	1,012.40
Projects temporarily suspended	-	-	-	-	-

- 7.1** There are no projects which are under suspension. With regard to the above ongoing projects there are no projects where completion is overdue or has exceeded the cost as compared to its original plan, and consequent amendments approved by the Board thereon.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***8. Deposit under site restoration fund**

Particulars	As at March 31, 2025	As at March 31, 2024
Site restoration deposit with bank with maturity period in excess of 12 months	9,059.08	8,452.86
<b>Total</b>	<b>9,059.08</b>	<b>8,452.86</b>

Note: The above amount has been deposited with State Bank of India and can be withdrawn for the purposes of site restoration pursuant to an abandonment plan agreed with the Government of India. Therefore, this amount is considered as restricted cash and not considered as 'Cash and cash equivalents'.

**9. Other bank balances**

Particulars	As at March 31, 2025	As at March 31, 2024
Bank deposits with a maturity > 12 months (Refer note 9.1)	7.72	116.00
<b>Total</b>	<b>7.72</b>	<b>116.00</b>

**9.1** Bank deposits include deposits under lien for issue of bank guarantees and term loan facilities availed from the bank.

**10. Other financial assets (non-current)**

Particulars	As at March 31, 2025	As at March 31, 2024
Other financial assets		
(i) Unsecured and considered good		
Security Deposits	1.57	8.50
(ii) Unsecured and considered doubtful		
Other advances	13.55	13.55
Less: Provision for doubtful advances	(13.55)	(13.55)
Advances recoverable in cash or kind	-	41.39
<b>Total</b>	<b>1.57</b>	<b>49.89</b>

**11. Income tax assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Advance income tax (net)	1,009.05	732.00
<b>Total</b>	<b>1,009.05</b>	<b>732.00</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***12. Deferred tax asset (net)**

Particulars	As at March 31, 2025	As at March 31, 2024
Exploration expenses	1,300.18	1,300.18
Depreciation, depletion, amortization and impairment of assets	(10,423.93)	(8,409.80)
Unabsorbed business losses and depreciation	24,143.38	24,099.43
<b>Deferred tax assets</b>	<b>15,019.63</b>	<b>16,989.81</b>
Less: Amounts not recognised (Refer note below)	(15,019.63)	(16,989.81)
<b>Deferred tax assets</b>	<b>-</b>	<b>-</b>

**12.1** Deferred tax asset has not been recognized as it is not probable that future profit will arise against which the deductible temporary difference and unabsorbed business losses and depreciation can be utilised. It will be adjusted based on the actual realization. There is no provision for tax in view of the brought forward losses / unabsorbed depreciation relating to earlier years available for set off while computing income under the provisions of the Income Tax Act, 1961.

**13. Other non-current assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Capital advances	44.71	44.70
Pre-deposit - Service tax (Refer note 46 (b))	7.71	7.71
GST on royalty & Service tax on royalty	47.31	5.93
	<b>99.73</b>	<b>58.34</b>
Less: Provision for doubtful advances	(44.71)	(44.71)
	<b>55.02</b>	<b>13.63</b>

**14. Inventories**

Particulars	As at March 31, 2025	As at March 31, 2024
Finished Goods		
- Crude Oil	20,121.64	3,371.94
- Condensate	207.63	157.35
Drilling and Production stores and spares	684.70	703.66
<b>Total</b>	<b>21,013.97</b>	<b>4,232.95</b>



**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***15. Investments - Current**

Particulars	As at March 31, 2025		As at March 31, 2024	
	Quantity	₹ in lakhs	Quantity	₹ in lakhs
<b>Financial assets carried at fair value through profit and loss.</b>				
<b>i) Quoted equity instruments</b>				
Reliance Industries Limited Equity Shares @ ₹ 10 each	1,272	32.43	1,272	37.80
Reliance Communication Limited Equity Shares @ ₹ 5 each	318	0.01	318	0.01
Reliance Infrastructure Limited Equity Shares @ ₹ 10 each	23	0.06	23	0.06
Reliance Capital Limited Equity Shares @ ₹ 10 each	15	-	15	-
Reliance Home Finance Limited Equity Shares @ ₹ 10 each	15	-	15	0.00
Reliance Power Limited Equity Shares @ ₹ 10 each	79	0.03	79	0.02
Jio Financial Services Limited @ ₹ 10 each	1272	2.89	1272	4.46
<b>(i)</b>		<b>35.43</b>		<b>42.35</b>
<b>ii) Unquoted Equity Instruments</b>				
Gujarat Securities Limited Equity Shares @ ₹ 10 each	100,000	10.00	100,000	10.00
Aggregate amount of impairment in value of investments	-	(10.00)	-	(10.00)
<b>(ii)</b>		<b>-</b>		<b>-</b>
<b>Total</b>		<b>35.43</b>		<b>42.35</b>
		<b>(i) + (ii)</b>		<b>42.35</b>

Particulars	As at March 31, 2025	As at March 31, 2024
Aggregate amount (cost) of Quoted Investments	0.49	0.49
Aggregate Market value of quoted Investments	35.43	42.35
Aggregate Value of Unquoted equity instruments	10.00	10.00
<b>Total investments</b>	<b>45.43</b>	<b>52.35</b>
Impairment of investments	(10.00)	(10.00)
<b>Net investments</b>	<b>35.43</b>	<b>42.35</b>

**16. Trade receivables**

Particulars	As at March 31, 2025	As at March 31, 2024
Unsecured and considered good	12,055.31	31,447.64
Less: Allowance for expected credit loss	-	-
<b>Total</b>	<b>12,055.31</b>	<b>31,447.64</b>

The Group enters into long-term crude oil and gas sales arrangement with its customers. The average credit period on sale of products is varying from 7- 45 days. No interest is charged on trade receivables for the first 45 days from the date of the invoice.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***16. Trade receivables (contd..)**

Accordingly, the Group assess the impairment loss on dues from the customers on facts and circumstances relevant to each transaction. Usually, the Group collects all its receivables from its customers within 45 days.

The Group has less credit risk due to the fact that the Company has significant receivables from customers which are reputed and creditworthy public-sector undertakings (PSUs).

**Ageing of receivables as on March 31, 2025 and March 31, 2024**

Particulars	As at March 31, 2025					
	Outstanding for following periods from the date of invoice					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed trade receivables - considered good	11,895.79	159.52	-	-	-	12,055.31
(ii) Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed trade receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed trade receivables - considered good	-	-	-	-	-	-
(v) Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed trade receivables - credit impaired	-	-	-	-	-	-

Particulars	As at March 31, 2024					
	Outstanding for following periods from the date of invoice					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed trade receivables - considered good	31,447.64	-	-	-	-	31,447.64
(ii) Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed trade receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed trade receivables - considered good	-	-	-	-	-	-
(v) Disputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed trade receivables - credit impaired	-	-	-	-	-	-

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***17. Cash and cash equivalents**

For the purposes of statement of cash flow, cash and cash equivalents include cash on hand and balance with banks. Cash & cash equivalents and term deposits not exceeding 3 months at the end of the reporting period as shown in the consolidated statement of cash flows which can be reconciled to the related items in the consolidated balance sheet as follows:

Particulars	As at March 31, 2025	As at March 31, 2024
Cash on hand	0.24	0.17
<b>Balances with banks:</b>		
Current accounts	1,359.98	1,344.15
Bank deposits- maturity < 3 months	61.74	28.08
<b>Total</b>	<b>1,421.96</b>	<b>1,372.40</b>

- 17.1** The above current account balance includes balances held by the company in the capacity of Operator for the UJVs. However, the cash held on behalf of UJVs is indicated in the payables / receivables to UJVs partners.

**18. Other bank balances**

Particulars	As at March 31, 2025	As at March 31, 2024
Bank deposits with a maturity > 3 months; < 12 months (Refer note 18.1)	10,873.58	4,905.19
Other bank balances- Escrow	1,273.50	572.70
<b>Total</b>	<b>12,147.08</b>	<b>5,477.89</b>

- 18.1** Bank deposits with banks include ₹ 1,978.47 lakhs (March 31, 2024: ₹ 1,725.78 Lakhs), which are under lien for issue of bank guarantees and term loan facilities availed from the bank.

**19. Other financial assets**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Unsecured and considered good</b>		
Security deposit	116.70	85.30
Advances recoverable in cash or kind	-	88.50
Receivable from joint venture partners (net)	13,098.44	13,126.30
Interest accrued on deposits	1.27	1.27
Other receivables	108.07	0.40
<b>Total</b>	<b>13,324.49</b>	<b>13,301.77</b>

**20. Other current assets**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Unsecured and considered good</b>		
Additional fund with LIC for gratuity (Refer Note 43 b)	1.03	45.97
Advances recoverable	477.49	248.19
Income tax pre-deposit	32.36	30.11
Input tax (GST)	1,522.26	932.90
Prepaid expenses	110.47	160.11
Others	90.71	15.64
<b>Total</b>	<b>2,234.32</b>	<b>1,432.92</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***21. Equity share capital**

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of shares	Amount	No. of shares	Amount
<b>Authorized</b>				
Equity shares of ₹ 10 each	50,00,00,000	50,000.00	50,00,00,000	50,000.00
<b>Issued</b>				
Equity shares of ₹ 10 each	132,313,363	13,231.34	132,313,363	13,231.34
<b>Subscribed and Fully Paid up</b>				
Equity shares of ₹ 10 each	132,243,289	13,224.33	132,243,289	13,224.33
Add: Amount Paid-up on Shares Forfeited	32,975	1.60	32,975	1.60
<b>Total subscribed and fully paid-up share capital</b>		<b>13,225.93</b>		<b>13,225.93</b>

**(a) Reconciliation of equity shares and the amount outstanding at the beginning and at the end of the year:**

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of shares	Amount	No. of shares	Amount
At the beginning of the year	13,22,43,289	13,224.33	13,22,43,289	13,224.33
Issued during the year	-	-	-	-
<b>Outstanding at the end of the year</b>	<b>13,22,43,289</b>	<b>13,224.33</b>	<b>13,22,43,289</b>	<b>13,224.33</b>

**(b) Terms / rights attached to equity shares**

The Company has one class of equity shares having par value of ₹ 10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive assets of the Company remaining after settlement of all liabilities.

**(c) Details of shareholders holding more than 5% shares in the Company**

Name of the shareholders	As at March 31, 2025			As at March 31, 2024		
	No.	% of holding	% Change during the year	No.	% of holding	% Change during the year
Ashok Kumar Goel	1,84,65,078	13.96	-	1,84,65,078	13.96	-
LCI Estates LLP	81,00,000	6.13	-	81,00,000	6.13	-

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***22. Other equity**

Particulars	As at March 31, 2025	As at March 31, 2024
Capital Reserve	96,240.55	96,240.55
General Reserve	38.00	38.00
Securities premium	78,865.42	78,865.42
<b>Retained earnings</b>		
<b>Opening balance</b>	<b>(70,928.27)</b>	<b>(93,538.45)</b>
Profit for the Year	14,720.77	22,642.98
Other comprehensive income (net of tax)	(36.36)	(32.80)
<b>Closing balance</b>	<b>(56,243.86)</b>	<b>(70,928.27)</b>
<b>Total other equity</b>	<b>1,18,900.11</b>	<b>1,04,215.70</b>

**23. Non-current Borrowings**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>Secured</b>		
Loan from Axis Bank limited	4,764.26	8,212.47
<b>Total</b>	<b>4,764.26</b>	<b>8,212.47</b>

Particulars	Original Tenor	Interest Rate	Outstanding tenor as at March 31, 2025	Repayment Terms	Securities	As at March 31, 2025	As at March 31, 2024
Secured term loan: Axis Bank Limited	60 months	9.15%	-	Repayable in Monthly instalments	Refer Note 1	-	2,000.00
Secured term loan: Axis Bank Limited	60 Months	8.40%	40 Months	Repayable in Monthly instalments	Refer Note 1	3,310.37	4,294.88
Secured term loan: Axis bank Limited	20 Quarterly Instalments	8.40%	8 Quarterly Instalments	Quarterly Instalments	Refer Note 2	4,953.88	7,402.93
<b>Sub Total</b>						<b>8,264.25</b>	<b>13,697.81</b>
<b>Less: Current Maturities of non-current borrowings (refer note 27)</b>						<b>3,499.99</b>	<b>5,485.34</b>
<b>Non-Current Borrowings</b>						<b>4,764.26</b>	<b>8,212.47</b>

Note 1: Exclusive charge on the asset (FSO) funded and Parent Company guarantee

Note 2: Exclusive charge over land and building of PY1 block and Oil & Gas asset of Dirok block and second charge over current asset of B80 block.

The Group facilities are subject to certain financial and non-financial covenants. The Group has complied with the covenants as per the original/amended/extended terms of the loan agreement.

There is no difference in terms of quarterly returns or statements of current assets filed by the Group with banks with the books of accounts for the year ended March 31, 2025 and March 31, 2024.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***24. Other financial liabilities (non-current)**

Particulars	As at March 31, 2025	As at March 31, 2024
Security deposit	33.54	13.50
Fair value of foreign exchange derivative liabilities	314.29	332.41
Capital creditors	5,864.83	7,826.69
<b>Total</b>	<b>6,212.66</b>	<b>8,172.60</b>

**25. Provisions (non-current)**

Particulars	As at March 31, 2025	As at March 31, 2024
Decommissioning liability	16,081.94	14,997.55
Unfinished work programme	1,514.73	1,475.66
Compensated absences	56.58	39.74
<b>Total</b>	<b>17,653.25</b>	<b>16,512.95</b>

**25.1 Movement of Provision for decommissioning Liability**

Particulars	2024-25	2023-24
Balance at beginning of the year	14,997.55	13,975.53
Unwinding of discount	1,084.39	1,022.02
<b>Balance at end of the year</b>	<b>16,081.94</b>	<b>14,997.55</b>

**25.2** The Group estimates provision for decommissioning as per the principles of Ind AS 37 'Provisions, Contingent Liabilities and Contingent Assets' for the future decommissioning of oil & gas assets at the end of their economic lives. Most of these decommissioning activities would be in the future for which the exact requirements that may have to be met when the removal events occur are uncertain. Technologies and costs for decommissioning are constantly changing. The timing and amounts of future cash flows are subject to significant uncertainty. The economic life of the oil & gas assets is estimated on the basis of long- term production profile of the relevant oil & gas asset. The timing and amount of future expenditures are reviewed annually, together with rate of inflation for escalation of current cost estimates and the interest rate used in discounting the cash flows.

**26. Deferred tax liability**

Particulars	As at March 31, 2025	As at March 31, 2024
Depreciation, depletion, amortization and impairment	1,152.25	1,223.79
<b>Net deferred tax liability</b>	<b>1,152.25</b>	<b>1,223.79</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***27. Current Borrowings**

Particulars	As at March 31, 2025	As at March 31, 2024
Current maturity of long-term borrowings (refer note 23)	3,499.99	5,485.34
Others	3,794.08	3,710.14
<b>Total</b>	<b>7,294.07</b>	<b>9,195.48</b>

**27.1** The Group has not been declared a willful defaulter by any bank or financial Institution or other any lender. The Group has not defaulted in repayment of loans / interests or other borrowings or in the payment of interest thereon to any lender.

The Group has used the borrowings from banks for the capital expenditures and working capital purposes.

**28. Trade payables**

Particulars	As at March 31, 2025	As at March 31, 2024
Total outstanding dues of Micro enterprises and small enterprises (Refer note 28 (i))	-	-
Total outstanding dues of creditors other than micro enterprises and small enterprises	14,343.41	15,703.87
<b>Total</b>	<b>14,343.41</b>	<b>15,703.87</b>

**28(i) Trade Payables ageing schedule as at March 31, 2025 and March 31, 2024**

Particulars	As at March 31, 2025				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed dues - MSME	-	-	-	-	-
(ii) Undisputed dues - Others	10,270.61	3,430.35	491.18	151.27	14,343.41
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Particulars	As at March 31, 2024				
	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed dues - MSME	-	-	-	-	-
(ii) Undisputed dues - Others	13,358.83	1,333.75	998.37	12.92	15,703.87
(iii) Disputed dues - MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-



**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***(ii) Details of dues to micro, small & medium enterprises**

Particulars	As at March 31, 2025	As at March 31, 2024
Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
The amount of interest due and payable for the year	-	-
The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding period, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under Section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-

Note: The information regarding Micro Enterprises and Small Enterprises has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

**29. Other financial liabilities (current)**

Particulars	As at March 31, 2025	As at March 31, 2024
Payable to joint venture partners (net)	1,484.32	844.88
Payable towards Property, plant and equipment	3,801.86	3,242.57
Interest accrued	-	630.33
Security deposit	6.22	90.93
Other payables	33.81	31.29
<b>Total</b>	<b>5,326.21</b>	<b>4,840.00</b>

**30. Provisions**

Particulars	As at March 31, 2025	As at March 31, 2024
Provision for compensated absences	27.84	24.68
<b>Total</b>	<b>27.84</b>	<b>24.68</b>

**31. Other current liabilities**

Particulars	As at March 31, 2025	As at March 31, 2024
Statutory dues payable	613.79	1,631.76
Gratuity fund payable to LIC	18.64	-
Profit petroleum / revenue share payable to GOI	6,464.68	12,185.97
Provision for unspent portion of Corporate Social Responsibility	39.36	-
Others	200.88	-
<b>Total</b>	<b>7,337.35</b>	<b>13,817.73</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***32. Revenue from operations**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Domestic Sales (Refer note 48)</b>		
Sale of crude oil / condensate	5,586.80	23,239.75
Sale of natural gas	29,713.52	34,475.86
	<b>35,300.32</b>	<b>57,715.61</b>
Vessel hire charges	10,611.77	25,311.45
	<b>45,912.09</b>	<b>83,027.06</b>
Less: Profit petroleum to Government of India	(3,825.10)	(8,113.93)
<b>Total</b>	<b>42,086.99</b>	<b>74,913.13</b>

**32.1 Details of sales**

Product	UOM	For the year ended March 31, 2025		For the year ended March 31, 2024	
		Quantity	Value	Quantity	Value
Crude oil / condensate	Barrels	87,122	5,139.24	3,57,139	19,631.56
Natural gas	Million SCF	3,452	26,335.98	3,456	29,970.12
<b>Total</b>			<b>31,475.22</b>		<b>49,601.68</b>

**32.2** Revenue is recognized based on supplies made over a period of time from the Company's contract with customers in India.

**32.3** More than 85% of revenue is realized from four major customers to the Group.

**33. Other income**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest income on bank deposits	746.33	350.84
Interest on site restoration deposits with banks	577.61	520.23
Interest Others (Refer note 48)	5,248.98	-
Rental income	45.46	33.09
Net gain on sale of mutual fund investments	-	259.57
Net gain on fair valuation of investments	142.13	12.65
Dividend Income	0.13	0.10
Interest on income tax refund	82.57	3.53
Write back of excess provision no longer required	-	680.07
Forex Gain	25.74	-
Miscellaneous Income	743.40	8.06
<b>Total</b>	<b>7,612.35</b>	<b>1,868.14</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***34. Share of expenses**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>a) Share of expenses - producing oil and gas blocks</b>		
Plant hire charges	12,359.15	17,313.45
Manpower costs	1,725.79	1,501.45
Repairs and maintenance	668.87	445.23
Other statutory charges	34.99	64.39
Insurance	271.91	435.45
Other production expenses	1,859.81	1,109.65
Consumables	1,500.90	598.03
Transportation and logistics	8,076.40	6,358.97
	<b>26,497.82</b>	<b>27,826.62</b>
<b>b) Royalty, cess and National calamity contingent duty</b>	<b>6,022.24</b>	<b>6,355.34</b>
<b>c) Facility operating expenses</b>		
Manpower costs	1,184.43	1,229.40
Repairs & maintenance	382.83	898.43
Provisions and Stores	60.26	59.15
Other Production Expenditure	1,451.68	-
Vessel consumables	358.88	686.02
Vessel communication	51.04	47.52
Vessel Insurance	334.92	200.10
Vessel management fees & other expenses	63.70	1,377.36
	<b>3,887.74</b>	<b>4,497.98</b>
<b>Total</b>	<b>36,407.80</b>	<b>38,679.94</b>

**35. (Increase) / Decrease in stock of crude oil and condensate**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Inventories at the end of the year	(20,329.26)	(3,529.28)
Inventories at the beginning of the year	3,529.28	7,632.85
<b>(Increase) / Decrease in inventories</b>	<b>(16,799.98)</b>	<b>4,103.57</b>
Less: Profit petroleum to Government of India	2,538.55	(898.11)
<b>Net (Increase) / Decrease in inventories</b>	<b>(14,261.43)</b>	<b>3,205.46</b>

**36. Employee benefits expense**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Salaries, wages and bonus	200.59	157.38
Contribution to Provident fund and other funds	12.11	11.24
Staff welfare expenses	7.76	4.62
<b>Total</b>	<b>220.46</b>	<b>173.24</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***37. Finance cost - others**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Banks and financial institutions	1,058.68	1,981.58
Other finance charges	-	257.00
<b>Total</b>	<b>1,058.68</b>	<b>2,238.58</b>

**38. Finance cost - Unwinding of discount on decommissioning liability**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Unwinding of discount on decommissioning liability	1,084.39	875.26
<b>Total</b>	<b>1,084.39</b>	<b>875.26</b>

**39. Other expenses**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Office and guest house rent	87.69	73.82
Power	1.99	1.12
Rates and taxes	470.18	582.46
Repairs and maintenance - others	39.31	10.04
General office expenses	0.01	0.04
Travelling and conveyance	31.38	17.37
Communication expenses	3.95	3.64
Membership and subscription	25.85	24.93
Legal and professional fees	224.71	250.79
Insurance	2.00	2.19
Directors' sitting fees (Refer note 45)	18.13	18.90
Director's commission (Refer note 45)	24.00	18.00
Printing and stationary	3.02	1.28
Net loss on foreign exchange	598.11	267.56
Bank charges	68.62	92.99
Expenditure incurred for corporate social responsibility (Refer note 49)	391.55	262.48
Exploration cost written off	-	207.54
Development expenses written off (Kherem)	-	49.78
Miscellaneous expenses	396.32	113.63
	<b>2,386.82</b>	<b>1,998.56</b>
<b>Payment to Auditor:</b>		
Audit fee	40.71	37.46
Tax audit fee	2.36	2.36
Reimbursements	2.55	1.78
	<b>45.62</b>	<b>41.60</b>
<b>Total other expenses</b>	<b>2,432.44</b>	<b>2,040.16</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***40. Exceptional items**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Fair value gain on subsidiary (Refer note 1 below)	-	3,286.64
<b>Income - net</b>	<b>-</b>	<b>3,286.64</b>

1. During FY 2023-24, HOSL has acquired the balance 50% equity shares of Geoenpro Petroleum Limited effective from July 10, 2023 from JE Energy Ventures Private Limited and others. Consequent to the acquisition, GeoEnpro, which was an associate company prior to the above acquisition, has now become a wholly owned step-down subsidiary of HOEC. Further, HOEC has completed the assessment of the accounting for the business combination during the year and has accounted an amount ₹ 3,286.64 lakhs which represents the fair value gain of remeasurement of previously held equity interest in the associate.

**41. Earnings per share (EPS)**

The following reflects the profit and share data used in the basic and diluted EPS computations:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>Profit for the year as per statement of profit &amp; loss (INR in Lakhs)</b>	<b>14,720.77</b>	<b>22,642.98</b>
Weighted average number of equity shares used in calculating Basic EPS (number)	13,22,43,289	13,22,43,289
Par value per share	₹ 10	₹ 10
<b>Earnings per equity share in ₹ computed on the basis of profit for the year -Basic</b>	<b>11.13</b>	<b>17.12</b>
Weighted average number of equity shares used in calculating Diluted EPS (number)	13,22,43,289	13,22,43,289
<b>Earnings per equity share in ₹ computed on the basis of profit for the year - Diluted</b>	<b>11.13</b>	<b>17.12</b>

The weighted average number of equity shares for the purpose of diluted earnings per share reconciles to the weighted average number of equity shares used in the calculation of basic earnings per share as follows:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Weighted average number of equity shares used in the calculation of basic earnings per share	13,22,43,289	13,22,43,289
Shares deemed to be issued for no consideration in respect of: - employee options	-	-
<b>Weighted average number of equity shares used in the calculation of diluted earnings per share</b>	<b>13,22,43,289</b>	<b>13,22,43,289</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

42. Information relating to Hindage Oilfield Services Limited, Geopetrol International Inc. , (Wholly owned subsidiaries of Hindustan Oil Exploration Company Limited) & GeoEnpro Petroleum Limited ("GeoEnpro")

Information required pursuant to General Circular No. 2 /2011 No: 5/12/2007-CL-III dated February 08, 2011 issued by Ministry of Corporate Affairs, is as below:

**1) Hindage Oilfield Services Limited**

Particulars	2024-25	2023-24
Capital	50.00	50.00
Reserves	5,022.28	5,341.69
Total Assets (excluding Investments)	14,111.96	17,227.37
Total Liabilities (excluding Capital and other equity)	14,039.67	16,835.68
Investments (Refer note below)	5,000.00	5,000.00
Turnover	5,305.89	12,390.57
(Loss) / Profit before tax	(215.90)	6,333.28
Tax expenses	103.51	(1,421.91)
(Loss) / Profit after tax	(319.41)	4,911.37

**Note: Details of Investments of Hindage Oilfield Services Limited**

Particulars	2024-25	2023-24
Investment in Associate (GEPL)	5,000.00	5,000.00

**2) Geopetrol International Inc. ("GPII")**

Particulars	2024-25	2023-24
Capital	6,506.20	6,506.20
Reserves	8,450.39	7,427.48
Total Assets	38,123.52	41,362.21
Total Liabilities (excluding Capital and other equity)	23,166.93	27,428.53
Turnover	7,267.48	15,357.32
Profit before tax	884.54	7,429.62
Tax expenses	35.19	715.28
Profit after tax	849.35	6,714.34

**3) GeoEnpro Petroleum Limited ("GeoEnpro")**

Particulars	2024-25	2023-24
Capital	112.00	112.00
Reserves	3,385.95	2,524.31
Total Assets	4,408.95	3,377.89
Total Liabilities (excluding Capital and other equity)	911.00	741.59
Turnover	868.33	765.52
Profit before tax	481.05	2,756.89
Tax expenses	135.66	48.38
Profit after tax	345.39	2,709.40

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***1) Disclosure of additional information as required by Schedule III****i. As at and for the year ended March 31, 2025**

Name of the Company	Net Assets		Share in Profit/ (Loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	₹ in lakhs	As % of consolidated profit/(loss)	₹ in lakhs	As % of consolidated other comprehensive income	₹ in lakhs	As % of consolidated total comprehensive income	₹ in lakhs
<b>Parent</b>								
HOEC	87.75%	1,15,938.60	99.47%	14,643.05	104.77%	(38.10)	99.46%	14,604.96
<b>Subsidiaries (wholly owned)</b>								
<b>Indian</b>								
HOSL	3.87%	5114.42	(2.17%)	(319.41)			(2.18%)	(319.41)
GeoEnpro	1.57%	2,073.82	(3.07%)	(452.22)	(4.77%)	1.74	(3.07%)	(450.49)
<b>Foreign</b>								
GPII	6.26%	8,276.81	5.77%	849.35			5.78%	849.35
<b>Total</b>		<b>1,32,126.04</b>		<b>14,720.77</b>		<b>(36.36)</b>		<b>14,684.41</b>

**ii. As at and for the year ended March 31, 2024**

Name of the Company	Net Assets		Share in Profit/ (Loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	₹ in lakhs	As % of consolidated profit/(loss)	₹ in lakhs	As % of consolidated other comprehensive income	₹ in lakhs	As % of consolidated total comprehensive income	₹ in lakhs
<b>Parent</b>								
HOEC	86.28%	101,333.65	37.10%	8,400.94	102.71%	(33.69)	37.01%	8,367.25
<b>Subsidiaries (wholly owned)</b>								
<b>Indian</b>								
HOSL	4.55%	5,341.69	21.69%	4,911.37			21.72%	4,911.37
Geoenpro	2.24%	2,636.31	11.96%	2,708.51	(2.71%)	0.89	11.98%	2,709.40
<b>Foreign</b>								
GPII	6.92%	8,129.98	29.25%	6,622.16			29.29%	6,622.16
<b>Total</b>		<b>1,17,441.63</b>		<b>22,642.98</b>		<b>(32.80)</b>		<b>22,610.18</b>

**43. Significant Accounting Estimates, Assumptions and Judgements****(a) Site Restoration Costs**

The Group estimates and provides for site restoration of wells, decommissioning of facilities and restoration of sites expected to be incurred at a future date. The same is capitalized as part of producing property in accordance with Ind AS 16. The estimation of liability is as per the industry practice and adjusted for inflation. The estimated cost is discounted to the reporting date by an appropriate discount factor. Accordingly, the difference in cost and depletion is adjusted.



**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***(b) Employee Benefit Estimates****i. Defined contribution plan**

The Group makes provident fund contribution under defined contribution plan for qualifying employees. Under the scheme, the Group is required to contribute a specified percentage of the payroll cost to fund the benefits. The Group recognized ₹ 40.18 lakhs (March 31, 2024: ₹ 27.14 lakhs) for provident fund contribution in the statement of profit and loss. The contributions are payable to this plan by the Group at rates specified in the rules of the scheme

**ii. Defined benefit plan****a) Gratuity**

The following table sets out funded status of the gratuity and the amount recognized in the financial statements.

**Profit and loss account for current year**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Service cost:		
Current service cost	27.39	25.81
Past Service cost	-	-
Loss/(gain) on curtailments and settlement	-	-
Net interest cost	(4.07)	(0.23)
<b>Total</b>	<b>23.32</b>	<b>25.58</b>

**Other Comprehensive Income for the current year**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Components of actuarial gain/losses on obligations:		
Due to Change in financial assumptions	6.94	1.75
Due to change in demographic assumptions	-	-
Due to experience adjustments	31.87	33.06
Return on plan assets excluding amounts included in interest income	(0.71)	(1.13)
<b>Amounts recognized in Other Comprehensive Income</b>	<b>38.10</b>	<b>33.68</b>

**Changes in the present value of the defined benefit obligation ("DBO")**

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening Defined Benefit Obligation	159.66	174.87
Current service cost	27.39	25.81
Interest cost	10.46	10.37
Actuarial (gain) / loss due to change in financial assumptions	6.94	1.75
Actuarial (gain) / loss due to change in demographic assumptions	-	-
Actuarial (gain) / loss due to experience adjustments	31.87	33.06
Benefits paid	(12.25)	(86.20)
<b>Closing defined benefit obligation</b>	<b>224.07</b>	<b>159.66</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Changes in fair value of plan assets**

Particulars	As at March 31, 2025	As at March 31, 2024
Opening value of plan assets	202.45	165.01
Interest Income	14.53	10.60
Return on plan assets excluding amounts included in interest income	0.71	1.13
Contributions by employer	-	111.91
Benefits paid	(12.25)	(86.20)
<b>Closing value of plan assets</b>	<b>205.44</b>	<b>202.45</b>

**Net liability recognized in the balance sheet**

Particulars	As at March 31, 2025	As at March 31, 2024
Present value of funded obligation	224.07	159.66
Fair value of plan assets	(205.44)	(202.45)
<b>Plan (asset) / Liability</b>	<b>18.63</b>	<b>(42.78)</b>

The principal assumptions used in determining gratuity and for the Company's plans are shown below:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.60% p.a.	7.20% p.a
Future salary increase	5.00% p.a.	5.00% p.a
Rate of return on plan assets	6.60% p.a.	7.20% p.a
Withdrawal rates	9.94% at all ages	9.94% at all ages

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

The Company expects to contribute ₹ 18.63 lakhs towards its gratuity plan for the next year.

**Maturity profile of defined benefit obligation as at March 31, 2025:**

Year 1 %	Year 2 %	Year 3 %	Year 4 %	Year 5 %	Year 6 to 10 %
12.2	8.1	7.1	5.7	6.3	31.1

**Maturity profile of defined benefit obligation as at March 31, 2024:**

Year 1 %	Year 2 %	Year 3 %	Year 4 %	Year 5 %	Year 6 to 10 %
11.2	6.5	7.6	6.8	5.4	31.6

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

Significant actuarial assumptions	As at March 31, 2025	As at March 31, 2024
<b>Discount Rate</b>		
Increase by 0.5%	(218.27)	(155.35)
Decrease by 0.5%	230.20	164.21
<b>Salary growth rate</b>		
Increase by 0.5%	229.03	163.61
Decrease by 0.5%	(219.43)	(155.54)

**b) Compensated absences**

The key assumptions used in computation of provision for long term compensated absences are as given below:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
Discount rate	6.60% p.a.	7.20% p.a
Future salary increase	5.00% p.a.	5.00% p.a
Withdrawal Rates	9.94% at all ages	9.94% at all ages

The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The overall expected rate of return on assets is determined based on the market prices prevailing on that date, applicable to the period over which the obligation is to be settled.

Significant actuarial assumptions	As at March 31, 2025	As at March 31, 2024
<b>Discount Rate</b>		
Increase by 0.5%	(63.08)	(43.59)
Decrease by 0.5%	65.69	45.20
<b>Salary growth rate</b>		
Increase by 0.5%	65.70	(45.21)
Decrease by 0.5%	(63.06)	43.57

**44. Oil and gas reserves**

Proved & Probable Reserves for the working interest of the company is estimated by management in line with the development plan approved by the Directorate General of Hydrocarbons. Accordingly, the reserves as on 31 March 2025 are as follows:

**Developed and undeveloped (As at March 31, 2025)**

	Unit of Measurement	As at April 1, 2024	Addition / (Deletion)	Production	As at March 31, 2025
Proved reserves (1P)					
- Oil	MMBBL	12.82	0.03	0.25	12.60
- Gas	BCF	80.32	-	2.97	77.35
Proved and probable (2P)					
- Oil	MMBBL	18.70	0.02	0.25	18.47
- Gas	BCF	129.69	(0.01)	2.97	126.71

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**
*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*
**Developed:**

	Unit of Measurement	As at April 1, 2024	Addition	Production	As at March 31, 2025
Proved reserves (1P)					
- Oil	MMBBL	10.42	0.03	0.25	10.20
- Gas	BCF	80.32		2.97	77.35

Note 1: The above reserve estimates excludes the reserves of PY-3 as there is no viable plan for recommencement as on date.

**Developed and undeveloped (As at March 31, 2024)**

	Unit of Measurement	As at April 1, 2023	Addition / (Deletion)	Production	As at March 31, 2024
Proved reserves (1P)					
- Oil	MMBBL	12.30	0.80	0.29	12.82
- Gas	BCF	84.04	-	3.72	80.32
Proved and probable (2P)					
- Oil	MMBBL	18.18	0.80	0.29	18.70
- Gas	BCF	133.41	-	3.72	129.69

**Developed:**

	Unit of Measurement	As at April 1, 2023	Addition	Production	As at March 31, 2024
Proved reserves (1P)					
- Oil	MMBBL	10.59	0.12	0.29	10.42
- Gas	BCF	84.04	-	3.72	80.32

Note 1: The above reserve estimates excludes the reserves of PY-3 as there is no viable plan for recommencement as on date.

**45. Related Party Disclosures**
**a) Related Parties as of March 31, 2025:**
**Whole-time directors**

- Mr. P. Elango - Managing Director (Up to September 30, 2023)
- Mr. R. Jeevanandam -Executive Director & CFO (Up to September 30,2023) and Managing Director (Effective from October 1, 2023)

**Non-Executive Independent Directors**

- Mr. Vivek Rae (Up to April 17, 2025)
- Ms. Sharmila H. Amin (Up to December 16, 2024)
- Mrs. Bhavani Balasubramanian (Effective from December 17, 2024)
- Mr. P.K. Borthakur

**Non-Executive, Non-Independent Directors**

- Mr. Ashok Kumar Goel
- Mr. Rohit Rajgopal Dhoot

**Chief Financial Officer**

- Mr. N. Sivalai Senthilnathan (Effective from November 15, 2023)

**Company Secretary**

- Ms. Deepika C S (Up to November 10, 2023)
- Mr. S. Muthukrishnan (Resigned on May 8, 2024)
- Ms. Josephin Daisy (Effective from May 8, 2024)

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

- b) Nature and volume of transactions during the year and outstanding balances as at March 31, 2025 and March 31, 2024 with the above parties:

Particulars	For the year ended March 31, 2025	For the year ended March 31, 2024
<b>EXPENDITURE</b>		
Key managerial personnel remuneration -		
1. Mr. R. Jeevanandam	330.22	170.55
2. Mr. P. Elango	-	73.49
3. Ms. Josephin Daisy	19.81	-
4. Mr. Muthukrishnan Swaminathan	4.92	9.65
5. Ms. Deepika C S	-	4.92
6. Mr. N. Sivalai Senthilnathan	101.87	36.88
Sitting fee - Independent Directors	15.75	18.90
Commission - Independent Directors*	24.00	18.00

\* Which is within 1% of the net profit of the Company.

**46. Commitments and Contingencies**

Particulars	As at March 31, 2025	As at March 31, 2024
<b>(i) Contingent Liabilities</b>		
(a) Claims not acknowledged as debts CY-OS-90/1 (Refer note a)	1,624.00	1,624.00
(b) Service tax liability (Refer note b)	168.92	168.92
(c) Service tax liability (Refer note c)	24,283.45	24,283.35
(d) Goods and Service tax liability (Refer note d)	218.99	218.99
(e) Goods and Service tax liability (Refer note e)	888.03	888.03
(f) Unfinished work program as debts AA ONN 2003/2 (Refer note f)	1,403.43	1,367.23
<b>(ii) Commitments</b>		
Estimated value of contracts remaining to be executed on capital account and not provided for	1,864.16	2,626.26

The Group's pending litigations include claims against the Group and proceedings pending with Tax, Statutory, and Government Authorities. After reviewing all pending litigations and proceedings, the Group has made adequate provisions where required and has disclosed contingent liabilities where applicable in its financial statements. The above table excludes guarantees amounting to ₹ 3,807.96 Lakhs (March 31, 2024: ₹ 3,820.74 Lakhs).

The Group does not expect the outcome of these proceedings to have a material impact on its financial position. Future cash outflows related to these matters can only be determined upon receipt of judgments or decisions from the relevant forums and authorities.

- a) In CY-OS-90/1 (PY-3) block, an arbitration award dated February 28, 2020 was issued against the Company and two other co-respondents, by a majority of two to one dissent by an Arbitration Tribunal which was received and acknowledged by the Company in June 2020. The share of the Company's exposure to the claim is ₹ 1,624 lakhs in addition to other ancillary awards that are subject to reconciliation of cash call payments and net off other credits to be given to the Company towards refund of excess service tax granted by the Tribunal, which are yet to be quantified.

HOEC initially appealed at the Malaysian High Court and subsequently at the Malaysian court of appeal both of which were dismissed. The Company further appealed before the Federal Court of Malaysia which also rejected HOEC's plea. Enforcement proceedings in respect of the said award is currently pending before Gujarat High Court.

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

- b) During the year ended March 2020, there was a demand for service tax for ₹ 77.09 lakhs with an equivalent amount of penalty due to disallowance of Cenvat credit for the period from October 2007 to March 2011. An appeal was filed after paying an amount of ₹ 7.71 lakhs to the tax authorities. This dispute is before the CESTAT for adjudication and no provision is made in the financial statements. The above amount also includes a demand of ₹ 14.74 lakhs pertaining to one of the unincorporated joint ventures.
- c) Service tax demand was made on cash call contributions, cost and profit petroleum share of the contractors and Government of India, for the period commencing from April 2010 to March 2015 for various unincorporated joint ventures under production sharing contracts for ₹ 8,676.85 lakhs with equivalent amount as penalty and interest of which the participating interest of the Company is ₹ 6,638.24 lakhs. The Honorable High Court of Madras has remanded back to the Commissionerate for fresh adjudication based on the merits of the case on April 8, 2022, in response to the writ appeal filed by the company. Further, the statement of demand received ₹ 6,901.11 lakhs for the period April 2015 to June 2017 of which the participating interest of the Company is ₹ 2,705.35 lakhs is being dealt with the same for disposal awaiting the outcome in respect of the earlier year. This being an industry issue, the above claim of the tax authority is disputed by the Company and is being redressed at various appellate forum and hence no provision has been considered in the financial statements. This industry issue is taken up by the Ministry of Petroleum and Natural Gas with Finance Ministry of Government of India for appropriate clarification and redressal. The department issued the letter dated July 4, 2022, kept it in abeyance.
- d) Further, for the period April 2016 to June 2017 a show cause notice has been received towards service tax on royalty amounting to ₹ 28.54 lakhs of which the participating interest of the Company is ₹ 24.86 lakhs. The company filed the submission and seeking redressal before Ministry of Petroleum and Natural Gas, Government of India. The department issued the order against that company and the Company filed an Appeal dated November 29, 2023.
- e) During the year a show cause notice has been received for the period July 2017 to March 2021 towards GST on royalty amounting to ₹ 218.99 lakhs of which the participating interest of the Company is ₹ 208.76 lakhs. The company is in the process of filing submission and seeking redressal before Ministry of Petroleum and Natural Gas, Government of India.
- f) During the FY 2022-23, the company received an order from GST Commissionerate as Company rendering manpower and business support service to UJV for the period July 2017 to March 2021 amounting to ₹ 888.03 lakhs of which the participating interest of the Company is ₹ 315.73 lakhs. The company filed a writ petition on April 26, 2023.
- g) In respect of Block AA ONN 2003/2, Geopetrol has estimated the liability of unfinished work program as US\$ 4 million (₹ 3,420.81 Lakhs) in terms of the PSC. Out of which an amount of US\$ 2.23 million (₹ 1,906.07 lakhs) was realized by GOI by invocation of bank guarantee provided by Geopetrol and for the balance US\$ 1.77 (₹ 1,514.73 lakhs) liability was created. However, DGH has made a claim of US 5.64 million (₹ 4,824.24 lakhs) which has no basis and is being disputed. Accordingly, no liability is created for the disputed amount of US\$ 1.64 million (₹ 1,403.43 lakhs).
- h) MZ-ONN-2004/2 block was terminated by the GOI, as M/s Naftogaz as the Operator to the block has made certain misrepresentation to GOI while awarding the contract. Therefore, no basis exists to claim any costs by DGH for the share of unfinished work program from Geopetrol as the Production Sharing Contract itself is void. Accordingly, no liability is considered for the unfinished work program in the block.

**47. Effects of Changes in Foreign Exchange Rates****a) Expenditure in foreign currency (on accrual basis)**

Particulars	2024-25	2023-24
Operating expenditure	7,050.07	7,908.44

**b) Value of Imports calculated on CIF basis (on accrual basis)**

Particulars	2024-25	2023-24
Components and spare parts	105.81	36.56

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

- 48.** HOEC has taken over 40% of the Participating Interest ("PI") of AEPL considering the outstanding dues from AEPL as on March 31, 2024 and thereby all the control, as well the obligations of B-80 field is fully with HOEC effective April 1, 2024. In terms of the Joint Operating Agreement (JOA) considering the outstanding dues as on March 31, 2024, the entire participating interest of AEPL stands forfeited as on March 31, 2024. Considering the above on March 31, 2025 all revenue and cost of B-80 amounting to total income of ₹ 5,499.89 lakhs and total expenses of ₹ 5,271.44 lakhs are fully accounted in the books of HOEC effective April 1, 2024.

HOEC also entered into an agreement with AEPL to complete the formalities of transfer of participating interest in favor of HOEC by which all outstanding dues of AEPL will stand settled along with interest with additional considerations to be paid by HOEC over a period of two years. Both the parties have submitted the application to Government of India to get the approval vide the application dated March 31, 2025.

Pending the above, the capitalization of the 40% participating interest and impacts thereon including the fair value adjustment will be carried out in the books of HOEC after GOI's approval or deemed approval in terms of the Revenue Sharing Contract.

Other income includes interest on outstanding dues amounting to ₹4,595.81 lakhs as per the agreement entered with AEPL.

**49. Corporate Social Responsibility**

Gross amount required to be spent towards CSR activities from the profits calculated as per Section 198 of the Companies Act, 2013 during the year: ₹ 391.10 lakhs (March 31, 2024: ₹ 262.48 lakhs). Amount spent during the year on:

Particulars	2024-25	2023-24
Gross amount required to be spent by the Company as per Section 135 of the Companies Act, 2013 (on annual basis) (A)	391.55	262.48
Amount expenditure incurred during the year (B)	60.76	69.53
In cash		
(i) Construction / acquisition of any asset	-	-
(ii) On purposes other than (i) above:	-	-
Promoting preventive health care	-	-
Promoting education	-	-
Conservation of natural resources and other allied areas	-	-
Shortfall at the end of the year (C)	330.79	192.55
Total of previous years shortfall, (D)	-	-
Reason for shortfall (E)	Ongoing projects	Ongoing projects
Nature of CSR activities (F)	-	-
Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to csr expenditure as per relevant accounting standard, (g)	N/A	N/A
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year shall be shown separately. (h)	379.93	192.55

**50. Segment reporting**

The Group is primarily engaged in a single business segment of "Oil and Gas" in one geographic segment. Therefore, there are no separate reportable segments for Segment Reporting.



**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***51. Financial instrument disclosure****(a) Capital Management**

The Group manages its capital to ensure that it will be able to continue as a going concern while maximizing the return to shareholders through the optimization of the debt and equity balance. The capital structure of the group consists of net debt (borrowings disclosed in notes 23 and 27 after deducting cash and bank balances disclosed in notes 15 and 17) and equity of the Company (comprising issued capital, reserves and surplus, retained earnings as disclosed in notes 21 and 22). The Group monitors capital using a gearing ratio which is net debt divided by total capital plus net debt.

**Gearing Ratio:**

Particulars	As at March 31, 2025	As at March 31, 2024
Borrowings	12,058.33	17,407.95
Less: Cash and cash equivalent	(1,457.39)	(1,414.75)
<b>Net Debt</b>	<b>10,600.94</b>	<b>15,993.20</b>
Equity	1,32,126.04	1,17,441.63
<b>Capital and Net Debt</b>	<b>142,726.98</b>	<b>1,33,434.83</b>
<b>Gearing Ratio</b>	<b>7.64%</b>	<b>11.99%</b>

**Accounting classifications and fair values**

The following table shows the carrying amounts and fair values of financial assets and financial liabilities..

**Financial instruments by category****As at March 31, 2025****Financial Assets:**

Particulars	At cost	Amortised cost	Financial assets/ liabilities at fair value through Profit or Loss	Financial assets at fair value through OCI	Total carrying value
<b>Non-Current Financial Asset</b>					
Deposits under site restoration fund	-	9,059.08	-	-	9,059.08
Other bank balances	-	7.72	-	-	123.48
Other financial assets	-	1.57	-	-	-
<b>Total</b>	-	<b>9,068.37</b>	-	-	<b>9,182.56</b>
<b>Current Financial Asset</b>					
Investments	-	-	35.43	-	35.49
Trade receivables	-	12,055.31	-	-	12,055.31
Cash and cash equivalents	-	1,421.96	-	-	1,421.96
Other bank balances	-	12,147.08	-	-	12,147.08
Other financial assets	-	13,324.49	-	-	13,324.49
<b>Total</b>	-	<b>38,948.84</b>	<b>35.43</b>	-	<b>38,984.27</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)***Financial Liabilities :**

Particulars	At cost	Amortised cost	Financial assets/ liabilities at fair value through Profit or Loss	Financial liabilities at fair value through OCI	Total carrying value
<b>Non-Current Financial Liability</b>					
Borrowings	-	4,764.26	-	-	4,764.26
Deposits	-	33.54	-	-	33.54
Other financial liabilities	-	5,864.83	314.29	-	6,179.12
<b>Total</b>	-	<b>10,662.63</b>	<b>314.29</b>	-	<b>10,976.92</b>
<b>Current Financial Liability</b>					
Borrowings	-	7,294.07	-	-	7,294.07
Interest Accrued	-	-	-	-	-
Trade Payables	-	14,343.41	-	-	14,343.41
Other financial liabilities	-	5,326.21	-	-	5,326.21
<b>Total</b>	-	<b>26,963.69</b>	-	-	<b>26,963.69</b>

**As at March 31, 2024****Financial Assets:**

Particulars	At cost	Amortised cost	Financial assets/ liabilities at fair value through Profit or Loss	Financial assets at fair value through OCI	Total carrying value
<b>Non-Current Financial Asset</b>					
Deposits under site restoration fund	-	8,452.86	-	-	8,452.86
Other bank balances	-	116.00	-	-	116.00
Other financial assets	-	49.89	-	-	49.89
<b>Total</b>	-	<b>8,618.75</b>	-	-	<b>8,618.75</b>
<b>Current Financial Asset</b>					
Investments	-	-	42.35	-	42.35
Trade receivables	-	31,447.64	-	-	31,447.64
Cash and cash equivalents	-	1,372.40	-	-	1,372.40
Other bank balances	-	5,477.89	-	-	5,477.89
Other financial assets	-	13,301.77	-	-	13,301.77
<b>Total</b>	-	<b>51,599.70</b>	<b>42.35</b>	-	<b>51,642.05</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

**Financial Liabilities :**

Particulars	At cost	Amortised cost	Financial assets/ liabilities at fair value through Profit or Loss	Financial liabilities at fair value through OCI	Total carrying value
<b>Non-Current Financial Liability</b>					
Borrowings	-	8,212.47	-	-	8,212.47
Deposits	-	13.50	-	-	13.50
Other financial liabilities	-	7,826.69	332.41	-	8,159.10
<b>Total</b>	<b>-</b>	<b>16,052.66</b>	<b>332.41</b>	<b>-</b>	<b>16,385.07</b>
<b>Current Financial Liability</b>					
Borrowings	-	9,195.48	-	-	9,195.48
Interest Accrued	-	630.33	-	-	630.33
Trade Payables	-	15,703.87	-	-	15,703.87
Other financial liabilities	-	4,209.67	-	-	4,209.67
<b>Total</b>	<b>-</b>	<b>29,739.35</b>	<b>-</b>	<b>-</b>	<b>29,739.35</b>

**Fair value hierarchy**

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard.

**(b) Financial assets and liabilities valued at fair value**

The following table gives information about how the fair value of these financial assets are determined.

**As at March 31, 2025**

Particulars	Fair Value Measurements using			
	Total	Level 1	Level 2	Level 3
<b>Assets measured at fair value (refer note 16)</b>				
- Quoted equity instruments	35.43	35.43	-	-
- Mutual fund investments	-	-	-	-
- Derivatives	314.29	314.29	-	-

**As at March 31, 2024**

Particulars	Fair Value Measurements using			
	Total	Level 1	Level 2	Level 3
<b>Assets measured at fair value (refer note 16)</b>				
- Quoted equity instruments	42.35	42.35	-	-
- Mutual fund investments	-	-	-	-
- Derivatives	332.41	332.41	-	-

\* Note:

Level 1: Quoted market prices in active markets, where available.

Level 2: Valuation techniques where fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques where fair value measurement is unobservable

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

**(c) Financial assets and liabilities measured at amortised cost**

The Group has not disclosed fair values of financial instruments such as trade receivables, cash and cash equivalents, other Bank balances, security deposits, loans and advances to related parties, interest accrued on fixed deposits, trade payables and employee benefits payables (that are short term in nature), because their carrying amounts are reasonable approximations of their fair values.

**(d) Offsetting**

The Group has not offset financial assets and financial liabilities as at March 31, 2025 and March 31, 2024. The Group's borrowings are secured, the details of which are more fully described in Note 24.

**52 Derivative contract swap**

Bank Name	Nature of Agreement	Rate / Currency	Outstanding Amount	Amount
Axis Bank Ltd	Derivative	7.95% on USD	USD 6,145,526.03	5,314.29

**53 Financial Risk Management Objectives & Policies**

The Group's principal financial liabilities comprise of short tenured borrowings, trade and other payables. Most of these liabilities relate to the Group's working capital cycle. The Group has trade and other receivables, loans and advances that arise directly from its operations.

The Group is accordingly exposed to market risk, credit risk and liquidity risk.

The Group's Senior Management oversees Management of these risks. The senior professionals working to manage the financial risks for the Group are accountable to the Audit Committee and the Board of Directors. This process provides assurance that the Group's financial risk-taking activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with Group's policies and overall risk appetite.

The Audit Committee reviews and approves policies for managing each of these risks which are summarised below:

**(a) Market risk**

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises currency rate risk, commodity risk and interest rate risk. Financial instruments affected by market risk include borrowings.

**(i) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities and operational contracts with the rates payable in foreign currencies. The Group manages its foreign currency risk by having natural hedge as the revenue on sale of oil and gas is determined and paid in equivalent US dollars.

**Details of Unhedged Foreign Currency Exposure**

The details of unhedged Foreign Currency Exposure of the Group, are as under:

Particulars	As at March 31, 2025		As at March 31, 2024	
Loan	\$ 44,50,000.00	₹ 3,794.07 lakhs	\$ 44,50,000.00	₹ 3,710.14 lakhs
Interest accrued on loan	-	-	\$ 733,343.00	₹ 611.42 lakhs
Loan from banks INR to USD swaps	\$ 6,145,526.03	₹ 5,314.29 lakhs	\$ 1,01,03,337	₹ 8,507.30 lakhs

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

**Foreign Currency Sensitivity**

The Group does not have outstanding derivatives as at March 31, 2025 and March 31, 2024 and all of its foreign currency exposure is unhedged. The following table demonstrates the sensitivity in the USD to the functional currency of the Group, with all other variables held constant. The impact on the Group's Profit before tax is due to changes in the fair value of monetary assets and liabilities including foreign currency derivatives.

Particulars	Changes in currency exchange rate	Effect on profit before tax	
		For the year ended March 31, 2025	For the year ended March 31, 2024
US Dollars	+5%	21.60	240.63
	-5%	(21.60)	(240.63)

**(ii) Commodity risk**

The Group is exposed to volatility in the oil and gas prices since the Group does not undertake any oil price hedge. The impact of a falling oil price is however partly mitigated via the production sharing formula in the PSCs, whereby the share of gross production to the Group increases in a falling oil price environment and the recovery of costs. Gas prices are fixed for certain duration and the same are based on policy guidelines issued by the Government.

**(iii) Interest rate risk**

Particulars	As at March 31, 2025	As at March 31, 2024
Variable Rate Borrowings	-	-
Fixed Rate Borrowings	12,058.33	17,407.95
<b>Total</b>	<b>12,058.33</b>	<b>17,407.95</b>

The Group has only Fixed rate borrowings and hence sensitivity analysis is not provided

**(b) Credit risk**

Credit risk is the risk that a counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is not exposed to credit risk as its sale of oil and gas is to Government Nominees.

**Cash and Bank balances**

The Group holds cash and cash equivalents with credit worthy Banks as at the reporting date. The credit worthiness of such Banks is evaluated by the Management on an ongoing basis and is considered to be good.

**(i) Financial instruments and cash deposits**

Credit risk from balances with Banks is managed by Group's treasury team in accordance with the policy approved by the Board. Investments of surplus funds are made temporarily with approved counterparties, mainly mutual funds, who meet the minimum threshold requirements under the counterparty risk assessment process.

**(c) Liquidity risk**

Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Group closely monitors its liquidity position and deploys a robust cash Management system. It maintains adequate sources of financing including loans from domestic banks at an optimised cost.

The table below summarises the maturity profile of the Group's financial liabilities based on contractual undiscounted payments:

Particulars	As at March 31, 2025				
	Less than 1 year	1-5 years	More than 5 years	Total	Carrying Value
Borrowings	7,294.07	4,764.26	-	12,058.33	12,058.33
Trade Payables	14,343.41	-	-	14,343.41	14,343.41
Other Financial liabilities	5,326.21	6,212.66	-	11,538.87	11,538.87
<b>Total</b>	<b>26,963.69</b>	<b>10,976.92</b>	<b>-</b>	<b>37,940.61</b>	<b>37,940.61</b>

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025***(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

Particulars	As at March 31, 2024			Total	Carrying Value
	Less than 1 year	1-5 years	More than 5 years		
Borrowings	9,195.48	8,212.47	-	17,407.95	17,407.95
Trade Payables	13,358.83	2,345.04	-	15,703.87	15,703.87
Other Financial liabilities	12,999.10	13.50	-	13,012.60	13,012.60
<b>Total</b>	<b>37,898.41</b>	<b>10,571.01</b>	<b>-</b>	<b>46,124.42</b>	<b>46,124.42</b>

**54. Events after the reporting period**

There is no material event after the reporting period.

**55. Previous year figures**

Previous year's figures have been regrouped and reclassified wherever necessary to conform to the current year's presentation.

**56. Ratios analysis:**

Particulars	As at FY 2024-25	As at FY 2023-24	Variation	Remarks for variation more than 25%
(a) Current Ratio (in times)	1.81	1.31	38%	Due to increase in B80 inventory and decrease in liabilities
(b) Debt-Equity Ratio (in times)	0.09	0.15	(38%)	Due to repayment of borrowings
(c) Debt Service Coverage Ratio (in times)	3.89	1.23	215%	Due to decrease in borrowings during the year
(d) Return on Equity Ratio (in %)	11.14%	19.28%	(42%)	Due to decrease in revenue
(e) Inventory turnover ratio ((in times)	3.53	13.45	(74%)	Due to increase in closing stock of B80 as on balance sheet date
(f) Trade Receivables turnover ratio (in times)	1.93	3.47	(44%)	Due to B80 crude stock sold in the previous year
(g) Trade payable turnover ratio (in times)	2.34	2.66	(12%)	NA
(h) Net capital turnover ratio, (in times)	2.02	25.03	(92%)	Due to decrease in expenses and increase in other income
(i) Net profit ratio, (in %)	34.98%	30.23%	16%	NA
(j) Return on capital employed (in %)	11.89%	20.63%	(42%)	Due to decrease in net profit due to reduction of revenue
(k) Return on investment (in %)	11.06%	6.10%	81%	Due to increase in fixed deposit placed during the year

**Explanations to items included in computing the above ratios:**

1. Current Ratio: Current Asset over Current Liabilities
2. Debt-Equity Ratio: Debt (Borrowings) over total shareholders equity (including Reserves & Surplus)
3. Debt Service Coverage Ratio: EBIT + Interest+ Depreciation over (principal + interest)
4. Return on Equity Ratio: Profit After Tax over average Equity (including Reserves & Surplus)
5. Inventory turnover ratio: Revenue over average Inventory
6. Trade Receivables turnover ratio: Revenue from operations over average Trade Receivable
7. Trade payables turnover ratio: Purchases/Expenses over average Trade Payable
8. Net capital turnover ratio: Revenue from operations over average working capital
9. Net profit ratio: Profit After Tax over Revenue from operations
10. Return on Capital employed: Profit Before Interest & Tax over Capital employed (Capital employed includes total shareholders equity, borrowings, short term and long term lease liabilities)
11. Return on investment: Interest income on fixed deposit + Mutual fund investment gain over average investments (investments includes investments in mutual funds, margin money and other bank deposits)

**NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025**

*(All amounts are in Indian Rupees in lakhs, unless otherwise stated)*

57. The Group has not been declared a wilful defaulter by any bank or financial institution or other lender.
58. No proceedings have been initiated during the year or are pending against the Group as at March 31, 2025 for holding any benami property under Benami Property Transactions (prohibition) Act, 1988.
59. Transactions and balances with companies which have been removed from register of Companies [struck off companies] as at the above reporting periods is Nil.
60. The Group has not traded / invested in Crypto currency or virtual currency.
61. (a) The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
  - (i) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
  - (ii) Provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries
 (b) The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall
  - (i) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
  - (ii) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,
62. The Group has no such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).
63. The Group has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013), either severally or jointly with any other person.
64. The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.
65. No schemes of arrangements have been applied or approved by the Competent Authority in terms of section 230 to 237 of the Companies Act, 2013.
66. The title deeds of all immovable properties, (other than immovable properties where the Group is the lessee and the lease agreements are duly executed in favour of the Group) disclosed in the financial statements included in property, plant and equipment and capital work-in-progress are held in the name of the Group as at the balance sheet date.
67. As per the requirements of the Companies (Accounts) Rules, 2014 read with the Companies (Accounts) Fourth Amendment Rules 2022 dated August 05, 2022, mandates that the back-up of the books of accounts and the other papers of the Group maintained in electronic mode, shall be kept in server physically located in India, requiring backup on a daily basis. The Parent Company is maintaining back-up of the accounting software on daily basis and two subsidiaries are maintaining back-up of the accounting software on a periodic basis, in a server physically located in India.
68. As per the requirements of Rule 3(1) of the Companies (Accounts) Rules, 2014, the Parent Company and its subsidiary companies incorporated in India have used accounting softwares for maintaining their respective books of account for the financial year ended March 31, 2025, which have a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the softwares except for the below instances:
  - i. In respect of the Parent Company, the feature of recording audit trail (edit log) facility was not enabled at the database level to log any direct data changes and, In respect of a software operated by a third party software service



NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025  
(All amounts are in Indian Rupees in lakhs, unless otherwise stated)

provider, for maintaining payroll records, based on the independent auditor's system and organization controls report covering the requirement of audit trail, the Company has used a software which has a feature of recording audit trail (edit log) facility and the same has operated during the period April 1, 2024 till December 31, 2024 and no instance of audit trail feature being tampered with has been reported in such independent auditor's report for the aforesaid period.

ii. In respect of one subsidiary, the entity upgraded the accounting software with the feature of recording audit trail (edit log) facility from December 2, 2024.

The Group has established and maintained an adequate internal control framework over its financial reporting and based on its assessment, has concluded that the internal controls for the year ended March 31, 2025 were effective.

69. Approval of financial statements

The financial statements were approved for issue by the Board of Directors on May 28, 2025.

For and on behalf of the Board of Directors

<b>Ashok Kumar Goel</b> Director DIN: 00025350 Place : Chennai Date : 28-05-2025	<b>R. Jeevanandam</b> Managing Director DIN: 07046442 Place : Chennai Date : 28-05-2025	<b>N. Sivalai Senthilnathan</b> Chief Financial Officer Place : Chennai Date : 28-05-2025	<b>Josephin Daisy</b> Company Secretary Place : Chennai Date : 28-05-2025
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## GLOSSARY

3D Seismic	- Three Dimensional Seismic		
2P/P+P Reserves	- Proved and Probable Reserves		
	<p>Proved Reserves are those quantities of petroleum which, by analysis of geological and engineering data, can be estimated with reasonable certainty to be commercially recoverable, from a given date forward, from known reservoirs and under current economic conditions, operating methods, and government regulations. If probabilistic methods are used, there should be at least 90% probability that the quantities actually recovered will equal or exceed the estimate. Developed Reserves are expected quantities to be recovered from existing wells and facilities. Undeveloped Reserves are quantities expected to be recovered through future investments.</p> <p>Probable Reserves are those unproved reserves which analysis of geological and engineering data suggests are more likely than not to be recoverable. In this context, when probabilistic methods are used, there should be at least a 50% probability that the quantities actually recovered will equal or exceed the sum of estimated proven plus probable reserves.</p>		
ADR	- American Depository Receipts	ERP	- Emergency Response Plan
AEPL	- Adbhoot Estates Private Limited	Exploratory well	- A well drilled to find oil and / or gas in an unproved area, to find a new reservoir in an existing field or to extend a known reservoir
AGM	- Annual General Meeting		
AS	- Accounting Standard		
bbl	- barrel	E&P	- Exploration and Production
bcf	- billion cubic feet	FI	- Financial Institutions
BEE	- Bureau of Energy Efficiency	GDR	- Global Depository Receipts
boe	- barrels of oil equivalent	GEPL	- GeoEnpro Petroleum Limited
bopd	- barrels of oil per day	G&G	- Geological & Geophysical
boepd	- barrels of oil equivalent per day	GHG	- Green House Gas
BSE	- Bombay Stock Exchange	GML	- Geopetrol Mauritius Ltd.
CDSL	- Central Depository Services (India) Limited	GPII	- Geopetrol International Inc
CFO	- Chief Financial Officer	GTO	- Geo Technical Order.
CFS	- Consolidated Financial Statement	HAZID	- Hazard Identification (Risk Analysis)
CIN	- Corporate Identification Number	HAZOP	- Hazard and Operability Analysis
CNG	- Compressed Natural Gas	HELP	- Hydrocarbon Exploration Licensing Policy
CS	- Company Secretary	HOEC	- Hindustan Oil Exploration Company Limited
CSR	- Corporate Social Responsibility	HSE	- Health, Safety & Environment
DP	- Depository Participant	IEPF	- Investor Education and Protection Fund
Development well	- A well drilled within the proved area of an oil and / or natural gas reservoir to the depth of a stratigraphic horizon known to be productive.	IND AS	- Indian Accounting Standards
		IOGP	- International Association of Oil & Gas Producers
DGH	- Directorate General of Hydrocarbons	JSA	- Job Safety Awareness
DIN	- Director Identification Number	JV	- Joint Venture
DSF	- Discovered Small Fields	KPI	- Key Performance Indicator
EPS	- Earnings Per Share	LNG	- Liquefied Natural gas

LLP	- Limited Liability Partnership	OGP	- Open Government Partnership
LPG	- Liquefied Petroleum Gas	ONGC	- Oil & Natural Gas Corporation Limited
LI	- Loss Time Incident	OPEC	- Organization of the Petroleum Exporting Countries
MC	- Management Committee	PI	- Participating Interest
MCA	- Ministry of Corporate Affairs	PoD	- Plan of Development
M-GPP	- Modular Gas Processing Plant	PSC	- Production Sharing Contract
mmboe	- million barrels of oil equivalent	Revenue	- Sales + Other Income
mmbtu	- million british thermal unit	RD	- Regional Director
mmscfd	- million standard cubic feet per day	ROU	- Right of Use
mmscm	- million standard cubic meters	RSC	- Revenue Sharing Contract
mmscmd	- million standard cubic meters per day	scmd	- standard cubic meters per day
mmbbl	- million Barrels	scm	- standard cubic meters
mm	- million	SEBI	- Securities and Exchange Board of India
MoP&NG	- Ministry of Petroleum & Natural Gas	SEBI LODR	- SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
MSMED	- Micro Small & Medium Enterprises Development Act, 2006	SEM	- Successful Efforts Method
NBP	- National Balancing Point	SIMOPs	- Simultaneous Operations
NCLT	- National Company Law Tribunal	USD / US\$	- United States Dollar
NELP	- New Exploration Licensing Policy	UJV	- Unincorporated Joint Venture
NSE	- National Stock Exchange	Working basis Interest	- Field Production x Participating interest
NSDL	- National Securities Depository Limited		
OALP	- Open Acreage Licensing Policy		



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