

**OIL INDIA INTERNATIONAL LIMITED**

CIN : U11100DL2013GOI258215

**BALANCE SHEET**

		(Amount in Thousand Rupees)		
<b>PARTICULARS</b>	<b>NOTE NO.</b>	<b>As at 31st March 2017</b>	<b>As at 31st March 2016</b>	<b>As at 1st April 2015</b>
<b>A. ASSETS</b>				
1 Non-current assets				
(a) Deferred Tax Asset	3	1,494	2,989	4,484
<b>Total non-current assets</b>		<b>1,494</b>	<b>2,989</b>	<b>4,484</b>
2 Current assets				
Financial assets				
(i) Cash and cash equivalents	4(a)	7,730	472	3,303
(ii) Bank & Bank Balances other than Cash and cash Equivalents	4(b)	11,50,000	10,96,000	10,30,000
Other Current assets	5	393	489	394
<b>Total current assets</b>		<b>11,58,123</b>	<b>10,96,961</b>	<b>10,33,697</b>
<b>Total assets (1+2)</b>		<b>11,59,617</b>	<b>10,99,950</b>	<b>10,38,181</b>
<b>B. Equity and Liabilities</b>				
Equity				
Equity Share Capital	6	10,00,000	10,00,000	10,00,000
Other Equity				
Reserves and surplus	7	1,58,895	99,455	37,679
<b>Total Equity</b>		<b>11,58,895</b>	<b>10,99,455</b>	<b>10,37,679</b>
Liabilities				
Current Liabilities				
Financial Liabilities				
(i) Trade payables	8	609	495	502
Current tax liabilities	9	62	-	-
Other current liabilities	10	51	-	-
<b>Total current liabilities</b>		<b>722</b>	<b>495</b>	<b>502</b>
<b>Total liabilities</b>		<b>722</b>	<b>495</b>	<b>502</b>
<b>Total Equity and Liabilities</b>		<b>11,59,617</b>	<b>10,99,950</b>	<b>10,38,181</b>


The accompanying notes are integral part of the Financial Statements

1-17

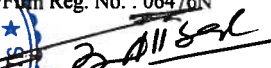
  
(A. Jeyaraj)  
**COMPANY SECRETARY**

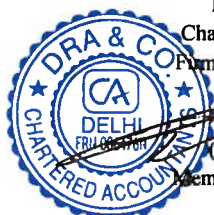
  
(H. Madhav)  
**CFO**

  
(Mrs. R.S. Borah)  
**DIRECTOR**  
DIN 06700534

  
(U. Bora)  
**CHAIRMAN**  
DIN 07567357

Place : NOIDA  
Dated: 24th May 2017

Signed in terms of our report of even date  
For DRA & Co.  
Chartered Accountants  
Firm Reg. No. : 06476N  
  
(Deepak Bansal)  
Membership No.: 084868



Place : NOIDA  
Dated: 24-05-2017




**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215  
**STATEMENT OF PROFIT AND LOSS ACCOUNT**

		(Amount in Thousand Rupees)	
<u>PARTICULARS</u>	<u>NOTE NO.</u>	<u>Year Ended 31st March 2017</u>	<u>Year Ended 31st March 2016</u>
<b>Continuing Operations</b>			
I. Revenue from Operations		-	-
II. Other Income	11	90,035	93,502
III. <b>Total Income (I + II)</b>		<b>90,035</b>	<b>93,502</b>
<b>IV. EXPENSES</b>			
Other expenses	12	550	675
Finance costs	13	635	537
<b>Total expenses (IV)</b>		<b>1,185</b>	<b>1,212</b>
V. <b>Profit before exceptional items and tax (III-IV)</b>		<b>88,850</b>	<b>92,290</b>
VI. Exceptional Items		-	-
VII. <b>Profit before tax (V- VI)</b>		<b>88,850</b>	<b>92,290</b>
VIII. <b>Tax Expenses</b>			
(1) Current tax		27,879	29,016
(2) Adjustment of Tax relating to earlier years		36	3
(3) Deferred tax		1,495	1,495
<b>Total tax expenses (VIII)</b>		<b>29,410</b>	<b>30,514</b>
IX. <b>Profit from continuing operations (VII-VIII)</b>		<b>59,440</b>	<b>61,776</b>
X. <b>Other Profits/Income</b>			
Discontinued operations		-	-
Other Comprehensive Income		-	-
XI. <b>Profit (Loss) for the period (IX+X)</b>		<b>59,440</b>	<b>61,776</b>
XII. <b>Earnings per equity share:</b>			
Basic & Diluted			
From Continuing Operations (in INR)		0.59	0.62
From Discontinued Operations (in INR)		-	-


The accompanying notes are integral part of the Financial Statements

1-17

  
(A. Loneja)  
**COMPANY SECRETARY**

  
(H. Madhav)  
**CFO**

  
(Mrs. R.S. Borah)  
**DIRECTOR**  
DIN 06700534

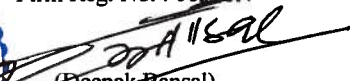
  
(U. Bora)  
**CHAIRMAN**  
DIN 07567357

Place :  
Dated:

NOIDA  
24th May 2017

Signed in terms of our report of even date  
For DRA & Co.  
Chartered Accountants  
Firm Reg. No. : 06476N



  
(Deepak Bansal)  
Membership No.: 084868

Place : NOIDA  
Dated: 24-5-2017



**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215  
**Cash Flow Statement for the year ended 31st March, 2017**

Particulars	(Amount in Thousand Rupees)	
	Year ended 31st March 2017	Year ended 31st March 2016
<b>A. Cash Flow From Operating Activities</b>		
Profit Before Tax		
Continuing operations	88,850	92,290
Discontinued operations	-	-
Profit before income tax including discontinued operations	88,850	92,290
Adjustments For:		
Depreciation	-	-
Changes in operating assets and liabilities, net effects from purchase of controlled entities and sale of subsidiary:		
Increase in trade payable	114	(7)
(Increase) in other financial assets	-	-
(increase)/decrease in other non-current assets		
(increase)/decrease in other current assets	96	(95)
(increase)/decrease in provisions	-	-
increase in other current liabilities	51	-
<b>Cash generated from operations</b>	<b>89,111</b>	<b>92,188</b>
Income taxes paid (net of refunds)	27,853	29,019
<b>Net cash inflow from operating activities</b>	<b>61,258</b>	<b>63,169</b>
<b>B. Cash Flow From Investing Activity</b>		
Purchased of Fixed Asset	-	-
Capital Work In Progress	-	-
Investment in fixed deposits	(54,000)	(66,000)
<b>Net Cash Used in Investing Activity (B)</b>	<b>(54,000)</b>	<b>(66,000)</b>
<b>C. Cash Flow From Finance Activities</b>		
Proceeds from Issue of Share capital	-	-
Proceeds from Borrowings	-	-
<b>Net cash Used in Finance Activity (C)</b>	<b>-</b>	<b>-</b>
<b>A+B+C Net Increase in Cash &amp; Cash Equivalents</b>	<b>7,258</b>	<b>(2,831)</b>
Opening Cash and Cash Equivalent	472	3,303
Closing Cash and Cash Equivalent	7,730	472

*(Signature)*  
(A.Joneja)

**COMPANY SECRETARY**

*(Signature)*

(H.Madhav)  
**CFO**

*(Signature)*

(Mrs.R.S.Borah)  
**DIRECTOR**  
DIN 06700534

*(Signature)*

( U. Bora)  
**CHAIRMAN**  
DIN 07567357

Place : NOIDA  
Dated: 24th May 2017

Signed in terms of our report of even date  
For DRA & Co.  
Chartered Accountants  
Firm Reg. No. : 06476N



Place : NOIDA  
Dated: 24-5-2017



*(Signature)*  
(Deepak Bansal)  
M.N.084868

**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215

**Statement of changes in equity as at 31st March, 2017**

Particulars	Note No.	(Amount in Thousand Rupees)		
		Share capital	Retained earnings	Total
<b>Balance at April 1, 2015</b>		10,00,000	37,679	10,37,679
Profit for the year		-	61,776	61,776
Other comprehensive income for the year, net of income tax		-	-	-
Total comprehensive income for the year		-	61,776	61,776
Recognition of share-based payments		-	-	-
Adjustment of Opening Deferred Tax		-	-	-
<b>Balance at March 31, 2016</b>		10,00,000	99,455	10,99,455
Profit for the year		-	59,440	59,440
Other comprehensive income for the year, net of income tax		-	-	-
Total comprehensive income for the year		-	59,440	59,440
Additional Capital		-	-	-
Deemed Equity		-	-	-
Payment of dividends		-	-	-
Transfer to retained earnings		-	-	-
Amounts transferred to initial amount of hedged item		-	-	-
<b>Balance at March 31, 2017</b>		10,00,000	1,58,895	11,58,895

The accompanying notes are integral part of the Financial Statements

1-17

*A. Joteja*  
(A. Joteja)  
**COMPANY SECRETARY**

*H. Madhav*  
(H. Madhav)  
**CFO**

*R.S. Borah*  
(Mrs. R.S. Borah)  
**DIRECTOR**  
DIN 06700534

*U. Bora*  
(U. Bora)  
**CHAIRMAN**  
DIN 07567357

Place : NOIDA  
Dated: 24th May 2017

Signed in terms of our report of even date  
For DRA & Co.  
Chartered Accountants  
Firm Reg. No. : 06476N  
*Deepak Bansal*  
(Deepak Bansal)  
Membership No.:084868



Place : NOIDA  
Dated: 24-5-2017

**OIL INDIA INTERNATIONAL LIMITED**  
**CIN : U11100DL2013GOI258215**

**Note 1 : A : General Information**

Oil India International Limited ('OIIIL') is a 100% subsidiary of Oil India Limited and was incorporated on 20th September 2013 to focus on Exploration and Production activities in relation to overseas business of the Company. OIIIL has obtained certificate of commencement of business on 28th February 2014.

**Note 1 : B: Significant Accounting Policies ( To the extent applicable)**

**(A) Basis of Accounting**

- a) The Financial Statements have been prepared in accordance with Indian Accounting Standards (IND AS) notified under The Companies(Indian Accounting Standards) Rules,2015.

For all periods up to and including the year ended on 31st March 2016 ,the company has prepared it's Financial Statements in accordance with Accounting Standards notified under Section 133 of the Companies Act 2013.

- b) This is for the first time that IND AS are being incorporated in the Financial Statements for the year ending on 31st March, 2017. In preparing its opening Ind AS balance sheet, the company had adjusted the amounts reported previously in financial statements prepared in accordance with accounting standards notified under Companies (Accounting Standards) Rules 2006 (as amended) and other relevant provisions of the Act.
- c) Expenses are being classified according to their nature as per IND AS 1- Presentation of Financial Statements
- d) Board of the Company has passed a resolution in its meeting held on 21st March 2017 to seek the approval of the members for "Members Voluntary Winding up" of the Company. General Meeting for such approval is yet to be called/held. In the opinion of Board of Directors, current financial assets and other asset have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the Balance sheet and provisions for liabilities are adequate. Accordingly, the financial statements have been prepared on the basis that the Company is going concern and that no adjustment are required to the carrying value of assets and liabilities.

**(B) Current versus Non- Current Classification**

- a) The Company has presented Assets and Liabilities in the Balance Sheet based on Current/Non Current classification. An asset is treated as Current when it is:
- (i) Expected to be realised or intended to be sold or consumed in normal operating cycle.
  - (ii) Held primarily for the purpose of Trading
  - (iii) Expected to be realised within twelve months after the Reporting Period.
  - (iv) Cash or Cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the Reporting period.
- All other Assets are classified as Non- Current.
- b) A Liability is current when:
- (i) It is expected to be settled in normal Operating Cycle.
  - (ii) It is held primarily for the purpose of Trading
  - (iii) It is due to be settled within twelve months after the Reporting Period.
  - (iv) There is no unconditional right to defer the settlement of the liability for atleast twelve months after the Reporting Period.

**( C) Use of Estimates**

The preparation of financial statements in conformity with the generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities on the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods



**OIL INDIA INTERNATIONAL LIMITED**  
**CIN : U11100DL2013GOI258215**

**(D) Current and Deferred Tax**

- a) Income Tax: Tax expense for the year comprising current tax and deferred tax is included in determining the net profit/(loss) for the period.
- b) Deferred tax assets are recognized for all deductible timing differences and carried forward to the extent there is a reasonable certainty that sufficient future taxable income will be available against such deferred tax can be realized. Deferred tax assets to the extent they pertain to brought forward losses and unabsorbed depreciation are recognized only to the extent that there is virtual certainty on realization, based on expected profitability in the future as estimated by the company.
- c) Deferred tax assets and liabilities are measured at the tax rates that have been enacted or substantively enacted by the Balance Sheet date.
- d) Deferred tax assets and liabilities are recognized and represented as per IND AS 12 Income Taxes

**(E) Earnings Per Share:**

- a) Basic Earning per Share is calculated by dividing the net profit of the year attributable to equity shareholder by the weighted average number of equity shares outstanding during the year. The company has not issued any potential equity shares and accordingly the Basic Earning per Share and Diluted Earning per Shares are same.
- b) Earning per share from continuing and discontinued operations are presented separately in Statement of Profit and Loss A/c as per IND AS 33 Earning per Share.

**(F) Investments**

Long term investments are valued at cost.

Diminution in the value of Long Term Investments is recognized only if the same is, in the opinion of the management, of a permanent nature.

**(G) Provisions and Contingencies:**

Provisions are recognized when the company has a present obligation as result of past events, for which it is probable that an outflow of resources will be required to settle the obligation, and a reliable estimate of the amount can be made. Provision required to settle the obligations are reviewed regularly and are adjusted when necessary to reflect the current best estimates of the obligation. A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that probably will not require an outflow of resources or were a reliable estimate of obligation cannot be made.

**(H) Interest of Borrowings:**

Borrowing cost is charged to the Profit & Loss Account for the year in which it is incurred except for capital assets which is capitalised till the date of commercial put to use of the asset.

**(I) Revenue recognition**

Revenue is measured at the fair value of the consideration received or receivable. The revenue is recognised when the amount of revenue can be reliably measured, it is probable that future economic benefits will flow to the entity.

**(J) Cash and cash equivalents**

Cash and cash equivalent includes cash in hand, deposit with banks maturing within twelve months from the dates of balance sheet.

**(K) Trade and other payables**

It represents liabilities for goods and services provided to the company upto the end on financial year which are unpaid. The amounts are unsecured and are usually paid within short period of time.





**OIL INDIA INTERNATIONAL LIMITED**

**CIN : U11100DL2013GOI258215**

**(L) Impacts due to Transition to IND AS from AS**

AS	IND AS	IMPACT
AS 1 Disclosure of Accounting Policies	IND AS 1 Presentation of Financial Statements	No Significant Impact, other than classification of expenses according to nature.
AS 3 Cash Flow Statement	IND AS 7 Statement of Cash Flows	No significant impact, other than classification of cashflows from continuing operations.
AS 18 Related Party Disclosure	IND AS 24 Related Party Disclosure	Amount of such transactions specifically disclosed.
AS 20 Earning per Share	IND AS 33 Earning per Share	EPS from continuing and discontinued operations shown separately.

**(M) Reconciliation of Total Equity as at March 31, 2016 and April 1, 2015**

	<u>As at 31 March 2016</u>	<u>As at 1 April 2015</u>
<b>Total Equity (Shareholders Fund) under Previous GAAP</b>	<b>10,99,455</b>	<b>10,33,195</b>
Add: Adjustment on account of Deferred Tax Asset	-	4,484
<b>Total Equity under Ind AS</b>	<b>10,99,455</b>	<b>10,37,679</b>

**Note 2 : Critical estimates and judgements**

The preparation of financial statements requires the use of accounting estimates which, by definition, will seldom equal the actual results. Management also needs to exercise judgment in applying the company's policies.

This note provides an overview of the areas that involved a higher degree of judgement or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgements is included in relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

**Critical estimates and judgements:**

The areas involving critical estimates or judgments are:

- Estimation of current tax expense and tax payable
- Recognition of revenue
- Recognition of deferred tax assets

Estimates and judgements are continually evaluated. They are based on historical experience and other facts, including expectations of future events that may have a financial impact on the company and that are believed to be reasonable under the circumstances.



**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215

**Notes on Financial Statements for the year ended 31st March, 2017**

(Amount in Thousand Rupees)

Note 3 : Deferred Tax Assets	31st March 2017	31st March 2016	1st April 2015
The balance comprises temporary difference attributable to :			
Tax impact of write of preliminary Expenses	1,494	2,989	4,484
	<u>1,494</u>	<u>2,989</u>	<u>4,484</u>

**Significant estimates**

The company has incurred preliminary expenses for the formation of the company and share issue expenses which are amortised under section 35D of the Income Tax Act 1961 over a period of 5 years. The company has already claimed deduction in four assessment year including the year ended on 31st March 2017, it expects to claim deduction of balance amount in subsequent year. The Company has created the provision of Deferred Tax for the first time during financial year ended on 31st March 2016. An amount of Rs.44,84,346 was adjusted out of opening retained earning as on 1st April 2015, such adjustment has been shown as opening balance as on 1-4-2015 in the present financial statements.

Movements in deferred tax assets	Preliminary Expense	Others	Total
As at 1st April 2015	4,484		4,484
Charged to profit & loss	1,495	-	1,495
As at 31st March 2016	<u>2,989</u>	<u>-</u>	<u>2,989</u>
Charged to profit & loss	1,495		1,495
As at 31st March 2017	<u>1,494</u>	<u>-</u>	<u>1,494</u>

Note 4a : Cash and Cash Equivalent	31st March 2017	31st March 2016	1st April 2015
Balances with banks			
- in current Account	7,730	472	3,303
	<u>7,730</u>	<u>472</u>	<u>3,303</u>

Note 4b : Bank & Bank Balances other than Cash and cash Equivalents	31st March 2017	31st March 2016	1st April 2015
Deposits maturing within 12 months	11,50,000	10,96,000	10,30,000
	<u>11,50,000</u>	<u>10,96,000</u>	<u>10,30,000</u>

Note 5 : Other Current Assets	31st March 2017	31st March 2016	1st April 2015
Unsecured, considered good			
Accrued Interest on Fixed Deposit	156	216	227
Pre-payments	-	-	26
Advance Tax/Income Tax Refund Due			141
Opening Balance	273	141	
Less : Income Tax for earlier year	<u>36</u>	<u>3</u>	
	237	138	
Less : Income Tax Refund Received	<u>-</u>	<u>138</u>	-
	237	-	
Add : Refund Due for the year	-	237	273
	<u>393</u>	<u>489</u>	<u>394</u>





**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215

**Notes on Financial Statements for the year ended 31st March, 2017**

<b>Note 6 : Equity Share Capital</b>	<b>31st March 2017</b>	<b>31st March 2016</b>
Authorised equity Share Capital	Number of shares	Amount
As at 1 April 2015	50,00,00,000	50,00,000
Increase during the year	-	-
<b>As at 31st March 2016</b>	<b>50,00,00,000</b>	<b>50,00,000</b>
Increase during the year	-	-
<b>As at 31st March 2017</b>	<b>50,00,00,000</b>	<b>50,00,000</b>
(i) Movements in equity Share capital	Number of shares	Amount
As at 1 April 2015	10,00,00,000	10,00,000
Changes during the year	-	-
<b>As at 31st March 2016</b>	<b>10,00,00,000</b>	<b>10,00,000</b>
Changes during the year	-	-
<b>As at 31st March 2017</b>	<b>10,00,00,000</b>	<b>10,00,000</b>

**Terms & rights attached to equity shares:**

Equity shares have a par value of Rs.10/- each. They entitle the holder to participate in dividends, and to share in the proceeds of winding up the company in proportion to the number of and amounts paid on the shares held.

Every holder of equity shares present at a meeting in person or by proxy, is entitled to one vote, and upon a poll each shares is entitled to one vote.

(ii) Shares of the company held by holding/ultimate holding company

	<b>31st March 2017</b>	<b>31st March 2016</b>	<b>1st April 2015</b>
Oil India Ltd.	99999940	99999940	99999940
(immediate and ultimate holding company)			

(iii) Details of shareholders holding more than 5% shares in the company

	<b>31st March 2017</b>		<b>31st March 2016</b>		<b>1st April 2015</b>	
	Number of shares	% of holding	Number of shares	% of holding	Number of shares	% of holding
Oil India Ltd.	9,99,99,940	99.99994%	9,99,99,940	99.99994%	9,99,99,940	99.99994%

(Amount in Thousand Rupees)

<b>Note 7 : Reserves and Surplus</b>	<b>31st March 2017</b>	<b>31st March 2016</b>	<b>1st April 2015</b>
Retained Earnings	1,58,895	99,455	37,679
<b>Total Reserve &amp; Surplus</b>	<b>1,58,895</b>	<b>99,455</b>	<b>37,679</b>

	<b>31st March 2017</b>	<b>31st March 2016</b>
(i) Retained Earnings		
Opening Balance	99,455	37,679
Net profit for the year	59,440	61,776
<b>Closing Balance</b>	<b>1,58,895</b>	<b>99,455</b>

<b>Note 8 : Financial Liabilities</b>	<b>31st March 2017</b>	<b>31st March 2016</b>	<b>1st April 2015</b>
<b>Trade Payables</b>			
<b>Current</b>			
- Total outstanding dues to Micro Enterprises and Small Enterprises	-	-	-
- Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	143	73	45
Payable to related party (Note 16)	466	422	457
	<b>609</b>	<b>495</b>	<b>502</b>



**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215

**Notes on Financial Statements for the year ended 31st March, 2017**

<b>Note 9 : Current Tax Liabilities</b>	<b>31st March 2017</b>	<b>31st March 2016</b>	<b>1st April 2015</b>
Add : Current tax payable for the year	27,879	29,016	25,542
Less : Tax Paid	27,817	29,289	25,684
	62	-273	-142
Less : Trasferred to Refund Due	-	273	142
	62	-	-

<b>Note 10 : Other Current Liabilities</b>	<b>31st March 2017</b>	<b>31st March 2016</b>	<b>1st April 2015</b>
Statutory Dues- Tax deducted at source	51	-	-
	51	-	-

	<b>(Amount in Thousand Rupees)</b>	
<b>Note 11 : Other Income</b>	<b>31st March 2017</b>	<b>31st March 2016</b>
Interest on Fixed Deposit	90,035	93,501
Interest on Income Tax refund	-	1
	90,035	93,502

<b>Note 12 : OTHER EXPENSES</b>	<b>31st March 2017</b>	<b>31st March 2016</b>
Manpower Charges	387	422
Auditors'Remmuneration :		
Audit Fees	58	58
Legal & Consultancy	86	-
Secretarial Audit Fees	16	12
Rent	-	168
Miscellaneous Expenses	3	15
	550	675

<b>Note 13 : FINANCE COST</b>	<b>31st March 2017</b>	<b>31st March 2016</b>
Bank Charges	1	1
Interest on Loan	634	536
	635	537

**Note 14 :** The Company has no capital commitments and contingent liabilities during the period.

<b>Note 15 : Payment to Auditors:</b>		
Audit Fees	58	58
Legal & Consultancy 2016-17	29	-
Legal & Consultancy Earlier Two Years	57	-

**Note 16 : Related Party Disclosure**

**(a) Parent entities**

The company is controlled by the following entity:

Name	Type	Place of Incorporation	Ownership Interest		
			31-03-2017	31-03-2016	01-04-2015
<b>OIL INDIA LTD</b>	Immediate and Ultimate Holding Company	India	99.99994%	99.99994%	99.99994%

**(b) Key Management Personnel/Directors as on 31st March, 2017:**

i) SHRI. UTPAL BORA	Director
ii) MRS. RUPSHIKHA SAIKIA BORAH	Director
iii) MR.SUDHAKAR MAHAPATRA	Director
iv) MR. BISWAJIT ROY	Director
v) MR. ARVIND JAINI	CEO
vi) MR. HARISH MADHAV	CFO
vii) MR. ABHISHEK JONEJA	CS



**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215

**Notes on Financial Statements for the year ended 31st March, 2017**

**(c) Transaction with related parties:**

The following transaction has been carried out with related parties

	31st March 2017	31st March 2016
	Immediate and Ultimate Holding Company	
Rent Paid	-	168
Manpower Charges	387	422
<b>Reimbursement of Expenses</b>		
Audit Fees	58	-
Bank interest	117	-
<b>Year-end Balances</b>		
Amount Payable	Cr. Bal. 466	Cr. Bal. 422

**(d) Outstanding balances arising from purchase of services & reimbursement of expenses**

	31st March 2017	31st March 2016	1st April 2015
Trade Payables- Services	348	422	446
Re-imbusement of expenses	0	-	12
	348	422	457

**(e) Terms and conditions**


All outstanding balances are unsecured and are payable in cash.

**Note 17 :** At the Board meeting held on 21st March 2017, the Board of the Company has passed a resolution to seek the approval of the members for "Members Voluntary Winding up" of the Company. General Meeting for such approval is yet to be called/held. The Management holds the view, in light of its cash and cash equivalent, that net realizable value of its assets is much more than liabilities and the company will realize its assets and discharge liabilities in due course of time. Accordingly, the financial statements have been prepared on the basis that the Company is going concern and that no adjustment are required to the carrying value of assets and liabilities.

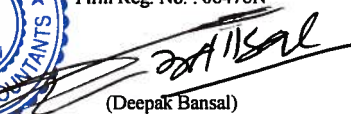
  
(A. Joneja)  
**COMPANY SECRETARY**

  
(H. Madhav)  
**CFO**

  
(Mrs. R.S. Borah)  
**DIRECTOR**  
DIN 06700534

  
( U. Bora)  
**CHAIRMAN**  
DIN 07567357

Place : NOIDA  
Dated: 24th May 2017

Signed in terms of our report of even date  
For DRA & Co.  
Chartered Accountants  
Firm Reg. No. : 06476N  
  
(Deepak Bansal)  
Membership No.:084868  
Place : NOIDA  
Dated: 24-5-2017



**OIL INDIA INTERNATIONAL LIMITED**

CIN : U11100DL2013GOI258215

First time Ind AS adoption reconciliations

Effect of Ind AS adoption on the Balance Sheet as at 31st March, 2016 and 1st April, 2015

(Amount in Thousand Rupees)

As at 01st April 2015

		As at 31st March 2016 (End of last period presented under previous GAAP)			As at 01st April 2015 (End of last period presented under previous GAAP)		
	Note no.	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS	Previous GAAP	Effect of transition to Ind-AS	As per Ind-AS
<b>I. ASSETS</b>							
(1) Non-current assets							
(a) Deferred Tax Asset		2,989		2,989	-	4,484	4,484
<b>Total non-current assets</b>		<b>2,989</b>	<b>-</b>	<b>2,989</b>	<b>-</b>	<b>4,484</b>	<b>4,484</b>
(2) Current assets							
(a) Financial assets							
(i) Cash and cash equivalents		472		472	3,303		3,303
(ii) Bank & Bank Balances other than Cash and cash Equivalents							
(b) Other current assets		489		489	394		394
<b>Total current assets</b>		<b>961</b>	<b>-</b>	<b>961</b>	<b>3,697</b>	<b>-</b>	<b>3,697</b>
<b>TOTAL ASSETS</b>		<b>3,950</b>	<b>-</b>	<b>3,950</b>	<b>3,697</b>	<b>4,484</b>	<b>8,181</b>
<b>II. EQUITY AND LIABILITIES</b>							
(1) Equity							
(a) Equity Share capital		10,00,000		10,00,000	10,00,000		10,00,000
(b) Other Equity		99,455		99,455	33,195	4,484	37,679
<b>Total Equity</b>		<b>10,99,455</b>	<b>-</b>	<b>10,99,455</b>	<b>10,33,195</b>	<b>4,484</b>	<b>10,37,679</b>
<b>Liabilities</b>							
(2) Current liabilities							
(a) Financial Liabilities							
(i) Trade payables		495		495	-	502	502
(ii) Other financial liabilities		-		-	-	-	-
(b) Provisions							
(c) Other current liabilities					502	(502)	-
(d) Current tax liabilities (net)		-		-	-		-
<b>Total current liabilities</b>		<b>495</b>	<b>-</b>	<b>495</b>	<b>502</b>	<b>-</b>	<b>502</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>10,99,950</b>	<b>-</b>	<b>10,99,950</b>	<b>10,33,697</b>	<b>4,484</b>	<b>10,38,181</b>



**OIL INDIA INTERNATIONAL LIMITED**  
CIN : U11100DL2013GOI258215

**Effect of Ind AS adoption on the statement of profit and loss for the year ended 31st March, 2016**

(Amount in Thousand Rupees)				
	Particulars	Previous GAAP	Effect of transition to Ind AS	Ind AS
I	Revenue From Operations			-
II	Other Income	93,502	-	93,502
III	<b>Total Income (I+II)</b>	<b>93,502</b>	<b>-</b>	<b>93,502</b>
IV	<b>EXPENSES</b>			
	Finance costs	537	-	537
	Other expenses	675	-	675
	<b>Total expenses (IV)</b>	<b>1,212</b>	<b>-</b>	<b>1,212</b>
V	<b>Profit/(loss) before tax (III-IV)</b>	<b>92,290</b>	<b>-</b>	<b>92,290</b>
VI	Tax expense:			
	(1) Current tax	29,016		29,016
	(2) Deferred tax	1,495		1,495
	(3) Earlier years	3		3
		<b>30,514</b>	<b>-</b>	<b>30,514</b>
VII	<b>Profit for the period from continuing operations (V-VI)</b>	<b>61,776</b>	<b>-</b>	<b>61,776</b>
VIII	Profit/(loss) from discontinued operations before tax	-	-	-
IX	Tax expense of discontinued operations	-	-	-
X	Profit/(loss) from Discontinued operations (after tax) (VIII-IX)	-	-	-
XI	<b>Profit/(loss) for the period (VII+X)</b>	<b>61,776</b>	<b>-</b>	<b>61,776</b>
XII	<b>Other Comprehensive Income</b>			
	A (i) Items that will not be reclassified to profit or loss			
	(a) Remeasurement of the defined benefit plans	-	-	-
	A (ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-
	B (i) Items that may be reclassified to profit or loss	-	-	-
	B (ii) Income tax relating to items that may be reclassified to profit or loss	-	-	-
	<b>Total other comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>
XIII	<b>Total Comprehensive Income for the period (XI+XII)</b>	<b>61,776</b>	<b>-</b>	<b>61,776</b>



## **Independent Auditors' Report**

### **To the Members of Oil India International Limited**

#### **Report on the Financial Statements**

1. We have audited the accompanying Ind AS financial statements of Oil India International Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss (including Other Comprehensive Income), the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of the significant accounting policies and other explanatory information.

#### **Management's Responsibility for the Financial Statements**

2. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these Ind AS financial statements that give a true and fair view of the state of affairs (financial position), profit or loss (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 the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. 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 Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### **Auditors' Responsibility**

3. Our responsibility is to express an opinion on these Ind AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit of the Ind AS financial statements in accordance with the Standards on Auditing as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.
4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Ind AS financial statements that give a true and fair view in order to design audit procedure that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial control system over financial reporting and the operating effectiveness of such controls. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting





estimates made by the Company's Directors, as well as evaluating the overall presentation of the Ind AS financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on Ind AS financial statements.

#### **Opinion**

6. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India including the Ind AS:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;
- (b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date;
- (c) In the case of Cash Flow Statement, of the cash flows for the year ended on that date; and
- (d) In the case of Statement of Changes in Equity, of the changes in equity for the year ended on that date.

#### **Emphasis of Matter**

7. We draw attention to Note 17 to the financial statements which details that Board of the Company has passed a resolution for Members Voluntary Winding up of the Company and General Meeting is yet to be called/ held. These conditions indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern. However, the financial statements of the Company have been prepared on a going concern basis based on net realisable value of the company determined by the management as stated in the said Note.

Our opinion is not qualified in respect of this matter.

#### **Other Matters**

8. (a) Predecessor auditor to audit transition adjustments

The comparative financial information of the Company for the year ended 31<sup>st</sup> March 2016 and the transition date opening balance sheet as at 1<sup>st</sup> April 2015 included in these Ind AS financial statements, are based on the previously issued statutory financial statements prepared in accordance with the Companies (Accounting Standards) Rules, 2006 audited by the predecessor auditor whose report for the year ended 31<sup>st</sup> March 2016 and 31<sup>st</sup> March 2015 dated 3<sup>rd</sup> June 2016 and 21<sup>st</sup> May 2015 respectively expressed an unmodified opinion on those financial statements, as adjusted for the differences in the accounting principles adopted by the Company on transition to the Ind AS, which have been audited by us  
Our opinion is not modified in respect of these matters.

#### **Report on Other Legal and Regulatory Requirements**

9. As required by the Companies (Auditor's report) Order, 2016 ("the Order") , as amended, issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, and on the basis of such checks of the books and records of the Company as we considered appropriate and the information and explanations given to us during the course of our audit we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.





10. As required by the section 143(5) of the Act, we give in the "Annexure 2" a statement on the directions / sub-directions issued by the Comptroller and Auditor-General of India.
11. As required by Section 143(3) of the Act, we report 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 purpose of our audit;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit & Loss, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid Ind AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2017, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of Section 164(2) of the Act.
  - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure 3".
  - (g) 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, in our opinion and to the best of our information and according to the explanations given to us:
    - i) The Company did not have any pending litigations which may have impact on its financial position requiring disclosure in its Ind AS 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 were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
    - iv) The Company did not have any holding as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016

Place: Delhi  
Dated: 24 May 2017



For D R A & CO.  
Chartered Accountants  
FRN 006476N

*Deepak Bansal*  
Deepak Bansal  
Partner  
M.NO.84868

**Oil India International Limited**

**ANNEXURE "1" TO THE AUDITORS' REPORT FOR THE YEAR ENDING 31<sup>st</sup> MARCH 2017**

Referred to in paragraph 9 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2016:

- i) The Company do not hold any fixed assets, therefore, the clause is not applicable.
- ii) The Company do not hold any inventories, therefore, the clause is not applicable.
- iii) The Company has not granted any loan, secured or unsecured, to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under section 189 of the Act, therefore, clauses (iii) (a) to (iii)(c) of the said order are not applicable to the Company.
- iv) On the basis of the information and explanation given to us, the company has not provided any loans, guarantees and securities or has not made any investments, in terms of section 185 and 186 of the Companies Act 2013.
- v) The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.
- vi) As informed to us, the maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the company.
- vii) (a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues, to the extent applicable to it, including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues with the appropriate authorities.  
(b) According to the information and explanation given to us, there are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.
- viii) In our opinion and according to the information and explanations given to us, the Company has not defaulted in the repayment of dues to banks. The Company has not taken any loan either from financial institutions, except for short term loan against its fixed deposit, or from the government and has not issued any debentures.
- ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans. Accordingly, the provisions of clause 3 (ix) of the Order are not applicable to the Company and hence not commented upon.
- x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.



- xi) Based upon the audit procedures performed and the information and explanations given by the management, no managerial remuneration has been paid or provided during the year under consideration.
- xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4 (xii) of the Order are not applicable to the Company.
- xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.
- xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3 (xv) of the Order are not applicable to the Company and hence not commented upon.
- xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

Place: Delhi  
Dated: 24 May 2017



For D R A & CO.  
Chartered Accountants  
FRN 006476N

*Deepak Bansal*  
Deepak Bansal  
Partner  
M.NO.84868

**Oil India International Limited**

**ANNEXURE "2" TO THE AUDITORS' REPORT FOR THE YEAR ENDING 31<sup>st</sup> MARCH 2017**

Referred to in paragraph 10 under the heading 'Report on Other Legal & Regulatory Requirement' of our report of even date to the financial statements of the Company for the year ended March 31, 2017:

No.	Direction	Reply
1	Whether the Company has clear title/ lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/ lease deeds are not available.	Not applicable, since the Company does not have any freehold and leasehold land.
2	Whether there are cases of waiver / write-off of debts / loans / interest etc. if yes, the reasons thereof and the amount involved.	As informed by the management that the company has not carried out any activity wherein any debt or interest income arises as neither any revenue has been recognised nor has any loan been provided. Therefore there are no cases of waiver / write-off of debts / loans / interest etc.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/ grant(s) from Govt. or any other authorities.	As informed by the management that the company has not carried out any activity wherein any inventory is acquired in its operations, thereby, no inventories is lying with third parties. Further, as informed by the management, no has been assets received as gift/ grant(s) from Govt. or any other authorities.
No.	Sub-direction	Reply
I	The accounting treatment of income/ expenditure and receivables/ liabilities arising from agreements/ contracts including JVs for exploration of Oil/Gas may be examined to ensure that they are strictly in conformity with the terms and conditions of the respective Production Sharing Contract (or similar arrangements including Joint Venture)	As informed by the management, there were no agreements / contracts including JVs for exploration of Oil/Gas entered into by the company during the year under consideration. Therefore, there was no income / expenditure and receivables / liabilities in this respect.
II	It may be verified that the Company is having a clear title and maintaining proper records in respect of land along with full disclosures with respect to cost computation (historical or revalued cost) and ownership (freehold or leasehold land)	There is no land in the name of the Company as on 31.03.2017.

For D R A & CO.  
 Chartered Accountants  
 FRN 006476N



*Deepak Bansal*  
**Deepak Bansal**  
 Partner  
 M.No.84868

Place: Delhi  
 Date : 24May 2017

**Oil India International Limited**

**Annexure "3" to the Independent Auditor's Report of even date on the Financial Statements of Oil India International Limited**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls over financial reporting of **Oil India International Limited** ("the Company") as of March 31, 2017 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

**Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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 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.

**Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting 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") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. 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 over financial reporting 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 system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, 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 system over financial reporting.





## **Meaning of Internal Financial Controls Over Financial Reporting**

A company's internal financial control over financial reporting 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 over financial reporting 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 authorizations 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 Over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting 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, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2017, based on the internal control over financial reporting 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.

Place: Delhi  
Date : 24 May 2017



For D R A & CO.  
Chartered Accountants  
FRN 006476N

*30/1/18*  
Deepak Bansal  
Partner  
M.No.84868

# **Oil India International Limited**

(A wholly owned Subsidiary of Oil India Limited)

D R A & CO.  
Chartered Accountants,  
35, Bunglow Road,  
**Delhi-110007**

23<sup>rd</sup> May 2017

Dear Sir,

## **Re: Audit for Financial Year 2016-17**

This representation letter is provided in connection with your audit for the financial statements of Oil India International Limited, for the year ended on 31<sup>st</sup> March, 2017 for the purpose of expressing opinion as to whether the financial statements give a true and fair view of the financial position of the company as at 31<sup>st</sup> March, 2017 and of the result of the operation for the year ended. We acknowledge our responsibility for preparation of financial statements in accordance with the requirement of Companies Act, 2013 generally accepted in India, including the Accounting Standards (Ind AS) prescribed under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. We confirm, to the best of our knowledge and belief, the following representations:

### **1. Accounting Policies:**

- 1.1 The accounting policies which are material or critical in determining the result of operation for the year or financial position are set out in the financial statements are prepared on accrual basis.
- 1.2 At the Board meeting held on 21st March 2017, the Board of the Company has passed a resolution to seek the approval of the members for Voluntary Winding up of the Company. General Meeting is yet to be called / held. In the opinion of Board of Directors, current financial assets and other asset have a value on realization in the ordinary course of business at least equal to the amount at which they are stated in the Balance sheet and provisions for liabilities are adequate.
- 1.3 Accordingly, the financial statements have been prepared on the basis that the Company is going concern and that no adjustment is required to the carrying value of assets and liabilities.

### **2. Share Capital:**

- 2.1 The company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year to the parties and companies covered in the Register maintained under section 189 of the Companies Act, 2013.





# **Oil India International Limited**

(A wholly owned Subsidiary of Oil India Limited)

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2.2 The Company has not granted any options, warrants or conversion rights in respect of the Company's Capital except as disclosed in the financial statements enclosed.

2.3 The Company has not raised moneys by way of initial public offer or further public offer including debt instruments and term Loans.

### **3. Secured and Unsecured Loans:**

3.1 The Company has not taken any long term loans. Further short terms loans taken during the year have been adjusted by way of re-payments.

3.2 The Company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

### **4. Assets:**

4.1 The Company has a satisfactory title to all assets and there are no liens or encumbrances on the company's assets.

### **5. Fixed Assets:**

5.1 The Company does not hold any fixed assets as on date.

### **6. Capital Commitments**

6.1 There is no outstanding capital commitment at the end of the financial year.

### **7. Investments**

7.1 The Company was not holding any investment at the balance sheet date as well as during the year under consideration.

7.2 The Company is not holding any shares at the date of the Balance Sheet or during the year, nor has it not sold any shares, debentures and other securities during the year at a price less than at which the Company purchased them.

### **8. Inventories & Debtors**

8.1 The Company's business operations have not resulted in any revenue nor it has acquired any material for onward sale, and therefore, it does not hold any inventory and debtors.

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CIN : U11100DL2013GOI258215

Regd Office : Unit No. 603, 6<sup>th</sup> Floor, NBCC Centre,  
Okhla Phase - I, New Delhi-110020

Ph : 0120-2419130 Email : ajaini@oilindia.in; Fax : 0120-2488429



# **Oil India International Limited**

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## **9. Loans and Advances:**

- 9.1 The following items appearing in the books as at 31<sup>st</sup> March 2017 are considered good and fully recoverable:

Loan and Advances - Short Term	Rs. 156,143
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10. In the opinion of the Board of Directors, short term loans being interest accrued on fixed deposit, have a value on realization in the ordinary course of the Company's business that is the at least equal to the amount at which they are stated in the Balance Sheet.

11. The Company has not provided any loans, guarantees and securities or has not made any investments, in terms of section 185 and 186 of the Companies Act, 2013.

## **12. Liabilities :**

- 12.1 We have recorded all known and ascertained liabilities in the financial statements.

- 12.2 Company has neither given any guarantees nor has any other contingent liabilities.

- 12.3 The Company has been generally regular in depositing undisputed statutory dues, to the extent applicable to it, including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and any other statutory dues, as applicable, with the appropriate authorities.

- 12.4 There are no dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax outstanding on account of any dispute.

- 12.5 The Company had taken loan against its fixed deposits from IDBI Bank, the loan has been adjusted on maturity of such fixed deposit. The Company has not taken any loan either from financial institutions, except for short term loan against its fixed deposit, or from the government and has not issued any debentures.

## **13. Provision for Claims and Losses:**

- 13.1 The provision has been made in the accounts for all known losses and claims of material amounts.

14. There have been no events subsequent to the balance sheet date, which require adjustment of, or disclosure in the financial statements or notes thereto.



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## **15. Profit and Loss Account:**

15.1 Except as disclosed in the financial statements, the result for the year were not materially affected by:

- a. Transaction of a nature not usually undertaken by the Company;
- b. Circumstances of an exceptional or non-recurring nature;
- c. Charges or credits relating to prior years;
- d. Changes in accounting policies.

## **16. General:**

16.1 The following have been properly recorded and, when appropriate, adequately disclosed in the financial statements.

- a. Losses arising from sale & purchase of commitments.
- b. Agreement and options to buy back assets previously sold.
- c. Assets Pledged as Collateral.

17 The maintenance of Cost Records has not been specified by the Central Government under sub-section (1) of Section 148 of the Act, in respect of the activities carried on by the Company.

18 There have been no irregularities involving management or employees who have significant role in the system of internal control that could have a material effect on the financial statements.

19 No fraud on or by the Company has been noticed or reported during the year under audit and upto the date of this letter.

20 No managerial remuneration has been paid or provided during the year under consideration.

21 All transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.

22 The financial statements are free of material misstatements, including omissions.

23 The Company has complied with all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance with requirements of regulatory authorities.



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- 24 The Company has no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.
- 25 There are no undisputed statutory liabilities as on 31<sup>st</sup> March 2017 which have become payable and have not been paid or accounted for.
- 26 **Micro & Small Business Entities:** There are no Micro & Small Business Enterprises to whom the Company owes dues which are outstanding for more than 45 days as at 31<sup>st</sup> March 2017.
- 27 The Company has not entered into any non-cash transactions with Directors or persons connected with them.
- 28 None of the Director is disqualified as on 31<sup>st</sup> march 2017 from being appointed as a Director in terms of Section 164(2) of the Companies Act, 2013.
- 29 The Company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934
- 30 The Company had written-off preliminary expenses of Rs.2,26,07,098 in the year of its incorporation, i.e., period ended on 31<sup>st</sup> March 2014. The Company had claimed 1/5<sup>th</sup> of these expenses under section 35D of the Income Tax Act in its computation as deduction. No provision of Deferred Tax was created in earlier years. Since the Company has commenced its operations by way of conducting various studies as well as other activities, the management had decided to make provision of deferred tax. Since 2/5<sup>th</sup> of the expense has already been claimed in the AY 2014-15 and AY 2015-16, net provision of Deferred Tax Asset (DTA) of Rs.44,84,346 being at present tax rate of 33.06% had been created and adjusted in opening profit & loss account in the financial year ended on 31<sup>st</sup> March 2016. Deferred tax liability of Rs.14,94,782 has been adjusted against such DTA during the year under consideration. Further for preparation of Balance sheet as per Ind As, the company has adjusted DTA provision, created in FY 2015-16 for Rs. 44,84,346, out of opening balance of retained earnings and accordingly has shown DTA balance of Rs. 44,84,346 as on 1<sup>st</sup> April 2015.
- 31 The Company has been incorporated with the object of acquiring overseas assets. Studies have been conducted by its holding Company OIL to find appropriate assets and deployment of funds of OIIL. However, till the acquisition of any asset, the Company's main activity is deployment of funds in various fixed deposits, statutory compliances, and other related activities so as to promote business operations. The Company's internal financial control revolves around these activities based on the internal control over financial reporting 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. The Company has designed adequate internal financial controls and is making efforts in its implementation and

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maintenance so as to ensure orderly and efficient conduct of its business, including adherence to 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.

- 32 The CAG has issued some directions u/s 143(5) of the Companies Act 2013. Queries along with managements replies are as under:

No.	Direction	Management Reply
1	Whether the Company has clear title/ lease deeds for freehold and leasehold land respectively? If not please state the area of freehold and leasehold land for which title/ lease deeds are not available.	Not applicable, since the Company does not have any freehold and leasehold land.
2	Whether there are cases of waiver/ write-off of debts/ loans/ interest etc. if yes, the reasons thereof and the amount involved.	The Company has not carried out any activity wherein any debt or interest income arises as neither any revenue has been recognized nor has any loan been provided. Therefore there are no cases of waiver/ write-off of debts/ loans/ interest etc.
3	Whether proper records are maintained for inventories lying with third parties & assets received as gift/ grant(s) from Govt. or any other authorities.	The Company has not carried out any activity wherein any inventory is acquired in its operations, thereby, no inventories is lying with third parties. Further, no assets has been received as gift/ grant(s) from Govt. or any other authorities.

No.	Sub-direction	Management Reply
I	The accounting treatment of income/ expenditure and receivables/ liabilities arising from agreements/ contracts including JVs for exploration of Oil/Gas may be examined to ensure that they are strictly in conformity with the terms and conditions of the respective Production Sharing Contract (or similar arrangements including Joint Venture)	There were no agreements/ contracts including JVs for exploration of Oil/Gas entered into by the Company during the year under consideration. Therefore, there was no income/ expenditure and receivables/ liabilities in this respect.
II	It may be verified that the Company is having a clear title and	There is no land in the name of the Company as on 31.03.2017.

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	maintaining proper records in respect of land along with full disclosures with respect to cost computation (historical or revalued cost) and ownership (freehold or leasehold land)	
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- 33 The Financial Statements have been prepared in accordance with Indian Accounting Standards (IND AS) notified under The Companies(Indian Accounting Standards) Rules,2015. This is for the first time that IND AS are being incorporated in the Financial Statements for the year ending on 31st March, 2017. In preparing its opening Ind AS balance sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with accounting standards notified under Companies (Accounting Standards) Rules 2006 (as amended) and other relevant provisions of the Act.
- 34 The Company has paid Manpower charges to its ultimate holding company for the services rendered by its key officials.
- 35 The Company did not have any pending litigations which may have impact on its financial position requiring disclosure in its Ind AS financial statements.
- 36 The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- 37 There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- 38 The Company did not have any holding as well as dealings in Specified Bank Notes during the period from 8<sup>th</sup> November, 2016 to 30<sup>th</sup> December, 2016.
- 39 There was tax refund due of Rs.2,72,689. However, intimation u/s 143(1)(a) dated 20<sup>th</sup> February 2017 has determined tax refund of Rs.2,36,310/-. The balance amount of Rs.36,379/- has been taken as tax for earlier year. The Company expects to receive the refund in the current financial year.

For & on behalf of the Board  
**Oil India International Limited**



  
**Director**  


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## **Note on Internal Financial Control in OIIL**

1. Oil India International Limited (OIIL) is a wholly owned subsidiary of Oil India Limited (OIL). The Company was incorporated with the intention of ensuring focused attention to Overseas Investment in E&P Assets, insulating OIL from being directly exposed to the economic, political and financial risks of investing in overseas countries and also fulfil the guidelines as per 12.2 of the Govt. of India "Policy for Acquisition of Raw Material Assets Abroad by CPSEs".
2. Accordingly the Parent Company (OIL) has been looking into the possibility of acquiring overseas assets through OIIL and while carrying out due diligence studies for new acquisitions, this aspect is covered and due care is taken in this regard.
3. During the year 2016-17, the main activities involved in the company are as follows:
  - a) Statutory Compliances;
  - b) Advance Tax payment;
  - c) Filing of annual income tax returns;
  - d) Re-investment of amount lying in Fixed deposit in banks;
  - e) Reimbursement of expenses to OIL relating to certain administrative expenses incurred on behalf of OIIL;
  - f) Payment of other Company related expenditures like audit fees, statutory filing fees; etc.
4. The Company is having a CEO (Position vacant after retirement of Mr. A. Jaini, CEO on 30<sup>th</sup> April 2017), CFO & CS to carry out the statutory compliances under supervision of Board of Directors of the Company.
5. The Company has framed internal procedures covering each and every aspect of the business which are elaborated below:
  - a) The annual expenditure along with advance tax relating to the Company is approved by CFO and CEO based on delegation provided by Board of the Company. Based on the approval, the expenditure & Advance Tax is remitted accordingly.
  - b) The Company invests surplus funds on an annual basis. The investments are approved by the CFO and CEO based on approval provided by Board of the Company. A transparent tendering procedure is followed to arrive at the best interest rate on the investment.

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- c) For efficient fund management for payment of expenditure and advance tax, a limited purpose loan is availed from the bank where fixed deposits are kept. This is based on the approval by CFO and CEO as per the delegation provided by Board of the Company. The amount of loan is drawn jointly by CFO and CEO based on time to time requirement.
  - d) Other miscellaneous & statutory expenses are incurred by CFO and CEO based on the budgeted expenditure approved by the Board.
6. The company is having sufficient Internal Financial Controls (IFC) and this can be demonstrated by way of following check list:

## **A. Structure & Framework:**

- a) Does the Company have a structure/ program to train its employees on their role in the overall internal controls process?

As such there are no permanent employees on the roles of the Company. However for statutory compliances CEO (presently vacant), CFO & CS have been nominated from the parent Company. The nominated Officers are fully conversant with the IFC system.

- b) Does the Company representatives have relevant skills (skills around fraud risks, IT controls, analytics for continuous controls monitoring etc.), focused teams and bandwidth to the support the IFC agenda?

The nominated officers of the Company have relevant skills required to support the IFC agenda. Due to the nature and size of the operations, IT controls are not felt to be required at the present stage.

- c) Does the Company have entity level controls w.r.t policies and procedures, risk assessment, whistle blowing, ethics etc. that are clearly established, communicated and monitored?

The Company has the required entity level controls commensurate to the size of the Company.

- d) Does the Company periodically review, assess and refresh controls framework in line with emerging guidance around applicable standards like COSO?

The company has necessary systems in place on this matter.

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## **B. Implementation:**

- a) Are authority, responsibility and accountability clearly (delegation of authority and segregation of duties) defined such that decisions are made and actions taken at an appropriate level?

Yes, sufficient control systems are in place and the Officers of the company act as per that.

- b) Does the Company periodically assess and optimize controls to improve effectiveness, reduce costs and support business performance?

As indicated regarding the activities of OIIL, there are sufficient controls in place.

- c) Does the Company have policies and procedures covering all domains such as Finance and Accounts, Business Operations and Compliance?

Yes, based on the current size of the operations, sufficient controls are in place.

- d) Are the policies and procedures easy to access and comprehend? Are these maintained and updated on the technology platform on a regular basis?

Policy & procedures are as per the size of the operations. Regarding technology enabled system, it is proposed to have a system which has been implemented in the parent company modified to requirement of OIIL. The same is not being implemented presently since the Board of the Company have decided to wind up the company subject to approval in the AGM of the Company. Hence implementation will be reviewed in 2017-18.

- e) Does the Company have regular up-skill their employees to address the emerging needs of the organisation in areas such as GRC, IT controls, fraud risks etc.?

The Officers of the parent company are well trained in this regard and there is no separate requirement felt at the Company level for such training.

- f) Does the Company have common understanding on the "Risk that Matter" among relevant stakeholders?

Yes, the Company is aware of the same.

- g) Do we consider fraud risks as part of the risk management exercise and address them with clear action, accountability and ownership?

Yes, the Company is aware of the risk.

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- h) Do we pay adequate focus on safeguarding of assets, fraud indicators and perform periodic independent verification in this area?

There are no physical assets in the name of the Company.

- i) Do we effectively track and proactively monitor our compliance agenda around domestic/ international footprint, covenants, compliance with guidelines etc.?

Yes, it is monitored at the Board level.

## **C. Monitoring & Reporting**

- a) Do we periodically update the key stakeholders on Controls and Risk management effectiveness of our organization? Is there a technology platform to enable proactive and timely monitoring of controls effectiveness?

Yes, periodical updates are given to all stakeholders. Regarding the technology, the implementation will be reviewed based on the decision on winding up of the Company.

- b) Do we have adequate and reliable information to certify compliance with IFC requirements according to the Act?

Yes and it is in line with the size of the operations' of the Company.

- c) Have we considered self-assessments and automation of control monitoring?

Yes, automation is under implementation.

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