

**Annual Report**  
for  
**Oil India Sweden AB**  
556794-0530

Financial Year  
2023-04-01 – 2024-03-31

**This financial report is a translation from the official Swedish annual report.**

The Board of Directors for Oil India Sweden AB hereby submit the annual financial statement for the financial year 2023-04-01 – 2024-03-31.

All amounts in the annual report are presented in Euro, EUR. Unless otherwise stated, all amounts are posted in whole Euro (EUR). Data in parentheses refer to the previous year.

## **Directors' Report**

### **General Information about the Enterprise**

#### ***General Information about the Enterprise***

Oil India Sweden AB was incorporated November 20, 2009. The registered office is c/o TMF Sweden AB, Vasagatan 38, 111 20 Stockholm, Sweden.

The principal activities of the Company are to conduct owning of shares in other companies, perform administrative tasks and associate activities.

The Company is a wholly-owned subsidiary to Oil India Limited, India, with corporate ID no. L11101AS1959GOI001148.

The Company holds 50% of all shares in Indoil Netherlands B.V. with registered address in Amsterdam. Indoil Netherlands is run as joint operation in partnership with IOC Sweden AB. Indoil Netherlands B.V. holds 7% of the shares in Petrocarabobo S.A., Venezuela and 24,2% of the shares in Carabobo Ingenieria y Contrucciones S.A., Venezuela.

Both the last-mentioned companies are active in Project Carabobo, developing oil reserves in Venezuela.

To be able to participate in Petrocarabobo S.A. the Indoil Netherlands B.V. entered into a Signature Bonus agreement for a total amount of USD 183,750,000 to be paid to the Republic of Venezuela, (USD 91 875 000 for Oil India Sweden AB). Total amount of USD 70,000,000 has been paid so far. The payment of the remainder amount is based on the achievement of the following milestones:

- USD 3,500,000 shall be paid within 15 calendar days following the earlier of the following events: (i) the date on which Petrocarabobo S.A. notifies its shareholders that it has completed its first delivery of hydrocarbons, (ii) the starting date of Phase 3 of the Project.
- USD 36,750,000 shall be paid within 15 calendar days following the starting date of Phase 3 of the Project.
- USD 36,750,000 shall be paid within 15 calendar days following the first anniversary of the starting date of Phase 3 of the Project; and
- USD 36,750,000 shall be paid within 15 calendar days following the second anniversary of the starting date of Phase 3 of the Project.

Due to the political and economic situation in Venezuela it is uncertain if and when the situation in Venezuela will improve in a way that the outcome of the investments in Petrocarabobo S.A. will be met. To safeguard the company, the ultimate parent company, Indian Oil Corporation and Oil India Limited, guarantees the investments in Petrocarabobo S.A. under the signature bonus agreement. As it is uncertain when and if above mentioned milestones will be met, Indoil Netherlands BV booked these

amounts as contingent liabilities in their financial statements as of 31st March 2024.

The company is headquartered in Stockholm.

***Important Occurrences during the Fiscal Year***

The Company during the financial year made contributions (Capital injections) to Indoil Netherlands to an amount of 25 KEUR, the amounts that have been used for current expenses.

The activity of the group is fully financed by capital injections from the parent company Oil India Limited. The company received EUR 181 800 from its parent company on 21st March 2024 . This amount will be converted into new equity shares during FY 2024-25.

**Political development impact on the operations in Venezuela:**

The production and development activities in the project have been affected due to the deteriorating socio-political situation of the country along with the US Sanctions on PDVSA and Venezuela. The project may revive once the socio-political situation of the country improves as there is no subsurface risk in the project.

Due to the political and economic situation in Venezuela it is uncertain if and when the situation in Venezuela will improve in a way that the outcome of the investments in Project Carabobo will be met. The previously estimate of when the project may resume has been re-evaluated and a new valuation report of the value of Indoil's investments in Project Carabobo has been prepared as of March 31, 2024. According to the new valuation report, the value of the investment in Petrocarabobo S.A has been assessed to EUR 9 804 788 (USD 10 600 000) but the management decided not to reverse the provision by EUR 92 498 (USD 100 000) as it is temporary in nature and the value of the investments in and the receivables from Carabobo Ingenieria y Construcciones S.A has been assessed to EUR 0 (USD 0) .

Multi-year overview (KEUR)	2023/24	2022/23	2021/22	2020/21
Net turnover	0	0	0	0
Profit/loss after financial items	-55	-363	-37 195	-6 354
Balance sheet total	3 520	3 403	3 650	40 697
Equity/assets ratio (%)	94,0	98,8	97,9	99,8

### Changes in Equity

	Share capital	Retained profit/loss	Profit/loss this year	Total
Amount at the opening of the year	3 726 511	24	-362 791	3 363 744
Appropriation of earnings as per decision of the Annual General Meeting:				
Balanced on a new account		-362 791	362 791	0
Profit/loss for the year			-55 271	-55 271
Amount at the closing of the year	3 726 511	-362 767	-55 271	3 308 473

### Allocation of profits

The Board of Directors recommends that the accumulated loss (EUR):

accumulated loss	-362 767
year's loss	-55 271
	-418 038
be processed so that	
carried over	-418 038
	-418 038

The company's earnings and financial position in general are indicated in the following income statement and balance sheet with notes.

<b>Income Statement</b>	<b>Note</b>	<b>2023-04-01</b>	<b>2022-04-01</b>
	<b>1</b>	<b>-2024-03-31</b>	<b>-2023-03-31</b>
<b>Operating expenses</b>			
Other external costs		-74 776	-67 194
Personnel costs	2	0	0
<b>Total operating costs</b>		<b>-74 776</b>	<b>-67 194</b>
<b>Operating profit/loss</b>		<b>-74 776</b>	<b>-67 194</b>
<b>Financial items</b>			
Profit/loss from participations in associated companies and jointly controlled entities		0	1 033
Other interest income and similar profit/loss items		1 515	738
Write-downs of financial fixed assets and short-term investments	4	18 067	-298 266
Interest expense and similar profit/loss items	3	-77	898
<b>Total profit/loss from financial items</b>		<b>19 505</b>	<b>-295 597</b>
<b>Profit/loss after financial items</b>		<b>-55 271</b>	<b>-362 791</b>
<b>Pre-tax profit/loss</b>		<b>-55 271</b>	<b>-362 791</b>
<b>Net profit/loss for the year</b>		<b>-55 271</b>	<b>-362 791</b>

## Balance Sheet

Note  
1

2024-03-31

2023-03-31

### ASSETS

#### Fixed assets

##### *Financial assets*

Participations in associated companies and jointly controlled companies	4	3 294 389	3 276 322
Receivables from associated companies and jointly controlled companies	5	0	0
<b>Total financial assets</b>		<b>3 294 389</b>	<b>3 276 322</b>
<b>Total fixed assets</b>		<b>3 294 389</b>	<b>3 276 322</b>

#### Current assets

##### *Current receivables*

Receivables from group companies	40 000	15 000
Deferred expenses and accrued income	0	9 736
<b>Total current receivables</b>	<b>40 000</b>	<b>24 736</b>

##### *Cash on hand and in bank*

Cash on hand and in bank	185 980	101 942
<b>Total cash on hand and in bank</b>	<b>185 980</b>	<b>101 942</b>
<b>Total current assets</b>	<b>225 980</b>	<b>126 678</b>

<b>TOTAL ASSETS</b>	<b>3 520 369</b>	<b>3 403 000</b>
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**Balance Sheet**

Note  
1

2024-03-31

2023-03-31

**EQUITY AND LIABILITIES**

**Equity**

***Restricted reserves***

Share capital	3 726 511	3 726 511
<b>Total restricted reserves</b>	<b>3 726 511</b>	<b>3 726 511</b>

***Non-restricted equity***

Accumulated profit/loss	-362 767	24
Profit/loss for the year	-55 271	-362 791
<b>Total non-restricted reserves</b>	<b>-418 038</b>	<b>-362 767</b>
<b>Total equity</b>	<b>3 308 473</b>	<b>3 363 744</b>

**Current liabilities**

Accounts payable	5 593	22 336
Liabilities to group companies	181 800	0
Accrued expenses and deferred income	24 503	16 920
<b>Total current liabilities</b>	<b>211 896</b>	<b>39 256</b>

**TOTAL EQUITY AND LIABILITIES**

**3 520 369      3 403 000**

## Notes

### Note 1 Accounting principles

#### General Information

The annual report is prepared in accordance with the Swedish Annual Accounts Act and the Swedish Accounting Standards Board (BFNAR 2016:10) Annual Reporting in Smaller Companies.

#### Definition of Key Business Ratios

##### Net turnover

Main operating revenues, invoiced expenses, side income and revenue adjustments.

##### Profit/loss after financial items

Profits after financial items and costs but before appropriations and taxes.

##### Balance sheet total

Company's gathered assets.

##### Equity/assets ratio (%)

Adjusted equity (equity and untaxed reserves with deductions for deferred tax) as a percent of the balance sheet total.

### Note 2 Average number of employees

	2023-04-01 -2024-03-31	2022-04-01 -2023-03-31
Average number of employees	0	0

Company has not had any employees during the financial year.  
Neither salaries nor remunerations have been paid.

### Note 3 Other interest income and similar profit/loss items

	2023-04-01 -2024-03-31	2022-04-01 -2023-03-31
Exchange rate differences	77	-898
	77	-898



**Note 4 Participation in associated companies and jointly controlled companies**

	<b>2023-04-01</b>	<b>2022-04-01</b>
	<b>-2024-03-31</b>	<b>-2023-03-31</b>
Acquisition value, opening balance	46 931 866	46 607 109
Issue of shares	0	324 757
<b>Accumulated acquisition value, closing balance</b>	<b>46 931 866</b>	<b>46 931 866</b>
Write-down losses, opening balance	-43 655 544	-43 357 278
Reversed write-downs	18 067	0
Write-downs for the year		-298 266
<b>Accumulated write-down losses, closing balance</b>	<b>-43 637 477</b>	<b>-43 655 544</b>
<b>Book value, closing balance</b>	<b>3 294 389</b>	<b>3 276 322</b>

**Note 5 Receivables from associated companies and jointly controlled companies**

	<b>2024-03-31</b>	<b>2023-03-31</b>
Acquisition value, opening balance	0	56 114
Outgoing accounts		-56 114
<b>Accumulated acquisition value, closing balance</b>	<b>0</b>	<b>0</b>
<b>Book value, closing balance</b>	<b>0</b>	<b>0</b>

**Note 6 Significant events after the financial year**

The company received EUR 181 800 from its parent company on 21st March 2024. Since EGM will be held in May 2024, OISAB was not able to convert EUR 181 800 into equity in FY 2023-24. The conversion to equity will happen after the balance sheet date.

Since balance sheet date no events occurred, which would change the financial position of the Company and which would require adjustments of or disclosure in the annual reports now presented.


Stockholm 2024-05-14



Harish Madhav  
Chairman



Raghunath Mishra



Marina Stubbing



Hanna Scherman

Our audit report was submitted on 2024-05-14

Ernst & Young



Stefan Andersson Berglund  
Authorized Public Accountant