

Annual report
for
Oil India Sweden AB
556794-0530
Financial year
2021-04-01 – 2022-03-31

The Board of Directors of Oil India Sweden AB hereby submits the annual report for the financial year 2021-04-01 – 2022-03-31.

Directors' report

Activities

Oil India Sweden AB was incorporated November 20, 2009.

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 Contruccion S.A., Venezuela.

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

The Company also holds 24% of the shares in Oil India Cyprus Ltd with registered address in Nicosia, Cyprus. Oil India Cyprus Ltd has been placed into liquidation as of 8th July 2021. The Company waits for official confirmation from Government regarding liquidation of subsidiary.

Important events during the financial year

The Company has during the financial year made contributions (capital injections) in Indoil Netherlands to an amount of 75 KEUR, 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. During the year company received contributions in amount of 160,3 KEUR, which has been converted into new shares.

Impact of COVID 19 on the operations of Venezuela

The COVID-19 pandemic has disrupted various business operations across the world. The Company continues with its operations in a phased manner in line with directives from authorities. The Company has evaluated the impact of this pandemic on its business operations, liquidity, assets and financial position and based on management's review of current indicators and economic conditions, there is no material impact and adjustments required on its financial result as at March 31, 2022. The Company will continue to monitor any material changes to future economic conditions and its impact, if any.

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. 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.

During the financial year, Indoil Netherlands B.V. had discussed the matter with its auditors and made the necessary Provision for Doubtful Debt, as well as relevant Impairment of investment in Petrocarabobo S.A. in its accounts. The valuation report of Petrocarabobo S.A. / Carabobo Ingenieria Y Construcciones S.A. is based on the valuation made by an independent valuer, ProXcel Advisory Service Private Limited, and the necessary impairment adjustments have been taken into accounts.

The Company had made provision and impairment in both standalone and consolidated statements, as presented in the Annual Report.

Due to write-down of investment in Venezuela in amount of 36,185,395 EUR as of 31st March 2022 (84,166,022 USD, where 42,083,011 USD belongs to Oil India Sweden AB), the Company has made write-down also of investment in Netherlands in amount of 37,098,657 EUR. That leads to equity of the Company below the statutory requirement for Swedish companies. In such situations, in accordance with Swedish Companies Act, the Company should prepare control balance sheet. The Board intends to present the balance sheet in this annual report to the shareholders in response to the obligation to prepare a control balance sheet. The Board's plan is to replenish the equity to healthy level via decrease of share capital or via shareholder contributions. The course of action is under discussion.

Multi-year overview (KEUR)

	2021-04-01	2020-04-01	2019-04-01	2018-04-01	2017-04-01
<i>Group</i>	2022-03-31	2021-03-31	2020-03-31	2019-03-31	2018-03-31
Net turnover	0	0	80	130	169
Result after fin. items	-37,731	-9,026	-119	-82	-89
Total assets	4,830	41,881	54,013	52,818	48,021
Equity/assets ratio (%)	67.20%	96.40%	97.10%	97.20%	97.40%
	2021-04-01	2020-04-01	2019-04-01	2018-04-01	2017-04-01
<i>Parent company</i>	2022-03-31	2021-03-31	2020-03-31	2019-03-31	2018-03-31
Net turnover	0	0	0	0	0
Result after fin. items	-37,195	-6,354	-62	-47	-33
Total assets	3,650	40,697	46,894	46,812	46,751
Equity/assets ratio (%)	97.90%	99.80%	99.90%	99.90%	99.90%

Proposed allocation of result

Parent company

Amount in Euro

It is proposed by the board of directors that the company's non-restricted equity will be allocated as follows:

Losses carried forward	-6,821,580
Net result for the year	-37,194,510
	-44,016,090
Proposed allocation of disposable result:	
Losses carried forward	-44,016,090
Total	-44,016,090

Consolidated statement of comprehensive income

<i>Amount in Euro</i>	<i>Note</i>	<i>2021-04-01 2022-03-31</i>	<i>2020-04-01 2021-03-31</i>
Operating income			
Secondment income	3, 12	0	0
Total operating income		0	0
Operating expenses			
Other external expenses	3, 4, 5, 12	-1,559,471	-122,779
Total operating expenses		-1,559,471	-122,779
Operating profit/loss		-1,559,471	-122,779
Financial items			
Result from participation in associated companies		2,174	-13,748
Other financial income	6	13,610	0
Financial expenses	6	-36,187,184	-8,889,606
Net financial items		-36,171,400	-8,903,354
Net profit/loss for the year		-37,730,871	-9,026,133
Earnings per share (Euro)		-8.89	-2.15
Other comprehensive income/expenses			
Translation differences on foreign operations for the year	7	461,644	-3,170,898
Total comprehensive income/expenses		461,644	-3,170,898
Total comprehensive profit/loss for the year		-37,269,227	-12,197,031

Consolidated statement of financial position

<i>Amount in Euro</i>	<i>Note</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
ASSETS			
Fixed assets	8		
Financial fixed assets			
Other securities held as fixed assets		4,729,304	40,344,534
Shares in associated companies		56,114	56,114
Total fixed assets		4,785,418	40,400,648
Current assets			
Receivables from group companies	12	0	1,422,453
Prepaid expenses and accrued income	9	9,007	157
Cash and cash equivalents		35,119	57,660
Total current assets		44,126	1,480,270
TOTAL ASSETS		4,829,544	41,880,919

Consolidated statement of financial position

<i>Amount in Euro</i>	<i>Note</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
EQUITY AND LIABILITIES			
Equity			
Share capital	10	47,588,289	47,427,949
Issued share capital under registration		0	0
Shareholders' contributions		11	0
Translation difference		3,359,345	2,897,701
Unrestricted reserves		-9,969,319	-943,186
Net/profit for the year		-37,730,871	-9,026,133
Total equity		3,247,455	40,356,331
Current liabilities			
Accounts payable		5,667	17,667
Liabilities to group companies	12	1,545,764	1,467,942
Accrued expenses and prepaid income	11	30,658	38,979
		1,582,089	1,524,588
TOTAL EQUITY AND LIABILITIES		4,829,544	41,880,919

Consolidated statement of changes in equity

Amount in Euro	Share capital	Issued Share capital under registration	Shareholder's contribution	Translation difference	Accumulated profit or loss	Result for the year	Total equity
Opening balance 2020-04-01	47,294,030	0	0	6,068,599	-824,345	-118,841	52,419,443
New share issue	133,919						133,919
Shareholder's contributions			0				0
Appropriation of result					-118,841	118,841	0
Total comprehensive result for the year				-3,170,898		-9,026,133	-12,197,031
Closing balance 2021-03-31	47,427,949	0	0	2,897,701	-943,186	-9,026,133	40,356,331
Opening balance 2021-04-01	47,427,949	0	0	2,897,701	-943,186	-9,026,133	40,356,331
New share issue	160,340						160,340
Shareholder's contributions			11				11
Appropriation of result					-9,026,133	9,026,133	0
Total comprehensive result for the year				461,644		-37,730,871	-37,269,227
Closing balance 2022-03-31	47,588,289	0	11	3,359,345	-9,969,319	-37,730,871	3,247,455

Consolidated cash flow statement

<i>Amount in Euro</i>	<i>2021-04-01 2022-03-31</i>	<i>2020-04-01 2021-03-31</i>
Operating activities		
Net profit/loss	-37,730,871	-9,026,133
Adjustment for items not affecting cash flow	36,185,395	8,870,627
Cash flow from operating activities before Changes in operating capital	-1,545,476	-155,506
<i>Cash flow from changes in operating capital</i>		
Increase (-) / Decrease (+) of operating receivables	1,413,603	112,779
Increase (+) / Decrease (-) of operating liabilities	57,501	-68,595
Cash flow from operating activities	-74,372	-111,322
Investment activities		
Participation in associated companies	0	-27,833
Cash flow from investment activities	0	-27,833
Financing activities		
New share issue	160,340	133,920
Cash flow from financing activities	160,340	133,920
Cash flow for the year	85,968	-5,235
Cash and cash equivalents at the beginning of the year	57,660	49,388
Translation differences on foreign operations for the year	-108,509	13,507
Cash and cash equivalents at the end of the year	35,119	57,660

Parent company's income statement

<i>Amount in Euro</i>	<i>Note</i>	<i>2021-04-01 2022-03-31</i>	<i>2020-04-01 2021-03-31</i>
Operating income			
Net sales		0	0
Total operating income		0	0
Operating expenses			
Other external expenses	3, 4, 5	-95,255	-76,832
Total operating expenses		-95,255	-76,832
Operating profit/loss		-95,255	-76,832
Financial items			
Result from investments in associates		2,174	-13,748
Other financial costs	6	-1,645	-3,625
Interest expenses and similar items	6	-37,099,783	-6,259,814
Net financial items		-37,099,255	-6,277,186
Net profit/loss for the year		-37,194,510	-6,354,018

Parent company's balance sheet

<i>Amounts in Euro</i>	<i>Note</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
ASSETS			
Fixed assets	8		
Financial fixed assets			
Participation in associated companies		56,114	56,114
Participation in joint operation		3,249,831	40,348,488
Total fixed assets		3,305,945	40,404,602
Current assets			
Receivables from related parties	12	324,756	259,684
Prepaid expenses		8,907	0
Cash and cash equivalents		10,703	32,646
Total current assets		344,366	292,329
TOTAL ASSETS		3,650,312	40,696,931

Parent company's balance sheet

<i>Amounts in Euro</i>	<i>Note</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
EQUITY AND LIABILITIES			
Equity	10		
<i>Restricted equity</i>			
Share capital		47,588,289	47,427,950
<i>Non-restricted equity</i>			
Shareholders' contributions	11	0	0
Profit/loss carried forward		-6,821,579	-467,562
Net/profit for the year		-37,194,510	-6,354,018
Total equity		3,572,211	40,606,370
Current liabilities			
Accounts payable		0	5,774
Liabilities to related parties	12	57,147	58,548
Accrued expenses and prepaid income	11	20,954	26,239
		78,101	90,561
TOTAL EQUITY AND LIABILITIES		3,650,312	40,696,931

Parent company's changes in equity

<i>Amount in Euro</i>	Share capital	Issued Share capital under registration	Shareholders' contribution	Translation difference	Accumulated profit or loss	Result for the year	Total equity
Opening balance 2020-04-01	47,294,030	0	0	0	-405,846	-61,716	46,826,468
New share issue	133,920						133,920
Shareholder's contributions			0				0
Appropriation of result					-61,716	61,716	0
Result for the year						-6,354,018	-6,354,018
Closing balance 2021-03-31	47,427,950	0	0	0	-467,562	-6,354,018	40,606,370
Opening balance 2021-04-01	47,427,950	0	0	0	-467,562	-6,354,018	40,606,370
New share issue	160,339						160,339
Shareholder's contributions			11				11
Appropriation of result					-6,354,017	6,354,018	1
Result for the year						-37,194,510	-37,194,510
Closing balance 2022-03-31	47,588,289	0	11	0	-6,821,579	-37,194,510	3,572,211

Parent company's cash flow statement

	2021-04-01 2022-03-31	2020-04-01 2021-03-31
<i>Amount in Euro</i>		
Operating activities		
Operating profit/loss	-37,194,510	-6,354,018
Adjustment for items not affecting cash flow	37,098,657	6,258,621
Cash flow from operating activities before changes in operating capital	-95,853	-95,397
<i>Cash flow from changes in operating capital</i>		
Increase (-) / Decrease (+) of operating receivables	-73,980	-34,487
Increase (+) / Decrease (-) of operating liabilities	-12,459	22,620
Cash flow from operating activities	-182,292	-107,264
Investment activities		
Participation in associated companies	0	-27,833
Cash flow from investment activities	0	-27,833
Financing activities		
New share issue	160,339	133,920
Cash flow from financing activities	160,339	133,920
Cash flow for the year	-21,953	-1,176
Cash and cash equivalents at the beginning of the year	32,646	33,822
Exchange differences on foreign operations for the year	10	0
Cash and cash equivalents at the end of the year	10,703	32,646

Notes and accounting principles

Amount in Euro unless other stated

Note 1 Significant accounting principle

General

Oil India Sweden AB, corporate identity number 556794-0530 is a Swedish private limited company registered in Stockholm, Sweden. The Company's address is c/o TMF Sweden AB, Sergels Torg 12, 6tr, SE-111 57, Stockholm.

The principal activities of the company, which was incorporated on the 20th November 2009, are to conduct owning of shares in other companies, perform administrative tasks and associate activities.

The consolidated accounts for the financial year 2021-04-01 – 2022-03-31 comprise of the Parent company, the participation in Inoil Netherlands B.V. a joint operation owned and run in partnership with IOC Sweden AB.

Summary of key accounting principles

The key accounting principles applied during the preparation of this annual report are presented below.

The accounting currency of the Parent company is Euro and the financial statements are presented in Euro.

Fixed assets and long-term liabilities essentially consist of amounts that are expected to be recovered or paid more than 12 months after the closing day. Current assets and current liabilities essentially consist solely of amounts that are expected to be recovered or paid within 12 months of the closing day.

Basis for preparing the reports

The consolidated accounts have been prepared in accordance with the International Financial Reporting Standards (IFRS) published by the International Accounting Standards Boards (IASB), and the interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) as approved by the Commission of the European Communities for application in the European Union. RFR 2; Supplementary accounting rules for groups, issued by the Swedish Financial Reporting Board has also been used.

The Parent company has prepared its annual report with exception to IFRS 10:4, which is the same accounting standards as used for the group, apart from when it is stated "accounting standards for the Parent company". Consolidated financial statements has been prepared for Group purposes, despite the fact that requirements as per IFRS 10 has not been fulfilled.

Valuation principles applied in the preparation of the financial statements

Assets and liabilities are reported at historical cost, with the exception of certain financial assets and liabilities, which are measured at the fair value or amortized cost.

Financial assets and liabilities measured at fair value consist of financial assets classified as financial assets measured at fair value through profit/loss for the year or financial assets held for sale.

Translation of foreign currency

Transactions and balance sheet items

Transactions in foreign currencies are translated into functional currency at the exchange rate in force on the transaction date. Monetary assets and liabilities in foreign currencies are translated into the functional currency at the exchange rate in force on the balance sheet date. Exchange rate differences arising from the conversions are recognized in profit/loss for the year. Non-monetary assets and liabilities recognized at the value are converted into the functional currency at the rate in effect at the time of the fair value assessment.

Group companies

The results and financial position of all group companies that have an operational currency other than the presentation currency, are translated into the group's presentation currency as follows:

Assets and liabilities for each of the consolidated statements of financial position are translated according to the closing day rate.

Income and expenses for each of the income statements are translated according to the average exchange rate.

All translation differences are reported in other comprehensive income.

Assessments and estimates in the financial accounts

Preparation of the financial statements in accordance with IFRS requires management to make assessments, estimations and assumptions that affect the application of the accounting principles and the figures reported for assets, liabilities, income and expenses. The actual outcome may deviate from these estimations that may cause material adjustments to the financial statements of the ensuing year are mainly the valuation of the financial fixed assets.

Consolidated financial statements

Intra-group receivables and liabilities, income or expenses and unrealized gains or losses arising from intra-group transactions between group companies are eliminated in full when preparing the consolidated accounts.

Joint operations

For accounting purposes, joint operations whereby the parties that have joint control of the operation have rights to the assets, and obligations for the liabilities, relating to the arrangement. Joint operations are consolidated in the consolidated accounts in accordance with the proportional method.

The proportional method entails that the proportional part belonging to the group, of the assets for which the group has joint control and the liabilities for which the group has a joint responsibility, are included in the consolidated statement of financial position. The consolidated statement of comprehensive income includes the proportional part belonging to the Group of the income and expenses of the Joint Operations.

Operating segments

The operating segments are organized in a compatible way with the internal financial reporting to the senior management. The senior management is the function who is responsible for allocation of resources and monitoring the financial outcome of the operating segments.

In this group, the board of directors in the parent company has the function as the senior management, making the strategic decisions.

Income

Income encompasses the fair value of what has been received or is expected to be received for sold goods and services in the group's operating activities. Income is reported excluding VAT, returns and discounts and after elimination of intra-group sales.

The group reports income when the amount can be measured in a reliable manner, when it is likely that future economic benefits will accrue to the company.

Other operating income

Costs arising from subordinated activities within the principal operation are presented as the other operating income.

Other operating costs

Costs arising from subordinated activities within the principal operation concerning operational receivables and operational liabilities are presented as other operational costs.

Taxes

The period's tax expense is made up of actual tax expense for the year and changes in the provision for deferred tax liabilities and changes in the presented value of the deferred tax receivables.

The actual tax liability is based on the taxable income for the year. The taxable income diverges from net profit/loss for the year as presented in the income statement, as the taxable income can contain either nontaxable income or non-tax-deductible expenses, that are not deductible in the actual financial year, or taxable or deductible in other years than the actual financial year.

The actual tax liability has been calculated using the tax rates decided upon the balance sheet date.

Deferred tax is the tax as the company expects to pay or receive based on the differences between the presented values of assets and liabilities in the balance sheet and the equivalent taxable values.

Deferred tax assets (receivables) for taxable losses carried forward will only be presented if it is likely to use them in future and only to the expected decreased future tax expenses.

Financial assets

The group classifies its financial assets according to the following categories: financial assets measured at fair value in profit/loss, loan receivables and accounts receivables.

The classification is based on the reason for the purchase of the financial assets.

Financial assets recognized as assets in the consolidated statement of financial position include cash and cash equivalents, accounts receivables, financial investments and derivatives.

Financial assets which are not derivatives are initially recognized at a cost corresponding to the assets fair value including direct expenses. Exceptions are those financial assets recognized at fair value via profits/loss, which are recognized at fair value excluding transaction expenses.

Loan receivables and accounts receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market.

Loan receivables are measured at the amortized cost, based on the effective interest calculated at the time of acquisition. Accounts receivables are recognized at the amount estimated to be paid after deduction for bad debts. Provision for bad debts is recognized in the operating expenses.

Cash and cash equivalents

Cash and cash equivalents comprise cash and instantly accessible balances at banks and equivalent institutions, as well as current investments with a term from the acquisition date of less than three months which are exposed to only a negligible risk of fluctuation.

Financial liabilities

Financial liabilities are classified as financial liabilities measured at fair value in profit/loss or as financial liabilities measured at the amortized cost.

Accounts payables are obligations to pay for goods or services purchased in the operation from suppliers. Accounts payables are classified as current liabilities when they are due for payment within one year from the balance sheet date. Otherwise they are classified as long-term liabilities.

Earnings per share

The calculation of earnings per share is based on group profit for the year attributable to the Parent company's shareholders and the weighted average number of shares outstanding during the year.

Contingent liabilities

A contingent liability is recognized when there is a possible obligation arising from past events and the existence of which is substantiated only by one or more uncertain future events, or when there is an obligation which is not recognized as a liability or provision because it is not likely that an outflow of resources will be required.

Parent company's accounting principles

The differences between the accounting principles of the Group and the Parent company are due to the restrictions in the Swedish Annual Accounts Act for the use of IFRS in the Parent company and the tax regulations that make it possible to use in other accounting principles in a legal entity than the group accounts.

Participation in joint operations

Participation in joint operations is recognized in the Parent company in accordance with the cost method. Write-down of the booked value has been made at the balance sheet date to the equity value corresponding to the part belonging to the company in the joint operation.

Participation in associated companies

Participation in associated companies is recognized in the Parent company in accordance with the cost method. The Parent company's part of Net profit and loss in the associated company is recognized in the Profit and Loss statement to a value equal to the percentage holding of the shares in the associated company and in the balance sheet as a current receivable or liability from related party.

Restricted and non-restricted equity

In the Parent company's balance sheet, the equity is divided into restricted and non-restricted equity in accordance with the Swedish Annual Accounts Act.

Note 2 Personnel

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

The board of directors	2021-04-01		whereof women	2020-04-01		whereof women
Number of people on the board	2022-03-31			2021-03-31		
Group						
Directors	8	1		8	1	
Parent company						
Directors	4	0		4	1	

Note 3 Reporting per segment

The operating segments are organized in a compatible way with the internal financial reporting to the senior management prepared by the Parent company (Oil India Sweden AB) and the joint operation (Indoil Netherlands) including reports from the joint arrangement involved in Project Carabobo in Venezuela.

2020-04-01 – 2021-03-31	Oil India Sweden	Indoil Netherlands	Other	Total
Secondment income	0	0	0	0
Operating profit/loss	-76,832	-45,947	0	-122,779
Profit/loss before tax	-6,354,018	-8,930,735	6,258,621	-9,026,132
Net profit for the year	-6,354,018	-8,930,735	6,258,621	-9,026,132
Assets	40,696,931	41,782,538	0	82,479,469
Whereof intra-group assets	-40,598,551	0	0	-40,598,551
Assets excluding intra-group assets	98,380	41,782,538	0	41,880,918
Liabilities	90,561	1,434,027	0	1,524,588
Whereof intra-group liabilities	0	0	0	0
Liabilities excluding intra-group liabilities	90,561	1,434,027	0	1,524,588
2021-04-01 – 2022-03-31	Oil India Sweden	Indoil Netherlands	Other	Total
Secondment income	0	0	0	0
Operating profit/loss	-95,255	-1,464,215	0	-1,559,470
Profit/loss before tax	-37,194,510	-37,635,017	37,098,657	-37,730,870
Net profit for the year	-37,194,510	-37,635,017	37,098,657	-37,730,870
Assets	3,650,312	4,753,820	0	8,404,132
Whereof intra-group assets	-3,574,588	0	0	-3,574,588
Assets excluding intra-group assets	75,724	4,753,820	0	4,829,544
Liabilities	78,101	1,503,988	0	1,582,089
Whereof intra-group liabilities	0	0	0	0
Liabilities excluding intra-group liabilities	78,101	1,503,988	0	1,582,089

Note 4 Other external expenses

	Group	Group	Parent company	Parent company
	2021-04-01 2022-03-31	2020-04-01 2021-03-31	2021-04-01 2022-03-31	2020-04-01 2021-03-31
Administrative expenses	1,515,622	93,305	68,811	55,067
Audit fees	26,881	12,092	10,328	7,331
Other expenses	16,968	17,382	16,116	14,434
	1,559,471	122,779	95,255	76,832

Note 5 Remuneration to auditors

	<i>Group</i>	<i>Group</i>	<i>Parent company</i>	<i>Parent company</i>
	<i>2021-04-01</i>	<i>2020-04-01</i>	<i>2021-04-01</i>	<i>2020-04-01</i>
	<i>2022-03-31</i>	<i>2021-03-31</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
Audit assignment, Ernst & Young	10,328	7,331	10,328	7,331
Audit assignment, Londen & Van Holland	0	0	0	0
Audit assignment, IAC Audit & Assurance	16,553	4,761	0	0
Audit assignment, other	0	0	0	0
	<u>26,881</u>	<u>12,092</u>	<u>10,328</u>	<u>7,331</u>

Note 6 Financial items

	<i>Group</i>	<i>Group</i>	<i>Parent company</i>	<i>Parent company</i>
	<i>2021-04-01</i>	<i>2020-04-01</i>	<i>2021-04-01</i>	<i>2020-04-01</i>
	<i>2022-03-31</i>	<i>2021-03-31</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
<i>Financial income</i>				
Exchange rate gains on financial assets and liabilities	13,610	0	0	0
Other financial income	0	0	0	0
	<u>13,610</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Financial expenses</i>				
Exchange rate losses on financial assets and liabilities	0	-17,301	-1,645	-3,625
Other financial expenses	-36,187,184	-8,872,306	-37,099,783	-6,259,814
	<u>-36,187,184</u>	<u>-8,889,606</u>	<u>-37,101,429</u>	<u>-6,263,438</u>

Note 7 Translation differences on foreign operations for the year

In the joint operation entity, all assets and liabilities expressed in currencies other than US-dollars have been translated at the rates of exchange prevailing at the balance sheet date, except for the investments in participations which are stated at historical rates. All transactions in foreign currencies have been translated into US dollars at the rates of exchange approximating those ruling at the date of the transactions. Resulting exchange differences have been recognized in the Profit and loss account except for the exchange differences arising from translation of share capital denominated in EUR, which are booked in the currency translation reserve. As of balance sheet date, Company used ECB exchange rates, which amounts to 1 EUR = 1.1101 USD (31st March 2021: 1 EUR = 1.1725 USD).

Translation of the above into the consolidated statements for Oil India Sweden AB resulted in significant amount of currency translation reserve.

Note 8 Fixed assets

<i>Group</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
Other securities held as fixed assets		
Opening balance	40,344,534	52,399,567
Impairment during the year	-37,098,657	-6,258,621
Exchange rate adjustment	1,483,427	-5,796,412
Closing balance	<u>4,729,304</u>	<u>40,344,534</u>
Net value at the end of the period	4,729,304	40,344,534

The joint operation Indoil Netherlands B.V. holds 7% of the voting rights as well as the number of shares in Petrocarabobo S.A. Venezuela and 24.2% of the voting rights as well as the number of shares in Carabobo Ingenieria y Construcciones S.A., Venezuela.

Note 8 Fixed assets - continued

Indoil Netherlands maintains a non-interest bearing intercompany position with its investment Carabobo Ingenieria y Construcciones S.A. It is the intention that this intercompany position will be converted into capital. No conversion date has been agreed.

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 and accordingly as per the valuation report, the value of Investment in Petrocarabobo S.A., is 10,500,000 USD or Oil India Sweden AB: 5,250,000 USD), hence impairment has been done for 84,166,022 USD (for Oil India Sweden AB: 42,083,011 USD).

Parent company 2022-03-31 2021-03-31

Investments in associates

Opening balance	56,114	28,281
Investment	0	27,833
Closing balance	56,114	56,114

Net value at the end of the period **56,114 56,114**

Specification of the Parent company's investments in associates

<i>Associates</i>	<i>Corporate identity no</i>	<i>Participation in %</i>	<i>2021-03-31 Profit/loss for the year</i>	<i>2021-03-31 Total equity</i>	<i>2021-03-31 Booked value</i>
Oil India Cyprus Limited, Cyprus	HE295721	24%	-57,283	-8,577	
Registered address: Nicosia					
Whereof belongs to Oil India Sweden's part			-13,747	-2,058	56,114
	<i>Corporate identity no</i>	<i>Participation in %</i>	<i>2022-03-31 Profit/loss for the year</i>	<i>2022-03-31 Total equity</i>	<i>2022-03-31 Booked value</i>
Oil India Cyprus Limited, Cyprus	HE295721	24%	9,059	-9,060	
Registered address: Nicosia					
Whereof belongs to Oil India Sweden's part			2,174	-2,174	56,114

Parent company 2022-03-31 2021-03-31

Participation in joint operation

Opening and closing balance	40,348,488	46,607,109
Impairment during the year	-37,098,657	-6,258,621
Closing balance	3,249,831	40,348,488

Net value at the end of the period **3,249,831 40,348,488**

Note 8 Fixed assets - continued

Specification of the Parent company's participation in joint operation

<i>Joint operations</i>	<i>Corporate identity no</i>	<i>Participation in %</i>	<i>2021-03-31 Profit/loss for the year</i>	<i>2021-03-31 Total equity</i>	<i>2021-03-31 Booked value</i>
Indoil Netherlands B.V., Netherlands	34313115	50%	-17,861,472	80,697,024	
Registered address: Amsterdam					
Whereof belongs to Oil India Sweden's part			-8,930,736	40,348,512	40,348,488
	<i>Corporate identity no</i>	<i>Participation in %</i>	<i>2022-03-31 Profit/loss for the year</i>	<i>2022-03-31 Total equity</i>	<i>2022-03-31 Booked value</i>
Indoil Netherlands B.V., Netherlands	34313115	50%	-75,270,036	6,499,664	
Registered address: Amsterdam					
Whereof belongs to Oil India Sweden's part			-37,635,018	3,249,832	3,249,831

Note 9 Prepaid expenses and accrued income

<i>Group</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
Other prepaid expenses	9,007	157
	9,007	157

Note 10 Equity

<i>Date</i>	<i>Number of shares</i>	<i>Share capital</i>
2009-11-20 Incorporation	1,000	SEK 100,000
2010-07-07 New share issue	1,373,650	SEK 137,365,000
2011-04-01 Recalculation of share capital to Euro due to change of accounting currency SEK 137 465 000 equal to EUR 15 388 620		EUR 15,388,620
2012-03-27 New share issue (registered 2012-04-10)	1,342,286	EUR 15,026,221
2013-03-28 New share issue (registered 2013-04-24)	617,204	EUR 6,909,290
2014-03-28 New share issue (registered 2014-04-22)	344,263	EUR 3,853,852
2015-03-20 New share issue (registered 2015-03-30)	432,869	EUR 4,845,752
2016-03-31 New share issue (registered 2016-04-21)	77,776	EUR 870,663
2018-03-31 New share issue (registered 2018-04-18)	13,935	EUR 155,995
2020-01-20 New share issue (registered 2020-04-08)	21,764	EUR 243,637
2021-02-01 New share issue (registered 2021-03-03)	11,963	EUR 133,920
2021-11-18 New share issue (registered 2021-11-28)	14,323	EUR 160,339
Total March 31, 2021	4,251,033	EUR 47,588,289
<i>Average number of shares financial year 2021-04-01 – 2022-03-31</i>	<i>4,241,929</i>	
<i>Average number of shares financial year 2020-04-01 – 2021-03-31</i>	<i>4,226,681</i>	
<i>Average number of shares financial year 2019-04-01 – 2020-03-31</i>	<i>4,207,205</i>	
<i>Average number of shares financial year 2018-04-01 – 2019-03-31</i>	<i>4,202,983</i>	
<i>Average number of shares financial year 2017-04-01 – 2018-03-31</i>	<i>4,202,983</i>	
<i>Average number of shares financial year 2016-04-01 – 2017-03-31</i>	<i>4,189,048</i>	
<i>Average number of shares financial year 2015-01-01 – 2016-03-31</i>	<i>4,102,418</i>	
<i>Average number of shares financial year 2014-04-01 – 2015-03-31</i>	<i>3,692,634</i>	
<i>Average number of shares financial year 2013-04-01 – 2014-03-31</i>	<i>3,336,970</i>	
<i>Average number of shares financial year 2012-04-01 – 2013-03-31</i>	<i>2,722,009</i>	
<i>Average number of shares financial year 2011-04-01 – 2012-03-31</i>	<i>1,389,360</i>	

Note 11 Accrued expenses and prepaid income

	<i>Group</i> 2022-03-31	<i>Group</i> 2021-03-31	<i>Parent company</i> 2022-03-31	<i>Parent company</i> 2021-03-31
Accrued audit fees	16,934	14,586	9,674	7,325
Accrued accounting fees	7,653	15,251	7,653	15,251
Other accrued expenses	6,071	9,143	3,628	3,663
	<u>30,658</u>	<u>38,979</u>	<u>20,955</u>	<u>26,239</u>

Note 12 Transactions with related parties

Oil India Sweden AB is a wholly-owned subsidiary to Oil India Limited.

The company is related with its parent company, the joint operation Indoil Netherlands B.V. and Oil India Cyprus Ltd.

No purchases or sales have been made within the group.

Indoil Netherlands B.V. entered into a Secondment Agreement with effective date 21 January 2011. It was agreed to second certain personal from the Company or its affiliates to Carabobo Ingenieria y Construcciones, S.A. During the year 1 April 2020 to 31 March 2021, this Secondment Agreement has been discontinued.

In respect to general and administrative expenses, the Indoil Netherlands B.V. entered into Secondment Agreement with effective date 21 January 2011. It was agreed to second certain personnel from ultimate shareholders of Indoil Netherlands B.V. to Indoil Netherlands B.V. During the year 1 April 2020 to 31 March 2021, this Secondment Agreement has been discontinued.

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 Carabobo Ingenieria y Construcciones S.A. will be met and accordingly as per the valuation report, a provision has been taken for receivables from Carabobo Ingenieria y Construcciones S.A.

Transactions with related parties:

	<i>Group</i> 2022-03-31	<i>Group</i> 2021-03-31	<i>Parent company</i> 2022-03-31	<i>Parent company</i> 2021-03-31
Secondment income	0	0	0	0
Secondment expenses	0	0	0	0
Translation differences on foreign operations	461,644	-3,170,898	0	0
Receivables from Oil India Cyprus Ltd	0	9,621	0	9,621
Liabilities to Oil India Cyprus Ltd	-57,147	-58,548	-57,147	-58,548
<i>Group</i>	<i>2022-03-31</i>	<i>2021-03-31</i>		
Receivable Carabobo Ingenieria y Construcciones, S.A.	0	1,412,832		
Liabilities to Oil India Limited	-1,055,288	-999,126		
Liabilities to Indian Oil Corporation Limited	-433,329	-410,267		
<i>Parent company</i>	<i>2022-03-31</i>	<i>2021-03-31</i>		
Receivables from Indoil Netherlands B.V.	324,756	250,063		

Note 13 Consolidated pledged assets and contingent liabilities

<i>Amount in Euro</i>	<i>2022-03-31</i>	<i>2021-03-31</i>
Pledged assets	None	None
Contingent liabilities	51,234,123	48,507,463

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 183,750,000 USD to be paid to the Republic of Venezuela, (91 875 000 USD for Oil India Sweden AB). Total amount of 70,000,000 USD has been paid as at 31 March 2022. 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, the Company report these amounts as contingent liabilities (in the consolidated statements).

Note 14 Financial risk

The Group's main exposure to financial risk consists of currency risk, liquidity and financing risk and interests.

Currency risk

The consolidated statement of comprehensive income is effected by exchange rate exposure when the joint operation's income statement is translated into SEK. The consolidated equity is also affected by exchange rate exposure when the net assets in the joint operation are translated into SEK.

Oil India Sweden AB has, with start from the beginning of financial year 2011/2012, changed its accounting currency to Euro, to decrease the risk of exchange rate fluctuations affecting the profit/loss for the year.

Liquidity and financing risk

Liquidity and financing risk refers to the fact that Oil India Sweden AB cannot meet its payment obligations due to insufficient liquidity or difficulties in raising new loans.

The activities of the group are fully financed by capital injections from the parent company Oil India Limited.

The principal activity of the group is to, through the joint operation Indoil Netherlands B.V., invest in joint arrangement with activities in Project Carabobo, Venezuela. The project will require additional financing, which will be fully covered by the parent company.

Interest risk

The group's revenues and operating cash flow are in all essentially not affected by interest rate adjustments due to the condition of the market.

Note 15 Significant events after the financial year

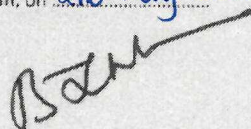
Impact of COVID 19 and political and economic situation on the operations of Venezuela

The COVID-19 pandemic has disrupted various business operations across the world. The Company continues with its operations in a phased manner in line with directives from authorities. The Company has evaluated the impact of this pandemic on its business operations, liquidity, assets and financial position and based on management's review of current indicators and economic conditions, there is no material impact and adjustments required on its financial result as at March 31, 2022. The Company will continue to monitor any material changes to future economic conditions and its impact, if any.

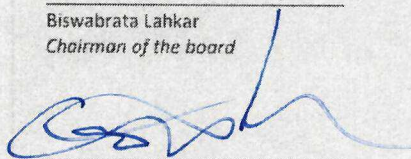
Due to write-down of investment in Venezuela as of 31st March 2022, Company has made write-down also of investment in Netherlands. That lead to equity the Company below the statutory requirement for Swedish companies. In such situations, in accordance with Swedish Companies Act, company should prepare control balance sheet. The Board intends to present the balance sheet in this annual report to the shareholders in response to the obligation to prepare a control balance sheet. The Board's plan is to replenish the equity to healthy level via decrease of share capital or via shareholder contributions. The course of action is under discussion.

Oil India Sweden AB
Corporate identity no 556794-0530
Annual Report 2021-04-01 -- 2022-03-31

Stockholm, on 2nd May 2022



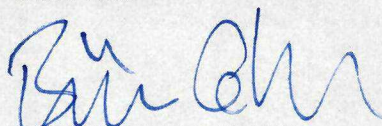
Biswabrata Lahkar
Chairman of the board



Gösta Lidén

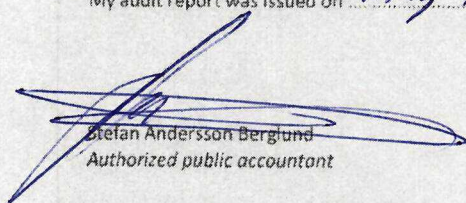


Harish Madhav



Björn Collste

My audit report was issued on may 7, 2022



Stefan Andersson Berglund
Authorized public accountant