

**Special Purpose  
Financial Statement**

for

**IOC Sweden AB**

556801-3626

Financial year

2022 04 01 - 2023 03 31

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### **Consolidated statement of comprehensive income**

<i>Amounts in Euro</i>	<i>Note</i>	<i>2022 04 01</i> <i>2023 03 31</i>	<i>2021 04 01</i> <i>2022 03 31</i>
Net sales	3	14 001	7 803
<b>Total operating income</b>		<u>14 001</u>	<u>7 803</u>
<b>Operating expenses</b>			
Other external expenses	4,5	-77 943	-82 627
Personnel expenses	2	-	-
<b>Operating profit/loss</b>	3	<u>-63 942</u>	<u>-74 824</u>
<b>Financial items</b>			
Financial income	6	580	15 460
Financial expenses	6	-7 337	-37 634 764
<b>Net financial items</b>		<u>-6 757</u>	<u>-37 619 304</u>
<b>Net profit/loss for the year</b>	3	<b>-70 698</b>	<b>-37 694 128</b>
<b>Earnings per share ( Euro)</b>		-0,01	-7,18
<b>Other comprehensive income/expenses</b>			
Translation differences on foreign operations for the year	7	69 819	485 176
Write up/down of investments in participations		-5 509 512	-5 424 998
<b>Total comprehensive income/expenses</b>		<u>-5 439 693</u>	<u>-4 939 822</u>
<b>Total comprehensive profit/loss for the year</b>		<b>-5 510 391</b>	<b>-42 633 950</b>

**Consolidated statement of financial position**

<i>Amounts in Euro</i>	<i>Note</i>	<i>2023 03 31</i>	<i>2022 03 31</i>
<b>ASSETS</b>			
<b>Fixed assets</b>			
<b>Financial fixed assets</b>			
Other securities held as fixed assets	8	7 694 538	13 105 768
<b>Total fixed assets</b>		<u>7 694 538</u>	<u>13 105 768</u>
<b>Current assets</b>			
Other receivables		100	100
Cash and cash equivalents		24 391	77 988
<b>Total current assets</b>		<u>24 491</u>	<u>78 088</u>
<b>TOTAL ASSETS</b>		<u>7 719 029</u>	<u>13 183 856</u>

**Consolidated statement of financial position**

<i>Amounts in Euro</i>	<i>Note</i>	<i>2023 03 31</i>	<i>2022 03 31</i>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Share capital	9	11 989 905	58 839 666
Translation difference		3 456 937	3 387 118
Fair value reserve		-5 509 512	-2 071 263
Retained earnings		-3 711 404	-10 795 774
Net profit/loss for the year		-70 698	-37 694 128
<b>Total equity</b>		<u>6 155 228</u>	<u>11 665 619</u>
<b>Current liabilities</b>			
Accounts payable	3,12	22 167	6 610
Liabilities to group companies	11	442 338	433 333
Other payables		1 077 238	1 055 288
Accrued expenses and prepaid income	10	22 059	23 005
		<u>1 563 802</u>	<u>1 518 237</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>7 719 029</b></u>	<u><b>13 183 856</b></u>

**Consolidated statement of changes in equity**

	Share- capital	Issued Sharecapital under registration	Translation difference	Fair value reserve	Retained earnings and profit for the year	Total equity
Opening balance 2021-04-01	58 571 937	130 002	2 901 941	3 353 735	-10 795 774	54 161 841
New share issue registered	130 002	-130 002	-	-	-	-
New share issue	137 727	-	-	-	-	137 727
Total comprehensive profit for the year	-	-	485 176	-5 424 998	-37 694 128	-42 633 950
Closing balance 2022-03-31	<b>58 839 666</b>	<b>-</b>	<b>3 387 117</b>	<b>-2 071 263</b>	<b>-48 489 902</b>	<b>11 665 619</b>
Opening balance 2022-04-01	58 839 666	-	3 387 117	-2 071 263	-48 489 902	11 665 619
Reduction of sharecapital	-46 849 760	-	-	2 071 263	44 778 497	0
Total comprehensive profit for the year	-	-	69 819	-5 509 512	-70 698	-5 510 391
Closing balance 2023-03-31	<b>11 989 905</b>	<b>-</b>	<b>3 456 937</b>	<b>-5 509 512</b>	<b>-3 782 103</b>	<b>6 155 227</b>

**Consolidated cash flow statement**

<i>Amounts in Euro</i>	2022 04 01	2021 04 01
	2023 03 31	2022 03 31
<b>Operating activities</b>		
Operating profit/loss	-70 698	-37 694 128
Adjustment for items not affecting cash flow	4 160	37 631 900
<b>Cash flow from operating activities before changes in operating capital</b>	<b>-66 538</b>	<b>-62 228</b>
<i>Cash flow from changes in operating capital</i>		
Increase(-)/Decrease(+) of operating receivables	-	58
Increase(+)/Decrease(-) of operating liabilities	45 565	60 053
<b>Cash flow from operating activities</b>	<b>-20 972</b>	<b>-2 116</b>
<b>Investment activities</b>		
Acquisition of other securities held as fixed assets	-3 983	-24 989
<b>Cash flow from investment activities</b>	<b>-3 983</b>	<b>-24 989</b>
<b>Financing activities</b>		
New share issue	-	137 727
<b>Cash flow from financing activities</b>	<b>-</b>	<b>137 727</b>
<b>Cash flow for the year</b>	<b>-24 955</b>	<b>110 622</b>
<b>Cash and cash equivalents at the beginning of the year</b>	<b>77 988</b>	<b>61 038</b>
<b>Translation differences on foreign operations for the year</b>	<b>-28 642</b>	<b>-93 672</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>24 391</b>	<b>77 988</b>

IOC Sweden AB

Corporate identity no 556801-3626

## Notes and accounting principles

*Amount in Euro unless other stated*

**NOTE 1**      *Significant accounting principles*

### General

IOC Sweden AB, corporate identity number 556801-3626 is a Swedish private limited liability company registered in Stockholm, Sweden. The company's address is Kungsgatan 37, 8th floor, 111 56 Stockholm.

The principal activities of the company, which was incorporated on the 26 of February 2010, are to conduct owning of shares in other companies, perform administrative tasks and associate activities.

The consolidated accounts for the financial year 2022-04-01 - 2023-03-31 comprise of the Parent company and the participation in Indoil Netherlands B.V, a joint venture owned and operated in partnership with Oil India Sweden AB.

### Summary of key accounting principles

The key accounting principles applied during the preparation of this Special Purpose Financial Statement 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.

The company has prepared its Special Purpose Financial Statement 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 the 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 fair 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 and assessments. The estimations and assessments are reviewed regularly.

Items consist of assessments which are complex or may have a significant effect on the financial statements and 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**

#### Subsidiaries

Subsidiaries are companies in which IOC Sweden AB has a controlling influence.

Controlling influence entails a direct or indirect right to determine a company's financial and operational policies.

Under normal circumstances this means that IOC Sweden AB has more than 50 percent of the voting rights.

The assessment of whether a controlling influence exists, takes into account potential voting shares that can be exercised or converted without delay.

Subsidiaries are recognized in accordance with the acquisition method.

The cost of an acquisition consists of the fair value of assets given and liabilities incurred or assumed at the date of acquisition. Transaction fees directly attributable to the acquisition are reported directly in the income statement at the rate at which they arise.

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

#### Joint ventures

For accounting purposes, joint ventures are those companies for which the group, via partnership agreements with one or more parties, has joint control over operational and financial management. The group's participating may exceed 50 percent. Joint ventures 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 venture.

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

#### **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**

Income arising from subordinated activities within the principal operation are presented as 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 diverge from net profit/loss for the year as presented in the income statement, as the taxable income not contains either income or expenses non taxable or non deductible the actual financial year or taxable or deductible 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 receivables for taxable losses carried forward will only be presented if it is likely they can be made used of and only to the extent of 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 transaction expenses. Exceptions are those financial assets recognized at fair value via profit/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 fluctuations.

**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.

**Equity Investments at FVTOCI (Other than Subsidiaries, JVs and Associates)**

All Equity investments are measured at Fair value. The company has made an irrevocable election to present subsequent changes in the fair value in Other comprehensive income. The classification is made on Initial recognition/ transition and is irrevocable. There is no recycling of the amounts from OCI to Statement of Profit and Loss, even on Sale of investments.

**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 Number of persons in the board	2022 04 01	whereof	2021 04 01	whereof
	2023 03 31	women	2022 03 31	women
<i>The group</i>				
Directors	8	1	8	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 (IOC Sweden AB) and the joint venture (Indoil Netherlands) including reports from the joint ventures involved in Project Carabobo in Venezuela.  
The segment Other consists of intra-group eliminations.

2022-04-01 -- 2023-03-31	Indoil			Total
	IOC Sweden	Netherlands	Other	
Net sales	14 001	–	–	14 001
Operating profit/loss	-16 561	-47 381	–	-63 942
Profit/loss before tax	-310 166	-53 508	292 976	-70 698
Net profit/loss for the year	-310 166	-53 508	292 976	-70 698
Assets	6 184 415	4 830 756	-3 574 119	7 441 052
whereof intra-group assets	-3 296 142	–	3 574 119	277 977
Assets excluding intra-group assets	2 888 273	4 830 756	–	7 719 029
Liabilities	14 188	1 549 614	–	1 563 802
whereof intra-group liabilities	–	–	–	–
Liabilities excluding intra-group liabilities	14 188	1 549 614	–	1 563 802
2021-04-01 -- 2022-03-31	Indoil			
	IOC Sweden	Netherlands	Other	Total
Net sales	7 803	–	–	7 803
Operating profit/loss	-34 978	-39 846	–	-74 824
Profit/loss before tax	-37 135 640	-37 657 144	37 098 656	-37 694 128
Net profit/loss for the year	-37 135 640	-37 657 144	37 098 656	-37 694 128
Assets	12 004 155	4 753 819	-3 574 119	13 183 856
whereof intra-group assets	-3 574 119	–	3 574 119	–
Assets excluding intra-group assets	8 430 036	4 753 819	–	13 183 856
Liabilities	14 249	1 503 988	–	1 518 237
whereof intra-group liabilities	–	–	–	–
Liabilities excluding intra-group liabilities	14 249	1 503 988	–	1 518 237

**Note 4 Other external expenses**

	<i>Group</i> 2022 04 01 2023 03 31	<i>Group</i> 2021 04 01 2022 03 31
Administrative expenses	43 468	54 123
Audit fees	33 737	27 985
Other expenses	738	519
	<u>77 943</u>	<u>82 627</u>

**Note 5 Remuneration to auditors**

	<i>Group</i> 2022 04 01 2023 03 31	<i>Group</i> 2021 04 01 2022 03 31
Audit assignment, Ernst & Young	9 361	11 422
Audit assignment, IAC Audit & Assurance	24 376	16 563
	<u>33 737</u>	<u>27 985</u>

**Note 6 Financial items**

	<i>Group</i> 2022 04 01 2023 03 31	<i>Group</i> 2021 04 01 2022 03 31
<i>Financial income</i>		
Exchange rate gains on financial assets and liabilities	580	15 460
	<u>580</u>	<u>15 460</u>
<i>Financial expense</i>		
Exchange rate losses on financial assets and liabilities	2 065	-
Impairment losses on financial assets	4 160	37 631 900
Loss disposal of shares in IOC Cyprus	-	1 000
Other financial expenses	1 112	1 864
	<u>7 337</u>	<u>37 634 764</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. The following exchange rate has been applied as at 31 March 2023 USD 1 = EUR 0.91954 (31 March 2022: EUR 0.90082).

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

Note 8	Other securities held as fixed assets	2023 03 31	2022 03 31
<i>Group</i>			
Opening balance		13 105 768	54 145 997
Investment		3 983	24 989
Impairment during the year		-4 160	-36 206 669
Write up/down of investment		-5 509 512	-5 424 998
Exchange rate adjustment		98 459	566 449
Closing balance		<u>7 694 538</u>	<u>13 105 768</u>
<b>Net value at the end of the period</b>		<b>7 694 538</b>	<b>13 105 768</b>

The joint venture 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.

To be able to participate in Petrocarabobo S.A, Indoil Netherlands B.V entered into a Signature Bonus Agreement with the Republic of Venezuela. Due to the fact that the signature bonus is inextricably linked to the participation in Petrocarabobo S.A, the signature bonus has been treated as part of the purchase price of the shareholding in Petrocarabobo S.A. (31 March 2023 USD 70 000 000 - 31 March 2022 USD 70 000 000).

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, 2023. According to the new valuation report, the value of the investment in Petrocarabobo S.A has been assessed to USD 10 500 000, equal to Euro 9 655 172 at the balance day ratio.

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 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, 2023. According to the new valuation report, the value of the investment in and receivable from Carabobo Ingenieria y Construcciones S.A, has been assessed to USD 0.

In January 2020 IOC Sweden purchased 82,770 shares at the price of US\$ 148 per share amounting to 12,25 Mln USD through issuance of new and existing ordinary shares commensurate to ~5,41% stake in Phinergy Ltd.(Phinergy), Israel.

On 17th November 2020, Phinergy Ltd. Split each 1(one) issued and outstanding share of the company into 50 ordinary shares. Phinergy Ltd. commenced trading on the Tel Aviv Stock Exchange and as of balance sheet date its shares has been revalued accordingly to current market value.

**Note 9**

**Equity**

<i>Date</i>		<i>No of shares</i>	<i>Share capital</i>	
2010-02-26	Incorporation			
2010-07-02	New share issue	1 000	SEK	100 000
2010-08-20	New share issue ( registered 2011-04-14)	1 350 100	SEK	135 010 000
	<i>Total March 31, 2011</i>	<u>25 125</u>	SEK	<u>2 512 500</u>
		1 376 225	SEK	137 622 500
2011-04-01	Recalculation of share capital to Euro due to change of accounting currence			
2012-03-27	New share issue ( registered 2012-04-10)	1 355 832	Euro	15 406 251,05
2013-03-28	New share issue ( registered 2013-04-24)	614 931	Euro	15 177 861,32
2014-03-28	New share issue ( registered 2014-04-22)	342 549	Euro	6 883 845,08
2015-03-20	New share issue ( registered 2015-03-30)	436 887	Euro	3 834 675
2016-03-31	New share issue ( registered 2016-04-21)	78 411	Euro	4 890 745
2019-10-22	New share issue ( registered 2019-11-05)	36 723	Euro	877 774
2020-03-25	New share issue ( registered 2020-04-17)	990 637	Euro	411 100
2021-02-28	New share issue ( registered 2021-05-20)	11 613	Euro	11 089 687
2021-12-01	New share issue ( registered 2022-01-10)	12 303	Euro	130 002
2022-09-26	Reduction of sharecapital ( registered 2022-10-03)	-	Euro	137 726
	<i>Total March 31, 2023</i>	5 256 111	Euro	-46 849 760
				11 989 906
	<i>Average number of shares financial year 2022-04-01 – 2023-03-31</i>	5 256 111		
	<i>Average number of shares financial year 2021-04-01 – 2022-03-31</i>	5 246 505		
	<i>Average number of shares financial year 2020-04-01 – 2021-03-31</i>	5 233 845		
	<i>Average number of shares financial year 2019-04-01 – 2020-03-31</i>	4 240 036		
	<i>Average number of shares financial year 2018-04-01 – 2019-03-31</i>	4 204 835		
	<i>Average number of shares financial year 2017-04-01 – 2018-03-31</i>	4 204 835		
	<i>Average number of shares financial year 2016-04-01 – 2017-03-31</i>	4 204 835		
	<i>Average number of shares financial year 2015-04-01 – 2016-03-31</i>	4 126 638		
	<i>Average number of shares financial year 2014-04-01 – 2015-03-31</i>	3 703 900		
	<i>Average number of shares financial year 2013-04-01 – 2014-03-31</i>	3 349 803		
	<i>Average number of shares financial year 2012-04-01 – 2013-03-31</i>	2 737 111		
	<i>Average number of shares financial year 2011-04-01 – 2012-03-31</i>	1 391 083		

At the Annual General Meeting September 26, 2023 it was resolved to reduce the share capital to 11 989 905,355300 Euro through reduction in face value without retirement of shares. The purpose of the reduction was to cover the deficit in the equity.

**Note 10** **Accrued expenses and prepaid income**

	<i>Group</i> 2023 03 31	<i>Group</i> 2022 03 31
Accrued audit fees	16 693	16 934
Other accrued expenses	5 366	6 070
	<u>22 059</u>	<u>23 005</u>

**Note 11** **Transactions with related parties**

IOC Sweden AB is a wholly-owned subsidiary to Indian Oil Corporation Limited. The company is related with both its parent company and the joint venture Indoil Netherlands B.V. Indoil Netherlands B.V. is related to Petrocarabobo S.A and Carabobo Ingenieria y Construcciones S.A.

No purchases or sales has been made within the group.

Transactions with related parties	2023 03 31	2022 03 31
<i>Group</i>		
Receivable Carabobo Ingenieria y Construcciones, S.A*	1 523 261	1 492 249
Write-down of receivable	-1 523 261	-1 492 249
Net value receivable Carabobo Ingenieria y Construcciones, S.A*	<u>-</u>	<u>0</u>
Liabilities to Indian Oil Corporation Limited.	442 338	-433 333

\* Due to the political and economic in Venezuela it is uncertain if and when the situation in Venezuela will improve in a way that the from Carabobo Ingenieria y Construcciones S.A can be settled the value of the receivables has been written-down to USD 0.

**Note 12** **Ageing of payables**

Group

Particulars	Un-billed	Not Due	Outstanding for following periods from due date of payment				Total
			Less than	1-2 years	2-3 years	More than 3 years	
			1 year				
i) Related Party-Undisputed						442 338	442 338
ii) Others undisputed	22 059		22 167			1 077 238	1 121 464

Particulars	Un-billed	Not Due	Outstanding for following periods from due date of payment				Total
			Less than	1-2 years	2-3 years	More than 3 years	
			1 year				
i) Related Party-Undisputed						433 329	433 329
ii) Others undisputed	23 005		6 610			1 055 288	1 084 904

**Note 13 Consolidated pledged assets and contingent liabilities**

	2023 03 31	2022 03 31
Pledged assets	None	None
Contingent liabilities	52 298 851	51 234 123

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 IOC Sweden AB). Total amount of USD 70,000,000 has been paid as at 31 March 2021. 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 risks**

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

*Currency risk*

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

IOC Sweden AB has from the start of the 2011/2012 financial year changed its accounting currency to Euro to reduce the risk that the group's results will be affected by exchange rate changes.

*Liquidity and financing risk*

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

The activities of the group is fully financed by capital injections from the parent company Indian Oil Corporation Limited.

The principal activity of the group is to, through the joint venture Indoil Netherlands B.V., invest in joint ventures with activities in Project Carabobo, Venezuela. A project that will require additional financing. This financing will be financed fully 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.

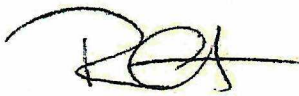
**Note 15 Significant events after the financial year**

No events after the Balance sheet date have significant impact on the Special purpose financial statements for the financial year 2022-2023.

Stockholm 4 May 2023

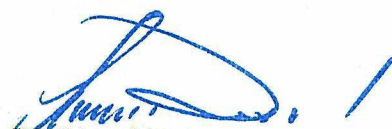
  
Mr Ruchir Agrawal

  
Mr Manoj Kumar Sharma

  
Richard Chindt

  
Roland Göransson  
Chairman of the board

Our audit report was issued on *May 4, 2023*  
Ernst & Young AB

  
Sharon Andersson Berglund  
Authorized public accountant