



ऑयल इंडिया लिमिटेड
(भारत सरकार का उद्यम)
Oil India Limited
(A Government of India Enterprise)

Regd. Office: P.O. Duliajan, Distt. Dibrugarh, Assam-786602
Corp Office: Plot No. 19, Sector 16-A, Noida-201301, Uttar Pradesh
CIN: L11101AS1959GOI001148 Website: www.oil-india.com

Ref. No. OIL/SEC/32-33/NSE-BSE
Dated: 22.06.2020

National Stock Exchange of India Ltd.

Exchange Plaza,
Plot No. C/1, G Block,
Bandra-Kurla Complex,
Bandra (E),
Mumbai - 400 051

BSE Ltd.

Department of Corporate Service,
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai- 400 001

Scrip: OIL

Scrip: 533106

Sub: Impact of Covid-19 Pandemic on the Company

Ref: SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84, dated May 20, 2020

Sir / Madam,

Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 and Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached the disclosure on material impact of Covid-19 pandemic on the Company and steps taken by the Company to overcome the challenges posed by Covid-19.

The above is for your information and records please.

Thanking you,

Yours faithfully,
For Oil India Limited

(A.K. Sahoo)
Company Secretary &
Compliance Officer

Encl: As above

IMPACT OF COVID-19 PANDEMIC ON OIL INDIA LIMITED

This is with reference to the nationwide lockdown announced by the Government of India on 24.03.2020, limiting the movement of the entire population of the country as a preventive measure against the Covid-19 pandemic in India and the SEBI Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/84 dated May 20, 2020 on the subject. In this regard the Company submits and informs as under :

- a. The oil industry in general and Oil India in particular came under twin assault of drop in the demand on account of Covid-19 and fall in crude oil prices.
- b. Even in the midst of the lock-down, best efforts were made to continue the activities and operations of the Company. Oil India, being a national oil and gas company, has the responsibility of doing the utmost to ensure that production of crude oil and gas from our fields continue to the best possible extent.
- c. During the lockdown in the country, exemptions were provided to essential services, which includes Petroleum sector. Therefore, in the larger interest of the country at the time of unprecedented crisis, we extended our support to the best possible extent and our operations continued unabated. While performing the duties, all arrangements were made to keep everyone safe.

Steps taken by the Company to overcome the challenges posed by Covid-19:

- a. The Company has been proactive, prompt and foresighted in addressing the ever changing situations emerging out of pandemic threat. Senior management was in regular touch with Field Locations / Production Installations to boost the morale as well as to resolve the ground difficulties. Numerous issues were addressed relating to operational and supply chain disruptions; non-availability of contractual / local workers/ labourers; maintaining social distancing in our diverse and complex operations; abiding by the rules and regulations imposed by various Central and State Authorities etc.



- b. Digital Technology was extensively used for Virtual Meeting platforms and work from home facility was extended to employees with access to systems on merit to ensure proper social distancing norms through digital connectivity and dedicated portals.

Impact of Covid-19 on the Company

There was no major impact on the operational as well as financial performance of the Company for the year 2019-20, as the lockdown was announced in the last week of the financial year.

However, the extended lock-down during 2020-21 had posed many challenges for the Company. Since the challenges posed by Covid-19 are multi-layered, complex and evolving on a daily basis, the Company assessed the potential disruptions and prepared itself for its associated impact and identified the steps required to mitigate the adverse impact upfront. The focus was on ensuring critical supplies necessary for continued production of oil and gas without compromising the health and safety aspects. With the courage and commitment of Company's employees, there was no interruption in Operations, Production and other fronts.

i. Drilling Operations

During the lockdown, initially the Company had to face some hiccups as the entire drilling operations were suspended. The Company took all necessary actions and with lot of efforts full scale operations were resumed by 25th April, 2020.

ii. Production of Crude Oil and Natural Gas

Covid-19 pandemic didn't have material impact on Company's oil and gas Production. Despite the limitation on movement of personnel, the Company continued the production of Crude Oil and Natural Gas from its oil and gas installations spread over vast areas to meet the country's requirement.



iii. Sale of Crude Oil and Natural Gas

Since India is importing about 80% of its crude oil requirements, OIL did not face any demand constraints as its entire crude oil production is consumed within the country. There was impact on natural gas demand due to general slowdown of all economic activities. However, the drastic reduction in demand of crude oil and petroleum products all over the world due to Covid-19 alongwith various other geo-political issues, had an adverse impact on the prices of Crude Oil and Natural Gas, which is likely to have some effect on the financial position of the Company. OIL has sufficient financial strength and capability to manage short term liquidity constraints. Due to relaxation in lockdowns and resumption of economic activities world over, the Oil demand is picking up again, with positive impact on Oil prices. Assistance has also been sought from the Government for concessions in statutory levies and taxes, which if granted, will further help the Company in managing the situation arising out of low oil prices.

iv. Seismic Works

Seismic data acquisition activities which were affected due to lockdown could be resumed immediately after 22.04.2020 when the lockdown was relaxed partially. The Company fulfilled its commitment of seismic work in its OALP Block AA-ONHP-2017/18 in Assam despite the challenges due to Covid-19.

v. Project Works

The lockdown resulted in disturbances due to exodus of the workers. However, the major projects of the Company were continued with skeletal staff during the lockdown. After partial relaxation in lockdown, the work was resumed in full swing with increased manpower to achieve completions within the target dates.

The financial results of the company for the quarter and year ended 31.03.2020 are under finalization. As advised in the SEBI circular dated 20.05.2020, the impact of the Covid-19 on the financial statements, to the extent possible, shall be disclosed while submitting the financial statements under Regulation 33 of the SEBI (LODR), Regulations, 2015.

