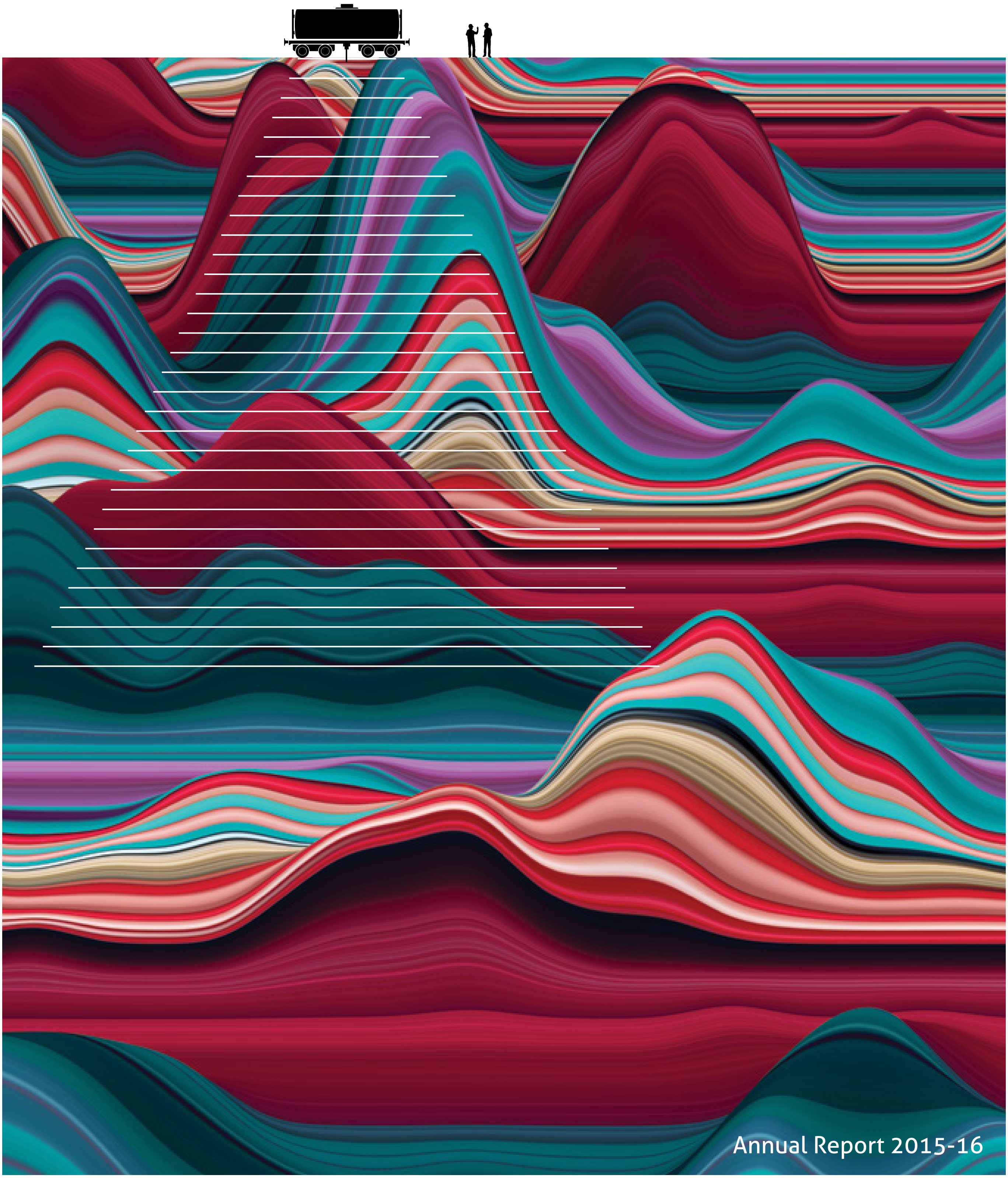
Accelerating Transformation through **Operational Excellence**

Asian
Oilfield Services



Annual Report 2015-16

To view this report online visit
www.asianoilfieldservices.com

In a rapidly changing global industry scenario, maintaining one’s competitive advantage requires making some significant future forward strides. And in an industry as traditional as ours, most often what makes a major difference to productivity as well as to data quality results is choice of appropriate technology. This is an expertise which we have assiduously developed over the past years.

Hence, as a leading oilfield services company, we are changing the way we work and are investing heavily in technology in order to notch up our client's reservoir recovery and production; enabling access to new reserves and maximize our stakeholders returns. Because we believe that the pursuit of **technological excellence** is what will help us tide over the future business challenges, thereby laying the foundation of a **distinct & transformed tomorrow**!

The World of Asian Oilfield

Asian Oilfield Services Limited (AOSL) is amongst the market leaders in high-end 2D and 3D Seismic services segment in the country. It specialises in geophysical range of onshore Seismic and Drilling services, including acquisition, imaging, interpretation and field evaluation

With more than 200 employees, AOSL supplies a wide range of products and services, including seismic data acquisition and processing, directional drilling and drilling services, formation evaluation and well testing, among others.

We operate across 5 countries with our two subsidiaries in Dubai (Asian Oilfield & Energy Services DMCC) and Singapore (AOSL Petroleum Pte Limited). Being an expert oilfield services company, we continue to improve our technology, reliability, efficiency and integration.

Incorporated in 1992, the majority ownership of the Company was recently acquired by Oilmax Energy Private Limited. with the management changes having recently been effected. This sets the Company's roadmap for transformation, backed by industry leading experience and expertise.

Company with a Vision

Asian Oilfield Services Limited aims to be recognised and respected for the quality of its products, efficiency of its operations, world standard QHSE, customer satisfaction and the goodwill generated from its services. Our Company, employees and shareholders prosper by gaining the loyalty of customers and consequently increasing market share. Our objective is to maximise the return to our stakeholders and building and maintaining sustainability and predictability in our business model.

Values at our Core

Trust

We shall continue to conduct our business with customers, stakeholders and employees with integrity, honesty and transparency.

Performance

We shall strive to deliver our services efficiently and competitively by employing a highly motivated

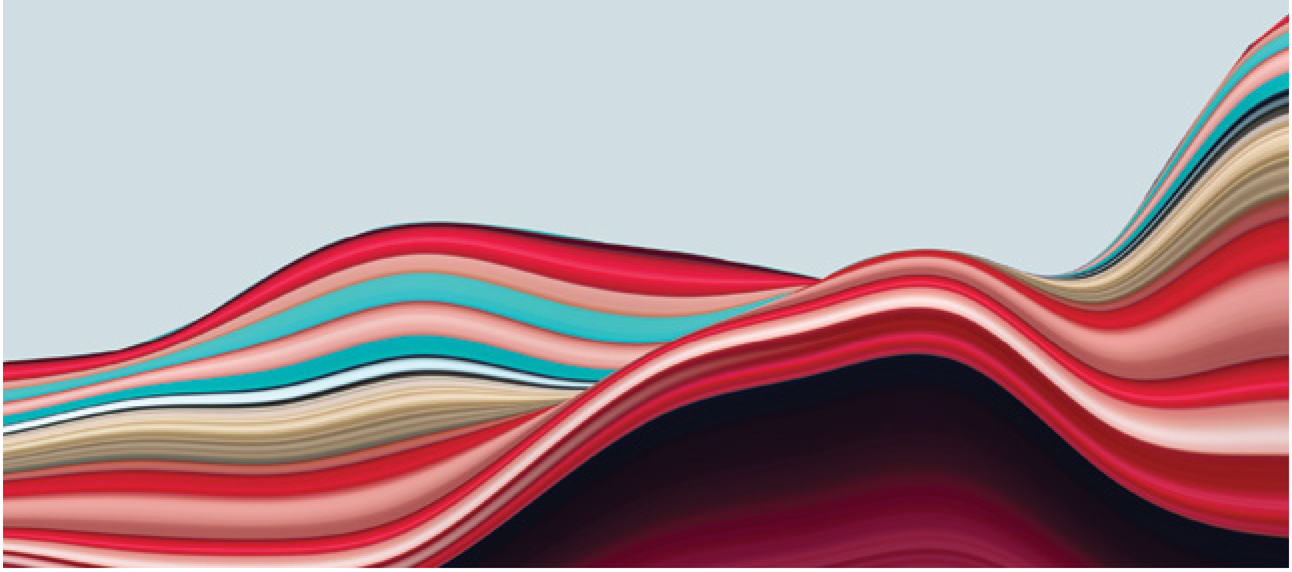
workforce, assets of the highest standards, state of- art technology and by implementing the best processes and systems in the industry, while maintaining the highest standards of safety.

Quality

We shall constantly implement industry best practices while shunning poor ones and keep incorporating the latest technologies to improve the quality of our products and services.

Teamwork

We will share ideas, resources and talents and help each other in delivering our best performance.



Snapshot of key matrices

₹1061 mn
Revenues in 2015-16

₹(270.56) mn
PAT for 2015-16

₹34.67 mn
EBIDTA for 2015-16

₹(11.13) mn
Operating cash flow in 2015-16

₹(252.02)mn
PBT in 2015-16

₹1730.36 mn
Gross block as on March 31, 2016

₹100.67mn
Net worth as on March 31,2016

₹335.91 mn
Working capital limit as on March 31, 2016

56.32 %
Promoter shareholding as on March 31, 2016

₹6730.81 mn
Market capitalisation as on March 31, 2016

200
Team strength as on March 31, 2016

05
Presence in number of countries

3.27 %
EBIDTA Margin as on March 31, 2016

(25.48) %
PAT Margin as on March 31, 2016

₹(122.58) mn
Reserves & Surplus as on March 31, 2016

₹4.51
Book Value per share as on March 31, 2016

Our Journey in Milestones

1992

Incorporated as Asian Oilfield Services Limited

1995

Initial Public Offer launched on March 13, 1995

Commenced rig operations

1997

Commenced shot hole drilling operations

1998

Executed first seismic survey contract

2003

Executed 2D seismic contract for Premier Oil

2007

Executed 2D seismic contract for North East India

2008

Investment in the Company by Samara Capital

2010

Successfully executed first 3D seismic contract

Commenced mineral coring operations

2012

Initiated CBM coring and drilling business

2013

Created a world record for real-time Wireless Recording of Seismic data

2014

Completed Seismic data acquisition for Oil Search Limited in Kurdistan

2015

Completed Seismic data acquisition for Gazprom NEFT in Kurdistan with zero injuries

2016

Company was acquired by Oilmax Energy Private Limited

Message from the Management

Dear Shareholders,

The recent times have been challenging, to say the least, for seismic industry. With falling crude oil prices and decreasing oil & gas exploration activities, we have re-grouped and worked around our strategies to adapt to the persistently weak demand.

United States continues to cement its place as the major producer of both oil and gas, and it has caused a shift in trade patterns. The country can now satisfy roughly 90% of its energy needs from domestic sources, up from 70% in 2005. Losing the United States as a primary market, major oil producing nations are now looking at other countries. Similarly, Middle East countries are also witnessing an increase in demand. Output from Southern Iraq and Kurdistan is expected to ramp up, despite security issues that surround the region.

Such volatility in demand-supply dynamics is fuelling uncertainty between traditional and new oil suppliers. The world's biggest demand centres are also shifting. While the United States continues to remain the world's largest consumer and importer of oil, there is a visible increase in demand from countries like China and other Asian and South Asian countries.

Asian Oilfield positioning

With the backdrop of the macro industry scenario discussed above, I believe AOSL is now well poised as we expect industry recovery. We expect reforms and investments to kick-in for Oil & Gas sector in the coming months. As an entity, we stand to gain from the upcoming opportunities, backed by our core competencies and execution abilities demonstrated in the recently concluded projects.

Major oil companies (at national and global levels) are reposing their faith in us for their upcoming exploration projects. Yes, there have been challenges and headwinds that the Company has been bothered with, but I expect things to change positively in the coming fiscal. The recent acquisition of equity by Oilmax Energy Private Limited, brings in 20 years of experience and expertise on board. We are optimistic and confident that the new management and board will write a new chapter of success and growth for the Company in the coming years.

Focus on Technology

Seismic activities in the recent past have undergone changes, thereby demanding accuracy and correctness of the data. At AOSL, we too have evolved and pioneered with technological adeptness in India in some of our recently concluded projects. From data capturing to reservoir imaging; from 2D to 3D imaging, from wired cables to wireless real-time data imaging - we pioneered these technological innovations in India for the very first time.

Moving ahead, we shall continue to offer solutions to suit the exploration objectives and ambitions of oil companies. We shall leverage our expertise, address their demands in the most difficult and challenging terrains, and deliver superior and accurate imaging solutions.

Opportunities

Today, we stand on threshold of opportunities. With the new government now gaining foothold and pushing in major reforms, we expect the coming years to be big - for India and AOSL. Our transformed identity has added to our credibility, which in turn enabled us to work for global clients in North Africa, Far-East, West Africa and South-East Asia. Even in India, we expect major tenders to be awarded for oil exploration, which was stagnant over a significant period of time.

In terms of project execution, we have been working hard to enhance our operational efficiency, reduce costs and improve margin levels.

Outlook

The recent actions taken are in accordance with our strategic framework for long-term value creation. The sustained oil price weakness and cautious spending pattern of our clients continue to negatively impact the seismic demand, and we expect the demand for seismic services to continue facing headwinds. However, we are well prepared for the challenges with a focused and disciplined approach towards cost control and operational efficiency. With a more dedicated approach towards usage of technology, we expect to deliver unmatched data results and services, and emerge as an attractive contractor and partner for oil companies, today and tomorrow.

In conclusion, I would like to thank the Board, management, customers, bankers and employees for their continued trust and support towards the company. We shall march forward with added passion towards achieving greater stakeholder value in the coming fiscal.

Regards

Mr. Rohit Agarwal
Wholetime Director

Competitive advantages

AOSL has grown considerably in the last few years. This has been the result of a more agile structure to respond to changing market conditions. With our capabilities, we simplify the interface between field operations and support .functions

Adopting state-of- art technologies

At AOSL, we conduct regular assessment of our operations in order to increase reliability, efficiency and integration. To reinforce and complement our core capabilities, we focused on adopting technologies that would provide more than the desired result. Our sustained investments in technology have helped us increase the quality and reliability of the seismic data for our enriched clientele.

Enhance workforce productivity

At AOSL, our team upholds our core values and thrives on challenges to excel in evolving times. In order to enhance workforce productivity, we work around to empower skill sets of the team, streamlining workflows and optimising resources. In addition, our focus on health and safety continues to remain of prime importance, thereby reducing personnel exposure to safety risks.

Strategic alliance

In pursuit of operational excellence, we collaborated with one of the leading global geophysical service companies. We expect to leverage their expertise in seismic data acquisition, advanced processing and interpretation services. With this memorandum of understanding, we stand to strive ahead and execute challenging projects in domestic regions.

Asset-light model

With our ever expanding presence across the globe and wide presence in India, we took a strategic step for future project execution. We adopted an asset-light model, bringing in two-fold benefits - one, de-stressing our balance sheet and two, leverage better project execution and results to gain more visibility and credibility in our industry space.

Global presence

With significant opportunities opening up in Asian countries, we continue to expand our presence beyond India. With several geo-strategic and energy-rich regions being identified in Asian countries, we are poised to capitalise these opportunities.

Business sustainability

The strength of our business is derived and reflected from our contracts delivered, making it possible to sustain economic and industry downtrends. Our asset-light model and financial prudence has helped us achieve business sustainability.

Integrated solutions provider

At AOSL, we have evolved from being just a data capturing company to providing seismic data, analysing and interpreting it for our clients with an informed decision. Our ability to provide holistic solutions in difficult and complex environment has strengthened our repute among leading national and global oil & gas companies.

Compliance driven

In a business involving high-end technology and reservoir imaging, we have duly complied with standard governance and regulations to create a confidence-enhancing environment for our customers. As a business-strengthening measure, we conduct regular internal audits and third-party audits at our offices and sites.

Corporate Information

Name of Board of Directors	Position Held
Naresh Chandra Sharma	Chairman - Independent Director
Ajit C. Kapadia	Independent Director
Rohit Agarwal	Wholetime Director
Dr. Rabi Narayan Bastia	Promoter Director (Independent Director till 05.08.16)
Ashwin Madhav Khandke	resigned on 21.04.2016
Rahul Talwar	resigned on 07.05.2016
Avinash Manchanda	resigned on 09.11.2015
Sanjay Bhragava	resigned on 05.08.2016
Vikram Ranjan Agarwal	resigned on 05.08.2016
Gautam Gode	resigned on 05.08.2016
Sapna Kalantri	resigned on 05.08.2016

Company Secretary

Kanika Bhutani

Chief Financial Officer

Sachin Aggarwal *(Resigned w.e.f 17. 09. 2015)*

Auditors

Walker Chandiok & Co LLP
Chartered Accountants
Connaught Place,
New Delhi

Bankers

State Bank of India
HDFC Bank Limited
Axis Bank
Ratnakar Bank Limited

Registered & Corporate Office

703, IRIS Teck Park, Tower-A, Sector-48,
Sohna Road, Gurgaon - 122018
Tel: 0124-6606400, Fax: 0124-6606406
Email: secretarial@asianoilfield.com
Website: www.asianoilfield.com

Registrar & Share Transfer Agent

Link Intime India (P) Limited, 102 & 103 Shangrila
Complex, 1st Floor, Opp. HDFC Bank,
Near Radhakrishna, Char Rasta, Akota, Vadodara - 390 020
Tel : 0265-2356573 / 2356794, Fax: 0256-2356791
Email: vadodara@ linkintime.co.in

Corporate Identity Number (CIN)

L23200HR1992PLC052501

Management Discussion & Analysis

Global Economic Review

Global economy grew by only 3.1% during 2015 due to fall on oil prices and slowdown in larger economies like China. Chinese economy weakened sharply during the first half of 2015, owing in part to steep declines in exports. The emerging and developing economies grew 4% in 2015 compared to 4.6% in the previous year due slowdown in China.

The International Monetary Fund downgraded its forecast for global economic growth based on Brexit after-effects. Brexit is supposed to creates a wave of uncertainty amid already-fragile business and consumer confidence. Hence, it notched down its global growth estimate for 2016 from 3.2% to 3.1%, at par with the 2015 level.

Global GDP

GDP Growth Rate %	2015	2016 (Projections)	2017 (projected)
World Output	3.1	3.1	3.4
Advanced Economies	1.9	1.8	1.8
United States	2.4	2.2	2.5
UK	2.2	1.7	1.3
Eurozone	1.7	1.6	1.4
Japan	0.5	0.3	0.1
*Other Advanced Economies	2.0	2.0	2.3
Emerging & Developing Economies	4.0	4.1	4.6
China	6.9	6.6	6.2

Source: IMF July 2016

*Excludes G7 (Canada, Germany, Italy, Japan, United Kingdom and United States) and Euro area countries.

Indian Economic Review

At 7.6% growth during FY2015-16, India positioned itself as the fastest growing economy in the world. The quick rebound in the manufacturing and the farm sector during the fourth quarter were the primary reasons for such growth in the economy. With the improvement in the economic scenario, various foreign companies invested in India by setting up their facilities in the country on account of numerous Government initiatives like Make in India and Digital India.

There is considerable optimism on India's economic growth in 2016 because of the adequate rainfall across the country. Another reason for accelerated growth in the country is the downtrend in global oil prices, which has resulted in a decline in foreign exchange expenditure on oil imports in the FY2015-16. India's import of crude oil amounted to 202.1 million tonnes in the fiscal year that ended March 31, 2016 costing the country $64.4 billion as against $112.7 in the FY2014-15. Hence, IMF forecast the Indian economy to grow at 7.4% in FY2016-17 and FY2017-18.

Industry overview

Global energy sector

Primary energy consumption in the world rose by merely 1.0% in 2015 at par with 1.1% growth in 2014, but much below the 10 year average of 1.9%. By fuel, oil and renewable energy grew to above average level. Oil, accounting for 32.9% of global energy consumption, recorded the largest decline in prices in 2015. The annual average price for Brent declined by 47% y-o-y, reflected a growing imbalance between global production and consumption. Renewable energy grew to approximately 3% of global primary energy consumption, while coal recorded the largest decline in consumption based on global check on CO_2 emission.

With 1.6% growth in energy consumption, emerging economies dominated the global energy consumption at 58.1% but it was way below the 10-year average of 3.8%. In China consumption growth slowed to 1.5%, while in India it increased to 5.2%. OECD and EU countries consumption increased slightly to 0.1% and 1.6% respectively, while in US and Japan the consumption decreased by 0.9% and 1.2, respectively.

Oil

Brent decreased more than half to $42 per barrel compared to $112 per barrel in 2014. Higher production in OPEC countries particularly, Iraq and Saudi Arabia, together with US shale oil production, which decreased the demand in US and certain other countries, pushed down the oil prices.

Consumption and production-Global oil consumption grew by 1.9% y-o-y based on 1.1% yearly increase in OECD countries, which showed a 1.1% decrease in consumption over the past decade. US and EU posted 1.6% and 1.5% increase in oil consumption, while Japan recorded a 3.9% decline in consumption. Apart from OECD, net oil importing countries like India and China recorded 8.1% and 6.3% increase in oil consumption making India as the world's third-largest oil consumer. However, oil demand in non-OECD countries grew by only 2.6% y-o-y

Global oil production increased by 3.2% y-o-y, more than global consumption in 2015 based on higher production in Iraq and Saudi Arabia and US. The US remained the world's largest oil producer. Moreover, production growth in Brazil, Russia, the UK and Canada was offset by declines in Mexico, Yemen and elsewhere.

Increase or Decrease in Production & Consumption barrels/day

Country	Net increase / (decrease) in production in 2015 over 2014	Net increase / (decrease) in consumption in 2015 over 2014
Iraq	750000 b/d	
Saudi Arabia	510000 b/d	
US	1000000 b/d	290000
Brazil	180000b/d	
Russia	140000	
UK	110000	
Canada	110000	
Mexico	(200000)	
Yemen	(100000)	
EU		200000
Japan		(160000)
China		770000
India		310000

Oil production million tonnes daily

Regions	2013	2014	2015
North America	785.0	869.5	910.3
South & Central America	376.1	390.0	396.0
Europe & Eurasia	833.0	834.7	846.7
Middle East	1324.6	1340.3	1412.4
Africa	413.9	397.5	398.0
Asia Pacific	394.0	396.6	398.3
World	4126.6	4228.7	4361.9

Oil Consumption million tonnes daily

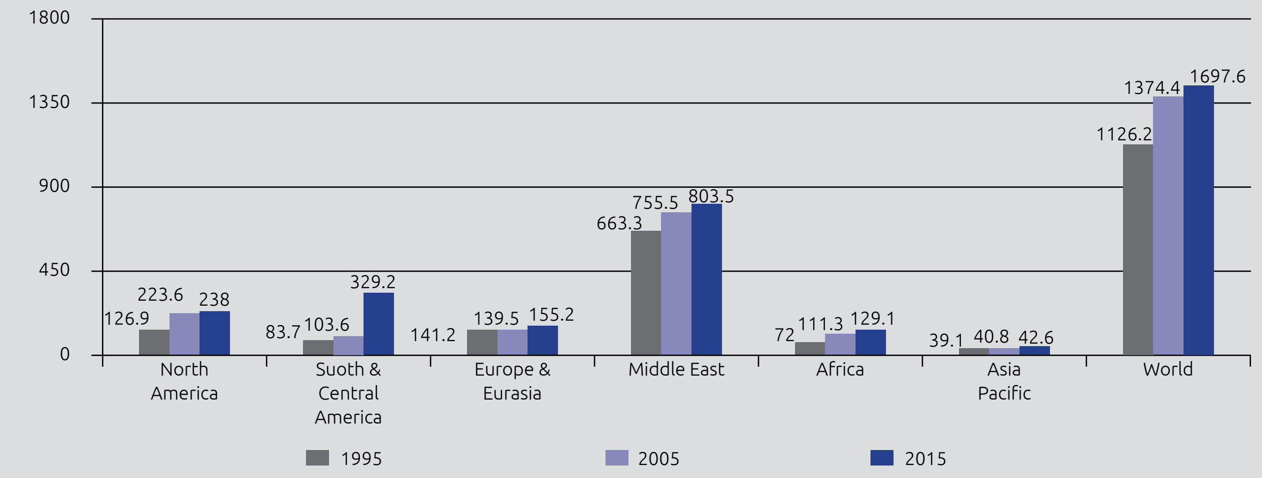
Regions	2013	2014	2015
North America	1025.3	1026.6	1036.3
South & Central America	322.9	329.8	322.7
Europe & Eurasia	864.7	858.6	862.2
Middle East	402.0	417.1	425.7
Africa	173.3	177.2	183.0
Asia Pacific	1421.8	1442.2	1501.4
World	4209.9	4251.6	4331.3

Source: BP Statistical Review of World Energy 2016

Refining and trade- Global crude runs increased by 2.3% y-o-y, more than triple the 10-year average growth, although run declined in South & Central America, Africa and Russia. Strong refining margins enhanced crude runs OECD, with growth in Europe. However, global refining capacity witnessed the smallest increase in 23 years. Asia posted a fall in capacity based on delayed expansion in China coupled with closures in Taiwan and Australia. Global refinery utilization rose by 1% to 82.1%, resulting in a fastest increase in five years.

Global trade of crude oil and refined products surged 5.2% y-o-y based on growing exports from Middle East and higher imports to Europe and China. Growth in refined product exports was again led by the US.

Proved Reserves (Thousand million barrels)



Source: BP Statistical Review of World Energy 2016

Natural Gas

Consumption and production – World consumption of natural gas in 2015 increased by 1.7% compared to merely 0.6% growth in the previous year. However, the growth was much below the 10 year average growth of 2.3%. OECD countries, accounting for 46.5% of the world consumption, witnessed a 10-year average growth of 1.5% while rest of the countries collectively posted a 1.9% average growth during the last 10 years. Among OECD countries, the US and EU accounted for largest yearly growth of 3.0% and 4.6% respectively. In emerging economies, China and Iran exhibited highest growth with 4.7% and 6.2% y-o-y, while Russia and Ukraine recorded largest volumetric decline with 5.0% and 21.8% y-o-y. Globally, natural gas accounted for 23.8% of primary energy consumption.

Global production grew by 2.2% y-o-y but it was below the 10-year average of 2.4%. The US with 5.4%yearly growth recorded the largest increment, with Iran and Norway posting a 5.7% and 7.7% growth respectively.

North America, Africa, and Asia Pacific witnessed above average growth. However, EU and Netherlands posted largest decline with 8.0% and 22.8% respectively. Moreover, Russia and Yemen recorded largest volumetric decline with 1.5% and 71.5%.

Trade – Globally the trade of natural gas increased 3.3% y-o-y. Pipeline shipments grew by 4%, mainly attributable to growth in net pipeline exports from Russia and Norway at 7.7% and 7.0% respectively. Mexico and France with 44.9% and 28.8% respectively, recorded the largest volumetric increases in net pipeline imports. LNG trade in the world increased 1.8% y-o-y. Australia and Papua New Guinea witnessed highest export growth with 25.3% and 104.8% respectively, while Yemen recorded the largest decline with 77.2%. LNG imports grew in Europe and Middle East by 15.9% and 93.8%, which was offset by decline in South Korea and Japan with 10.4% and 4% respectively. International natural gas trade accounted for 30.1% of global consumption and the pipeline share of global gas trade rose to 67.5%.

India energy sector

India is among the largest power-generating countries in the world with an installed capacity of 303 GW (as of June 2016). India's energy sector is one of the most diversified in the world. Sources of power generation range from conventional sources such as coal, lignite, natural gas, oil, hydro and nuclear power to viable non-conventional sources such as wind, solar, and agricultural and domestic waste. Energy demand in the country has increased rapidly and is expected to rise further in the years to come. In order to meet the increasing demand for Energy in the country, massive addition to the installed generating capacity is required.

The generation capacity in India comprises of a mix of thermal, hydro, nuclear, and renewable energy. Over the years thermal energy has become a dominant source of power generation.

Total Installed Capacity: (As on 30.06.2016)

Fuel	MW	% of Total
Total Thermal	211,640	69.8%
Coal	186,213	61.4%
Gas	24,509	8.09%
Oil	919	0.30%
Hydro	42,848	14.1%
Nuclear	5,780	1.9%
RES (MNRE)	42,849	14.1%
Total	**303,118**	**100.00%**

Source: Government of India

The oil and gas sector is among the six core industries in India and plays a major role in influencing decision making for all the other important sections of the economy. India's economic growth is closely related to energy demand and therefore the need for oil and gas is projected to grow more.

More than 40% decrease in oil prices and the country's "Make in India" campaign has boosted its demand. According to the International Energy Agency, India's oil products demand is expected to take an upward trajectory, rising two-and-a-half-fold to 10 million barrels per day by 2040.

The state-owned players in India's refining sector, apart from benefiting from the captive and fast-growing domestic market, have also been freed of the yoke of diesel subsidies since October 2014, and are on their way to phasing out LPG subsidies too. Shedding the LPG subsidy burden is crucial as the oil marketing companies push the cleaner burning cooking fuel into rural India, looking to boost the country's household penetration to 85% from the current 65% over the next five years. The concurrent decline in kerosene use by households would also whittle down the subsidy burden.

Increased oil demand is also likely to create a sustained demand for oil field services like drilling rigs, offshore support vessels, tubular goods, and seismic services and equipment for constructing process platforms, pipelines and collecting stations, as well as other surface facilities for transportation of oil and gas from wells to delivery points. The country's gas pipeline coverage has increased substantially and has significant potential for further expansion.

India is also rising as a potential refining hub because the capital costs are lowered by 25–50% here in comparison to other Asian countries.

Government has taken many initiatives to boost investment in this sector. 100% FDI is allowed for Indian companies in refineries, for petroleum products and pipeline sector, natural gas and for infrastructure related to petroleum products marketing.

Financial Review

Revenue - The Company recorded a increase in its revenues (on standalone basis) by 75.12% from ₹834.33 lacs in 2014-15 to ₹1,461.08 lacs in 2015-16.

Expenditure - The Company's total expense increased 65.58% from ₹2,464.76 lacs in 2014-15 to ₹4,081.26 lacs in 2015-16.

Fixed assets - Gross block increased from ₹1841.17 lacs as on 31st March, 2015 to ₹2521 lacs as on 31st March, 2016. The Company provided depreciation for the year 2015-16 at ₹59.90 lacs against ₹60.89 lacs in the previous fiscal year.

Intellectual capital - We recognise that our human capital drives the Company's customer-driven business model. Therefore, we continuously strive to attract and retain the best talent. Apart from having a robust performance management system, we strive to create an inspiring and rewarding work environment. Our employees' skills are constantly upgraded through a variety of training programmes and internal opportunities, which increase work based knowledge and efficiencies.

SWOT Analysis of the Oil & Gas sector

Strengths

- India is the world's third biggest energy consumer and continues to grow rapidly
- Strong contributor towards economic growth
- Major natural gas discoveries by a number of domestic companies hold significant medium to long term potential
- High demand for petroleum products
- Increase in demand for oil and gas
- High exploration portfolio
- Scope of conservation

Weaknesses

- The oil and gas sector is dominated by state controlled enterprises, although the Government has taken steps in recent years to deregulate the industry and encourage greater foreign participation
- Inadequate and slowly developing infrastructure
- Lack of awareness in safety issues
- Environmental issues
- High import dependence

Opportunities

- LNG imports are still set to grow rapidly over the longer term as domestic consumption expands
- India has freed gasoline retail price controls
- Untapped domestic oil and gas potential
- Strong domestic energy demand growth
- High recovery rates from existing projects
- Decrease in oil prices

Threats

- Increased competition within Government and private players
- Continuing Government interference
- Changes in national energy policies
- Increasing competition

Internal control systems

We have established a proper system of internal controls and procedures that are compatible with the size of our operations and business. Our statutory and internal auditors regularly conduct audits of our operations, establishments, with a view to ensure that these systems are properly adhered to. The Audit Committee reviews the reports of the Internal Auditors and monitors the effectiveness and operational efficiency of these internal control systems. The Audit Committee gives valuable suggestions from time to time for improvement of the Company's business processes, systems and internal controls. The annual internal audit plans are prepared by Internal Auditors in consultation with the Audit Committee and the audit is conducted in accordance with this plan.

Board's Report

To the Members,

Your Directors are pleased to present the 23rd Annual Report and the Company's audited financial statement for the financial year ended March 31, 2016.

Financial Results :

The Company's financial performance, for the year ended March 31, 2016 is summarised below:

(Rupees in Lacs)

Particulars	Consolidated		Standalone	
	2015-16	2014-15	2015-16	2014-15
Gross Income	10,619.18	14,738.16	1,461.08	834.33
Profit / (Loss) before Interest, Depreciation and Tax	346.74	103.88	(1,616.65)	(425.52)
Operating Profit / (Loss) before Depreciation and Interest	(2,367.40)	(2,361.76)	(2,003.20)	(1731.9)
Depreciation	1,777.81	1,810.89	599.05	608.98
Profit/(Loss) before interest, tax and exceptional items	(1,431.06)	(1,707.01)	(2,215.70)	(1034.5)
Interest	1,089.18	945.25	542.76	596.69
Profit/(Loss) before tax and exceptional items	(2,520.25)	(2,652.26)	(2,758.46)	(1631.19)
Exceptional items	-	44.92	-	44.92
Tax expenses	185.31	3.90	181.14	0
Net Loss after tax and exceptional items for the period from continuing operations	(2,705.55)	(2,701.08)	(2,939.60)	(1676.11)

Dividend :

In view of loss incurred, the Board regrets its inability to recommend payment of dividend to the shareholders.

Transfer to Reserves :

The Company does not propose to transfer any sum to the General Reserve in view of loss.

Company's Performance :

On consolidated basis, revenue from operations for the financial year 2015-16 stood at ₹7766.76 Lacs which was lower by 44.85% over last year (₹14,083.30 Lacs in 2014-15). Overall operational expenses for the year have lowered down to ₹11,911.97 Lacs, against ₹16,445.17 Lacs in the previous year resulting Operating Loss of ₹4145.21 Lacs, against ₹2,361.87 Lacs in the previous year. Net Loss for the year stood at ₹2705.55 Lacs as against ₹2,701.08 Lacs of loss, in the previous year.

On standalone basis, revenue from operations for the financial year 2015-16 is ₹936.26 Lacs which has increased as 5 times over last year (₹136.93 Lacs in 2014-15) whereas Overall operational expenses for the year rose to ₹3538.51 Lacs, against ₹1,868.83 Lacs in the previous year resulting Operating Loss was ₹2602.25 Lacs, against ₹1,731.90 Lacs in the previous year. Net Loss (excluding exceptional item) for the year at ₹2939.60 Lacs as against ₹1,676.11 Lacs, of loss, in the previous year.

Subsidiary Companies and Consolidated Financial Statements :

In accordance with the Companies Act, 2013 ("the Act") and Accounting Standard (AS) - 21 on Consolidated Financial Statements read with AS - 23 on Accounting for Investments in Associates, the audited consolidated financial statement is provided in the Annual Report.

Subsidiary Companies :

The Company has 2 subsidiaries as on March 31, 2016. There are no associate companies within the meaning of Section 2(6) of the Companies Act, 2013 ("Act"). There has been no material change in the nature of business of the subsidiaries.

The Consolidated Financial Results reflect the operations of the two subsidiaries viz. Asian Oilfield & Energy Services DMCC and AOSL Petroleum Pte. Ltd.

Pursuant to provisions of Section 129(3) of the Act, a statement containing salient features of the financial statements of the Company's subsidiaries in Form AOC-1 is annexed as **Annexure A.** Pursuant to the provisions of section 136 of the Act, the financial statements of the Company, consolidated financial statements along with relevant documents and separate audited accounts in respect of subsidiaries, are kept at the Registered Office of the Company and are available on the website of the Company.

Performance of Subsidiaries :

Asian Oilfield & Energy Services DMCC, Dubai

During the year, net sales of Asian Oilfield & Energy Services DMCC decreased from ₹139.46 Crores in the previous year to ₹68.31 Crores during the year 2015-16. However, it generated Net Loss of ₹5.41 Crores, against Net Profit of ₹9.23 Crores in the previous year.

Asian Oilfield & Energy Services DMCC has been exploring opportunities in select countries in the MEA Region, which would have huge opportunities in the field of Oil and Gas exploration

AOSL Petroleum Pte. Ltd.

During the year AOSL Petroleum Pte. Ltd. registered no income and has caused Net Loss of ₹2.98 Crores, against net Loss of ₹1.17 Crores in the previous year.

Particulars of Loans, Guarantees or Investments:

The Company has not given any loans or guarantees or made any investments in contravention of the provisions of the Section 186 of the Companies Act, 2013. The details of the loans and guarantees given and investments made by the Company are provided in the notes to the financial statements.

Related Party Transactions :

All related party transactions that were entered into during the financial year were on arm's length basis and were in the ordinary course of Company's business. The Company has not entered into any contract, arrangement or transaction with any related party which could be considered as material as defined under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board has approved a policy for related party transactions which has been uploaded on the website of the Company (www.asianoilfield.com).

All the related party transactions are placed before the Audit Committee as well as the Board for approval on a quarterly basis. Omnibus approval was also obtained from the Audit Committee and the Board on an annual basis for repetitive transactions.

Related party transactions under Accounting Standard – AS18 are disclosed in the notes to the financial statements. Prescribed Form No. AOC-2 pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014 is furnished as **Annexure B** to this report.

Directors' Responsibility Statement :

Pursuant to section 134(5) of the Companies Act, 2013, the board of directors, to the best of their knowledge and ability, confirm that:

a. In the preparation of annual accounts for the year ended March 31, 2016, the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;

b. They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at March 31, 2016 and of the loss of the Company for the year ended on that date;

c. They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d. They have prepared the annual accounts on a 'going concern' basis ;

e. They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

f. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

Directors and Key Managerial Personnel :

During the year under review, following changes occurred in the position of Directors/ KMPs of the company.

Directors :

During the year under review Mr. ACM ceased to be Director of the Company on resignation from November 9, 2015.

Events Occurred after closure of Financial Year till the date of Board Report

Mr. Ashwin Madhav Khandke, Wholetime Director and Mr. Rahul Talwar, Group CEO ceased to be Directors of the Company on resignations from April 21, 2016 and May 7, 2016 respectively.

Whereas Mr. Gautam Gode, Mr. Sanjay Bhargava, Mr. Vikram Ranjan Agawal and Ms. Sapna Kalantri, the Directors representing erstwhile Promoter viz. Samara Capital Partners Fund I Ltd. , ceased to be directors of the Company on resignations from August 5, 2016.

Mr. Rohit Agarwal, who was appointed as an Additional Director with effect from August 5, 2016 and was appointed as Whole time Director for a period of 3 (three) years from August 5, 2016, subject to the approval of the Shareholders.

Mr. Rabi Narayan Bastia, the Independent Director has become the Promoter Director of the Company due to his association with Oilmax Energy Pvt. Ltd., the new promoter of the Company, with effect from the date of Board Meeting held on August 5, 2016. Mr. Rabi Bastia retires by rotation and being eligible offers himself for re-appointment.

Key Managerial Personnel :

During the year under report, the following persons were Key Managerial Personnel of the Company :

1. Mr. Ashwin Madhav Khandke, Wholetime Director
2. Mr. Sandeep Bhatia, Chief Financial Officer (w.e.f. May 21, 2015 to August 11, 2015)
3. Mr. Sachin Aggarwal, Chief Financial Officer (w.e.f. August 11, 2015 to September 17, 2015)
4. Ms. Kanika Bhutani, Company Secretary and Compliance Officer

Declaration by Independent Directors :

The Company has received necessary declaration from all Independent Directors of the Company confirming that they meet the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 as well as under Regulation 25 of SEBI (LODR) Regulations. There has been no change in the circumstances which may affect their status as independent director during the year.

However Mr. Rabi Narayan Bastia, the Independent Director have become the Promoter Director of the Company due to his association with Oilmax Energy Pvt. Ltd., the new promoter of the Company, with effect from the date of Board Meeting held on August 5, 2016.

Board Evaluation :

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and Individual Directors pursuant to the provisions of the Act and the Corporate Governance requirements as prescribed by Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), Regulations 2015 ("SEBI Listing Regulations").

The performance of the Board was evaluated by the Board after seeking inputs from all the directors on the basis of the criteria such as the Board composition and structure, effectiveness of board processes, information and functioning, etc.

The performance of the Committees was evaluated by the Board after seeking inputs from the Committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

The Board and the Nomination and Remuneration Committee ("NRC") reviewed the performance of the Individual Directors on the basis of the criteria such as the contribution of the individual director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of Independent Directors, performance of non-Independent Directors, performance of the board as a whole and performance of the Chairman was evaluated, taking into account the views of executive directors and Non-Executive Directors. The same was discussed in the board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and individual directors was also discussed. Performance evaluation of independent directors was done by the entire board, excluding the Independent Director being evaluated.

Familiarization Programme for the Independent Directors :

In Compliance with the requirements of SEBI Regulations, 2015, the Company has put in place a familiarization programme for the Independent Directors to familiarize them with their role, rights and responsibilities as Directors, the working of the Company, nature of the industry in which the Company operates, business model etc. The details of the familiarization programme are explained in Corporate Governance Report.

Policy on Directors' appointment and Remuneration and other details :

The Company's policy on directors' appointment and remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the Corporate Governance Report, which forms part of the Board's report.

Number of Meetings of The Board :

Six meetings of the Board were held during the year on May 21, 2015 (adjourned Board Meeting held on May 29, 2015), August 11, 2015, September 28, 2015, November 6, 2015, December 11, 2015 and February 10, 2016. For details of the meetings of the Board, please refer to the Corporate Governance Report, which forms part of this report.

Audit Committee :

The details pertaining to composition of audit committee are included in the Corporate Governance Report, which forms part of this report.

Material changes and Commitments, if any, affecting the Financial Position of the Company which have occurred between the end of Financial Year of the Company to which the Financial Statement relate and the date of the report :

There were no material changes and commitments that have affected the financial position of the Company which have occurred between the financial year ended on March 31, 2016 and the report dated August 11, 2016.

Management Discussion and Analysis :

In terms of the provisions of Regulation 34 of the SEBI Listing Obligations And Disclosures Requirements Regulation (SEBI LODR) 2015, the Management Discussion and Analysis has been given separately and forms part of this report.

Risk Management :

The Company has in place a Risk Management Policy pursuant to Section 134 of the Companies Act and Regulation 21 of SEBI (LODR) Regulations. It establishes various levels of accountability and overview within the Company, while vesting identified managers with responsibility for each significant risk.

The Internal Audit Department facilitates the execution of Risk Management Practices in the Company, in the areas of risk identification, assessment, monitoring, mitigation and reporting. Through this program, each Function carried on project sites, addresses opportunities and risks through a comprehensive approach aligned to the Company's objectives. The Company has laid down procedures to inform the Audit Committee as well as the Board of Directors about risk assessment and management procedures and status.

This risk management process, which is facilitated by internal audit, covers risk identification, assessment, analysis and mitigation. Incorporating sustainability in the process also helps to align potential exposures with the risk appetite and highlights risks associated with chosen strategies. The major risks forming part Risk Management process are linked to the audit.

The Audit Committee of the Board of the Company has been entrusted with the task to frame, implement and monitor the risk management plan for the Company and it is responsible for reviewing the risk management plan and ensuring its effectiveness with an additional oversight in the area of financial risks and controls. Major risks identified by the businesses and functions are systematically addressed through mitigating actions on a continuing basis.

Internal Financial Control Systems and their adequacy :

The Company has adequate internal control systems including suitable monitoring procedures commensurate with its size and the nature of the business. The internal control systems provide for all documented policies, guidelines, authorization and approval procedures. The Company has M/s. S.P. Chopra & Co. the Firm of Chartered Accountants as an Internal Auditor which carries out audits throughout the year. The statutory auditors while conducting the statutory audit, review and evaluate the internal controls and their observations are discussed with the Audit committee of the Board.

Corporate Social Responsibility (CSR) :

The Company has already constituted a Corporate Social Responsibility (CSR) Committee in accordance with Section 135 of the Companies Act, 2013.

For the Company, Social Responsibility is a key element of accountability and it will continue to strive in its behaviour and actions to surpass the levels of minimum statutory compliance. The Company believes in the sustainable growth and prosperity of its stakeholders and views its responsibilities not only as business responsibilities but as Ethical and Social as well.

The CSR policy of the Company is placed on the website of the Company www.asianoilfield.com.

However, in view of loss, the Company has not pursued any initiative on CSR activities.

Safety, Environment and Health :

The Company's commitment to excellence in Health and Safety is embedded in the Company's core values. The Company has a stringent policy of 'safety for all', which drives all employees to continuously break new ground in safety management for the benefit of people, property, environment and the communities where we operate on sites.

The Company respects human rights, values its employees and the communities that it interfaces with. The Company is aware of the environmental impact of its operations and it continually strives to reduce such impact by investing in technologies and solutions for economic growth.

The Company considers safety, environment and health as the management responsibility. Regular employee training programmes are in place throughout the Company on Safety, Environment and Health and has well identified and widely covered safety management system in place for ensuring , not only the safety of employees but surrounding population of the project sites as well.

Policy on prevention, prohibition and redressal of Sexual Harassment at workplace :

The Company has zero tolerance for sexual harassment at the workplace and has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at the Workplace, in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules there under. The Policy aims to provide protection to employees at the work place and prevent and redress complaints of sexual harassment and for matters connected or incidental thereto, with the objective of providing a safe working environment,where employees feel secure.

The Company has not received any complaint of sexual harassment during the financial year 2015-16.

Vigil mechanism/ whistle blower policy :

There is a Whistle Blower Policy in the Company and that no personnel has been denied access to the Chairman of the Audit Committee. The policy provides for adequate safeguards against victimization of persons who use vigil mechanism. The Whistle Blower Policy is posted on the website of the Company www.asianoilfield.com.

Significant and material orders passed by the regulators or courts :

No significant material orders have been passed by the Regulators or Courts or Tribunals which would impact the going concern status of the Company and its future operations.

Corporate Governance

As per SEBI Listing Regulations, corporate governance report with Practicing Company Secretaries Certificate thereon and management discussion and analysis are attached, which form part of this report.

Human Resources :

The human resource plays a vital role in the growth and success of an organization. The Company has maintained cordial and harmonious relations with employees across various locations.

Your Company continuously invest in attraction, retention and development of talent on an ongoing basis. A number of programs that provide focused people attention are currently underway. Your Company thrust is on the promotion of talent internally through job rotation and job enlargement.

Deposits from Public :

The Company has not accepted any deposits from public and as such, no amount on account of principal or interest on deposits from public, was outstanding as on the date of the balance sheet.

Conservation of energy, technology absorption, foreign exchange earnings and outgo :

The particulars as prescribed under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of The Companies (Accounts) Rules, 2014, are

a. Conversation of Energy : Not Applicable

b. Technology Absorption : NIL

c. Foreign exchange earning & outgo :

(Amount in ₹)

Sr. No.	Particulars	2015-16	2014-15
a.	Foreign Exchange Earnings		
	Seismic Survey and other related Charges	Nil	Nil
	Interest on loan to Subsidiary	19,828,173	36,545,901
b.	Foreign Exchange outgo towards		
	Travelling expenses	1,309,892	2,370,436
	Capital goods	126,846,264	Nil
	Revenue Payment	Nil	Nil

Particulars of Employees and Remuneration

The information required under Section 197 (12) of the Act read with Rule 5 (2) and (3) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided in the **Annexure C** forming part of the Report. In terms of the first proviso to Section 136 of the Act, the Report and Accounts are being sent to the Shareholders excluding the aforesaid Annexure. Any Shareholder interested in obtaining the same may write to the Company Secretary at the Registered Office of the Company. None of the employees listed in the said Annexure is related to any Director of the Company.

Auditors :

(1) Statutory Auditors:

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, Walker Chandiok & Co. LLP, (WCC) Chartered Accountants, were appointed as statutory auditors of the Company from the conclusion of the 22nd Annual General Meeting (AGM) of the Company held on 28th September, 2015 till the conclusion of the 27th AGM to be held in the year 2020, subject to ratification of their appointment at every AGM. Members are requested to consider the ratification of the appointment of WCC and authorize the Board of Directors to fix their remuneration. WCC have submitted a certificate, confirming that their appointment, if ratified, will be in accordance with Section 139 read with Section 141 of the Act.

A) The existing Auditors in their Report to the members, have given one qualified opinion in their Report reading as under;

"As stated in Note 38 to the accompanying standalone financial statements, the Company's trade receivables, short-term loans and advances and long-term loans and advances as at March 31, 2016 include ₹60.12 million, ₹53.28 million and ₹12.87 million respectively (as at March 31, 2015: ₹35.65 million, ₹102.11 million and ₹18.12 million respectively) being considered good and recoverable by the management. However, in the absence of sufficient appropriate evidence, we are unable to comment upon the recoverability of the aforesaid trade receivables, short-term loans and advances and long- term loans and advances and the consequential impact, if any on the accompanying standalone financial statements. The predecessor auditor's report on the financial statements for the year ended March 31, 2015 was also qualified in respect of this matter"

In response thereto, your Board of Directors wishes to state that the Management of your Company is doing regular efforts to recover the money and in view of the response being received, these amount of dues appear to be recoverable.

(2) Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Act and The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors of the Company had appointed Mr. Jayesh Vyas of M/s. Jayesh Vyas and Associates, Practicing Company Secretary to undertake the Secretarial Audit of the Company for the year ended March 31, 2016. The Secretarial Audit Report is annexed as **Annexure D**.

The responses of your Directors on the observations made by the Secretarial Auditor are as follows:-

Response to Point No.1
Your company is law abiding entity, and filed the necessary forms & returns with the Registrar of Companies / MCA in time, however there was delay of 5 days which caused due to non-availability of signatory Director.

Response to Point No. 2
Despite of proper search made for suitable candidate for the position of Chief Financial Officer, press releases for the situation vacant were given in leading national newspapers, engagement with Recruitment Agencies were made, interviews of many candidates were taken by the Management but the Company was not able to find and recruit a new CFO, as per the Company's requirements, within the time prescribed.

However the Company has selected suitable candidate for the position of CFO of the Company who will join the services from September 1, 2016.

Share Capital :

The paid up Equity Share Capital as on March 31, 2016 was ₹22.32 Crores. During the year under review, the Company has not issued any shares. The Company has not issued shares with differential voting rights. It has neither issued employee stock options nor sweat equity shares and does not have any scheme to fund its employees to purchase the shares of the Company.

Extract of Annual Return :

As provided under Section 92(3) of the Act, the extract of Annual Return is given in **Annexure E** in the prescribed Form MGT-9, which forms part of this report.

Acknowledgement :

The Board places on record its deep appreciation for the continued support received from various clients, vendors and suppliers and technical partners, Bankers, Government Authorities, Employees at all levels and Stakeholders, in furthering the interest of the Company.

On behalf of the Board of Directors

Gurgaon,
August 11, 2016

Naresh Chandra Sharma
Chairman

Annexure A to the Board's Report

FORM AOC - 1

Statement containing salient features of the financial statement of subsidiaries/associate companies / joint ventures [Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014]

Part "A": Subsidiaries

₹ in lacs

Sl. No.	Particulars	Name of the Subsidiary	
		Asian Oilfield & Energy Services DMCC	AOSL Petroleum Pte. Ltd.
1.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	NA	NA
2.	Reporting currency and Exchange rate as on the last date of the relevant Financial year in the case of foreign subsidiaries.	Reporting Currency US$ Exchange rate US$ = INR 66.3329	Reporting Currency US$ Exchange rate US$ = INR 66.3329
3.	Share capital	$ 1,000,000	$ 735
4.	Reserves & surplus	$ 308150	$ (1318994)
5.	Total assets	$ 16768525	$ 257482
6.	Total Liabilities	$ 15460375	$ 1575741
7.	Investments	NA	NA
8.	Turnover	$ 10434459	Nil
9.	Profit / (Loss) before taxation	$ 791811	$ (454515)
10.	Provision for taxation	$ 6375	Nil
11.	Profit / (Loss) after taxation	$ 785436	$ (454515)
12.	Proposed Dividend	NA	NA
13.	% of shareholding	100%	100%

Notes :

1. Reporting period and reporting currency of the above subsidiaries is the same as that of the Company.
2. Investments exclude investments in subsidiaries.
3. Part B of the Annexure is not applicable as there are no associate companies/ joint ventures of the Company as on 31st March, 2016.

Annexure B to the Board's Report

FORM AOC - 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies(Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto.

Details of contracts or arrangements or transactions not at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the contracts/ arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Justification for entering into such contract or arrangements or transactions	Date(s) of Approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to section 188
None*							

* During the financial year 2015-16, no contract or arrangement or transaction was entered into by the Company with the related parties which is not at arm's length basis.

Details of material contracts or arrangement or transactions at arm's length basis:

Name(s) of the related party and nature of relationship	Nature of contracts/ arrangements/ transactions	Duration of the Contracts/ arrangements/ Transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
None**					

** During the year under review, no material transactions, contracts or arrangements {as defined under the listing regulations or which were above the threshold limits mentioned under Rule 15 of the Companies (Meetings of Board & its Powers) Rules, 2014} were entered with the related parties by the Company. For details on related party transactions, members may refer to the notes to the standalone financial statement.

For and on behalf of the Board of Directors

Naresh Chandra Sharma
Chairman

Annexure C to the Board's Report

Disclosures required with respect to Section 197(12) of the Companies Act, 2013 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

a. The ratio of the remuneration of each Director to the median remuneration of the Employees of the Company for the financial year :

Non-executive Directors*	Ratio to median Remuneration
Mr. Naresh Chandra Sharma	--
Mr. Ajit Kapadia	--
Mr. Rabi Narayan Bastia	--
Mr. Gautam Gode	--
Mr. Sanjay Bhargava	--
Mr. Vikram Agarwal	--
Mr. Avinash Manchanda (upto November 9, 2015)	--
Mr. Rahul Talwar	--
Ms. Sapna Kalantri	--
Executive Directors	**Ratio to median Remuneration**
Mr. Ashwin Madhav Khandke	22:1

* Sitting fees are paid to Non-executive Directors and Independent Directors, hence no ratio is worked out.

b. The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary in the financial year :

Directors, Chief Executive Officer, Chief Financial Officer and Company Secretary	% increase in remuneration in the
Mr. Naresh Chandra Sharma	--
Mr. Ajit Kapadia	--
Mr. Rabi Narayan Bastia	--
Mr. Gautam Gode	--
Mr. Sanjay Bhargava	--
Mr. Vikram Agarwal	--
Mr. Avinash Manchanda* (upto November 9, 2015)	--
Mr. Rahul Talwar	--
Ms. Sapna Kalantri	--
Mr. Ashwin Madhav Khandke, Wholetime Director	4
Mr. Sandeep Bhatia, Chief Financial Officer *	--
Mr. Sachin Aggarwal, Chief Financial Officer *	--
Ms. Kanika Bhutani, Company Secretary	4

* Since this information is for part of the year, the same is not comparable.

c. The percentage increase in the median remuneration of employees in the financial year : 8%

d. The number of permanent employees on the rolls of Company :194

e. The explanation on the relationship between average increase in remuneration and Company performance : N.A

f. Comparison of the remuneration of the key managerial personnel against the performance of the Company : In view of losses, the Remuneration of KMP is not comparable.

g. Variations in the market capitalisation of the Company, price earnings ratio as at the closing date of the current financial year and previous financial year :

Particulars	March 31, 2016	March 31, 2015	% Change
Market Capitalisation (₹ In lacs)	6730.81	6,954.06	(-) 3.21%
Price Earnings Ratio	(-) 2.19	(-) 4.15	52.99%

h. Percentage increase over decrease in the market quotations of the shares of the Company in comparison to the rate at which the Company came out with the last public offer : 201.5 %

i. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration : There were no such employees who are not Directors but received remuneration in excess of highest paid Director during FY 2015-16.

j. Comparison of each remuneration of the key managerial personnel against the performance of the Company : Increase in remuneration of KMP cannot be compared with the performance as there are losses incurred by the Company.

k. The key parameters for any variable component of remuneration availed by the directors :None, there is no variable component of remuneration availed by the Directors.

l. The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year :NA

m. Affirmation that the remuneration is as per the remuneration policy of the Company :The Company affirms remuneration is as per the remuneration policy of the Company.

Annexure D to the Board's Report

FORM NO. MR-3
SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2016
[Pursuant to Section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Asian Oilfield Services Limited
Gurgaon.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Asian Oilfield Services Limited (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Asian Oilfield Services Limited's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the company, its officers, agents and authorised representatives during the conduct of secretarial audit and as per the explanations given to us and the representations made by the Management, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2016 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter :

We have examined the books, papers, minute books, forms and returns filed and other records made available to us and maintained by Asian Oilfield Services Limited for the financial year ended on 31st March, 2016 according to the applicable provisions of :

i. The Companies Act, 2013 ('the Act') and the rules made there under, as applicable;

ii. The Securities Contract (Regulation) Act, 1956 ('SCRA') and the rules made there under;

iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;

iv. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company:

   a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

   b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 1992and Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

   c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

   (Not Applicable as the Company has not issued further capital during the financial year under review;) and

   d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits)Regulations, 2014;

   (Not applicable to the Company during the audit period)

   e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;

   (Not applicable to the Company during the audit period)

f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations,1993 regarding the Companies Act and dealing with client;

(Not Applicable as the Company is not registered as Registrar to Issue and Share Transfer Agent during the financial year under review)

g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

(Not applicable to the Company during the audit period) and

h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

(Not applicable to the Company during the audit period)

vi. Other laws specifically applicable to the Company namely –

Sector specific Laws:

i. The Mines Act, 1952 (as applicable to safety & employment conditions).

ii. Oil Mines Regulations, 1984,

iii. Oil Industry Safety Directorate (OISD) guidelines.

iv Explosive Act, 1884

v. Information Technology Act 2000

vi. Forest Conservation Act, 1980

vii. Inter-state migrant workmen (Regulation of Employment & Condition of Service) Act 1979 and central rules framed thereof

viii. Public Liability Insurance Act, 1991.

ix. State Entry Tax Act.

General Labour Laws

i. Contract Labour (Regulation and Abolition) Act 1970

ii. Payment of Wages Act, 1972

iii. Minimum wages Act, 1948

iv. Payment of Bonus Act, 1965

v. Employees Provident Fund & Miscellaneous Provisions Acts, 1952

vi. Workmen's Compensation Act, 1923

vii. Employees Pension scheme, 1995

viii. Payment of Gratuity Act, 1972

ix. Equal Remuneration Act, 1976

x. Labour Welfare Acts Professional Tax Acts of respective States

xi. Employees State Insurance Act, 1948

xii. Industrial Dispute Act, 1947

We have also examined compliance with the applicable clauses of the following:

i. Secretarial Standards issued by The Institute of Company Secretaries of India with respect to board and general meetings and made effective 1st July 2015;

ii. The Listing Agreements entered into by the Company with BSE Limited read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirement) Regulations, 2015 made effective 1st December 2015.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above, save and except the following :-

1. During the year under review, the Company has filed required forms and returns with the Registrar of Companies, Delhi & Haryana / MCA, within prescribed time, except Form – DIR-12 filed late by 5 days, with additional filing fee.

2. The Company did not appoint Chief Financial Officer (CFO) in place of earlier CFO who resigned from the Company, within a prescribed period of 6 Months as required in terms of Section 203(4) of the Companies Act, 2013, thereby not complied with the said provision;

We further report that :
The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice was given to all Directors at least seven days in advance to schedule the Board Meetings. Agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Decisions at the Board Meetings, as represented by the management, were taken unanimously.

We further report that based on review of compliance mechanism established by the Company and on the basis of the Compliance Certificate(s) issued by the Company Secretary and taken on record by the Board of Directors at their meeting(s), we are of the opinion that there are adequate systems and processes in place in the Company which is commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines. We have relieved on the representation made by the Company and its Officers in respect of the Systems and Processes and Mechanism formed for compliances under the laws at (i) to (xiv) above and other applicable laws.

We further report that during the audit period of 2015-16 ;

i. The Company received a reply vide its letter No.SRN C45301397/2015-CL-VII dtd. 4th August, 2015 from Under Secretary to the Government of India, Ministry of Corporate Affairs , New Delhi, the Central Government, confirming the payment of increased remuneration to Mr. Ashwin Khandke, the Wholetime Director is within the Schedule V of the Companies Act, 2013.

ii. The Company has passed a Special Resolution for issue of Securities of the Company for an amount upto ₹1500 Millions through Postal Ballot process on 27th January, 2016 except that there was no major corporate action taken place having a bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines etc.

iii. There were no instances of

   a. Public / Rights / Preferential Issue of Shares / Debentures / Sweat Equity

   b. Redemption / Buy Back of Securities

   c. Merger / Amalgamation / Re-construction etc.

   d. Foreign Technical Collaboration / Equity Participation

iv. The Company, at their 22nd Annual General Meeting of the Company held on September 28, 2015, has passed following business inter alia other Ordinary Business viz. Adoption of Financial Statements for the year ended March 31, 2015 and appointment of directors in place of directors retiring by rotation;

   a. Appointment of M/s. Walker Chandiok & Co.LLP, Chartered Accountants as Statutory Auditors in place of retiring auditors, M/s. Deloitte Haskins & Sell, Chartered Accountants by way of Special Resolution.

   b. Regularisation of additional director Ms. Sapna Kalantri as a Director of the Company by way of Ordinary Resolution.

For Jayesh Vyas & Associates
Practicing Company Secretaries

Jayesh Vyas
Proprietor
F.C.S. : 5072 C.P. : 1790

Place: Vadodara
Date : August 11, 2016

This Report is to be read with our letter of even date which is annexed as **Annexure -1** and forms an integral part of this report.

'Annexure -1'

To,
The Members,
Asian Oilfield Services Limited
Gurgaon.

Our report of even date is to be read along with this letter.

1. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For Jayesh Vyas & Associates
Practicing Company Secretaries

Jayesh Vyas
Proprietor
F.C.S. : 5072 C.P. : 1790

Place: Vadodara
Date : August 11, 2016

Annexure E to the Board's Report

FORM NO. MGT - 9
EXTRACT OF ANNUAL RETURN

as on the financial year ended on 31stMarch, 2016

[Pursuant to Section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. Registration and other details:

CIN	L23200HR1992PLC052501
Registration date	09-03-1992
Name of the Company	Asian Oilfield Services Ltd.
Category / Sub-Category of the Company	Company having Share Capital
Address of the registered office and contact details	703, 7th Floor, Tower A, Iris Tech Park, Sohna Road, Sector 48, Gurgaon , Haryana -122018 Tel .No. : 91 0124 4256145 Fax .No. : 91 0124 6606406 Email : secretarial@asianoilfield.com Website : asianoilfield.com
Whether listed company (Yes/No)	Yes
Name, address and contact details of Registrar and Transfer Agent, if any	Link Intime India Pvt. Ltd. B-102 & 103, Shangrila Complex, 1st Floor, Near Radhakrishna Char Rasta, Akota, Vadodara – 390020, Gujarat. Tel .No. : 91 0265 2356573 / 2356794 Fax .No. : 91 0265 2356791 Email : vadodara@linkintime.co.in Website :www.linkintime.co.in

II. Principal Business Activities of the Company

All the business activities contributing 10% or more of the total turn over of the company shall be stated:-

Sl. No.	Name and Description of main products / services	NIC Code of the Product/ service	% to total turnover of the company
1	Seismic Survey, Data Acquisition, Processing and interpretation Services	7110	100 %

III. Particulars of Holding, Subsidiary ad Associate Companies :

Sr. No.	Name and address of the company	CIN/GLN	Holding/Subsidiary/ Associate	% of Shares held	Applicable Section
1	AOSL Petroleum Pte. Ltd. 192,Waterloo Street, #05-01-Skyline Building, Singapore- 187966	Not applicable	Subsidiary	100	2(87) (ii)
2	Asian Oilfield & Energy Services DMCC Unit No. 2H-08-71, Floor No.8, Building No.2, Plot No. 550-554, J&G, DMCC, Dubai (UAE)	Not applicable	Subsidiary	100	2(87) (ii)

IV. Share Holding Pattern (Equity Share Capital Breakup as percentage of Total Equity)

(i) Category-wise Shareholding:

Category of Share holder	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Share(1)	
A. PROMOTERS									
(1) INDIAN									
a) Individual/ HUF	-	-	-	-	-	-	-	-	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	5000	-	5000	0.02	5000	-	5000	0.02	-
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub total (A)(1)	**5000**	**-**	**5000**	**0.02**	**5000**	**-**	**5000**	**0.02**	**-**
(2) FOREIGN	-	-	-	-	-	-	-	-	-
a) NRI-individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	12572600	--	12572600	56.32	12572600	--	12572600	56.32	--
d) Banks/FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
Sub Total (A)(2)	**12572600**	**-**	**12572600**	**56.32**	**12572600**	**-**	**12572600**	**56.32**	**-**
Total Shareholding of Promoter (A)= (A)(1) + (A)(2)	**12577600**	**-**	**12577600**	**56.34**	**12577600**	**-**	**12577600**	**56.34**	**-**
B) Public Shareholding									
1) Institutions	-	-	-	-	-	-	-	-	-
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt (s)	-	-	-	-	-	-	-	-	-
e) Venture Cap. Fund	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	280000	--	280000	1.25	280000	--	280000	1.25	--
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub- total (B) (1)	**280000**	**-**	**280000**	**1.25**	**280000**	**-**	**280000**	**1.25**	**-**
2) Non Institutions									
a) Bodies Corporate	1190975	8400	1199375	5.37	1171880	8400	1180280	5.29	-0.08
b) Individuals									
i) Individual shareholders holding nominal share capital up to ₹ 1 lakh	3766637	753475	4520112	20.25	3975219	739375	4714594	21.12	0.87
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	3521197	-	3521197	15.77	2615141	-	2615141	11.71	-4.06

Category of Share holder	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Share(1)	
c) Others (specify)									
i) Clearing Members	82619	-	82619	0.37	260156	-	260156	1.17	0.80
ii) NRI	136141	7400	143541	0.64	143022	7400	150422	0.67	0.03
iii) HUF	0	0	0	0	546251	-	546251	2.45	2.45
Sub Total (B)(2)	**8697569**	**769275**	**9466844**	**42.41**	**8711669**	**755175**	**9466844**	**42.41**	**-**
Total Public Shareholding (B)=(B)(1)+ (B)(2)	**8977569**	**769275**	**9746844**	**43.66**	**8991669**	**755175**	**9746844**	**43.66**	**0**
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	**21555169**	**769275**	**22324444**	**100.00**	**212569269**	**755175**	**22324444**	**100**	**0**

(ii) Shareholding of Promoters :

Sl. No.	Name of Share Holder	Share Holding at the Beginning of the year			Share Holding at the end of the Year			% change during the year
		No. of Shares	% of Total Shares of the Company	% of Shares Pledged/ encum-bered to total shares	No. of Shares	% of Total Shares of the Company	% of Shares Pledged/ encum-bered to total shares	
1.	Samara Capital Partners Fund I Ltd.	12572600	56.32	15.60	12572600	56.32	15.60	0
2.	Global Coal and Mining Pvt. Ltd. (PAC)	5000	0.02	0	5000	0.02	0	0
TOTAL		**125776600**	**56.34**	**15.60**	**125776600**	**56.34**	**15.60**	**0**

(iii) Change in Promoter's Shareholding:

Sl. No.	Name of Share Holder	Share Holding at the Beginning of the Year		Cumulative Shareholding during the year	
		No. of Equity Shares	% of Total Shares of the Company	No. of Equity Shares	% of Total Shares of the Company
1.	At the beginning of the year	There is no change in Promoter's Shareholding during 01-04-2015 to 31-03-2016			
2.	Date wise / increase / Decrease in Promoters shareholding during the year specifying the reasons for increase / decrease				
3.	At the end of the year				

(iv) Shareholding Pattern of top ten Shareholders (Other than directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	For Each of the Top 10 Shareholders	Date	Share Holding at the Beginning of the Year 01-04-2015		Cumulative Shareholding end of the year 31-03-2016	
			No. of Equity Shares	% of Total Shares of the Company	No. of Equity Shares	% of Total Shares of the Company
1.	Religare Finvest Ltd.					
	At the beginning of the year	01-04-2015	523050	2.35	-	-
	Sale of Shares	26-06-2015	(2500)	(0.01)	520550	2.33
		10-07-2015	300	0.00	520850	2.33
		11-03-2016	(50)	(0.00)	520800	2.33
	At the end of the year	31-03-2016	-	-	520800	2.33
2.	Elara India Opportunities Fund Limited					
	At the beginning of the year	01-04-2015	280000	1.25	-	-
	At the end of the year	31-03-2016	-	-	280000	1.25
3.	Surendra Kumar Jain					
	At the beginning of the year	01-04-2015	-	-	-	-
	Purchase of Shares	14-08-2015	23884	0.11	23884	0.11
		21-08-2015	5000	0.02	28884	0.13
		04-09-2015	55078	0.25	83962	0.38
		11-09-2015	9203	0.04	93165	0.42
		18-09-2015	110659	0.50	203824	0.91
	At the end of the year	31-03-2016	-	-	203824	0.91
4.	Narinder Pal Gupta					
	At the beginning of the year	01-04-2015	520000	2.33	-	-
	Sale of Shares	14-08-2015	(120000)	(0.54)	400000	1.79
	Sale of Shares	21-08-2015	(100000)	(0.45)	300000	1.34
	Purchase of Shares	18-09-2015	228000	1.02	528000	2.36
	Sale of Shares	23-10-2015	(32500)	(0.15)	495500	2.22
	Sale of Shares	20-11-2015	(36162)	(0.16)	459338	2.06
	Sale of Shares	27-11-2015	(193125)	(0.87)	266213	1.19
	Sale of Shares	11-12-2015	(70000)	(0.31)	196213	0.88
	Sale of Shares	25-12-2015	(43935)	(0.20)	152278	0.68
	At the end of the year	31-03-2016	-	-	152278	0.68
5.	Renuka Jayan Nair					
	At the beginning of the year	01-04-2015	115599	0.52	-	-
	Purchase of Shares	01-05-2015	2125	0.01	117724	0.53
	Purchase of Shares	29-05-2015	900	0.00	118624	0.53
	Purchase of Shares	05-06-2015	627	0.00	119251	0.53
	Purchase of Shares	12-06-2015	2099	0.01	121350	0.54
	Purchase of Shares	19-06-2015	351	0.00	121701	0.55
	Purchase of Shares	26-06-2015	150	0.00	121851	0.55
	Purchase of Shares	17-07-2015	1600	0.01	123451	0.55
	Purchase of Shares	21-08-2015	4100	0.02	127551	0.57
	Purchase of Shares	06-11-2015	2000	0.01	129551	0.58
	Purchase of Shares	20-11-2015	600	0.00	130151	0.58

Sl. No.	For Each of the Top 10 Shareholders	Date	Share Holding at the Beginning of the Year 01-04-2015		Cumulative Shareholding end of the year 31-03-2016	
			No. of Equity Shares	% of Total Shares of the Company	No. of Equity Shares	% of Total Shares of the Company
	Purchase of Shares	11-12-2015	4259	0.02	134410	0.60
	Sale of Shares	18-12-2015	(3609)	-0.02	130801	0.59
	Purchase of Shares	25-12-2015	352	0.00	131153	0.59
	Purchase of Shares	31-12-2015	548	0.00	131701	0.59
	Sale of Shares	08-01-2016	(1000)	0.00	130701	0.59
	Purchase of Shares	22-01-2016	1738	0.01	132439	0.59
	Purchase of Shares	29-01-2016	500	0.00	132939	0.60
	Purchase of Shares	26-02-2016	1500	0.01	134439	0.60
	Sale of Shares	11-03-2016	(1250)	-0.01	133189	0.60
	Purchase of Shares	18-01-2016	6250	0.03	139439	0.62
	Purchase of Shares	31-03-2016	912	0.00	140351	0.63
	At the end of the year	31-03-2016	-	-	140351	0.63
6.	Ramji Bhimshi Nagda					
	At the beginning of the year	01-04-2015	*109490	0.49	-	-
	* single folio					
	Purchase of Shares	28-08-2015	3716	0.02	*136435	0.61
	* joint folio					
	At the end of the year	31-03-2016	-	-	136435	0.61
7.	Ajay Upadhyaya					
	At the beginning of the year	01-04-2015	140000	0.63	-	-
	Sale of Shares	31-07-2015	(20000)	0.09	120000	0.54
	At the end of the year	31-03-2016	-	-	120000	0.54
8.	Finquest Financial Solutions Pvt. Ltd.					
	At the beginning of the year	01-04-2015	-	-	-	-
	Purchase of Shares	31-03-2016	100000	0.45	100000	0.45
	At the end of the year	31-03-2016	-	-	100000	0.45
9.	Param Capital Research Pvt. Ltd.					
	At the beginning of the year	01-04-2015	-	-	-	-
	Purchase of Shares	18-03-2016	100000	0.45	100000	0.45
	At the end of the year	31-03-2016	-	-	100000	0.45
10.	Indianivesh Securities Ltd.					
	At the beginning of the year	01-04-2015	-	-	-	-
	Purchase of Shares	07-08-2015	50	0.00	50	0.00
	Purchase of Shares	25-12-2015	12950	0.06	13000	0.06
	Purchase of Shares	31-12-2015	1000	0.00	14000	0.06
	Sale of Shares	08-01-2016	(13000)	-0.06	1000	0.00
	Purchase of Shares	22-01-2016	73910	0.33	74910	0.34
	Purchase of Shares	11-03-2016	100	0.00	75010	0.34
	Sale of Shares	18-03-2016	(100)	0.00	74910	0.34
	Purchase of Shares	31-03-2016	1550	0.01	76460	0.34
	At the end of the year	31-03-2016	-	-	76460	0.34

Sl. No.	For Each of the Top 10 Shareholders	Date	Share Holding at the Beginning of the Year 01-04-2015		Cumulative Shareholding end of the year 31-03-2016	
			No. of Equity Shares	% of Total Shares of the Company	No. of Equity Shares	% of Total Shares of the Company
11.	Murugesh Shantaveeraya Hiremath					
	At the beginning of the year	01-04-2015	76969	0.34	-	-
	Sale of Shares	31-12-2015	(66319)	0.30	10650	0.05
	At the end of the year	31-03-2016	-	-	10650	0.05
12.	Manju Gupta					
	At the beginning of the year	01-04-2015	528000	2.37	-	-
	Sale of Shares	18-09-2015	(528000)	-	-	-
	At the end of the year	31-03-2016	-	-	-	-
13.	Yogesh Shashikumar Savadekar					
	At the beginning of the year	01-04-2015	257161	1.15	-	-
	Sale of Shares	16-10-2015	(21500)	(0.10)	-	-
		30-10-2015	(90425)	(0.41)	-	-
		25-12-2015	(35000)	(0.16)	-	-
		31-12-2015	(109236)	(0.49)	-	-
		08-01-2016	(1000)	-	-	-
	At the end of the year	31-03-2016	-	-	-	-
14.	Pasha Finance Pvt. Ltd.					
	At the beginning of the year	01-04-2015	100000	0.45	-	-
	Sale of Shares	21-08-2015	(100000)	(0.45)	-	-
	At the end of the year	31-03-2016	-	-	-	-

(v) Shareholding of Directors and Key managerial Personnel :

None of the Director or Key Managerial Personnel holds any shares in the Company.

V. Indebtedness :

Indebtedness of the Company including interest outstanding / accrued but not due for payment :

	Secured Loans Excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year(01.04.2015)				
i) Principal Amount	-	225,778,820	874	225,779,694
ii) Interest Due but not Paid	-	74,310,108	-	74,310,108
iii) Interest Accrued but not due	-	-	-	-
Total i + ii + iii	**-**	**300,088,928**	**874**	**300,089,802**
Change in indebtedness during the financial year				
i) Addition	44,282,741	40,191,796	-	84,474,537
ii) Reduction	-	(778,820)	-	(778,820)
Net Change	**44,282,741**	**39,412,976**	**-**	**83,695,717**
Indebtedness at the end of the financial year(31.03.2016)				
i) Principal Amount	43,573,565	225,000,000	20,000,874	288,574,439
ii) Interest Due but Not Paid	709,176	114,501,904	-	115,211,080
iii) Interest Accrued but not due	-	-	-	-
Total i + ii + iii	**44,282,741**	**339,501,904**	**20,000,874**	**403,785,519**

VI. Remuneration of Directors and Key Managerial Personnel-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager :

(₹ in Lacs)

Sl. No.	Particulars of Remuneration	Mr. Ashwin Madhav Khandke, Wholetime Director
1	Gross salary	
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	66,00,500
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-
2	Stock Option	-
3	Sweat Equity	-
4	Commission	
	- as % of profit	-
5	Others, please specify	-
	Total (A)	**66,00,500**
	Ceiling as per the Act	**As per Schedule V of the Act**

B. Remuneration to other directors :

(₹ in Lacs)

Sr. No.	Particulars of Remuneration	Fee for attending board / committee meetings	Commission	Others, please specify	Total Amount
1.	**Independent Directors**				
	Mr. N.C. Sharma	2,10,000	-	-	2,10,000
	Mr. Ajit Kapadia	2,30,000	-	-	2,30,000
	Mr. Rabi Narayan Bastia	1,70,000	-	-	1,70,000
	Total (1)	**6,10,000**	**-**	**-**	**6,10,000**
2.	**Other Non- Executive Directors**				
	Mr. Avinash Chandra Manchanda	80,000	-	-	-
	Mr. Gautam Gode	-	-	-	-
	Mr. Sanjay Bhargava	-	-	-	-
	Mr. Vikram Agarwal	-	-	-	-
	Mr. Sapna Kalantri	-	-	-	-
	Mr. Rahul Talwar	-	-	-	-
	Total (2)	**80,000**	**-**	**-**	**80,000**
	Total (B)=(1+2)	**6,90,000**	**-**	**-**	**6,90,000**
	Total Managerial Remuneration (A+B)	**72,90,500**	**-**	**-**	**72,90,500**
	Overall Ceiling as per the Act	As per Schedule V of the Companies Act, 2013			

C. Remuneration to Key Managerial Personnel other than MD / Manager / WTD

(₹ in Lacs)

Sr. No.	Particulars of Remuneration	Key Managerial Personnel			
		Mr. Sandeep Bhatia, CFO (from 21-05-15 to 11-08-2015)	**Mr. Sachin Aggarwal, CFO (from 11-08-15 to 17-09-2015)**	**Ms. Kanika Bhutani, Company Secretary**	**Total**
1.	Gross Salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act,1961	354,181	200,553	958,400	1,513,134
	(b) Value of perquisites u/s	-	-	-	-
	(c) Profits in lieu of salary under Section17(3) Income-tax Act, 1961	-	-	-	-
2.	Stock Option	-	-	-	-
3.	Sweat Equity	-	-	-	-
4.	Commission	-	-	-	-
5.	Others, please specify	-	-	-	-
Total		**354,181**	**200,053**	**958,400**	**1,513,134**

VII. Penalties / Punishment/ Compounding of offences :

There were no penalties / punishment / compounding of offences for the year ending March 31, 2016.

Report on Corporate Governance

In accordance with Regulation 27 of the SEBI Listing Regulations, the report containing the details of Corporate Governance systems and processes at Asian Oilfield Services Limited is as under:

"Business must harness the power of ethics which is assuming a new level of importance and power."

Rohit Agarwal
Wholetime Director

1. Company's philosophy on Code of Governance.

Asian Oilfield Services Limited's philosophy on Corporate Governance envisages working towards high levels of transparency, accountability, consistent value systems, delegation, across all facets of its operations leading to sharply focused and operationally efficient growth.

The Company emphasizes the need for highest level of transparency and accountability in all its transactions in order to protect the interests of all its stakeholders. The Board considers itself as a trustee of its shareholders and acknowledges its responsibilities towards them for creation and safeguarding their wealth on sustainable basis.

The Management promotes honest and ethical conduct of the business along with complying with applicable laws, rules and regulations.

2. Board of Directors

i. As on March 31, 2016, the Company has Nine Directors with One Whole time Director, Four Non- Executive Promoter Directors, One Non-Executive professional Director and three Non-Executive Independent Directors Including One Women Director. The composition of the Board is in conformity with Regulation 17 of the SEBI Listing Regulations read with Section 149 of the Act.

ii. None of the Directors on the Board hold directorships in more than ten public companies. Further none of them is a member of more than ten committees or chairman of more than five committees across all the public companies in which he is a Director. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2016 have been made by the Directors. None of the Directors are related to each other.

iii. Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act. The maximum tenure of independent directors is in compliance with the Act. All the Independent Directors have confirmed that they meet the criteria as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Act.

iv. The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year and the number of Directorships and Committee Chairmanships / Memberships held by them in other public companies as on March 31, 2016 are given herein below. Other directorships do not include directorships of private limited companies, foreign companies and companies under Section 8 of the Act. Chairmanships / Memberships of Board Committees shall only include Audit Committee and Stakeholders' Relationship Committee.

Name of Directors	Category of Directors	No. of Board Meeting		Attendance at the last AGM	No. of Directorship in other public companies		No. of Committee positions held in other Public Companies	
		Held	Attended		Chairman	Member	Chairman	Member
Naresh Chandra Sharma (Chairman) DIN 00054922	Independent Non Executive	6	5	No	-	4	-	3
Avinash Manchanda* DIN 00159501	Non-Independent, Non-Executive	4	4	Yes	-	-	-	-

Name of Directors	Category of Directors	No. of Board Meeting		Atten-dance at the last AGM	No. of Directorship in other public companies		No. of Committee positions held in other Public Companies	
		Held	Attended		Chairman	Member	Chairman	Member
Gautam Gode DIN 01709758	Promoter Non Executive	6	4	Yes	-	-	-	-
Ajit Kapadia DIN 00065081	Non Executive Independent	6	5	Yes	-	3	-	2
Sanjay Bhargava DIN 03412222	Promoter Non Executive	6	5	Yes	-	-	-	-
Rabi Narayan Bastia DIN 05233577	Non Executive Independent	6	4	Yes	-	-	-	-
Rahul Talwar (Group CEO) DIN 05293359	Non-Independent, Non-Executive	6	5	Yes	-	-	-	-
Ashwin Madhav Khandke (Wholetime Director) DIN 06954601	Non-Independent, Executive	6	5	Yes	-	-	-	-
Vikram Agarwal DIN 03038370	Promoter Non Executive	6	1	No	-	-	-	-
Sapna Kalantri DIN 05233577	Promoter Non Executive	6	2	No	-	-	-	-

* Resigned as director w.e.f. November 11, 2015

v. Six Board Meetings were held during the year and the gap between two meetings did not exceed one hundred twenty days. The dates on which the said meetings were held:

May 21, 2015 (adjourned Board Meeting held on May 29, 2015) , August11, 2015, September 28, 2015, November 6, 2015, December 11, 2015 and February 10, 2016.

The necessary quorum was present for all the meetings.

vi. During the year 2015-16, information as mentioned in Schedule II Part A of the SEBI Listing Regulations, has been placed before the Board for its consideration.

vii. The terms and conditions of appointment of the independent directors are disclosed on the website of the Company.

viii. During the year, one meeting of the Independent Directors was held on 10.02.2016. The Independent Directors, inter-alia, reviewed the performance of non-independent directors, Chairman of the Company and the Board as a whole.

ix. The Board periodically reviews compliance reports of all laws applicable to the Company, prepared by the Company.

x. The Company has conducted familiarisation programmes for the Independent Directors with regards to their role, rights and responsibilities as Independent Directors and provided updation from time to time. The Independent Directors are also regularly briefed on the nature of the Oilfield industry as a whole, nature and scope of the activities of the Company, Competition prevailing therein and the Company's future forward looking plans with briefing on future prospect of the Company. The familiarisation programs have been uploaded on the website of the Company at www.asianoilfield.com.

xi. As on March 31, 2016 none of the Directors of the Company hold any equity shares of the Company. The Company has not issued any convertible instruments.

3. Committees of the Board

A. Audit committee :

i. The audit committee of the Company is constituted in line with the provisions of

Regulation 18 of SEBI Listing Regulations, read with Section 177 of the Act.

ii. The terms of reference of the audit committee are broadly as under:

- Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- Recommend the appointment, remuneration and terms of appointment of auditors of the Company;
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- Reviewing, with the management, the annual financial statements and auditors' report thereon before submission to the board for approval, with particular reference to:
    a. Matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section 3 of section 134 of the Act.
    b. Changes, if any, in accounting policies and practices and reasons for the same.
    c. Major accounting entries involving estimates based on the exercise of judgment by management.
    d. Significant adjustments made in the financial statements arising out of audit findings.
    e. Compliance with listing and other legal requirements relating to financial statements.
    f. Disclosure of any related party transactions.
    g. Qualifications in the draft audit report.
- Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilised for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
- Review and monitor the auditors' independence and performance, and effectiveness of audit process;
- Approval or any subsequent modification of transactions of the Company with related parties;
- Scrutiny of inter-corporate loans and investments;
- Valuation of undertakings or assets of the Company, wherever it is necessary;
- Evaluation of internal financial controls and risk management systems;
- Establish a vigil mechanism for directors and employees to report genuine concerns in such manner as may be prescribed;
- The audit committee may call for the comments of the auditors about internal control systems, the scope of audit, including the observations of the auditors and review of financial statement before their submission to the Board and may also discuss any related issues with the internal and statutory auditors and the management of the Company;
- The audit committee shall review the information required as per SEBI Listing Regulations.

iii. The audit committee invites executives, as it considers appropriate (particularly the head of the finance function), representatives of the statutory auditors and representatives of the internal auditors to be present at its meetings. The Company Secretary acts as the secretary to the Audit Committee.

iv. In terms of the Insider Trading Code adopted by the Company in FY 2015-16, the Committee considers the following matters:

- To approve policies in relation to the implementation of the Insider Trading Code and to supervise implementation of the Insider Trading Code.
- To note and take on record the status reports detailing the dealings by Designated Persons in Securities of the Company, as submitted by the Compliance Officer on a quarterly basis.
- To provide directions on any penal action to be initiated, in case of any violation of the Regulations by any person.
- Ms. Kanika Bhutani, Company Secretary was appointed as the Compliance Officer by the Board to ensure compliance and effective implementation of the Insider Trading Code.
- The previous Annual General Meeting (AGM) of the Company was held on September 28, 2015 and due to non-availability of Mr. Naresh Chandra Sharma, Chairman of the audit committee, Mr. Ajit C. Kapadia, Member of Audit Committee has taken the chair of Annual General Meeting

v. The composition of the audit committee and the details of meetings attended by its members are given below:

Name	**Category of Director**	**Number of Meetings during the year 2015-16**	
		Held	**Attended**
Mr. Naresh Chandra Sharma	Chairman, Independent, Non-Executive		
Mr. Ajit Kapadia	Independent, Non-Executive	4	4
Mr. Gautam Gode	Promoter Director, Non- Executive	4	2
Mr. Rabi Narayan Bastia	Independent, Non-Executive	4	4

vi. Four audit committee meetings were held during the year and the gap between two meetings did not exceed four months. The dates on which the said meetings were held are as follows:

May 21, 2015 (adjourned Board Meeting held on May 29, 2015), August 11, 2015, November 6, 2015and February 10, 2016

The necessary quorum was present for all the meetings.

B. Nomination and remuneration committee

i. The Company has constituted Nomination and Remuneration Committee in line with the provisions of Regulation 19 of SEBI Listing Regulations, read with Section 178 of the Act.

ii. The broad terms of reference of the nomination and Remuneration Committee are as under:

- Recommend to the board the set up and composition of the board and its committees including the “formulation of the criteria for determining qualifications, positive attributes and independence of a director”. The committee will consider periodically reviewing the composition of the board with the objective of achieving an optimum balance of size, skills, independence, knowledge, age, gender and experience.
- Recommend to the board the appointment or reappointment of directors.
- Devise a policy on board diversity.
- Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down and recommend to the board of directors their appointment and removal;
- Carry out evaluation of every director’s performance and support the board and independent directors in evaluation of the performance of the board, its committees and individual directors. This shall include “formulation of criteria for evaluation of independent directors and the board”.
- Whether to extend or continue the term of appointment of the independent director, on the basis of the report of performance evaluation of independent directors.
- Recommend to the board the remuneration policy for directors, executive team or key managerial personnel as well as the rest of the employees.

- Oversee familiarization programs for directors.
- On an annual basis, recommend to the board the remuneration payable to the directors and oversee the remuneration to executive team or key managerial personnel of the Company.
- Oversee the human resource philosophy, human resource and people strategy and human resource practices including those for leadership development, rewards and recognition, talent management and succession planning (specifically for the board, key managerial personnel and executive team).
- Provide guidelines for remuneration of directors on material subsidiaries.
- Recommend to the board on voting pattern for appointment and remuneration of directors on the boards of its material subsidiary companies.
- Performing such other duties and responsibilities as may be consistent with the provisions of the committee charter.

iii. The composition of the nomination and remuneration committee and the details of meetings attended by its members are given below:

Name	**Category**	**Number of Meetings during the year 2015-16**	
		Held	**Attended**
Mr. Ajit Kapadia	Chairman, Independent, Non-Executive	2	2
Mr. Naresh Chandra Sharma	Independent, Non-Executive	2	2
Mr. Rabi Narayan Bastia	Independent, Non-Executive	2	2

During the year, two meeting of the nomination and remuneration committee were held on August 11, 2105 and February 10, 2016.

iv. The Company does not have any employee stock option scheme.

v. Performance Evaluation Criteria for Independent Directors:

The performance evaluation criteria for independent directors is determined by the Nomination and Remuneration committee. An indicative list of factors that may be evaluated include participation and contribution by a director, commitment, effective deployment of knowledge and expertise, effective management of relationship with stakeholders, integrity and maintenance of confidentiality and independence of behaviour and judgement. Performance Evaluation Criteria of Independent Directors and the Board is displayed on the Company's website www.asianoilfield.com.

v. Remuneration policy:

Remuneration policy in the Company is designed to create a high performance culture. It enables the Company to attract, retain and motivate employees to achieve results. Our business model promotes customer focus and requires employee mobility to address project's requirement. The remuneration policy supports such mobility through pay models that are compliant to local regulations. In each country where the Company operates, the remuneration structure is tailored to the regulations, practices and benchmarks prevalent in the Oilfield industry. The Remuneration Policy is placed on the Company's website www.asianoilfield.com.

The Company pays remuneration by way of salary, benefits, perquisites and allowances (fixed component) to its Wholetime Director. Annual increments are decided by the nomination and remuneration committee (NRC) within the salary scale approved by the members of the Company and are effective April 1 each year.

During the year 2015-16, the Company paid sitting fees of ₹20,000 per meeting to its non-executive directors for attending meetings of the Board and Audit Committee and ₹10,000 per meetings of rest of the statutory committees of the Board. The Company also reimburses the out-of-pocket expenses incurred by the directors for attending the meetings.

vi. Details of sitting fees for the year ended March 31, 2016 :

1. Non-Executive Directors:

Names of Non-Executive Directors	Sitting Fees paid (₹)
Mr. Naresh Chandra Sharma	2,10,000
Mr. Avinash Chandra Manchanda	80,000
Mr. Ajit Kapadia	2,30,000
Mr. Rabi Narayan Bastia	1,70,000
Mr. Rahul Talwar	-
Mr. Gautam Gode	-
Mr. Sanjay Bhargava	-
Mr. Vikram Agarwal	-
Ms. Sapna Kalantri	-

During the financial year under report, the non-executive Directors had no pecuniary relationship or transactions with the Company.

2. Wholetime Director :

Name of director and period of appointment	Salary (₹)	Benefits perquisites and allowances (₹)	Stock Options
Mr. Ashwin Madhav Khandke Wholetime Director (w.e.f. August 12, 2014 for a period of 3 years)	66,00,500	-	Nil

The above figures do not include provisions for encashable leave, gratuity and premium paid for group health insurance, as separate actuarial valuation / premium paid are not available for the Wholetime Director.

Services of the Wholetime Director may be terminated by either party, giving the other party one months' notice or the Company paying one months' salary in lieu There of. There is no separate provision for payment of severance fees.

C. Stakeholders' Relationship Committee

i. The stakeholders' relationship committee is constituted in line with the provisions of Regulation 20 of SEBI Listing Regulations read with section 178 of the Act.

iii. The broad terms of reference of the stakeholders' relationship committee are as under:

- Consider and resolve the grievances of security holders of the Company including redressal of investor complaints such as transfer or credit of Shares, non-receipt of notice / annual reports / dividend etc. and all other shareholders related matters.
- Consider and approve issue of share certificates (including issue of renewed or duplicate share certificates), transfer and transmission of securities, etc.
- Ensure setting of proper controls and oversee performance of the Registrar and Share Transfer Agent and recommends measures for overall improvement in the quality of services to the investors.

iv. Two meetings of the Stakeholders' Relationship Committee were held during the year on May 21, 2015 and February 10, 2016.

v. The composition of the Stakeholders' Relationship Committee and the details of meetings attended by its members are given below:

Name	Category	Number of Meetings during the year 2015-16	
		Held	Attended
Mr. Naresh Chandra Sharma	Chairman, Independent, Non-Executive	2	2
Mr. Ajit Kapadia	Independent, Non-Executive	2	2
Mr. Rabi Narayan Bastia	Independent, Non-Executive	2	2

vi. Name, designation and address of Compliance Officer:

Ms. Kanika Bhutani
Company Secretary
703-704, IRIS Tech Park, 7th Floor, Tower-A,
Sector-48, Sohna Road, Gurgaon-122 018
Haryana, India
Tel. No.: 91 124 4256145
Fax No.: 91 1246606440
Email : secretarial@asianoilfield.com

vii. Details of investor complaints received and redressed during the year 2015-16 are as follows:

Opening balance	Received during the year	Resolved during the year	Closing balance
NIL	7	7	NIL

No request for transfer or dematerialization of shares was pending as on March 31, 2016.

D. Other Committees

i. **Corporate Social Responsibility (CSR) Committee**

CSR Committee of the Company is constituted in line with the provisions of Section 135 of the Act, comprising of Mr. Naresh Chandra Sharma (Independent, Non-Executive) Chairman, Mr. Ajit Kapadia (Independent, Non-Executive), Mr. Rabi Bastia (Independent, Non-Executive)and Mr. Vikram Agarwal (Non-Independent, Non-Executive, Promoter Director).

The broad terms of reference of CSR committee is as follows:

- Formulate and recommend to the board, a corporate social responsibility (CSR) policy;
- Recommend the amount of expenditure to be incurred on the activities referred to above;
- Monitor the CSR policy of the Company from time to time;

No meeting of the CSR Committee was held during the financial year 2015-16.

The CSR policy of the Company is placed on the website of the Company www.asianoilfileld.com.

4. General body meetings

a) Particulars of AGM / EGM for the last three years:

The details of the last three Annual General Meetings are as follows :

AGM for the financial year ended	Day, Date & Time of AGM	Place of AGM	Special Resolutions Passed
31-3-2015	Monday, 28-09-2015 at 10.00 a.m.	Conference Hall, Lemon Tree premier, Leisure Valley, 48, Sector 29, City Center, Gurgaon, 122002, Haryana.	1) Appointment of Statutory Auditors in place of the retiring auditors.
31-3-2014	Thursday, 18-09-2014 at 10.00 a.m.	Conference Hall, Lemon Tree premier, Leisure Valley, 48, Sector 29, City Center, Gurgaon, 122002, Haryana.	1) Approval of borrowing limits of the Company. 2) Creation of Charge on the assets of the Company. 3) Make any loans or investments and to give any guarantees or to provide security. 4) Appointment of Mr. Ashwin Madhav Khandke as a Director and Whole Time Director of the Company.
31-3-2013	Wednesday, 18-09-2013 at 9.30 a.m.	Dr. I. G. Patel Seminar Hall, Faculty of Social Work of M.S. University, Opp. Fatehgunj Post Office, Fatehgunj, Vadodara -390002.	None

All resolutions moved at the last Annual General Meeting were passed by the requisite majority of shareholders.
No Extra-ordinary General Meeting of the shareholders was held during the year

b) Postal Ballot :

During the year under report, the Company had conducted one postal ballot for passing of special resolution, as per the details given below.

i) The members of the Company have approved Issue of Securities of the Company for an amount upto ₹1,500 Million by passing a Special Resolution through postal ballot on January 27, 2016.

Mr. Jayesh Vyas, Practicing Company Secretary was appointed as Scrutinizer to conduct the Postal ballot process in fair and transparent manner.

Postal Ballot Voting Pattern :

Special Resolution	Votes cast in favour		Votes cast against		Date of declaration of results
	No. of votes	**%**	**No. of votes**	**%**	
Issue of Securities of the Company for an amount upto ₹1,500 Million	1,25,82,761	99.98	2,040	0.02	January 27, 2016

The special resolution set out in the postal ballot notice was passed by the shareholders.

There is no proposal to pass any special resolution through postal ballot at the ensuing Annual General Meeting.

Procedure of Postal Ballot :

The notice containing the proposed resolutions and explanatory statement there to is sent to the registered addresses of all the share holders of the Company along with a postal ballot form and a postage pre-paid envelope containing the address of the scrutinizer appointed by the Board for carrying out the ballot process.

The e-voting facility is provided by the Company to all shareholders which enable them to cast their voteel electronically. The Company has entered into agreement with National Securities Depository Limited (NSDL) for providing the e-voting facility to its shareholders. During the year, the Company has availed e-voting facility from NSDL. Under e-voting facility, the shareholders are provided with an electronic platform to participate and vote on the proposed resolutions of the Company. The e-voting window remains open for a period of thirty days whereby the shareholders can vote on the resolution using their log in credentials. The step-wise process and manner for e-voting is provided in the postal ballot form and also the email which is sent to share holders along with the postal ballot notice. The scrutinizer submits his report to the Chairman/ Director or person authorized by the Board within seven days of the last date of receipt of postal ballot forms, who on the basis of the report announces the results.

5. Disclosures

i. Related Party transactions :

There are no materially significant related party transactions of the Company which have potential conflict with the interests of the Company at large. The Company has formulated a Related Party Transactions Policy and the same is displayed on the Company's website at the following weblink :http://asianoilfield.com/pdfs/Related%20Party%20

Transactions with the related parties are disclosed in the notes to the accounts forming part of this Annual Report.

ii. Details of non-compliance by the Company, penalties, strictures imposed on the Company by the Stock Exchange or the Securities and Exchange Board of India or any statutory authority, on any matter related to capital markets, during the last three years 2013-14, 2014-15 and 2015-16 respectively: NIL

iii. The Company has adopted a whistle blower policy and has established the necessary vigil mechanism for employees and directors to report concerns about unethical behaviour. No person has been denied access to the chairman of the audit committee. The said policy has been also put up on the website of the Company at the following link http://asianoilfield.com/pdfs/Whistleblower_policy.pdf

iv. The Company has also adopted Policy for determining 'material' subsidiaries for Disclosures (http://asianoilfield.com/pdfs/Policy%20on%20Material%20Subsidiary.pdf) and Policy for Preservation of Documents (http://asianoilfield. com/pdfs/Policy%20for%20Preservation%20of%20Documents.pdf)

v. Reconciliation of Share Capital Audit:

A qualified practicing Company Secretary carries out a share capital audit to reconcile the total admitted equity share capital with NSDL and CDSL and the total issued and listed equity share capital of the Company. The audit report confirms that the total issued/ paid-up capital is in agreement with the total number of shares in physical form and the total number of dematerialized shares held with NSDL and CDSL.

6. Subsidiary Companies

The audit committee reviews the consolidated financial statements of the Company and the investments made by its unlisted subsidiary companies. The minutes of the board meetings along with a report on significant developments of the unlisted subsidiary companies are periodically placed before the Board of Directors of the Company.

The Company does not have any material non-listed Indian subsidiary companies.

The Company has a policy for determining 'material subsidiaries' which is disclosed on its website at the following Link http://asianoilfield.com/pdfs/ Policy%20for%20Determination%20of%20Materiality%20of%20Events.pdf

7. Means of Communication :

The quarterly, half-yearly and annual results of the Company are normally published in Business Standard, English and Hindi newspapers, having wide circulation. The financial results are also displayed on the Company's website viz. www.asianoilfield.com and posted on the BSE Corporate Compliance & Listing Centre (the Listing Centre).Official news releases and presentations made to Institutional Investors and Analysts are posted on the Company's website.

8. General shareholder information

i. Annual General Meeting date, time and venue:

Wednesday, September 28, 2016 at 11.00 a.m. at Conference Hall, King Arthur-3, Fortune Select Excalibur, Main Sohna Road, Sector-49, Gurgaon-122018 (Haryana), India.

As required under Regulation 36(3) of the SEBI Listing Regulations, particulars of directors seeking appointment / re-appointment at the forthcoming AGM are given in the Annexure to the notice of the AGM to be held on September 28, 2016.

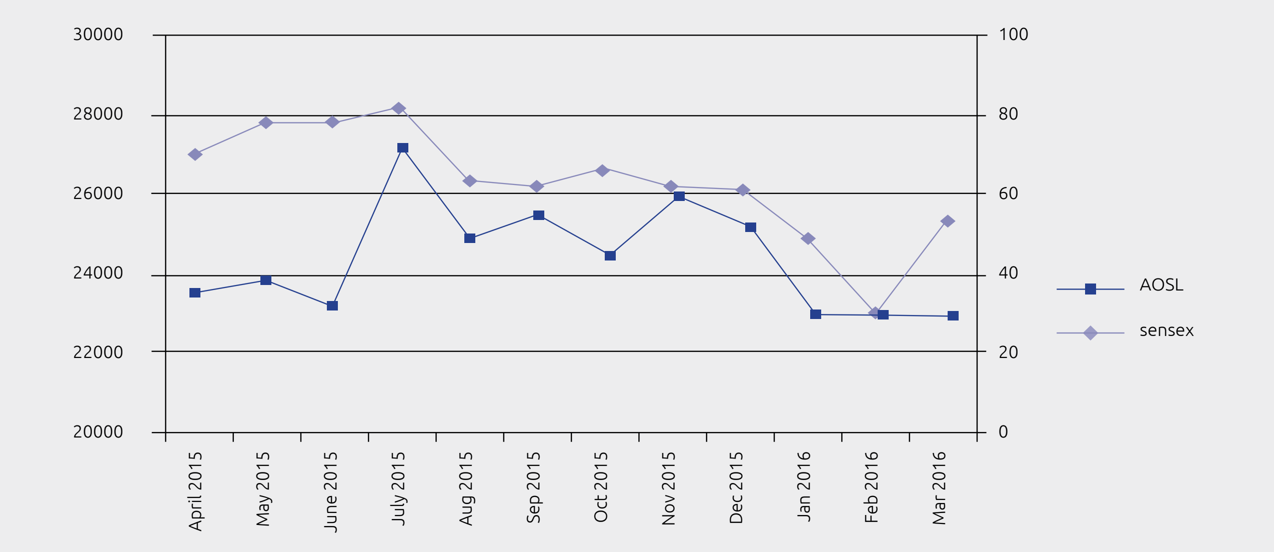
I. Financial Calendar	:	April to March
II. Date of book closure	:	September 22, 2016 to September 28, 2016 (both days inclusive)
III. Dividend payment date	:	Not applicable
IV. Listing on Stock Exchange	:	BSE Limited 25th Floor, Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
V. Stock Code on BSE Ltd.	:	530355. The Company has paid the listing fees for the year 2015-16.
VI. ISIN Code in NSDL and CDSL for Equity Shares	:	INE276G01015
VII. Corporate identity number (CIN) of the Company	:	L23200HR1992PLC052501

9. Market price data:

High, low (based on daily closing prices) and number of equity shares traded during each month in the year 2015-16 on BSE:

Months	High Price (INR)	Low Price (INR)	Total No. of Shares traded
April 2015	46.00	28.50	1118602
May 2015	49.00	34.20	650453
June 2015	35.05	29.30	291535
July 2015	43.85	30.75	360328
August 2015	47.90	32.65	419358
September 2015	40.95	29.25	147061
October 2015	73.00	32.00	1144923
November 2015	79.25	44.70	1264524
December 2015	56.80	41.75	405067
January 2016	61.00	45.00	386914
February 2016	64.90	43.25	879219
March 2016	71.50	52.55	1565363

10. Performance of the share price of the Company in comparison to the BSE Sensex:



11. Registrar and Share Transfer Agent :

Link Intime India Pvt. Ltd.
102 & 103, Shangrila Complex,
1st Floor, Opp. HDFC Bank
Near Radhakrishna Char Rasta,
Akota, Vadodara – 390 020
Phone No. 0265 – 2356573, 2356794
Fax No. : 0265-2226216
E-mail: vadodara@linkintime.co.in
Website : www.linkintime.co.in

12. Share transfer system :

96.62 % of the equity shares of the Company are in electronic form. Transfers of these shares are done through the depositories with no involvement of the Company. As regards transfer of shares held in physical form the transfer documents can be lodged with Link In time India Pvt. Ltd. at the above mentioned address.

Transfer of shares in physical form is normally processed within fifteen days from the date of receipt, if the documents are complete in all respects.

13. Shareholding as on March 31, 2016:

a. Distribution of equity shareholding as on March 31, 2016 :

No. of Shares	No. of Share holders	Percentage to shareholders	Total No. of Shares	Percentage to Capital
Up to - 500	7245	78.09	1480389	6.63
501 - 1000	933	10.06	776966	3.48
1001 - 2000	431	4.65	685594	3.07
2001 - 3000	214	2.31	553844	2.48
3001 - 4000	81	0.87	289072	1.30
4001 - 5000	95	1.02	452172	2.03
5001 - 10000	146	1.57	1092640	4.89
10001 and above	133	1.43	16993767	76.12
Total	9278	100.00	2,23,24,444	100.00

b. Categories of equity shareholders as on March 31, 2016 :

Category	No. of Shares	% of Total Capital
A. Promoters Holding		
a. Indian Promoters (PAC)	5,000	0.02
b. Foreign Promoter	12572600	56.32
B. Non Promoters Holding		
a. Foreign Portfolio Investors	280000	1.25
b. Bodies Corporate	1180280	5.28
c. Indian Public & HUF	7875986	35.29
d. Clearing Members	260156	1.17
e. Non Residents Indians	150422	0.67
Total	**2,23,24,444**	**100**

c. Dematerialization of shares and liquidity :

The Company's shares are compulsorily traded in dematerialized form and are available for trading on both the depositories, viz. National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL).

Percentage of shares held in physical and dematerialized form as on March31, 2016:

Sr. No.	Electronic / Physical	Mode of Holding %
1.	NSDL	83.72
2.	CDSL	12.90
3.	Physical	3.38
Total		**100.00**

d. The Company has not issued any GDRs / ADRs or any convertible instrument.

e. Plant locations : The Company has no plant.

f. Address for Correspondence

Link Intime India Pvt. Ltd.
102 & 103, Shangrila Complex,
1st Floor, Opp. HDFC Bank
Near Radhakrishna Char Rasta,
Akota, Vadodara – 390 020
Phone No. 0265 – 2356573, 2356794
Fax No. 0265 – 2356791
E-mail : vadodara@linkintime.co.in

Secretarial Dept.
Asian Oilfield Services Ltd.
703, 7th Floor, Tower-A,
Iris Tech Park, Sohna Road,
Gurgaon, Haryana - 122018
Phone No. 124-6606416
Fax No. 124-6606406
Email : secretarial@asianoilfield.com

Declaration Regarding Compliance by Board Members and Senior Management Personnel with The Company's Code of Conduct

This is to confirm that the Company has adopted a Code of Conduct for its employees including the Whole time Director. In addition, the Company has adopted a Code of Conduct for its Non-Executive Directors and Independent Directors. These Codes are available on the Company's website.

I confirm that the Company has in respect of the year ended March 31, 2016, received from the Senior Management Team of the Company and the Members of the Board a declaration of compliance with the Code of Conduct as applicable to them.

Gurgaon,
August 11, 2016

Rohit Agarwal
Wholetime Director

CEO/CFO Certification

The Board of Directors
Asian Oilfield Services Limited
Gurgaon.

We hereby certify that:

(a) We have reviewed financial statements and the cash flow statement for the year ended March 31, 2016 and that to the best of our knowledge and belief;

  i. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;

  ii. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

(b) No transaction is entered into by the company during the year which is fraudulent, illegal or violative of the Company's code of conduct.

(c) We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

(d) We have indicated to the Auditors and the Audit Committee:

  i. significant changes in internal control over financial reporting during the year;

  ii. significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and

  iii. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

For Asian Oilfield Services Ltd.
Rohit Agarwal
Wholetime Director

Gurgaon
August 11, 2016

Practicing Company Secretaries' Certificate on Corporate Governance

To The Members Of
Asian Oilfield Services Limited

We have examined the compliance of the conditions of Corporate Governance by Asian Oilfield Services Limited (the Company) for the year ended on March 31, 2016, as stipulated in Clause 49 of the Listing Agreement of the Company with the Stock Exchanges ("Listing Agreement") for the period April 1, 2015 to November 30, 2015 and Regulations 17 to 27 clauses (b) to (i) of sub-regulation (2) of Regulation 46 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") for the period December 1, 2015 to March 31, 2016.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the review of procedures and implementation thereof as adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Agreement and the Listing Regulations applicable for the respective periods as mentioned above.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Jayesh Vyas & Associates
Practicing Company Secretaries

Jayesh Vyas
Proprietor
F.C.S. : 5072 C.P. : 1790

Date :11-08-2016
Place : Vadodara

To,
Link Intime India Pvt. Limited
Unit: Asian Oilfield Services Limited
102 & 103, Shangrila Complex
1st Floor, Opp. HDFC Bank,
Near Radhakrishna Char Rasta,
Akota, Vadodara – 390 020

Updation of Shareholder Information

I / We request you to record the following information against my / our Folio No.:

General Information :

Folio No.:	
Name of the first named Shareholder:	
PAN: *	
CIN / Registration No.: *	
(applicable to Corporate Shareholders)	
Tel No. with STD Code:	
Mobile No.:	
Email Id:	

*Self attested copy of the document(s) enclosed

Bank Details :

IFSC : (11 digit)	
MICR : (9 digit)	
Bank A/c Type:	
Bank A/c No.: *	
Name of the Bank:	
Bank Branch Address:	

* A blank cancelled cheque is enclosed to enable verification of bank details

I / We hereby declare that the particulars given above are correct and complete. If the transaction is delayed because of incomplete or incorrect information, I / we would not hold the Company / RTA responsible. I / We undertake to inform any subsequent changes in the above particulars as and when the changes take place. I / We understand that the above details shall be maintained till I / we hold the securities under the above mentioned Folio No. / beneficiary account.

Place :
Date :

Signature of Sole / First holder

Standalone Financial Statements of
Asian Oilfield Services Limited

Independent Auditors' Report

To the Members of
Asian Oilfield Services Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone financial statements of Asian Oilfield Services Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Standalone Financial Statements

1. The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements, that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies(Accounts) Rules, 2014 (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act; safeguarding the assets of the Company; preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

2. Our responsibility is to express an opinion on these standalone financial statements based on our audit.

3. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder.

4. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the standalone financial statements are free from material misstatement.

5. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.

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

Basis for Qualified Opinion

7. As stated in Note 38 to the accompanying standalone financial statements, the Company's trade receivables, short-term loans and advances and long-term loans and advances as at March 31, 2016 include ₹60.12 million, ₹53.28 million and ₹12.87 million respectively (as at March 31, 2015: ₹35.65 million, ₹102.11 million and ₹18.12 million respectively) being considered good and recoverable by the management. However,

in the absence of sufficient appropriate evidence, we are unable to comment upon the recoverability of the aforesaid trade receivables, short-term loans and advances and long- term loans and advances and the consequential impact, if any on the accompanying standalone financial statements. The predecessor auditor's report on the financial statements for the year ended March 31, 2015 was also qualified in respect of this matter.

Qualified Opinion

8. In our opinion and to the best of our information and according to the explanations given to us,except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph,the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31,2016, and its loss and its cash flows for the year ended on that date.

Emphasis of Matter

9. We draw attention to Note 25(b) to the accompanying standalone financial statements which describes the uncertainty related to outcome of legal case filed by the Company in relation to liquidated damages/penalties claimed by a customer after serving a show cause notice for termination of contract. These matters are pending litigation with District Court, Jorhat. Pending the final outcome of the aforesaid matters, which is presently unascertainable, no adjustments have been recorded in standalone financial statements. Our opinion is not qualified in respect of these matters.

Other Matter

10. The audit of the standalone financial statements for the previous year ended March 31, 2015, included in the standalone financial statements was carried out and reported by Deloitte Haskins & Sells vide their qualified audit report dated May 30, 2015, whose audit report has been furnished to us and which have been relied upon by us for the purpose of our audit of the standalone financial statements. Our opinion is not qualified in respect of this matter.

Report on Other Legal and Regulatory Requirements

11. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in paragraphs 3 and 4 of the Order.

12. Further to our comments in Annexure A, as required by Section143(3) of the Act, we report that:

    a. We have sought and except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

    b. Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph,in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

    c. The standalone financial statements dealt with by this report are in agreement with the books of account;

    d. Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended);

    e. The matter described in paragraph 7 under the Basis for Qualified Opinion paragraph and paragraph 9 under the Emphasis of Matters paragraph, in our opinion, may have an adverse effect on the functioning of the Company;

    f. On the basis of the written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on March 31,2016 from being appointed as a director in terms of Section164(2) of the Act;

g. We have also audited the internal financial controls over financial reporting (IFCoFR) of the Company as of March 31, 2016 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date and our report dated June 13, 2016 as per Annexure B expressing our unqualified opinion on adequacy and operating effectiveness over financial reporting;

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

    i. As detailed in Note 25 to the standalone financial statements, the Company has disclosed the impact of pending litigations on its standalone financial position;

    ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

    iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

per Anamitra Das
Partner
Membership No.:062191

Place: Gurgaon
Date: June 13, 2016

Annexure A to the Independent Auditor's Report of even date to the members of Asian oilfield Services Limited, on the financial statements for the year ended March 31, 2016

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

(i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

(b) All fixed assets have not been physically verified by the management during the year, however, there is a regular program of verification once in three years, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) The title deeds of all the immovable properties which are included under the head 'fixed assets' are held in the name of the Company.

(ii) In our opinion, the management has conducted physical verification of inventory at reasonable intervals during the year and no material discrepancies between physical inventory and book records were noticed on physical verification.

(iii) The Company has not granted any loan, secured or unsecured to companies, firms, Limited Liability Partnerships (LLPs) or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clauses 3(iii)(a), 3(iii)(b) and 3(iii)(c) of the Order are not applicable.

(iv) In our opinion,the Company has not entered into any transaction covered under Sections 185 and 186 of the Act. Accordingly, the provisions of clause 3(iv) of the Order are not applicable.

(v) In our opinion, the Company has not accepted any deposits within the meaning of Sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, the provisions of clause 3(v) of the Order are not applicable.

(vi) The Central Government has not specified maintenance of cost records under sub-section (1) of Section 148 of the Act, in respect of Company's services. Accordingly, the provisions of clause 3(vi) of the Order are not applicable.

(vii) (a) Undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of custom, duty of excise, value added tax, cess and other material statutory dues, as applicable, have not been regularly deposited to the appropriate authorities and there have been significant delays in a large number of cases. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they become payable.

(b) The dues outstanding in respect of income-tax, sales-tax, service tax, duty of customs, duty of excise and value added tax on account of any dispute, are as follows: Statement of Disputed Dues

Name of the statute	Nature of dues	Amount (₹ in million)	Amount paid under Protest (₹ in million)	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Disallowance in respect of wrong claim of depreciation and income treated as business income instead of capital gain	24.59	-	Assessment Year 2008-09	Income Tax Appellate Tribunal (ITAT)
Income Tax Act, 1961	Disallowance of excess claim of depreciation and under section 14A and 36(1)va	3.13	-	Assessment Year 2009-10	Income Tax Appellate Tribunal (ITAT)
Income Tax Act, 1961	Disallowance of excess claim of depreciation and under section 14A and 40A	7.40	-	Assessment Year 2010-11	Income Tax Appellate Tribunal (ITAT) and CIT(A)

(viii) The Company has not defaulted in repayment of loans or borrowings to any bank during the year. The Company has no loans or borrowings payable to a financial institution or Government and did not have any outstanding debentures during the year.

(ix) The Company did not raise moneys by way of initial public offer or further public offer (including debt instruments) and did not have any term loans outstanding during the year. Accordingly, the provisions of clause 3(ix) of the Order are not applicable.

(x) No fraud by the Company or on the Company by its officers or employees has been noticed or reported during the period covered by our audit.

(xi) Managerial remuneration has been paid by the Company in accordance with the requisite approvals mandated by the provisions of Section 197 of the Act read with Schedule V to the Act.

(xii) In our opinion, the Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.

(xiii) In our opinion all transactions with the related parties are in compliance with Sections 177 and 188 of Act, where applicable, and the requisite details have been disclosed in the financial statements etc., as required by the applicable accounting standards.

(xiv) During the year, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.

(xv) In our opinion,the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act.

(xvi) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

per Anamitra Das
Partner
Membership No.: 062191

Place: Gurgaon
Date: June 13, 2016

Annexure B to the Independent Auditor's Report of even date to the members of Asian Oilfield Services Limited, on the standalone financial statements for the year ended March 31, 2016

Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the standalone financial statements of Asian Oilfield Services Limited ("the Company") as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting (IFCoFR) of the Company of as of that date.

Management's Responsibility for Internal Financial Controls

2. The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting(the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design,implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the Company's IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's IFCoFR.

Meaning of Internal Financial Controls over Financial Reporting

6. A Company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A Company's IFCoFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2)provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

7. Because of the inherent limitations of IFCoFR, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the IFCoFR to future periods are subject to the risk that IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

per Anamitra Das
Partner
Membership No.:062191

Place: Gurgaon
Date: June 13, 2016

Balance Sheet As at March 31, 2016

Amount in ₹

Particulars	Note no.	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	223,244,440	223,244,440
Reserves and surplus	4	(49,623,224)	244,336,302
		173,621,216	**467,580,742**
Non-current liabilities			
Long-term provisions	5	770,335	702,687
		770,335	**702,687**
Current liabilities			
Short-term borrowings	6	269,282,741	225,000,000
Trade payables	7		
Micro, small and medium enterprises		-	-
Other payables		88,101,413	24,259,658
Other current liabilities	8	268,466,478	84,550,083
Short-term provisions	9	152,089	20,678
		626,002,721	**333,830,419**
Total		**800,394,272**	**802,113,848**
ASSETS			
Non-current assets			
Fixed assets	10		
Tangible assets		251,228,165	182,953,637
Intangible assets		872,726	1,163,754
		252,100,891	**184,117,391**
Non-current investments	11	62,053,872	62,153,872
Long-term loans and advances	13	58,396,149	74,360,585
Other non current assets	12	48,630,636	48,745,356
		421,181,548	**369,377,204**
Current assets			
Inventories	14	31,557,705	38,077,106
Trade receivables	15	100,067,645	62,578,185
Cash and bank balances	16	95,481,349	17,251,990
Short-term loans and advances	17	112,438,780	299,878,553
Other current assets	18	39,667,245	14,950,810
		379,212,724	**432,736,644**
Total		**800,394,272**	**802,113,848**
Summary of significant accounting policies and other explanatory information	2		

The accompanying notes are an integral part of financial statements.
This is the Balance Sheet referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Statement of Profit and Loss for the year ended March 31, 2016

Amount in ₹

Particulars	Note no.	Year ended March 31, 2016	Year ended March 31, 2015
Revenue			
Revenue from operations (net)	19	93,625,502	13,692,974
Other income	20	52,482,118	69,740,024
Total Revenue		**146,107,620**	**83,432,998**
Expenses			
Employee benefits expense	21	72,479,513	59,570,648
Finance costs	22	54,275,682	59,668,719
Depreciation and amortizsation expense	10	59,904,962	60,897,801
Other expenses	23	221,466,144	66,339,268
Total Expenses		**408,126,300**	**246,476,436**
Loss before exceptional items, prior period items and tax		**(262,018,681)**	**(163,043,438)**
Exceptional items		-	4,492,143
Loss before prior period items and tax		**(262,018,681)**	**(167,535,581)**
Prior period item	24	13,827,264	75,541
Loss before tax		**(275,845,944)**	**(167,611,122)**
Tax expense			
Current tax		-	-
Deferred tax		-	-
Income tax - earlier years		18,113,581	-
		18,113,581	**-**
Loss for the year		**(293,959,525)**	**(167,611,122)**
Earnings per equity share of ₹ 10 each:	31		
Basic earnings per share (in ₹)		(13.17)	(7.51)
Diluted earnings per share (in ₹)		(13.17)	(7.51)
Summary of significant accounting policies and other explanatory information	2		

The accompanying notes are an integral part of financial statements.
This is the Statement of Profit and Loss referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Cash Flow Statement for the year ended March 31, 2016

Amount in ₹

Particulars	Note no.	Year ended March 31, 2016	Year ended March 31, 2015
A. Cash flow arising from operating activities			
Net loss before tax		(275,845,944)	(167,611,122)
Adjustments for:			
Depreciation and amortisation		59,904,962	60,897,801
Finance costs		50,921,671	57,239,073
Investment written off		100,000	-
Liabilities/provision no longer required written back		(7,726,072)	(4,478,701)
Bad debts and advances written off		7,912,505	2,084,278
Profit on sale of assets (net)		-	(111,661)
Interest income		(25,232,109)	(41,473,869)
Exchange rate fluctuation		(9,506,459)	5,231,041
Provision for doubtful debts, loans and advances		-	4,189,668
Advance tax written off		18,113,581	
Operating loss before working capital changes		**(181,357,865)**	**(84,033,492)**
Adjustments for:			
Decrease in inventories		6,519,401	1,072,900
(Increase)/decrease in trade receivables		(28,790,534)	56,765,722
(Increase)/decrease in loans and advances and other current assets		(37,890,592)	15,358,778
Increase/ (decrease) in trade and other payables		110,279,134	(28,801,466)
		(131,240,457)	**(39,637,558)**
Less: Income tax paid (net of refunds)		(2,686,512)	(1,222,843)
Net cash generated (used in) operating activities	**A**	**(133,926,969)**	**(40,860,401)**
B. Cash flow arising from investing activities			
Purchase of fixed assets		(127,888,462)	(643,254)
Proceeds from the sale of fixed assets		-	925,201
Change in payables for capital goods		105,971,167	-
Investment in subsidiary		-	(58,996,813)
Loan to subsidiaries		174,507,136	288,788,439
Margin money deposited		(11,667,042)	(8,548,980)
Interest income received		26,677,721	45,043,098
Net cash generated from investing activities	**B**	**167,600,520**	**266,567,691**

Cash Flow Statement for the year ended March 31, 2016

Amount in ₹

Particulars	Note no.	Year ended March 31, 2016	Year ended March 31, 2015
C. Cash flow arising from financing activities			
Proceeds/ (repayment) of short-term borrowings (net)		43,503,923	(201,782,571)
Interest paid		(10,729,877)	(27,170,246)
Net cash generated from /(used in) financing activities	**C**	**32,774,046**	**(228,952,817)**
Net increase/(decrease) in cash and cash equivalents	**A+B+C**	**66,447,597**	**(3,245,527)**
Cash and cash equivalents at the beginning of the year		4,703,010	7,946,687
Effect of exchange differences on restatement of foreign currency cash and cash equivalents		-	1,850
Cash and cash equivalents at the end of the year (Refer note 16)		**71,150,607**	**4,703,010**

The accompanying notes are an integral part of financial statements.
This is the Cash Flow Statement referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Notes to the financial statements for the year ended March 31, 2016

1. Corporate Information

Asian Oilfield Services Limited (the "Company" or "AOSL") is a Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956 and is listed on the Bombay Stock Exchange (BSE). The Company is a reservoir imaging company, offering a suite of geophysical services specializing in land and well seismic services. The portfolio of services include 2D and 3D seismic data acquisition, processing and interpretation, topographic survey, continuous core drilling for mineral and CBM exploration, wire-line logging and directional core drilling to target shallow horizons. In addition to the core services the Company also provides specialised high technology services to oil and gas companies for targeted applications. The Company possesses an experience of working in difficult terrains while respecting local socio-economic realities and environment. The Company has expanded its activities through its foreign subsidiaries to cater to the international markets. The Registered Office of the Company is located at 703, IRIS Tech Park, Tower-A, Sector-48, Sohna Road, Gurgaon-122018 (Haryana).

2. Significant Accounting Policies

A. Accounting convention

The financial statements have been prepared on going concern basis under the historical cost basis, in accordance with the generally accepted accounting principles in India and in compliance with the applicable accounting standards ("AS") as specified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. Based on the nature of services and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of asset and liabilities.

B. Use of estimates

The preparation of the financial statements is in conformity with principles generally accepted in India which requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) on the date of financial statements and the reported income and expenses during the year. Actual results could differ from those estimates. Any revision to accounting estimates are recognised in the periods in which the results are known / materialise.

C. Fixed assets

i. Tangible assets:

Tangible Assets are carried at cost less accumulated depreciation. Cost includes all expenses, direct and indirect, specifically attributable to its acquisition and bringing it to its working condition for its intended use and also includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure on fixed assets after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

ii. Intangible assets:

Intangible assets acquired separately are measured on initial recognition at cost. Initial recognition of intangible assets is carried at cost less accumulated amortisation and accumulated impairment, if any.

iii. Capital work-in-progress:

Projects under which tangible fixed assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

D. Depreciation and amortization

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on addition to / deduction from assets during the year is provided on pro-rata basis.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except for certain categories of plant and machinery in respect which life has been assessed based on technical advice, taking into account the nature of the asset, the

Notes to the financial statements for the year ended March 31, 2016

estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

Tangible assets	Useful life
Buildings – Non factory	60 years
Buildings – Temporary structure	3 years
Vessels	13 years
Oilfield equipments	1 to 10 years
Vehicles	8 or 10 years
Furniture and fixtures	10 years
Office equipments	5 years
Computer equipments	3 or 6 years

Intangible assets are amortised over their estimated useful life of 6 years on straight line method. The estimated useful life of the intangible assets and the amortization period are reviewed at the end of each financial year and the amortization period is revised to reflect the changed pattern, if any.

E. Inventories

Inventories of stores and consumables are stated at cost. Cost is determined considering the cost of purchase and other costs incurred for acquisition and on the basis of first in first out method (FIFO).

F. Cash and cash equivalents

Cash and cash equivalents comprises cash in hand and demand deposits with banks, short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

G. Foreign currency transactions

i) Initial recognition

Transactions denominated in foreign currencies are recorded in the reporting currency at the exchange rates prevailing at the time of transaction.

ii) Subsequent recognition

Monetary items denominated in foreign currencies at year end are restated at year end rates.

Non-monetary foreign currency items are reported using the closing rate prevailing on the date of the transaction.

iii) Exchange differences

Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year or reported in previous financial statements, are recognised as income or expense in the year in which they arise, except for exchange differences arising on foreign currency monetary items.

H. Investments

Long term investments are stated at cost of acquisition inclusive of expenditure incidental to acquisition. A provision for diminution is made to recognise a decline, other than temporary in the value of long term investments. Current investments are stated at lower of cost and fair value determined on an individual basis.

I. Employee stock option scheme

The Company accounts for equity settled stock options as per the accounting treatment prescribed by Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and the Guidance Note on Employee Share-based Payments issued by the Institute of Chartered Accountants of India using the Intrinsic value method.

J. Employee benefits

The Company has three post-employment benefit plans in operation viz. Gratuity, Provident fund and Employee state insurance scheme.

i. Provident fund and Employee State Insurance scheme

Provident fund benefit and Employee State Insurance benefit are defined contribution plans under which the Company pays fixed contributions into funds established under Employee Provident Fund and Miscellaneous Provision Act, 1952 and Employee State Insurance Act, 1948 respectively. The Company has no legal or constructive obligations to pay further contributions after payment of the fixed contribution. The contributions recognised in respect of defined contribution plans are expensed as they accrue. Liabilities and assets may be recognised if underpayment or prepayment has occurred and are included in current liabilities or current assets, respectively, as they are normally of a short term nature.

ii. Gratuity

Gratuity is a post-employment benefit and is in the nature of defined benefit plan. The liability recognised in the balance sheet in respect of gratuity is the present value of the defined benefit obligation as at the balance sheet date less the fair value of plan assets. Gratuity Fund is administered through Life Insurance Corporation of India. The defined benefit obligation is calculated at the balance sheet date on the basis of actuarial valuation by an independent actuary using projected unit credit method. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recorded in the Statement of Profit and Loss in the year in which such gains or losses arise.

iii. Compensated absences

The Company also provides benefit of compensated absences to its employees which are in the nature of long term benefit plan. The compensated absences comprises of vesting as well as non-vesting benefit. Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date basis of actuarial valuation by an independent actuary using projected unit credit method.

K. Revenue recognition

i. Revenue from sale of Services

Revenue from services is recognised in the period in which services are rendered on percentage of completion method.

ii. Interest income

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

iii. Dividend income

Revenue is recognised when the right to receive dividend is established.

L. Taxes on income

Tax expense comprises of current income tax and deferred income tax.

Current Tax:

Provision for current year tax is based on assessable income at the rates applicable to the relevant assessment year.

Deferred Tax:

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets.

Minimum Alternate Tax:

Minimum Alternative Tax credit ("MAT credit") is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India the said asset is created by way of a credit to the profit and loss account and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income tax during the specified period.

M. Borrowing costs

Borrowing costs directly attributable to acquisition, construction or erection of fixed assets, which necessarily take a substantial period of time to be ready to use are capitalised. Capitalisation of borrowing costs ceases when substantially all the activities necessary to prepare

Notes to the financial statements for the year ended March 31, 2016

the qualifying assets for their intended use are complete. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

Other borrowing costs are recognisedin the statement of profit and loss in the year in which they are incurred.

N. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue and share split.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares,except where results would be anti-dilutive.

O. Segment reporting

In accordance with Accounting Standard 17 "Segment Reporting", the Company has determined its business segment as Seismic data acquisition and its related services. Since there are no other business segments in which the Company operates, there are no other primary reportable segments, therefore, the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the financial statements.

P. Leases

Where the Company as a lessor leases assets under finance leases, such amounts are recognised as receivables at an amount equal to the net investment in the lease and the finance income is recognised based on a constant rate of return on the outstanding net investment.

Assets leased by the Company in its capacity as a lessee, where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.

Q. Provisions, Contingent liabilities and Contingent assets

The Company creates a provision when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

A disclosure for contingent liability is made when there is a possible obligation or present obligation that may but probably will not require an outflow of resources. Disclosure is also made in respect of a present obligation that probably requires an outflow of resources, where it is not possible to make a reliable estimate of the related outflow. Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continuously and if it is virtually certain that an inflow of economic benefits will arise, the assets and the related income are recognised in the period in which the change occurs.

R. Impairment of assets

The Company on an annual basis makes an assessment of any indicator that may lead to impairment of assets. If any such indication exists, the Company estimates the recoverable amount of the assets. If such recoverable amount is less than the carrying amount,then the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is charged to the Statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

Notes to the financial statements for the year ended March 31, 2016

Note 3: Share capital

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
a) Authorised shares		
50,000,000 (Previous year 50,000,000) equity shares of ₹10 each	500,000,000	500,000,000
b) Issued, subscribed and fully paid up shares		
22,324,444 (Previous year 22,324,444) equity shares of ₹10 each	223,244,440	223,244,440
	223,244,440	**223,244,440**

c) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting financial year:

There is no movement in the equity share capital during the current and comparative period.

d) Description of the rights, preferences and restrictions attached to equity shares :

The Company has only one class of equity shares having par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. In the event of the liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) Details of equity shareholders holding more than 5% shares in the Company:

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	% age of holding	No. of Shares	% age of holding
Samara Capital Partners Fund I Limited (holding company)*	**12,572,600**	**56.32**	**12,572,600**	**56.32**

*The above information is furnished as per the shareholders register as on March 31, 2016 and March 31, 2015 respectively(Also refer note 40)

f) As at March 31, 2016, 577,683 shares (as at March 31, 2015: 577,683 shares) of ₹10 each were reserved for issuance towards outstanding employee stock options granted.

The ESOS compensation committee of the Company at their meeting held on December 07, 2010 has granted 577,683 stock options to the eligible employees (38), under the Employees Stock Option Scheme-2010 (ESOS-2010) at the exercise price of ₹55.70 per option, being the latest available price on the stock exchange prior to the date of grant. Out of 38 employees to whom options were granted, 5 employees are continuing in the Company, having the right to exercise option resulting in 46,055 shares. However, during the current year, the allottees have waived their right for availment of the aforesaid options. Hence, as on date no employee stock options are pending for exercise.

g) No additional shares were allotted as fully paid up by way of bonus shares or for consideration other than cash and also no shares have been bought back during the last five years.

Notes to the financial statements for the year ended March 31, 2016

Note 4: Reserves and surplus

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Capital reserve	44,578,226	44,578,226
Securities premium account	670,694,704	670,694,704
Deficit in Statement of Profit and Loss		
Opening balance	(470,936,628)	(299,642,785)
Add: Net loss for the year	(293,959,525)	(167,611,122)
Add: Additional depreciation as per schedule II (Net of deferred tax)	-	(3,682,721)
Closing balance	**(764,896,154)**	**(470,936,628)**
Total	**(49,623,224)**	**244,336,302**

Note 5: Long-term provisions

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Provision for employee benefits		
Compensated absences (Refer Note 29(b))	770,335	702,687
	770,335	**702,687**

Note 6: Short term borrowings

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Loans repayable on demand		
a) From banks		
Cash credits from bank - Secured (Refer note a below)	44,282,741	-
b) From other parties		
Inter corporate deposits - Unsecured (Refer note b below)	225,000,000	225,000,000
	269,282,741	**225,000,000**

Notes:

a. Cash Credit from Bank:

i) Cash Credit ("CC") from bank is sanctioned for a period of 12 months upto July 16, 2016 and is repayable on demand, carrying a rate of interest of 16.70 % per annum at monthly rests (Sanctioned limit: ₹60 million).

ii) Primary security :
Cash credit from bank is primarily secured by hypothecation of all chargeable current assets of the Company.

iii) Collateral security :

a) Exclusive charge by way of equitable mortgage over Company's office premises situated at 701/704, Manubhai tower , 7th floor, B/wing, Sayajaigung, Baroda measuring 2056 Sq. feet.

b) Exclusive charge by way of equitable mortgage over shop no. 29 , Payal Co-op Housing society, Sayajaigung, Baroda, belonging to Company and measuring 260 sq. feet.

c) Pledge of 2.2 million shares of the Company owned by Samara Capital Partners Fund I Limited.

d) First charge by way of hypothecation over the fixed assets including plant and machinery and equipments viz. Logger vans, seismic recording systems, drilling rigs and units, air compressors, RAM, digital cables, geophone strings, probes, radio sets, seismic cables, batteries etc and excluding those under items (a) & (b) above.

e) Pledge over the term deposit receipts of ₹50.9 million including accrued interest thereof.

iv) Cash Credit facility is guaranteed by letter of comfort of Samara Capital Partners Fund I Limited, Mauritius.

b. Inter corporate deposits - Unsecured

(i) Includes ₹115 million from Global Coal and Mining Private Limited carries rate of interest of 16% per annum at monthly rests repayable on demand.

(ii) Includes ₹110 million from Thriveni Earth movers Private Limited repayable on demand and carries rate of interest of 15% per annum at quarterly rests repayable on demand.

Note 7: Trade payables

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Micro, small and medium enterprises (Refer Note 26)	-	-
Other payables	88,101,413	24,259,658
	88,101,413	**24,259,658**

Note 8: Other current liabilities

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Current maturities of finance lease obligations	-	778,818
Interest accrued and due on borrowings		
- Term loan	-	4,904
- Inter corporate deposit	114,501,904	74,305,206
Creditors for capital goods	105,971,167	-
Advance from others	2,795,819	-
Security Deposit	20,000,000	-
Statutory dues payable	7,769,431	2,567,830
Employee related payable	17,428,157	6,893,325
	268,466,478	**84,550,083**

Note 9: Short-term provisions

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Provision for employee benefits		
Compensated absences (Refer Note 29(b))	152,089	20,678
	152,089	**20,678**

Notes to the financial statements for the year ended March 31, 2016

Note : 10 Fixed assets

a) Tangible assets

Amount in ₹

Description	Land - freehold	Buildings	Oilfield equipments	Furniture and fixtures	Office equipments	Computer equipments	Vehicles	Vessels	Total
Gross block									
At April 1, 2014	794,750	2,274,959	328,023,123	2,203,790	2,719,010	238,221,805	16,004,483	327,147	590,569,067
Additions	-	-	-	-	-	180,548	-	-	180,548
Deductions	-	-	638,559	-	76,307	154,403	559,174	-	1,428,443
At March 31, 2015	**794,750**	**2,274,959**	**327,384,564**	**2,203,790**	**2,642,703**	**238,247,950**	**15,445,309**	**327,147**	**589,321,172**
Additions	-	-	126,515,337	-	195,750	1,177,375	-	-	127,888,462
Deductions	-	-	-	-	-	-	-	-	-
At March 31, 2016	**794,750**	**2,274,959**	**453,899,901**	**2,203,790**	**2,838,453**	**239,425,325**	**15,445,309**	**327,147**	**717,209,634**
Depreciation									
At April 1, 2014	-	918,242	138,487,155	1,457,417	511,832	195,968,708	5,326,840	56,737	342,726,931
Charge for the year	-	177,680	35,021,021	119,529	875,580	22,029,216	2,437,837	25,645	60,686,508
Adjustments	-	-	735,747	23,316	304,458	2,137,398	(246,823)	-	2,954,096
At March 31, 2015	**-**	**1,095,922**	**174,243,923**	**1,600,262**	**1,691,870**	**220,135,322**	**7,517,854**	**82,382**	**406,367,535**
Charge for the year	-	29,607	39,165,529	116,673	458,480	17,437,315	2,380,614	25,716	59,613,934
At March 31, 2016	**-**	**1,125,529**	**213,409,452**	**1,716,935**	**2,150,350**	**237,572,637**	**9,898,468**	**108,098**	**465,981,469**
Net Block									
At March 31, 2015	**794,750**	**1,179,037**	**153,140,641**	**603,528**	**950,833**	**18,112,628**	**7,927,455**	**244,765**	**182,953,637**
At March 31, 2016	**794,750**	**1,149,430**	**240,490,449**	**486,855**	**688,103**	**1,852,688**	**5,546,841**	**219,049**	**251,228,165**

Notes to the financial statements for the year ended March 31, 2016

Note : 10 Fixed assets

b) Intangible assets

Amount in ₹

Description	Softwares	Total
Gross block		
At April 1, 2014	10,710,194	10,710,194
Additions	462,704	462,704
Deductions	154,649	154,649
At March 31, 2015	**11,018,249**	**11,018,249**
Additions	-	-
Deductions	-	-
At March 31, 2016	**11,018,249**	**11,018,249**
Amortisation		
At April 1, 2014	9,684,129	9,684,129
Charge for the year	211,293	211,293
Adjustments	(40,927)	(40,927)
At March 31, 2015	**9,854,495**	**9,854,495**
Charge for the year	291,028	291,028
At March 31, 2016	**10,145,523**	**10,145,523**
Net Block		
At March 31, 2015	**1,163,754**	**1,163,754**
At March 31, 2016	**872,726**	**872,726**

Note 11: Non-current investments

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Trade - Unquoted (valued as cost unless stated otherwise), equity instruments		
Investment in subsidiaries :		
a) 1,000 (Previous year 1,000) equity shares of US $ 0.735 each, fully paid up in AOSL Petroleum Pte Limited	31,059	31,059
b) 3,675 (Previous year 3,675) equity shares of AED 1,000 each, fully paid up in Asian Oilfield & Energy Services DMCC	62,022,813	62,022,813
c) Nil (Previous year 10,000) equity shares of ₹10 each, fully paid up in Asian Off shore Private Limited	-	100,000
	62,053,872	**62,153,872**
Aggregate amount of unquoted investments	62,053,872	62,153,872

Note 12: Other non current assets

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Deposits with original maturity of more than 12 months*	48,630,636	48,745,356
	48,630,636	**48,745,356**

*Refer note 16 for details on restrictions.

Notes to the financial statements for the year ended March 31, 2016

Note 13: Long-term loans and advances

Amount in ₹

Particulars		As at March 31, 2016	As at March 31, 2015
Capital advances			
Unsecured, considered doubtful	**(A)**	-	1,232,280
Retention money			
Unsecured, considered good		12,871,063	12,871,063
Unsecured, considered doubtful		400,000	400,000
Less: Provision for doubtful deposits		(400,000)	(400,000)
	(B)	**12,871,063**	**12,871,063**
Security deposits			
Unsecured, considered good		3,489,869	22,625,867
Unsecured, considered doubtful		1,032,209	900,000
Less: Provision for doubtful deposits		(1,032,209)	(900,000)
	(C)	**3,489,869**	**22,625,867**
Inter - corporate loan			
Unsecured, considered doubtful		69,807,577	69,807,577
Less: Provision for doubtful inter - corporate loan		(69,807,577)	(69,807,577)
	(D)	**-**	**-**
Income tax receivables	**(E)**	**35,075,369**	**50,502,438**
Custom duty refundable	**(F)**	**6,959,848**	**-**
Total (A)+(B)+(C)+(D)+(E)+(F)		**58,396,149**	**74,360,585**

Note 14 : Inventories (Lower of cost and net realisable value)

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Stores and spares	31,557,705	38,077,106
	31,557,705	**38,077,106**

Note 15: Trade receivables

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	60,266,474	53,069,841
Unsecured, considered doubtful	16,314,740	16,314,740
	76,581,214	**69,384,581**
Less: Provision for doubtful trade receivables	(16,314,740)	(16,314,740)
	60,266,474	**53,069,841**
Other receivables		
Unsecured, considered good	39,801,171	9,508,344
	39,801,171	**9,508,344**
	100,067,645	**62,578,185**

Notes to the financial statements for the year ended March 31, 2016

Note 16: Cash and bank balances

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Cash and cash equivalents		
Balances with banks		
- Current account	69,648,945	4,604,743
- Deposit account	13,156	10,000
Cash on hand	1,488,506	88,267
	71,150,607	**4,703,010**
Other bank balances		
Deposits with original maturity more than 3 months but less than 12 months (Refer note below)	24,330,742	12,548,980
Deposits with original maturity of more than 12 months (Refer note below)	48,630,636	48,745,356
	72,961,378	**61,294,336**
Amount disclosed under "Note 12. Other non current assets"	(48,630,636)	(48,745,356)
	95,481,349	**17,251,990**

Note

Out of deposits of ₹72.96 million, ₹44.88 million is pledged with a bank for availing cash credit limit. Remaining deposits are given as margin money to banks to provide performance guarantees to customers.

Note 17: Short-term loans and advances

Amount in ₹

Particulars		As at March 31, 2016	As at March 31, 2015
Loans and advances to related parties			
Unsecured, considered good		88,359,013	262,866,149
	(A)	**88,359,013**	**262,866,149**
Other loans and advances			
Fixed deposits	**(B)**	**367,108**	**656,484**
Prepaid expenses	**(C)**	**5,031,302**	**2,415,693**
Employee advances			
Unsecured, considered good		421,144	817,526
Unsecured, considered doubtful		77,000	77,000
Less: Provision for doubtful advances		(77,000)	(77,000)
	(D)	**421,144**	**817,526**
Advance to suppliers			
Unsecured, considered good		11,398,408	25,403,099
Unsecured, considered doubtful		2,264,756	2,796,965
Less: Provision for doubtful advances		(2,264,756)	(2,796,965)
	(E)	**11,398,408**	**25,403,099**
Advances to others	**(F)**	**1,001,693**	**251,936**
Service tax receivable	**(G)**	**5,860,112**	**7,467,666**
		24,079,767	**37,012,404**
Total (A)+(B)+(C)+(D)+(E)+(F)+(G)		**112,438,780**	**299,878,553**

Notes to the financial statements for the year ended March 31, 2016

Note 18: Other current assets

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Interest accrued on bank deposits	10,884,650	6,310,819
Interest accrued on loans	2,620,548	8,639,991
Unbilled revenue	26,162,047	-
	39,667,245	**14,950,810**

Note 19: Revenue from operations(net)

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Sale of services - Seismic survey related	93,625,502	13,692,974
	93,625,502	**13,692,974**

Note 20: Other income

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Interest income	25,232,109	41,473,869
Rental income	1,990,339	-
Net gain on foreign currency transactions	14,729,714	18,318,778
Liabilities/provision no longer required written back	7,726,072	4,478,702
Profit on disposal of asset	-	111,661
Miscelleneous income	2,803,884	5,357,014
	52,482,118	**69,740,024**
Interest income comprises:		
Interest on loan to subsidiary companies	19,828,173	36,545,901
Interest on bank deposits	5,403,936	4,927,968
	25,232,109	**41,473,869**

Note 21: Employee benefits expense

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Salaries, wages and bonus	68,441,550	56,866,712
Contribution to provident and other funds	2,137,679	1,455,648
Staff welfare expenses	1,900,284	1,248,288
	72,479,513	**59,570,648**

Notes to the financial statements for the year ended March 31, 2016

Note 22: Finance costs

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
a) Interest expense		
- Borrowings	3,808,489	5,498,204
- Inter corporate deposits	44,662,998	50,585,989
- Interest on delayed payments of statutory dues	1,018,962	1,042,684
- Others	1,431,222	112,196
b) Bank charges	3,354,011	2,429,646
	54,275,682	**59,668,719**

Note 23: Other expenses

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Operating expenses		
Sub-contract charges	23,840,767	11,883,456
Stores and consumables consumed	11,195,830	1,108,987
Camp establishment and maintenance	3,909,771	2,244
Machinery hire charges	1,317,444	-
Vehicle hire charges	16,239,797	116,438
Fuel Rig expenses	3,806,986	-
Crop compensation	8,700	-
Camp catering expenses	6,142,916	67,188
Labour charges	35,924,616	57,446
Camp rental charges	1,026,561	-
Freight expenses	19,237,479	1,230,338
Other operational expenses	4,895,575	4,919
Administration and other expenses		
Advertisement and business promotion expenses	698,357	186,916
Rent (Refer note 28)	10,341,640	11,208,031
Rates and taxes	2,020,872	188,970
Liquidated damages	11,981,427	-
Travelling and conveyance	13,917,719	10,934,289
Printing and stationery	1,301,980	718,636
Membership and subscription charges	406,480	481,552
Telephone and internet expenses	3,049,919	2,606,817
Insurance	2,588,188	1,926,034
Power and fuel	861,085	616,771
Security expenses	589,236	510,291
Legal and professional charges (Refer note 23A below)	25,587,853	13,416,414
Bad debts and advances written off	7,912,505	1,781,804
Directors sitting fees	690,000	570,000
Repairs and maintenance		
- Building	3,332,903	2,855,762
- Plant and machinery	5,376,412	271,667
- Others	1,089,160	619,384
Service tax penalty	-	1,183,318
Miscellaneous expenses	2,173,966	1,791,596
	221,466,144	**66,339,268**

Notes to the financial statements for the year ended March 31, 2016

Note 23A: Payment to auditors

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
As auditor		
- For audit*	2,000,000	850,000
In other capacity		
- For certification and other matters	1,090,000	-
- Reimbursement of expenses	124,200	13,774
Total	**3,214,200**	**863,774**

*Includes an amount of ₹100,000 paid to predecessor auditor as fees for limited review.

Note 24: Prior period item

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Over-valuation of opening stock	9,359,512	-
License fee	4,467,752	-
Others	-	75,541
	13,827,264	**75,541**

25. Contingent liabilities

a.

(Amount in ₹)

Particulars	As at March 31, 2016	As at March 31, 2015
Towards guarantees issued by bank to a subsidiary company	290,331,695	361,440,000
Demand for income tax contested by the Company	35,116,263	30,638,593

b. Pending litigation with a customer:

The Company had entered into a contractual agreement with a customer, Oil and Natural Gas Corporation Limited ("ONGC") to provide 3D seismic services amounting to ₹512.9 million. The Company has recorded revenue and receivables amounting to ₹40.6 million till March 31, 2016 against the services already delivered. As per the terms of the contract the mobilization of the project should have been completed by October 1, 2015.

The Company was however able to complete the mobilization by December 28, 2015 owing to delay caused by acts and inactions on the part of ONGC. This delay led to liquidated damages of ₹33.3 million being levied by ONGC.

ONGC vide its correspondence dated March 28, 2016 sent a show cause notice to the Company wanting to invoke the termination clause of the contract and bank guarantee of ₹51.29 million on grounds of non-satisfactory performance by the Company.

Immediately there upon, the Company initiated legal proceedings and filed arbitration petition under Section 9 of the Arbitration and Conciliation Act, 1996 with District court, Jorhat on the ground that the Company was not provided with adequate security by ONGC to enable it to carry out its obligations under the contract and has therefore challenged the levy of liquidated damages and prayed for restraining ONGC from invoking the bank guarantee.

District Court, Jorhat vide its order dated April 21, 2016, did not grant an order of injunction and only show caused ONGC. The Company, upon legal advice, filed an appeal before the Gauhati High Court and the Gauhati High Court has issued an order of injunction restraining ONGC from invoking the performance bank guarantee till the disposal of the arbitration proceedings and also passed status quo order with regard to the aforesaid correspondence dated March 28, 2016 issued by ONGC. Next date of hearing at District Court, Jorhat is June 24, 2016.

The Company has been legally advised that it has good case on merits in respect of these matters. Accordingly, the management has not recorded provision in relation to liquidated damages and amount claimed (i.e. amount of bank guarantee) by the customer on the grounds of non-satisfactory performance by the Company.

26. Dues of Micro, Small & Medium Enterprises

The Company has not received any intimation from the suppliers regarding their status under the Micro Small and Medium Enterprises Act, 2006.The disclosure details of dues to micro and small enterprises as defined under the Micro Small and Medium Enterprises Development Act, 2006 ["MSMED Act"] are as below:

Particulars	As at March 31, 2016		As at March 31, 2015	
	Principal	Interest	Principal	Interest
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	-	-	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act.;	-	-	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act.	-	-	-	-

Notes to the financial statements for the year ended March 31, 2016

27. Information in respect of related parties

During the year, the Company entered into transactions with related parties. List of related parties along with nature and volume of transactions and balance at March 31, 2016 are presented below:

a) **Holding Company** — Samara Capital Partners Fund I Limited (Refer note 40)

b) **Subsidiary Company** — AOSL Petroleum Pte Limited
Asian Oilfield & Energy Services DMCC
Asian Offshore Private Limited*

* On June 30, 2015, wholly owned subsidiary "Asian Offshore Private Limited" was liquidated.

c) **Key Management Personnel**

Mr. Ashwin Madhav Khandke	Whole Time Director
Mrs. Kanika Bhutani	Company Secretary
Mr. Sandeep Bhatia	Chief Financial Officer (From May 21, 2015 to August 10, 2015)
Mr. Sachin Aggarwal	Chief Financial Officer (From August 11, 2015 to September 17, 2015)

From September 18, 2015 onwards, the Company did not have any Chief Financial Officer.

Transactions with Related Parties

The details of transactions with the related parties as defined in the Accounting Standard-18 Related Party transactions are given below:

Amount in ₹

S. No.	Nature of Relation/ Nature of Transaction	Year ended March 31, 2016	Year ended March 31, 2015
A	**Holding Company (Refer note 40)**		
	Samara Capital Partners' Fund (I) Limited		
	Advance received	100,000	500,000
	Advance repaid	100,000	500,000
B	**Subsidiary -**		
	AOSL Petroleum PTE Limited		
	Advances repaid	3,550,883	-
	Repayment of loan	48,137,985	-
	Interest on loan advanced	8,127,713	7,559,084
	Asian Oilfield & Energy Services DMCC		
	Investment in equity shares	-	58,996,813
	Loan to subsidiary	7,235,750	-
	Repayment of loan	(142,997,151)	(288,788,439)
	Advance given during the year	11,629,060	-
	Advances repaid	(21,679,301)	-
	Rental income	1,990,339	-
	Reimbursement of expenses	3,339,322	24,056,050
	Sale of equipment	-	575,544
	Purchase of plant and machinery	106,005,317	-
	Interest on loan advanced	11,700,460	28,986,819
	Issue of guarantee for loan taken by subsidiary company	-	361,440,000
	Asian Offshore Private Limited		
	Payment of other certain on behalf of subsidiary company	-	63,964

Transactions with Related Parties

Amount in ₹

S. No.	Nature of Relation/ Nature of Transaction	Year ended March 31, 2016	Year ended March 31, 2015
C	**Balances with Related Parties**		
	Subsidiary - AOSL Petroleum Pte Limited		
	Investment in equity shares	31,059	31,059
	Unsecured loan	42,870,754	85,874,578
	Other advances	-	3,369,318
	Interest receivable	-	6,054,721
	Subsidiary - Asian Oilfield & Energy Services DMCC		
	Investment in equity shares	62,022,813	62,022,813
	Unsecured loan	45,488,259	176,991,571
	Other advances	-	4,849,224
	Balance payable	106,405,004	-
	Interest receivable	-	2,585,188
	Guarantee given for loan taken by subsidiary company	290,331,695	307,646,451
	Subsidiary - Asian Offshore Private Limited		
	Investment in equity shares	-	100,000
D	**Remuneration to key managerial person**		
	Mr. Ashwin Madhav Khandke (Whole Time Director)	6,422,557	8,351,054
	Mr. Kanika Bhutani (Company Secretary)	973,440	923,862
	Chief Financial Officer*		
	Mr. Sandeep Bhatia (From May 21, 2015 to August 10, 2015)	356,198	-
	Mr. Sachin Aggarwal (From August 11, 2015 to September 17, 2015)	196,982	-
	Mr. Tarun Pal (upto January15, 2015)	-	3,656,579

*Company did not have a CFO from January 16, 2015 to May 20, 2015.
From September 18, 2015, the Company does not have any Chief Financial Officer.

28. Leases

i. For assets given under operating lease agreements:

The Company has not leased any assets during the year.

ii. For assets taken on operating lease agreements :

The Company has taken various premises and warehouse under operating lease agreements. These are generally cancellable and are renewable by mutual consent on mutually agreed terms. There is no sublease payments expected to be received under non-cancellable subleases at the balance sheet date and no restriction is imposed by lease arrangements.

Lease payments for the year ended March 31, 2016 are ₹10.34 million (Previous year: ₹11.21 million).

Notes to the financial statements for the year ended March 31, 2016

29. Employee benefits

a. Gratuity

The following table sets out the funded status of the gratuity plan and the amounts recognised in the Company's financial statements as at March 31, 2016.

Amount in ₹

S. No.	Particulars	Year ended March 31, 2016	Year ended March 31, 2015
I	**Expense recognised in Statement of profit and loss**		
	a. Current service cost	583,137	483,033
	b. Interest cost	134,717	112,305
	c. Expected return on plan assets	(285,583)	(206,813)
	d. Actuarial loss/(gain)	42,638	(258,446)
	e. Net expense recognised in profit and loss account	474,909	130,079
II	**Changes in obligation during the year**		
	a. Obligation as at the beginning of the year	1,683,964	1,403,813
	b. Current service cost	583,137	483,033
	c. Interest cost	134,717	112,305
	d. Actuarial loss/(gain)	(10,760)	(258,446)
	e. Benefits paid	(89,855)	(56,741)
	f. Present Value of obligation as at the end of the year	2,301,203	1,683,964
III	**Changes in plan assets during the year**		
	a. Fair value of plan assets as at the beginning of the year	3,379,681	3,185,582
	b. Expected return on plan assets	285,583	206,813
	c. Actuarial loss/(gain)	(53,398)	-
	d. Contributions	46,167	44,027
	e. Benefits paid	(89,855)	(56,741)
	f. Fair value of plan assets as at the end of the year	3,568,178	3,379,681
IV	**Net assets/liabilities recognized in the balance sheet**		
	a. Present value of obligation as at the end of the year	2,301,203	1,683,964
	b. Fair value of plan assets as at end of the year	3,568,178	3,379,681
	c. Net liabilities/(assets) recognised in the balance sheet at year end(Included under the head prepaid expenses)	(1,266,975)	(1,695,717)

The assumptions used in the determination of gratuity obligation:

S. No.	Particulars	Year ended March 31, 2016	Year ended March 31, 2015
A	Discount rate (per annum) (refer note-a)	8.00%	8.00%
B	Expected return on plan assets (per annum) (refer note-c)	8.45%	9.10%
C	Expected increase in salary costs (per annum (refer note-b)	5.00%	5.00%
D	Withdrawal rate	2.00%	2.00%

Notes:

a. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities.

b. The salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

c. 100% of plan assets are invested in group gratuity scheme offered by LIC of India.

Gratuity amount for the current and previous four periods are as follows:

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012
Defined benefit obligation	2,301,203	1,683,964	1,403,813	1,507,317	2,209,352
Plan assets	3,568,178	3,379,681	3,185,582	4,046,829	3,754,040
Surplus	1,266,975	1,695,717	1,781,769	2,539,512	1,544,688
Experience adjustments on plan liabilities –(gain)/loss	(10,760)	(258,446)	1,029,978	(1,509,981)	(614,167)
Experience adjustments on plan assets –(gain)/loss	(53,398)	-	-	-	-

The Company expects to contribute ₹0.05million (Previous year ₹0.05 million) to gratuity fund in the next financial year.

b. Compensated absences

Net liability recognized in respect of compensated absences in balance sheet:

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Current liability (Amount due within one year)	152,089	20,678
Non-Current liability (Amount due over one year)	770,335	702,687
Total projected benefit obligation at the end of year	**922,424**	**723,365**

The assumptions used in the determination compensated absences obligation:

Amount in ₹

S. no	Particulars	Year ended March 31, 2016	Year ended March 31, 2015
A	Discount rate (per annum) (Refer Note-i)	8.00%	8.00%
B	Expected increase in salary costs (per annum (Refer Note-ii)	5.00%	5.00%
C	**Withdrawal rate**	**2.00%**	**2.00%**

i. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities.

ii. The salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

c. The amount recognised in respect of provident and other funds recognised in the statement of profit and loss

Amount in ₹

Defined contribution plan	Year ended March 31, 2016	Year ended March 31, 2015
Contribution to provident and other funds	2,137,679	1,455,648

30. Deferred income tax

The company has not recorded the deferred tax asset on unabsorbed business losses and depreciation in absence of virtual certainty of its realisation.

Notes to the financial statements for the year ended March 31, 2016

31. Earnings per share

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Net loss after tax attributable to equity shareholders(in ₹)	(293,959,526)	(167,611,122)
Number of equity shares outstanding as at year end	22,324,444	22,324,444
Nominal value of equity share (in ₹)	10	10
Weighted average number of equity shares	22,324,444	22,324,444
Basic and diluted loss per shares (in ₹)	(13.17)	(7.51)

32. Stores and consumables consumed

Amount in ₹

Particulars	Year ended March 31, 2016	%	Year ended March 31, 2015	%
Imported	-	0%	-	0%
Indigenous	11,195,830	100%	1,108,987	100%
Total	**11,195,830**	**100%**	**1,108,987**	**100%**

33. Value of imports during the year (CIF basis)

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Capital Goods	126,846,264	-

34. Expenditure in foreign currency during the year (on accrual basis)

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Travelling expenses	1,309,892	2,370,436

35. Earnings in foreign currency (on accrual basis)

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Interest Income	19,828,173	36,545,901

36. Derivative Instruments

There are no foreign currency exposures that are covered by derivative instruments as on March 31, 2016 (Previous year: ₹ Nil). Details of foreign currency exposures that are not hedged by any derivative instruments or otherwise are as under:

Particulars	Currency	As at March 31, 2016			As at March 31, 2015		
		Exchange rate	Amount (FC)	Amount (₹)	Exchange rate	Amount (FC)	Amount (₹)
Receivables	USD	66.33	1,371,559	90,979,561	62.59	131,306	8,218,541
Advances payable	USD	66.06	1,610,767	106,405,004	-	Nil	Nil
Advances receivable	USD	-	Nil	Nil	62.59	4,349,378	272,231,035

37. Current asset, loans and advances

In opinion of the Board of Directors, the current assets, loans and advances have a value realization in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities has been made.

38. As at March 31, 2016, the Company has certain old trade receivables, short term loans and advances and long term loans and advances amounting to ₹60.12million, ₹53.28 million and ₹12.87million respectively (as at March 31, 2015: ₹35.65million, ₹102.11 million and ₹18.12million respectively).The Company is reasonably certain that the same are recoverable in near future, hence no provision is required on the same.

39. Details of loans and advances to subsidiary companies in which directors are interested (as required by Regulation 34(3) of the SEBI (Listing obligations and disclosure requirement) regulations, 2015):

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Loans to wholly owned subsidiaries		
(i) AOSL Petroleum Pte Ltd	42,870,754	95,298,617
Maximum amount due at any time during the year	90,999,272	102,121,817
(ii) Asian Oilfield & Energy Services DMCC	45,488,259	184,425,973
Maximum amount due at any time during the year	184,190,811	507,955,685
(iii) Asian Offshore Private Limited	-	-
Maximum amount due at any time during the year	-	330,609

39. Subsequent event

On May 23, 2016 the holding Company "Samara Capital Partners Fund I Limited" has entered into an Share Purchase Agreement ("SPA") with Oilmax Energy Private Limited "Acquirer", an integrated oil and gas Company, with a balanced portfolio spreading from exploration, production, engineering procurement and construction (EPC), operation and maintenance of gas business, head office in Sion (East), Mumbai. Pursuant to the SPA, the Acquirer agreed to acquire 12,572,600 equity shares representing 56.32% of fully paid-up equity share capital of the Company in two tranches at a price of ₹23.86 per share aggregating to ₹299.98 million. The aforesaid transaction has triggered open offer obligation as per the SEBI (Substantial Acquisition of Shares and Takeovers) regulations, 2011.Consequently, the Acquirer has made an open offer to all the public shareholders of the Company for acquisition of 5,804,356 equity shares representing 26% of the fully paid up equity share capital of the Company at a price of ₹32.40 per equity share.

40. As per the Transfer pricing norms applicable in India, the Company is required to use certain specified methods in computing arm's length price of transactions between the associated enterprises and maintain the prescribed information and documents related to such transactions. The appropriate method to be adopted will depend on the nature of the transactions/class of transactions, class of associated persons, functions performed and other factors, which have been prescribed. The Company is in the process of conducting a transfer pricing study for the current financial year.

41. The previous year figures have been regrouped/re-classified to conform to the current year's classification.

This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Financial Statements of
Asian Oilfield & Energy Services DMCC, Dubai Multi Commodities Centre, Dubai (U.A.E.)

Directors' Report

The director of the company presents this report along with the financial statements of Asian Oilfield & Energy Services DMCC, Dubai Multi Commodities Centre, Dubai (U.A.E.) for the year ended March 31, 2016.

Legal status and shareholder:

Asian Oilfield & Energy Services DMCC is incorporated and registered as a company with limited liability with Dubai Multi Commodities Centre Authority in the emirate of Dubai (U.A.E.) under service license no. DMCC-32446 and having registration no. DMCC3462.

The company has a branch in Kurdistan region, Iraq under the name of Asian Oilfield & Energy Services DMCC and registered with respective Ministry of Trade and Industry under license/registration no. 17005.

The company has a branch in Egypt under the name of Asian Oilfield & Energy Services Co. and registered with respective Ministry of Trade and Industry under commercial registration no. 6182.

M/s Asian Oilfield Services Limited, a public limited company registered under certificate of incorporation no. 04-17254 and company identification no. L23200HR1992PLC052501 with Registrar of companies, National Capital Territory of Delhi, Haryana, India is the sole shareholder of the company as at the reporting date holding share capital of AED 3,675,000/- (3,675 shares of AED 1,000/- each, equivalent to USD 1,000,000/-). The registered address of M/s Asian Oilfield Services Limited is 703, 7th floor, Tower – A, IRIS Tech Park, Sohna Road, Sector 48, Gurgaon, Haryana – 122018, India.

Operations of the company:

The company is licensed to carry on the activity of providing services in oil and gas industry and was principally engaged in same activity during the year under review.

The financial highlights of the company are as below:

Amount in U.S. Dollars (USD)

	2015-16	**2014-15**
Revenue	10,434,459	22,807,898
Gross profit/(loss)	(515,741)	584,321
Net profit/(loss) before tax	791,811	(1,504,118)
Net profit/(loss)	785,436	(1,510,493)
Total liabilities	16,345,880	13,161,691
Equity & shareholder's funds	422,645	3,469,242

The company's total liabilities (USD 16,345,880/-) are approximately 38.68 times its equity & shareholder's funds (USD 422,645/-) which will be settled when due, or as per re-structuring plan. The continuance of the company's operation is dependent on sufficient funds being made available by the shareholder. The shareholder has confirmed that necessary financial assistance will be provided to the company vide resolution passed at Extra Ordinary General Meeting dated 23rd February 2016. Hence the financial statements have been prepared on a going concern basis.

Results & dividend:

Net profit for the year amounted to USD 785,436/- (previous year incurred net loss of USD 1,510,493/-).

Opening balance of accumulated losses is set off against current year net profits & balance net profits are proposed to be carried forward as retained earnings.

Liquidity Position:

The company's current liabilities (USD 12,001,073/-) exceeds current assets (USD 6,038,675/-) thus indicating negative working capital. The company has evaluated its estimated revenue based on orders pipelined, tendered and awarded, its related cost & profitability on future projects and its fund flow requirements and estimates that the liability obligations would be taken care. The company thus does not anticipate any liquidity problem and the shareholder would provide or arrange necessary financial support as and when required.

Management's responsibilities & acknowledgements:

We confirm that management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs), implementing DMCC Company Regulations 2003 and applicable provisions of Memorandum & Articles of Association of the company.

This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

The company's management further states that there are no material uncertainties which would make the going concern assumption inappropriate.

Events occurring after the reporting date:

There were no significant events occurring after the reporting date that would materially affect the working or the financial statements of the company.

Auditors:

The company's auditor, M/s Kothari Auditors and Accountants, Dubai (U.A.E.) are retiring at the end of the annual general meeting of the shareholder and being eligible have expressed their willingness to be re-appointed. A resolution to re-appoint them for the year 2016-17 and to fix their remuneration would be put up before the shareholder at the annual general meeting.

For Asian Oilfield & Energy Services DMCC

Sanjay Bhargava
Director

June 8, 2016
Dubai, United Arab Emirates

Independent Auditor's Report

To the shareholder of
Asian Oilfield & Energy Services DMCC
Dubai Multi Commodities Centre, Dubai (U.A.E.)

Report on the financial statements:

We have audited the accompanying financial statements of Asian Oilfield & Energy Services DMCC, Dubai Multi Commodities Centre, Dubai (U.A.E.) ('the company') for the financial year ended March 31, 2016 comprising of statement of financial position as at March 31, 2016, related statements of comprehensive income, changes in equity & shareholder's funds and cash flows for the year then ended as set out on pages 5 to 8 and read along with notes and schedules to the financial statements on pages 9 to 25.

Management's responsibility for the financial statements:

Management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs), implementing DMCC Company Regulations 2003 and applicable provisions of the Memorandum & Articles of Association of the company.

This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on auditor's judgment, including the assessment of the risk and material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of qualified opinion:

- Accounts receivables of USD 563,677/- (including USD 330,104/- outstanding for more than one year) are likely impaired. However the company has not created any reserve for impairment of same amount and hence the net profit, accounts receivables and equity & shareholder's funds are overstated to that extent.

Qualified opinion:

In our opinion, except for the effects of the matters described in the 'basis of qualified opinion' paragraph, the financial statements present fairly in all material respects, the financial position of Asian Oilfield & Energy Services DMCC, Dubai Multi Commodities Centre, Dubai (U.A.E.) as at March 31, 2016, its financial performance, changes in equity & shareholder's funds and cash flows for the year then ended and were prepared, in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs) applied on consistent basis.

Emphasis of matter:

Without furhter qualifying our opinion, we would like to state that:

- The company's total liabilities (USD 16,345,880/-) are approximately 38.68 times its equity & shareholder's funds (USD 422,645/-) as at the reporting date which raises doubt about the company's ability to continue as a going concern. The continuance of the company's operation is dependent on sufficient funds being made available by the shareholder.

The shareholder has committed to continue its financial support (including infusing necessary funds) over next 12 months from the reporting date. Hence the financial statements have been prepared on a going concern basis.

- The company's current liabilities (USD 12,001,073/) exceeds current assets (USD 6,038,675/-) thus indicating negative working capital and liquidity crunch. The company has evaluated its estimated revenue based on orders pipelined, tendered and awarded, its related cost & profitability on future projects and its fund flow requirements and estimates that the liability obligations would be taken care. The company thus does not anticipate any liquidity problem and the shareholder would provide or arrange necessary financial support as and when required.

Report on other matters:

We confirm that, in our opinion:

- we have obtained all the information & explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit,
- proper books of account have been maintained by the company as far as appears from our examination of those books,
- financial statements and the contents of the director's report are in agreement with the books of account, and
- to the best of our knowledge and belief, there were no violation of the provisions of DMCC Company Regulations 2003 and applicable provisions of the Memorandum & Articles of Association of the company that would affect materially the working or the financial statements of the company.

Kothari Vipul R.
Ministry of Economy Registration No. 159
Kothari Auditors & Accountants

June 8, 2016
Dubai, United Arab Emirates

Statement of financial position As at March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	Note no.	March 31, 2016	March 31, 2015
Assets:			
Current assets			
Cash & bank balances	5	11,007	197,741
Deposits, prepayments & advances	6	13,502	376,800
Amounts due from related party	7	926,385	0
Accounts receivables	8	4,708,677	750,104
Insurance claim receivable	9	0	1,141,425
Inventories	10	379,104	0
		6,038,675	**2,466,070**
Non-current assets			
Capital work-in-progress	11	0	0
Property, plant & equipment	Sch-1	10,729,850	14,164,863
		10,729,850	**14,164,863**
Total assets employed		**16,768,525**	**16,630,933**
Liabilities, equity & shareholder's funds:			
Current liabilities			
Borrowings from banks & financial institutions	12	2,200,000	2,200,000
Loan from banks & financial institutions	13	884,577	0
Accounts payable		2,123,291	1,193,284
Amounts due to related party	14	5,855,288	998,040
Payable to suppliers of property, plant & equipment	15	0	3,254,744
Provisions, accruals & other liabilities	16	937,917	790,847
		12,001,073	**8,436,915**
Non-current liabilities			
Borrowings from banks & financial institutions	12	2,196,440	2,724,776
Loan from banks & financial institutions	13	2,148,367	0
Amounts due to related party	14	0	2,000,000
		4,344,807	**4,724,776**
Total liabilities		**16,345,880**	**13,161,691**
Equity & shareholder's funds			
Share capital	17	1,000,000	1,000,000
Reserves & surplus	18	308,150	(477,286)
Equity		1,308,150	522,714
Loan from shareholder	Sch-2	725,262	2,869,059
Shareholder's current account	Sch-3	(1,610,767)	77,469
Equity & shareholder's funds		**422,645**	**3,469,242**
Total liabilities, equity & shareholder's funds		**16,768,525**	**16,630,933**

The attached note nos. 1 to 29 and schedule nos. 1 to 3 form an integral part of these financial statements. Auditor's report is on page nos. 3 & 4. The shareholder has approved and authorised the director for the issuance of these financial statements on June 8, 2016.

Sanjay Bhargava
Director

Statement of comprehensive income for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	Note no.	April 01, 2015 to March 31, 2016	April 01, 2014 to March 31, 2015
Revenue	19	10,434,459	22,807,898
Direct costs	20	(10,950,200)	(22,223,577)
Gross (loss)/profit		(515,741)	584,321
Other income	21	3,923,860	646,194
Marketing costs	22	(218,734)	(335,035)
Administrative costs	23	(1,353,429)	(1,249,282)
Finance costs	24	(1,028,924)	(1,114,735)
Other expenses	25	(15,221)	(35,581)
Net profit/(loss) before tax		**791,811**	**(1,504,118)**
Tax expense	26	(6,375)	(6,375)
Net profit/(loss)		**785,436**	**(1,510,493)**

The attached note nos. 1 to 29 and schedule nos. 1 to 3 form an integral part of these financial statements. Auditor's report is on page nos. 3 & 4. The shareholder has approved and authorised the director for the issuance of these financial statements on June 8, 2016.

For Asian Oilfield & Energy Services DMCC

Sanjay Bhargava
Director

Statement of changes in equity & shareholder's funds

for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	Share capital	Accumulated (losses)/ Retained earnings	Loan from shareholder	Shareholder's current account	Total
As at 31.03.2014	54,422	1,033,207	8,008,674	528,286	9,624,589
Net (loss)	0	(1,510,493)	0	0	(1,510,493)
Net movements	945,578	0	(5,139,615)	(450,817)	(4,644,854)
As at 31.03.2015	**1,000,000**	**(477,286)**	**2,869,059**	**77,469**	**3,469,242**
As at 31.03.2015	1,000,000	(477,286)	2,869,059	77,469	3,469,242
Net profit	0	785,436	0	0	785,436
Net movements	0	0	(2,143,797)	(1,688,236)	(3,832,033)
As at 31.03.2016	**1,000,000**	**308,150**	**725,262**	**(1,610,767)**	**422,645**

The attached note nos. 1 to 29 and schedule nos. 1 to 3 form an integral part of these financial statements. Auditor's report is on page nos. 3 & 4.

Statement of cash flows for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	Note no.	April 01, 2015 to March 31, 2016	April 01, 2014 to March 31, 2015
Cash flow from operating activities:			
Net profit/(loss)		785,436	(1,510,493)
Adjustments for:			
Interest income		(761)	0
Gain on disposal of property, plant & equipment		(2,112)	(373,702)
Reversal of earlier year provision		(15,987)	0
Depreciation on property, plant & equipment		1,822,717	1,987,468
Impairment of accounts receivables		0	11,510
Finance costs		1,028,924	1,114,735
Cash generated from operations		**3,618,217**	**1,229,518**
Net changes in operating assets & liabilities:			
Decrease in deposits, prepayments & advances		363,298	681,077
(Increase) in accounts receivables		(3,958,573)	(741,614)
Decrease(increase) in insurance claim receivable		1,141,425	(1,141,425)
(Increase)decrease in inventories		(379,104)	51,105
Increase in accounts payable		930,007	185,178
Increase(decrease) in provisions, accruals & other liabilities		163,057	(308,154)
Net cash generated from/(used in) operations		**1,878,327**	**(44,315)**
Cash flow from investing activities:			
Decrease in loans & advances to others		0	589,360
(Increase) in amounts due from related party		(926,385)	0
(Addition) to property, plant & equipment		(3,920)	(431,993)
Sale of property, plant & equipment		1,618,328	1,469,855
(Decrease) in payable to suppliers of property, plant & equipment		(81,377)	(3,211,743)
Interest income		761	0
Net cash generated from/(used in) investing		**607,407**	**(1,584,521)**
Cash flow from financing activities:			
(Decrease)increase in borrowings from banks & financial institutions		(528,336)	4,924,776
(Decrease) in loan from banks & financial institutions		(140,423)	0
Increase in amounts due to related party		2,857,248	2,151,436
Increase in share capital		0	945,578
(Decrease) in loan from shareholder		(2,143,797)	(5,139,615)
(Decrease) in shareholder's current account		(1,688,236)	(450,817)
(Outflow) of finance costs		(1,028,924)	(1,114,735)
Net cash (used in)/generated from financing		**(2,672,468)**	**1,316,623**
(Deficit) for the year		(186,734)	(312,213)
Cash & cash equivalents at beginning of year		197,741	509,954
Cash & cash equivalents at end of year	5	11,007	197,741
Non-cash transactions	27		

The attached note nos. 1 to 29 and schedule nos. 1 to 3 form an integral part of these financial statements.
Auditor’s report is on page nos. 3 & 4.

Notes to the financial statements for the year ended March 31, 2016

1 Legal status and activity:

1.1 Asian Oilfield & Energy Services DMCC is incorporated and registered as a company with limited liability with Dubai Multi Commodities Centre Authority in the emirate of Dubai (U.A.E.) under service license no. DMCC-32446 and having registration no. DMCC3462.

1.2 The company has a branch in Kurdistan region, Iraq under the name of Asian Oilfield & Energy Services DMCC and registered with respective Ministry of Trade and Industry under license/registration no. 17005.

1.3 The company has a branch in Egypt under the name of Asian Oilfield & Energy Services Co. and registered with respective Ministry of Trade and Industry under commercial registration no. 6182.

1.4 M/s Asian Oilfield Services Limited, a public limited company registered under certificate of incorporation no. 04-17254 and company identification no. L23200HR1992PLC052501 with Registrar of companies, National Capital Territory of Delhi, Haryana, India is the sole shareholder of the company as at the reporting date holding share capital of AED 3,675,000/- (3,675 shares of AED 1,000/- each, equivalent to USD 1,000,000/-). The registered address of M/s Asian Oilfield Services Limited is 703, 7th floor, Tower – A, IRIS Tech Park, Sohna Road, Sector 48, Gurgaon, Haryana – 122018, India.

1.5 The principal place of business is Unit no. 2H-08-71, Floor no. 8, Building no. 2, Plot no. 550-554 J&G, DMCC, Dubai (U.A.E.).

1.6 The company is licensed to carry on the activity of providing services in oil and gas industry and was principally engaged in same activity during the year under review.

2 Basis of preparation:

2.1 Statement of compliance:

These financial statements have been prepared in accordance with the International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs) issued by International Accounting Standards Board (IASB).

2.2 Basis of measurement:

These financial statements have been prepared under going concern assumption and historical cost convention.

The company's total liabilities (USD 16,345,880/-) are approximately 38.68 times its equity & shareholder's funds (USD 422,645/-) which will be settled when due, or as per re-structuring plan. The continuance of the company's operation is dependent on sufficient funds being made available by the shareholder. The shareholder has confirmed that necessary financial assistance will be provided to the company vide resolution passed at Extra Ordinary General Meeting dated 23rd February 2016. Hence the financial statements have been prepared on a going concern basis.

2.3 Basis of accounting & coverage:

The company follows the accrual basis of accounting except for statement of cash flows which is presented on cash basis. Under accrual basis, transactions and events are recognized as and when they occur and are recorded in the financial statements for the period to which they relate to.

The financial statements enclosed cover the period 1st April 2015 to March 31, 2016. Previous year financial statements are for the period 1st April 2014 to March 31, 2015 and have been regrouped wherever necessary.

2.4 Functional & presentation currency:

The financial statements are presented in United States Dollars (USD), which is also the company's functional currency. All financial information presented in USD has been rounded off to the nearest US Dollar.

2.5 Use of estimates & judgments:

The preparation of combined financial statements in conformity with IFRS for SMEs requires management to make estimates, judgments and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected & same are mentioned under respective accounting policy note.

The following accounting estimates and management judgments have been considered, which are material in nature, in preparation of financial statements.

- **Useful lives of property, plant & equipment:**
  The company follows the group accounting policy for determining the useful lives, salvage value and thus the depreciation rates of the items of property, plant & equipments. The company reviews the estimated lives and salvage value on the periodic basis (as per group accounting policies) and depreciation charge would be adjusted when the management believes that they differ from previous estimates.

- **Impairment of accounts receivables:**
  Accounts receivables are subjected to recoverability test on a periodical basis when collection of full amount is no longer probable. Accounts receivable balances which are individually significant, are verified for ageing, subsequent receipts & balance confirmations. Accounts receivable balances which are individually not material, are assessed collectively & estimated reserve for impairment of accounts receivables is created if same is outstanding for beyond normal credit terms & doubtful.

- **Obsolescence of inventories:**
  Inventories are subjected to ageing & obsolescence test on a periodical basis by management on damaged, obsolete and slow moving inventories. These reviews require judgments and estimates. Possible changes in these estimates could result in revisions to the valuation of inventories. Management estimates that no reserve for obsolescence is required against inventories to cover for doubtful losses, if any.

- **Revenue recognition:**
  Revenue is recognised based on stage of completion of work done, measured in terms of square kilometers of area covered for 2D & 3D seismic survey. Same is determined by the company and approved by the customer.

  The company does not follow the percentage of completion method to recognize revenue wherein recognition of contract revenue is to the same extent as the proportion of total cost incurred bears to the total estimated cost of project. The company's management evaluates that, due to the nature of business, stage of completion cannot be determined with a level of certainty and hence the company recognizes revenue based on achieving certain milestones as per the contract entered into with the client.

- **Tax expense:**
  Tax liability on profits generated on projects in Iraq is considered on the basis of management internal tax assessment.

3 Summary of significant accounting policies:

The following accounting policies have been consistently applied by the management in preparation of the financial statements except where stated here under:

3.1 Inventories:

Inventories are carried at lower of cost and net realizable value (estimated selling price less cost to complete and selling expenses). Cost includes aggregate of purchase price, including applicable cost to bring the inventory to the present condition, valued at 'first-in-first-out' method.

Any excess of carrying amount, over the net realizable value is charged immediately as obsolescence loss through statement of comprehensive income. Inventory items, which are slow moving or obsolete are assessed and reserve for obsolescence of inventories is created based on their ageing and saleability.

3.2 Property, plant & equipment:

Property, plant & equipment are carried at their cost of acquisition including any incidental expenses related to acquisition or installation, less accumulated depreciation and accumulated impairment loss. Depreciation has been provided on straight line method over the estimated useful lives, as determined by the management.

Property, plant & equipment are, at the reporting date, subject to impairment. Where any indication of impairment exists, the carrying amount is written down to its recoverable amount.

The management's estimate of useful life of various assets is as follows:

Machinery & tools	106 months
Office equipment	74 – 190 months
Vehicles	126 months

Gains and losses on disposals are determined by comparing proceeds with the asset's carrying amount. These are recognised under 'other income or expense' in the statement of comprehensive income.

Notes to the financial statements for the year ended March 31, 2016

A decline in the value of property, plant and equipment could have a significant effect on the amounts recognised in these financial statements. Management assesses the impairment of property, plant and equipment whenever events or changes in circumstances indicate that the carrying value may not be recoverable.

Factors that are considered important which could trigger an impairment review include the following:

- significant changes in the technology and regulatory environments.
- evidence from internal reporting which indicates that the economic performance of the asset is, or will be, worse than expected.

3.3 Financial instruments:

The company recognizes a financial instrument (being a financial asset or financial liability) only when the company becomes a part of the contractual provisions of the instrument.

Accounting policy relevant to each type of financial instrument is as follows:

- **Cash & cash equivalents:**
  Cash & cash equivalents for the purpose of cash flow statement comprise of cash on hand and balances with banks in current accounts.
- **Accounts receivables:**
  Accounts receivables, if any, are amounts due from customers towards providing services in the ordinary course of business. Accounts receivables are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method, less reserve for impairment of accounts receivables. A reserve for impairment of accounts receivables is established when there is objective evidence that the company will not be able to collect all amounts due according to original terms of the accounts receivables.
- **Accounts payable:**
  Accounts payable represent obligations towards purchase of goods in the ordinary course of business. Same is free of interest & payable at the end of credit period granted by the suppliers. Accounts payable are recognized initially at the transaction price. They are subsequently measured at amortised cost using the effective interest method.
- **Other financial assets:**
  Other financial assets are recognised initially at transaction value and subsequently measured at amortised cost using the effective interest method less impairment. However, all other financial assets have a value on realization in the ordinary course of the company's business, which is at least equal to the amount at which they are stated in the statement of financial position.
- **Other financial liabilities:**
  Other financial liabilities, including borrowings, are initially measured at transaction value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

A financial asset (or where applicable a part of a financial asset or a part of group of similar financial assets) is de-recognised either when:

- the rights to receive cash flows from the asset have expired or
- the company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass through' arrangement; or
- the company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Where the company has transferred its right to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the company's continuing involvement in the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of comprehensive income.

Financial assets and financial liabilities are only offset and the net amount reported in the statement of financial position when there is a legally enforceable right to set off the recognised amounts and the group intends to settle on a net basis.

3.4 Impairment of non-financial assets:

At each reporting date, the company reviews the carrying amounts of its non-financial assets, to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately. Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised as income immediately.

3.5 Impairment of financial assets:

An assessment is made at each reporting date to determine whether there is objective evidence that a specific financial asset may be impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred "loss event") and that loss event (or events) has an impact on the estimated future cash flows of the financial assets or the group of financial assets that can be reliably estimated.

If such evidence exists, any impairment loss is recognised in the statement of comprehensive income. Impairment is determined as follows:

- For assets carried at fair value, impairment is the difference between cost and fair value, less any impairment loss previously recognised in the statement of comprehensive income;
- For assets carried at cost, impairment is the difference between carrying amount and the present value of future cash flows discounted at the current market rate of return for a similar financial asset;
- For assets carried at amortised cost, impairment is the difference between carrying amount and the present value of estimated future cash flows discounted at the financial assets original effective interest rate.

Reversal of impairment losses is recognised in prior years and is recorded when there is an indication that the impairment losses recognised for the financial asset no longer exist or have decreased and the decrease can be related objectively to an event occurring after the impairment was recognised.

3.6 Leases:

Leases are classified as finance lease, when substantially all the risk and reward of ownership are transferred to lessee. All other leases are operating lease.

- **Operating lease:**
  Lease payments under operating lease are recognised as an expense in the statement of comprehensive income on a straight line basis over the lease term. Generally the company's operating leases are for annual duration and hence company is not exposed to any operating lease obligations.

3.7 Employee benefits:

Employee benefits, if any, have been provided for in accordance with the contractual terms with the employees, but are however subject to minimum of UAE Labour Law requirements. The accrual relating to annual leave and leave passage is disclosed as a current liability, while the provision relating to end of service benefits is disclosed as a non-current liability.

Notes to the financial statements for the year ended March 31, 2016

3.8 Provisions & contingencies:

Provisions are recognised when the company has a legal or constructive obligation as a result of past events and it is probable that an outflow of economic benefits would be required to settle these obligations and a reliable estimate of the same can be made.

A disclosure of contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When likelihood of outflow is remote, no provision or disclosure is made.

3.9 Revenue recognition:

Revenue is recognized when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. Revenue is measured at fair value of consideration received or receivable, excluding discounts, rebates and duties.

Revenue includes the invoiced value of services provided during the year less discounts, if any and customer claim towards delay in completion of work. Revenue also includes claim from customer towards expenses incurred on abandoned project or part of the project, which is agreed by the customer, the amount is determined and recovery is certain. Service income is recognized when the service is imparted and the right to receive is established.

Revenue is derived from providing 2D & 3D seismic survey (including data capturing and installing vibrator points) and is recognised based on the stage of completion.

Rental income is accounted on time-proportion basis. Other income is recognised as and when due or received whichever is earlier.

3.10 Expenditure:

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities. Expenses are presented in the statement of comprehensive income, classified according to the function of expense.

3.11 Foreign currency transactions:

a. Transactions in foreign currency, if any, are converted into functional currency at prevailing exchange rate on the date such transactions are entered into.

b. Monetary assets and liabilities denominated in foreign currencies are translated into functional currency at the exchange rates prevailing at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies which are stated at historical cost or fair value, are translated into functional currency at the rates prevailing on the date of transaction or the determination of fair value respectively.

c. Resultant loss or gain has been recognized in the statement of comprehensive income, in the year in which such assets are realized or liabilities are discharged.

4 Other significant disclosures:

4.1 Related party transactions:

The company enters into transactions with another company and person that fall within the definition of a related party as per the International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs).

The management & shareholder considers that the terms of trade with such related parties are based on commercial terms & conditions agreed upon with them by the management.

Related parties with whom the company had transactions during the year under review comprises of the shareholder, key management personnel & group companies as stated hereunder:

Name of related parties	Control	Relationship
Asian Oilfield Services Limited, India	Shareholder	Parent company
Samara Capital Partners Fund I Limited, Mauritius	Common control	Group company
AOSL Petroleum Pte. Ltd, Singapore	Common control	Group company
Mr. Pradeep Devraj Vaswani	Manager	Key management personnel
Mr. Rahul Talwar	Director	Key management personnel

Notes to the financial statements for the year ended March 31, 2016

During the year under review, following transactions were entered into with related parties:

Amount in U.S. Dollars (USD)

Nature of transaction	2015-16	2014-15
Other transaction:		
• Property, plant & equipment purchased from shareholder	Nil/-	9,576/-
• Reimbursement of expenses incurred by shareholder	259,872/-	396,167/-
• Interest on amounts due from group company	761/-	Nil/-
• Interest on loan from shareholder	179,506/-	475,385/-
• Interest on loan from related party	352,248/-	151,436/-
Compensation to key management personnel:		
• Manager's remuneration & benefits	102,000/-	332,004/-
• Director's remuneration & benefits	102,000/-	210,626/-

Amounts due from related party:
Amounts due from related party carried interest @ 10.00% p.a.

Amounts due to related party:
Amounts due to related party is bearing interest @ 10.00% p.a. (previous year @ 10.00% p.a.).

Loan from shareholder:
Loan from shareholder is long term in nature, without any fixed repayment schedule and bears interest @ 9.00% p.a. (previous year @ 9.00% p.a.).

Shareholder's current account:
Balance in shareholder's current account represents amount invested(withdrawn) by the shareholder. Said balance is long term in nature and free of interest.

4.2 Financial, capital risk management & fair value information:

4.2.1 Credit, liquidity & market rate risk:

Credit risk:
Credit risk is the risk of financial loss to the company if a customer or counter-party to a financial instrument fails to meet its contractual obligations.

Out of the total balance in bank of USD 11,007/- (previous year USD 194,407/-), an amount equivalent to USD 478/- (previous year USD 115,997/-) is lying in Turkiye Is Bankasi A.S.'s Erbil - Iraq branch.

The exposure to credit risk on trade receivables and amounts due from related parties is monitored on an ongoing basis by the management and these are considered recoverable by the company's management. However 100% of total accounts receivables were outstanding from 3 customers (previous year 100% from 1 customer) and hence the company has concentration of accounts receivables and consequent risk to that extent.

Accounts receivables of USD 563,677/- (including USD 330,104/- outstanding for more than one year) are likely impaired.

Liquidity risk:
Liquidity risk is the risk that the company will not be able to meet its financial obligations as and when it falls due. The group's assets are not sufficient to cover its financial obligations.

The company's current liabilities (USD 12,001,073/-) exceeds current assets (USD 6,038,675/-) thus indicating negative working capital. The company has evaluated its estimated revenue based on orders pipelined, tendered and awarded, its related cost & profitability on future projects and its fund flow requirements and estimates that the liability obligations would be taken care. The company thus does not anticipate any liquidity problem and the shareholder would provide or arrange necessary financial support as and when required.

Notes to the financial statements for the year ended March 31, 2016

The table below summarizes the maturity profile of the company's financial liabilities on contractual undiscounted payments.

Amount in U.S. Dollars (USD)

As on March 31, 2016	Less than 6 months	6 months to 1 year	More than 1 year	Total
Borrowings from banks & financial institutions	1,100,000	1,100,000	2,196,440	4,396,440
Loan from bank & financial institutions	334,577	550,000	2,148,367	3,032,944
Accounts payable	240,315	1,882,976	-	2,123,291
Amounts due to related party	340,649	5,514,639	-	5,855,288
Provisions, accrual & other liabilities	937,917	-	-	937,917
Total	**2,953,458**	**9,047,615**	**4,344,807**	**16,345,880**

As on March 31, 2015	Less than 6 months	6 months to 1 year	More than 1 year	Total
Borrowings from banks & financial institutions	1,100,000	1,100,000	2,724,776	4,924,776
Accounts payable	1,193,284	-	-	1,193,284
Payable to suppliers of property, plant & equipment	3,254,744	-	-	3,254,744
Amounts due to related party	350,797	647,243	2,000,000	2,998,040
Provisions, accrual & other liabilities	790,847	-	-	790,847
Total	**6,689,672**	**1,747,243**	**4,724,776**	**13,161,691**

Market risk:

Market risk is the risk that changes in market prices, such as investment prices, interest rates and currency rates will affect the company's income of the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

- **Interest rate risk:**

  Interest rate risk is the risk of variability in profit due to change in interest rates on interest bearing assets and interest bearing liabilities.

  Bank overdraft carries interest @ EIBOR + 3% (previous year @ EIBOR + 3%).

  Interest @ 9.00% and 10.00% p.a. (previous year @ 9.00% and 10.00% p.a.) are payable on loan from shareholder and amount due to related party respectively.

  Interest @ 10.00% p.a. is receivable on amounts due from related party.

- **Currency risk:**

  Currency risk faced by the company is minimal as there are minimal foreign currency transactions. Most of the monetary assets and liabilities are denominated in United States Dollar (USD) only.

Other risks:

- **Revenue risk:**

  99.23% of revenue was generated from 1 customer (previous year 97.58% from 1 customer) and hence the company has concentration of revenue & consequent risk to that extent.

4.2.2 Capital management:

The company's policy is to maintain a strong capital base so as to maintain lender and creditor confidence and to sustain future development of the business. The company is not subject to externally imposed capital restrictions.

4.2.3 Fair value information:

Fair value represents the amount at which an asset could be exchanged or a liability settled in an arm's length transaction, between willing & knowledgeable parties. In respect of all the company's financial assets viz cash & bank balances, receivables, advances, deposits, accrued income and liabilities viz dues to banks, payables, accruals and other non-current liabilities, in the opinion of the management, the book value approximates to their carrying value.

Notes to the financial statements for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	March 31, 2016	March 31, 2015
5 Cash & bank balances/Cash & cash equivalents:		
Cash on hand	0	3,334
Balance with banks in current accounts	11,007	194,407
	11,007	**197,741**

6 Deposits, prepayments & advances:		
Deposits	3,699	3,699
Prepayments	6,698	50,585
Advance to key management personnel	0	269,538
Loans & advances to staff	0	41,511
Other current assets	3,105	11,467
	13,502	**376,800**

Deposits include AED 9,000/-, equivalent to USD 2,449/- (previous year AED 9,000/-, equivalent to USD 2,449/-) placed with Dubai Multi Commodities Centre Authority towards employee visa guarantees.
Advance to key management personnel was free of interest.

7 Amounts due from related party:		
Due from group company	926,385	0
	926,385	**0**

Amounts due from related party carries interest @ 10.00% p.a.

8 Accounts receivables:		
Trade receivables	4,708,677	750,104
	4,708,677	**750,104**
Age-wise analysis of accounts receivables is as follows:		
Outstanding for less than 3 months	3,905,000	750,104
Outstanding for more than 3 months but less than 6 months	473,573	0
Outstanding for more than 6 months but less than 12 months	0	0
Outstanding for more than 12 months	330,104	0
	4,708,677	**750,104**
Geographical analysis of accounts receivables is as follows:		
Due from within U.A.E.	3,905,000	0
Due from Iraq	803,677	750,104
	4,708,677	**750,104**
Movement in reserve for impairment of accounts receivables is as follows:		
Balance at the beginning of the year	0	0
Provided for the year	0	11,510
(Utilised) during the year	0	(11,510)
Balance at the end of the year	**0**	**0**

The company's exposure to credit risk relating to accounts receivables is mentioned in note no. 4.2.1.

Notes to the financial statements for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	March 31, 2016	March 31, 2015
9 Insurance claim receivable:		
Insurance claim receivable	0	1,141,425
	0	**1,141,425**

Insurance claim receivable represented claim receivable from Gargash Insurance Broker towards claim for theft of operational equipment from client site & few were damaged during execution of project in Waliy Hayder, Sarqula District, Kurdistan, Republic of Iran.

10 Inventories:		
Stock on hand	379,104	0
	379,104	**0**

Inventories comprising of explosives had been physically verified by the management and management certified that same were net of loss arising out of obsolescence, if any.

11 Capital work-in-progress:		
Opening balance	0	1,338,838
Incurred during the year	0	0
Amount capitalised during the year	0	(1,338,838)
	0	**0**

Capital work-in-progress represented property, plant and equipments which were capitalised during the previous year upon receipt and subsequent to being put to use.

12 Borrowings from banks & financial institutions:		
Bank overdraft	4,396,440	4,924,776
	4,396,440	**4,924,776**
Due within one year	2,200,000	2,200,000
Due after one year	2,196,440	2,724,776
	4,396,440	**4,924,776**

Bank overdraft from Mashreq Bank is secured against standby letter of credit issued by The Ratnakar Bank Limited, Mumbai, India on behalf of M/s Asian Oilfield Services Limited, India.

13 Loan from banks & financial institutions:		
Term loan		
Opening balance	0	0
Received during the year	3,173,367	0
(Repaid) during the year	(140,423)	0
Closing balance	**3,032,944**	**0**
Due within one year	884,577	0
Due after one year	2,148,367	0
	3,032,944	**0**

Term loan from Export-Import Bank of the United States is secured against corporate guarantee by M/s Asian Oilfield Services Limited, India.

Notes to the financial statements for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	March 31, 2016	March 31, 2015
14 Amounts due to related party:		
Due to group company	5,855,288	2,998,040
	5,855,288	**2,998,040**
Due within one year	5,855,288	998,040
Due after one year	0	2,000,000
	5,855,288	**2,998,040**

Amounts due to related party is bearing interest @ 10.00% p.a. (previous year @ 10.00% p.a.).

Particulars	March 31, 2016	March 31, 2015
15 Payable to suppliers of property, plant & equipment:		
Payable to suppliers of property, plant & equipment	0	3,254,744
	0	**3,254,744**

Payable to suppliers of property, plant & equipment included Nil/- (previous year 81,376/-) payable to a related party.

Particulars	March 31, 2016	March 31, 2015
16 Provisions, accruals & other liabilities:		
Accrued expenses	630,074	252,735
Accrued staff salaries & benefits	307,843	118,112
Other liabilities	0	420,000
	937,917	**790,847**

Accrued staff salaries and benefits includes 154,212/- (previous year 28,414/-) payable to key management personnel.

Particulars	March 31, 2016	March 31, 2015
17 Share capital:		
Share capital	1,000,000	1,000,000
	1,000,000	**1,000,000**

Share capital comprises of 3,675 fully paid up equity shares of AED 1,000/- each totalling to AED 3,675,000/-, equivalent to USD 1,000,000/- (previous year 3,675 fully paid up equity shares of AED 1,000/- each totalling to AED 3,675,000/-, equivalent to USD 1,000,000).

Particulars	March 31, 2016	March 31, 2015
18 Reserves & surplus:		
Retained earnings/Accumulated (losses)	308,150	(477,286)
	308,150	**(477,286)**

Amount in U.S. Dollars (USD)

Particulars	April 01, 2015 to March 31, 2016	April 01, 2014 to March 31, 2015
19 Revenue:		
Project revenue	10,151,556	16,985,300
Other project revenue	282,903	5,822,598
	10,434,459	**22,807,898**

Notes to the financial statements for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	April 01, 2015 to March 31, 2016	April 01, 2014 to March 31, 2015
20 Direct costs:		
Inventories at the beginning of the year	0	51,105
Salaries, wages & other benefits	2,670,657	7,554,368
Hire charges	189,151	2,921,173
Transportation charges	1,459,509	3,495,592
Mobilisation cost	101,745	693,643
Utilities charges	268,186	767,882
Consultancy expense	3,265,351	1,688,181
Repairs & maintenance	37,016	216,005
Consumables tools	74,042	85,869
Overseas travelling expenses	132,878	309,708
Insurance expenses	40,677	298,928
Other direct expenses	1,332,621	2,218,243
Depreciation on machinery, tools & vehicles	1,757,471	1,922,880
Inventories at the end of the year	(379,104)	0
	10,950,200	**22,223,577**

21 Other income:		
Interest income on due from related party	761	0
Gain on disposal of property, plant & equipment	2,112	373,702
Rental income	3,905,000	272,492
Reversal of earlier year provision	15,987	0
	3,923,860	**646,194**

22 Marketing costs:		
Advertisement & business promotion expenses	0	100,019
Overseas travelling expenses	218,734	223,506
Impairment of accounts receivables	0	11,510
	218,734	**335,035**

23 Administrative costs:		
Office rent	33,278	38,112
Salaries & other staff related benefits	445,891	489,292
Manager's remuneration & benefits	102,000	102,000
Director's remuneration & benefits	332,004	210,626
Communication expenses	17,592	57,564
Fees & charges	54,330	49,669
Insurance expenses	3,197	11,126
Travelling & conveyance expenses	88,053	100,238
Office & other expenses	188,596	117,260
Consultancy expenses	23,242	8,807
Depreciation on other property, plant & equipment	65,246	64,588
	1,353,429	**1,249,282**

Notes to the financial statements for the year ended March 31, 2016

Amount in U.S. Dollars (USD)

Particulars	April 01, 2015 to March 31, 2016	April 01, 2014 to March 31, 2015
24 Finance costs:		
Bank charges	231,036	309,615
Bank interest	170,069	178,299
Interest on term loan	96,065	0
Interest on loan from shareholder	179,506	475,385
Interest on loan from related party	352,248	151,436
	1,028,924	**1,114,735**
25 Other expenses:		
Foreign exchange loss - net	15,221	35,581
	15,221	**35,581**
26 Tax expense:		
Tax expense	6,375	6,375
	6,375	**6,375**

Tax expense represents tax computed and provided for projects executed in Kurdistan, Iraq.

Particulars	April 01, 2015 to March 31, 2016	April 01, 2014 to March 31, 2015
27 Non-cash transactions:		
(Decrease) in suppliers of property, plant & equipment	(3,173,367)	0
Increase in loan from banks & financial institutions	3,173,367	0
Addition to property, plant & equipment	0	1,338,838
(Decrease) in capital work-in-progress	0	(1,338,838)
	0	**0**

Amount in U.S. Dollars (USD)

Particulars	March 31, 2016	March 31, 2015
28 Contingent liabilities:		
Employee visa guarantees	2,449	2,449

Except for the above and other ongoing business commitments against which the company expects no losses, there were no liabilities of contingent nature or on capital accounts outstanding as at reporting date.

29 Events occurring after the reporting date:

There were no significant events occuring after the reporting date that would materially affect the working or the financial statements of the company.

Notes to the financial statements for the year ended March 31, 2016

Schedule 1 - Property, plant & equipment:

Amount in U.S. Dollars (USD)

Particulars	Machinery & tools	Office equipment	Vehicles	Total
Cost:				
As at 31.03.2015	**16,370,052**	**411,679**	**139,361**	**16,921,092**
Additions	2,831	1,089	0	3,920
Disposals	**(1,981,748)**	**0**	**0**	**(1,981,748)**
As at 31.03.2016	**14,391,135**	**412,768**	**139,361**	**14,943,264**
Accumulated depreciation:				
As at 31.03.2015	**2,646,628**	**102,746**	**6,855**	**2,756,229**
For the year	1,744,195	65,246	13,276	1,822,717
On disposals	(365,532)	0	0	(365,532)
As at 31.03.2016	**4,025,291**	**167,992**	**20,131**	**4,213,414**
Net value - 31.03.2016	**10,365,844**	**244,776**	**119,230**	**10,729,850**
Net value - 31.03.2015	**13,723,424**	**308,933**	**132,506**	**14,164,863**

Property, plant & equipment amounting to 2,142,528/- (previous year 14,149,121/-), Nil/- (previous year 15,742/-) and 8,587,322/- (previous year Nil/-) are lying in warehouse at project site office (Gas Qalafa Factory Street, Old Kalar, Sulaymaniyah, Kurdistan, Republic of Iraq), guest house (Baharan City, Sulaymaniyah, Kurdistan, Republic of Iraq) and at various project sites in India respectively.

Schedule 2 - Loan from shareholder:

Amount in U.S. Dollars (USD)

Particulars	Asian Oilfield Services Limited	Total
As at 31.03.2014	**8,008,674**	**8,008,674**
(Repaid) during the year	(5,615,000)	(5,615,000)
Interest on loan account	475,385	475,385
As at 31.03.2015	**2,869,059**	**2,869,059**
As at 31.03.2015	**2,869,059**	**2,869,059**
Received during the year	115,000	115,000
(Repaid) during the year	(2,438,303)	(2,438,303)
Interest on loan account	179,506	179,506
As at 31.03.2016	**725,262**	**725,262**

Loan from shareholder is long term in nature, without any fixed repayment schedule and bearing interest @ 9.00% p.a. (previous year @ 9.00% p.a.).

Schedule 3 - Shareholder's current account:

Amount in U.S. Dollars (USD)

Particulars	Asian Oilfield Services Limited	Total
As at 31.03.2014	**528,286**	**528,286**
Net movements	(450,817)	(450,817)
As at 31.03.2015	**77,469**	**77,469**
As at 31.03.2015	**77,469**	**77,469**
Net movements	(1,688,236)	(1,688,236)
As at 31.03.2016	**(1,610,767)**	**(1,610,767)**

Balance in shareholder's current account represents amount invested(withdrawn) by the shareholder. Said balance is short term in nature and free of interest.

Financial Statements of

AOSL PETROLEUM PTE LTD

Statement by Directors for the financial year ended March 31, 2016

The Directors have pleasure in presenting their report to the members together with the audited financial statements of the Company for the financial year ended March 31, 2016.

Opinion of the Directors

In the opinion of the Board of Directors of the Company,

(i) the financial statements which comprise the balance sheet as at March 31, 2016, statement of comprehensive income, statement of changes in equity and cash flow statement of the Company for the financial year then ended, and summary of significant accounting policies and other explanatory notes are drawn up so as to give a true and fair view of the state of affairs of the Company as at March 31, 2016 and of the results, changes in equity and cash flows of the Company for the year ended on that date; and

(ii) at the date of this statement, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they fall due.

1. Directors

The Directors of the Company in office at the date of this report are:

Atul Bhoil (Appointed on 19/05/2016)
Teo Nancy (Appointed on 19/05/2016)
Rahul Talwar (Resigned on 19/05/2016)
Ng Puay Chye (Huang Peicai) (Resigned on 19/05/2016)

2. Arrangements To Enable Directors To Acquire Shares And Debentures

Neither at the end of the financial year nor at any time during that year did there subsist any arrangement whose object is to enable the directors to acquire benefits by means of the acquisition of shares or debentures in the Company or any other body corporate.

3. Directors Interests In Shares And Debentures

No director holding office at the end of the financial year had an interest in shares or debentures of the company as recorded in the register of directors' shareholdings.

4. Directors Receipts And Entitlement To Contractual Benefits

Since the beginning of the financial year, no director has received or become entitled to receive a benefit which is required to be disclosed under section 201(8) of the Singapore Companies Act, by reason of a contract made by the company or a related corporation with the director or with a firm of which he is a member, or with a company in which he has a substantial financial interest.

5. Option To Take Up Unissued Shares

During the financial year, no option to take up unissued shares of the company was granted.

6. Options Exercised

During the financial year, there were no shares of the Company issued by virtue of the exercise of an option to take up unissued shares.

7. Unissued Shares Under Option

At the end of the financial year, there were no unissued shares of the company under option.

8. Independent Auditors

M/s. S. Renganathan & Co., has expressed their willingness to accept re-appointment as auditors.

On behalf of the Directors

Atul Bhoil
Teo Nancy

Singapore
Date : May 20, 2016

Independent Auditors' Report

To The Members Of
AOSL Petroleum Pte Ltd

Report on the Financial Statements

We have audited the accompanying financial statements of AOSL PETROLEUM PTE LTD which comprise the balance sheet as at March 31, 2016, and the statement of comprehensive income, statement of changes in equity and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of Singapore Companies Act, Chapter 50 (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for a Qualified Opinion

Included in other receivable is an amount of US$ 251,636 long outstanding. Management of the Company is in discussion with the party as to the repayment terms and is fully confident about the recoverability of the balance. At this time, we are unable to assess whether any impairment loss is required for this balance.

Opinion

In our opinion, except for the above, the financial statements are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards, and so as to give a true and fair view of the state of affairs of the Company as at March 31, 2016 and of the results, changes in equity and cash flows of the Company for the year ended on that date; and

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records, required by the Act to be kept by the Company have been properly kept in accordance with the provisions of the Act.

Emphasis of Matter

In our opinion, we draw attention to Note 14 to the financial statements. The Company's total liabilities exceeded its total assets by US$1,318,259(2015: US$ 863,244). The appropriateness of the going concern assumption on which the financial statements of the Company are prepared is dependent on the continued financial support from its holding company. The holding company have agreed to continue providing financial support to the company and not recall the amount until such time when the company is financially solvent and also confirmed that if and when required additional funds will be made available to the company in order for it to meet all its liabilities which may fall due. In forming our opinion, we have considered the adequacy of the disclosures of the above matter in the financial statements.

S. Renganathan & Co.
Public Accountants &
Chartered Accountants, Singapore

Singapore
Date: May 20, 2016

Balance Sheet As at March 31, 2016

(US$)

Particulars	Note no.	2016	2015
Assets			
Current Assets			
Cash and Cash Equivalent	3	2,516	5,413
Other Receivables	4	254,966	634,411
		257,482	**639,824**
Non-Current Assets			
Plant and Equipment	5	-	22,057
Total Assets		**257,482**	**661,881**
Liabilities			
Current Liabilities			
Trade Payables	6	3,060	3,060
Other Payables	7	1,572,681	1,522,565
Total Liabilities		**1,575,741**	**1,525,625**
Net (Liabilities)		**(1,318,259)**	**(863,744)**
Equity			
Share Capital	8	735	735
Accumulated (Losses)		(1,318,994)	(864,479)
Total Shareholders Equity		**(1,318,259)**	**(863,744)**

The annexed accounting policies and explanatory notes form an integral part of the financial statements

Statement of comprehensive income for the financial year ended March 31, 2016

(US$)

Particulars	Note no.	2016	2015
Revenue	2k	-	-
Other Operating Income	9	-	1,431
Administrative Expenses		(8,740)	(68,287)
Operating Expenses		(321,282)	-
(Loss) from the operations	10	(330,022)	(66,856)
Financial Cost		(124,493)	(125,284)
(Loss) before Tax		(454,515)	(192,140)
Taxation	11	-	-
(Loss)after Tax		(454,515)	(192,140)
Other Comprehensive Income (Net of Tax)		-	-
Total Comprehensive (Loss)		**(454,515)**	**(192,140)**

The annexed accounting policies and explanatory notes form an integral part of the financial statements

Statement of changes in equity for the financial year ended March 31, 2016

(US$)

Particulars	Share Capital	Accumulated (Losses)	Total
Balance at March 31, 2014	735	(672,339)	(671,604)
Total Comprehensive (Loss) for the year	-	(192,140)	(192,140)
Balance at March 31, 2015	735	(864,479)	(863,744)
Total Comprehensive (Loss) for the year	-	(454,515)	(454,515)
Balance at March 31, 2016	**735**	**(1,318,994)**	**(1,318,259)**

The annexed accounting policies and explanatory notes form an integral part of the financial statements

Statement of cash flows for the financial year ended March 31, 2016

(US$)

Particulars	2016	2015
Cash Flow From Operating Activities		
(Loss)before taxation	(454,515)	(192,140)
Adjustments for:-		
Bad debts	298,068	-
Depreciation of Plant and Equipment	3,511	3,509
Loss on written-off of the Plant and Equipment	18,546	-
	(134,390)	**(188,631)**
Other Receivables	81,377	541,150
Trade Payables	-	(10,440)
Other Payables	50,116	(371,523)
Cash generated from operations	**131,493**	**159,187**
Income Tax Refund / paid	-	-
Net cash inflow from operating activities	**(2,897)**	**(29,444)**
Cash Flows From Investing Activities		
Net cash outflow from investing activities	**-**	**-**
Cash Flows From financing Activities	**-**	**-**
Net cash outflow from financing activities	**-**	**-**
Net (decrease) in cash and cash equivalents held	(2,897)	(29,444)
Cash and Cash Equivalents at the beginning of the year	5,413	34,857
Cash and Cash Equivalents at the end of the year	**2,516**	**5,413**

Notes to the financial statements for the financial year ended March 31, 2016

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. Corporate Information

The Company (Registration Number: 200814431W) is incorporated in Singapore with its registered and the administration office at 192 Waterloo Street, #05-01 Skyline Building, Singapore 187966.

Holding Company

The Company is now a subsidiary of Asian Oilfield Services Ltd, incorporated in India which is also the company's ultimate holding company.

The financial statements are presented in United States dollars which is the also the Company's functional currency.

The principal activities of the company are that of oil and gas exploration and investment holding.

There has been no significant change in the nature of this activity during the financial year.

The financial statements of the Company for the year ended March 31, 2016 were authorized for issue by the Board of Directors on May 20, 2016.

2. Significant Accounting Policies

a. Accounting Convention

The financial statements have been prepared in accordance with Singapore Financial Reporting Standards ("FRS") as issued by the Singapore Accounting Standards Council as well as all related interpretations to FRS ("INT FRS") and the Companies Act, Cap 50.The financial statements are prepared under the historical cost convention except where a FRS requires an alternative treatment (such as fair values) as disclosed where appropriate in these financial statements.

b. Basis of Preparation

The preparation of financial statements in conformity with FRS requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reporting amounts of revenues and expenses during the reporting year. Actual results could differ from those estimates. The estimates and assumptions are reviewed on an ongoing basis. Apart from those involving estimations, management has made judgments in the process of applying the Company's accounting policies. The areas requiring management's most difficult, subjective or complex judgments, or areas where estimates and assumptions are significant to the financial statements are disclosed.

c. Adoption of New and Revised Standards

In the current financial year, the company has adopted all the new and revised FRSs and Interpretations of FRS ("INT FRS") that are relevant to its operations and effective for annual years beginning on or after April 1, 2015. The adoption of these new / revised FRSs and INT FRSs does not result in changes to the company's and company's accounting policies and has no material effect on t he amounts reported for the current or prior years.

d. FRS issued but not yet effective

The following are the other new or amended standards and other Interpretations that should be disclosed in the Basis of preparation note if the change in accounting policy had a material effect on the current or prior periods, or may have a material effect on future periods:

Reference	Description	Effective date for periods beginning on or after
FRS 16	Property, Plant and Equipment	1.7.2014
FRS 19	Employee Benefits	1.7.2014
FRS 24	Related Party Disclosures	1.7.2014
FRS 38	Intangible assets	1.7.2014
FRS 40	Investment Property	1.7.2014
FRS 102	Share-Based Payment	1.7.2014
FRS 103	Business Combinations	1.7.2014
FRS 113	Fair Value Measurement	1.7.2014

The directors do not anticipate that the adoption of the above FRS in future periods will have a material impact on the financial statements of the Company in the period of their initial adoption.

e. Plant and Equipment

These are stated at cost less accumulated depreciation and any impairment losses. The cost of an asset comprises its purchase price and any

Notes to the financial statements for the financial year ended March 31, 2016

directly attributable costs of bringing the asset to working condition for its intended use. Expenditure for additions, improvements and renewals are capitalized and expenditure for maintenance and repairs are charged to the income and expenditure statement. When assets are sold or retired, their cost and accumulated depreciation are removed from the financial statements and any gain or loss resulting from their disposal is included in the income and expenditure statement.

Plant and equipment are stated at cost less accumulated depreciation and any accumulated impairment losses.

Depreciation is charged so as to write off the cost or valuation of assets, over their estimated useful lives, using the straight-line method, on the following bases:

Plant & Machinery	
Office Equipment	25 % to 33%
Furniture & fittings	10%

Fully depreciated assets still in use are retained in the financial statements.

The estimated useful lives, residual values and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

f. Impairment of non-financial assets

Plant and equipment are reviewed for impairment whenever there is any indication that these assets may be impaired. If the recoverable amount of the asset is estimated to be less than its carrying amount, the carrying amount of the asset is reduced to its recoverable amount. The difference between the carrying amount and recoverable amount is recognised as an impairment loss in the income statement. An impairment loss for an asset is reversed if, and only if, there has been a change in the estimates used to determine the asset's recoverable amount since the last impairment loss was recognised. The carrying amount of this asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of accumulated depreciation) had no impairment loss been recognised for the asset in prior years. A reversal of impairment loss for an asset is recognised in the income statement.

g. Financial Assets

Initial recognition and measurement:

A financial asset is recognised on the balance sheet when, and only when, the entity becomes a party to the contractual provisions of the instrument. The initial recognition of financial assets is at fair value normally represented by the transaction price. The transaction price for financial asset not classified at fair value through income statement includes the transaction costs that are directly attributable to the acquisition or issue of the financial asset. Transaction costs incurred on the acquisition or issue of financial assets classified at fair value through profit and loss are expensed immediately. The transactions are recorded at the trade date.

Subsequent measurement:

Subsequent measurement based on the classification of the financial assets in one of the following four categories under FRS 39 is as follows:

1. Financial assets at fair value through profit and loss: As at year end date, there were no financial assets classified in this category.

2. Loans and receivables: Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Assets that are for sale immediately or in the near term are not classified in this category.

   These assets are carried at amortised costs using the effective interest method (except that short-duration receivables with no stated interest rate are normally measured at original invoice amount unless the effect of imputing interest would be significant) minus any reduction (directly or through the use of an allowance account) for impairment or uncollectibility. Impairment charges are provided only when there is objective evidence that an impairment loss has been incurred as a result of one or more events that occurred after the initial recognition of the asset (a 'loss event') and that loss event (or events) has an impact on the estimated future cash flows of the financial asset or group of financial assets that can be reliably estimated. Losses expected as a result of future events, no matter how likely, are not recognised. For impairment, the carrying amount of the asset is reduced through use of an allowance account. The amount of the loss is recognised in the income statement. The trade and other receivables are classified in this category.

3. Held-to-maturity financial assets: As at year end date, there were no financial assets classified in this category.

4. Available for sale financial assets: As at year end date, there were no financial assets classified in this category.

De-recognition of financial assets:
Irrespective of the legal form of the transactions performed, financial assets are derecognised when they pass the "substance over form" based derecognition test prescribed by FRS 39 relating to the transfer of risks and rewards of ownership and the transfer of control.

h. Financial Liabilities

Initial recognition and measurement:
A financial liability is recognised on the balance sheet when, and only when, the entity becomes a party to the contractual provisions of the instrument. The initial recognition of financial liability is at fair value normally represented by the transaction price. The transaction price for financial liability not classified at fair value through income statement includes the transaction costs that are directly attributable to the acquisition or issue of the financial liability. Transaction costs incurred on the acquisition or issue of financial liability classified at fair value through profit and loss are expensed immediately. The transactions are recorded at the trade date. Financial liabilities including bank and other borrowings are classified as current liabilities unless there is an unconditional right to defer settlement of the liability for at least 12 months after the balance sheet date.

Subsequent measurement:
Subsequent measurement based on the classification of the financial liabilities in one of the following two categories under FRS 39 is as follows:

1. Liabilities at fair value through profit and loss: As at year end date, there were no financial liabilities classified in this category.

2. Other financial liabilities: All liabilities, which have not been classified as in the previous category fall into this residual category. These liabilities are carried at amortised cost using the effective interest method. Trade and other payables and borrowing are classified in this category. Items classified within current trade and other payables are not usually re-measured, as the obligation is usually known with a high degree of certainty and settlement is short-term.

De-recognition of financial liabilities:
Irrespective of the legal form of the transactions performed, financial liabilities are derecognised when they pass the "substance over form" based derecognition test prescribed by FRS 39 relating to the transfer of risks and rewards of ownership and the transfer of control.

i. Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

j. Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be easily measured. Revenue is measured at the fair value of the consideration received or receivable for the services rendered in the ordinary course of the Company's activities.

k. Share Capital

Ordinary shares are classified as equity. Incremental costs directly attributable to the issue of new shares or options are shown in equity as a deduction from the proceeds. Where the Company reacquires its own equity instruments as treasury shares, the consideration paid, including any directly attributable incremental cost is deducted from equity attributable to the Company's equity holders until the shares are cancelled, reissued or disposed of. Where such shares are subsequently

Notes to the financial statements for the financial year ended March 31, 2016

sold or reissued, any consideration received, net of any directly attributable incremental transaction costs and the related income tax effects, is included in equity attributable to the Company's equity holders and no gain or loss is recognized in the income statement.

l. Employee compensation

(a) Defined contribution plans

The Company's contributions to defined contribution plans are recognised as employee compensation expense when the contributions are due, unless they can be capitalised as an asset.

(b) Employee leave entitlement

Employee entitlements to annual leave are recognised when they accrue to employees. A provision is made for the estimated liability for annual leave as a result of services rendered by employees up to the balance sheet date.

m. Fair Value of Financial Assets and Financial Liabilities

The carrying amount of financial assets and liabilities with a maturity of less than one year is assumed to approximate their fair values. The Company does not anticipate that the carrying amounts recorded at balance sheet date would be significantly different from the values that would eventually be received or settled.

n. Income Tax

Income tax expense represents the sum of the tax currently payable and deferred tax.

The tax currently payable is based on taxable profit for the year. Taxable profit differs from profit as reported in the profit and loss statement because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are not taxable or tax deductible. The Company's liability for current tax is calculated using tax rates (and tax laws) that have been enacted.

Deferred tax is recognized on differences between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit, and are accounted for using the balance sheet liability method. Deferred tax liabilities are generally recognized for all taxable temporary differences and deferred tax assets are recognized to the extent that it is probable that taxable profits will be available against which deductible temporary differences can be utilized. Such assets and liabilities are not recognized if the temporary difference arises from goodwill or from the initial recognition (other than in a business combination) of other assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit.

Deferred tax liabilities are recognized for taxable temporary differences arising on investments in subsidiaries except where the Company is able to control the reversal of the temporary difference and it is probable that the temporary difference will not reverse in the foreseeable future.

The carrying amount of deferred tax assets is reviewed at each balance sheet date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered.

Deferred tax is calculated at the tax rates that are expected to apply in the year when the liability is settled or the asset realized based on the tax rates (and tax laws) that have been enacted or substantively enacted by the balance sheet date.

Deferred tax is charged or credited to profit or loss, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off Current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

Current and deferred tax are recognized as an expense or income in profit or loss, except when they relate to items credited or debited directly to equity, in which case the tax is also recognized directly in equity, or where they arise from the initial accounting for a business combination. In the case of a business combination, the tax effect if taken into account in calculating goodwill or determining the excess of the acquiree's interest in the net fair value of the acquires identifiable assets, liabilities and contingent liabilities over cost.

o. Functional Currency

The functional currency is the United States Dollar as it reflects the primary economic environment in which the entity operates. Transactions in foreign currencies are recorded in United States dollars at the rate of exchange prevailing at the dates of the transactions. At each balance sheet date, monetary items denominated in foreign currencies are retranslated at the rates prevailing on the balance sheet date. Non-monetary items carried at fair value that are denominated in foreign currencies are retranslated at the rates prevailing on the date when the fair value was determined. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Exchange differences arising on the settlement of monetary items, and on retranslation of monetary items are included in profit or loss for the year. Exchange differences arising on the retranslation of non-monetary items carried at fair value are included in profit or loss for the year except for differences arising on the retranslation of non-monetary items in respect of which gains and losses are recognized directly in equity. For such non-monetary items, any exchange component of that gain or loss is also recognized directly in equity.

p. Cash and Cash Equivalents

Cash and cash equivalents include bank and cash balances and on demand deposits.

q. Critical accounting estimates, assumptions and judgements

Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

Critical assumptions used and accounting estimates in applying accounting policies:

i) Depreciation of plant and equipment

Plant and equipment are depreciated on a straight-line basis over their estimated useful lives. Management estimates the useful lives of plant and equipment to be within 3–4 years. The carrying amount of the company's plant and equipment as at March 31, 2016is US$ Nil (2015: US$22,057). Changes in the expected level of usage and technological developments could impact the economic useful lives and the residual values of these assets, therefore future depreciation charges could be revised.

ii) Income tax

Significant judgement is required in determining the capital allowances and deductibility of certain expenses during the estimation of the provision for income tax. There are also claims for which the ultimate tax determination is uncertain during the ordinary course of business. The company recognizes liabilities for expected tax issues based on estimates of whether additional taxes will be due. When the final tax outcome of these matters is different from the amounts that were initially recognized, such differences will impact the income tax and deferred tax provisions in the year in which such determination is made.

r. Related Parties

A related party is defined as follows:

a) A person or a close member of that person's family is related to the Group and Company if that person:

(i) has control or joint control over the Company;

(ii) has significant influence over the Company; or

(iii) is a member of the key management personnel of the Group or Company or of a parent of the Company.

b) An entity is related to the Group and the Company if any of the following conditions applies :

(i) the entity and the Company are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).

(ii) one entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).

(iii) both entities are joint ventures of the same third party.

(iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity.

(v) the entity is a post-employment benefit plan for the benefit of employees of either the Company or an entity related to the Company. If the Company is itself such a plan, the sponsoring employers are also related to the Company;

(vi) the entity is controlled or jointly controlled by a person identified in (a);

(vii) a person identified in (a) (i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

Notes to the financial statements for the financial year ended March 31, 2016

(US$)

Particulars	2016	2015
3. Cash and Cash Equivalent		
Cash in Hand	-	311
Cash at Bank	2,516	5,102
	2,516	**5,413**

The carrying values of these Cash and Cash Equivalents approximate their fair values and are denominated in United States dollars.

4. Other Receivables		
Deposit	3,330	3,330
Amount due from Non-Related parties	251,636	549,704
Amount due from Related parties	-	81,377
	254,966	**634,411**

The amount due from related parties are interest free, unsecured and receivable on demand.
The carrying values of these other receivables approximate their fair values and are denominated in United States dollars.

(US$)

Particulars	Plant & Machinery	Furniture & Fittings	Office Equipments	Total
5. Plant and Equipment- 2016				
Cost				
As at 01/04/2015	23,333	668	5,627	29,628
Additions	-	-	-	-
Written-off	(23,333)	(668)	(5,627)	(29,628)
As at 31/03/2016	**-**	**-**	**-**	**-**
Depreciation				
As at 01/04/2015	5,250	98	2,223	7,571
Charge for the year	2,642	33	836	3,511
Written-off	(7,892)	(131)	(3,059)	(11,082)
As at 31/03/2016	**-**	**-**	**-**	**-**
Net Book Value				
As at 31/03/2016	**-**	**-**	**-**	**-**

Notes to the financial statements for the financial year ended March 31, 2016

(US$)

Particulars	Plant & Machinery	Furniture & Fittings	Office Equipments	Total
5. Plant and Equipment- 2015				
Cost				
As at 01/04/2014	23,333	668	5,627	29,628
Additions	-	-	-	-
As at 31/03/2015	**23,333**	**668**	**5,627**	**29,628**
Depreciation				
As at 01/04/2014	2,608	65	1,389	4,062
Charge for the year	2,642	33	834	3,509
As at 31/03/2015	**5,250**	**98**	**2,223**	**7,571**
Net Book Value				
As at 31/03/2015	**18,083**	**570**	**3,404**	**22,057**

(US$)

Particulars	2016	2015
6. Trade Payables		
Accrued expenses	3,060	3,060

The carrying values of these trade payables approximate their fair valuesand are denominated in United States dollars.

7. Other Payables		
Amount due to holding Company	646,297	1,522,565
Amount due to related parties	926,384	-
	1,572,681	**1,522,565**

Amount due to holding company and related parties are interest free, unsecured and repayable on demand.
The carrying values of these other payables approximate their fair values and are denominated in United States dollars.

	2016		2015	
Particulars	**No of Shares**	**Issued Share Capital (US$)**	**No of Shares**	**Issued Share Capital (US$)**
8. Share Capital				
Balance at 1st April	1,000	735	1,000	735
Balance at March 31	1,000	735	1,000	735

The holders of ordinary shares are entitled to receive dividends as and when declared by the Company. All ordinary shares carry one vote per share without restrictions.

(US$)

Particulars	2016	2015
9. Other Operating Income		
This is stated after charging/(crediting):		
Exchange gain	-	1,431

Notes to the financial statements for the financial year ended March 31, 2016

Particulars	2016	(US$) 2015
10. Net Income from Operations		
Bad debts	298,015	-
Bank Charges	785	1,807
Depreciation	3,511	3,509
Interest Expenses	124,493	123,477

11. Income Tax		
Income Tax - Current Year	-	-
The income tax expenses varied from the amount of income tax expense determined by applying the Singapore income tax rate to profit before income tax as a result of the following differences:		
Accounting (Loss)	(454,515)	(192,140)
Tax at the applicable tax rate of 17%	(77,268)	(32,644)
Tax effect of non-deductible expense	-	-
Tax effect of Deferred tax asset not provided	77,268	32,644
	-	-

The Company has tax loss carry forwards of US$ 557,694(2015: US$ 557,694) and timing differences available for offsetting against future taxable income.

The realisation of the future income tax benefits from tax loss carry forwards and timing difference is available for an unlimited future year only if the company derives future assessable income of a nature and of sufficient amount to enable the benefit of the deductions for the loss to be realised and the company continues to comply with the conditions for deductibility imposed by the law including the retention of majority shareholders as defined. To the extent that tax benefits are utilised in the future from offsetting the tax loss carry forwards in respect of timing differences, provisions for deferred tax will be required for such timing differences.

12. Related Party Transactions		
The company has significant transactions with related parties on terms agreed between the parties as follows:		
Interest paid to Related Party	(124,493)	(125,284)

All business transactions between the company and other companies in which the directors have an interest were carried out at arms length and charged on the same basis chargeable to other non-related companies.

13. Employees Compensation		
Staff salaries	-	45,977
Employers' contribution to CPF	-	**1,512**

14. Financial Risk Management Policies

The Board of directors reviews and agrees policies and procedures for managing credit risk, liquidity risk, interest rate risk, foreign currency risk and market price risk and fair values of the assets and liabilities of the Company. Each of these risks are summarised below:

Interest Rate Risk

The Company has no significant interest rate risk.

Foreign Exchange Risk

The Company's foreign exchange risk results mainly from transactions denominated in foreign currencies arising from normal trading from sales or purchases. The currency giving rise to these risks are primarily the United States dollars.

Credit Risk

Credit risk is the risk of loss that may arise on outstanding financial instruments should a counter party defaults on its obligations. The company's exposure to credit risk arises mainly from trade and other receivables. For other financial assets, company minimises credit risk by dealing exclusively with high credit rating counter parties.

The company trade only with recognised and credit-worthy third parties. Trade receivable balances are monitored on an ongoing basis. Cash and bank balances are placed within banks which are regulated.

As at balance sheet date, the carrying amount of trade and other receivables and cash at bank represent the company's maximum exposure to credit risk. No other financial assets carry a significant exposure to credit risk.

Liquidity Risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting financial obligations due to shortage of funds. The Company manages its liquidity risk by ensuring the availability of funding through an adequate amount of committed credit facilities from financial institutions and financial support from its holding company.

Analysis of financial instruments by remaining contractual maturities:

The table below summaries the maturity profile of the Company's financial assets and liabilities at the end of the year based on contractual undiscounted repayment obligations:

Liquidity Risk

Particulars	31/03/2016			31/03/2015		
	One year or less	Two to Five years	Total	One year or less	Two to Five years	Total
Financial Assets						
Other Receivables	254,966	-	254,966	634,411	-	634,411
Cash & Short-term	2,516	-	2,516	5,413	-	5,413
Total undiscounted financial assets	**257,482**	**-**	**257,482**	**639,824**	**-**	**639,824**
Financial Liabilities						
Trade & Other Payables	(1,572,681)	-	(1,572,681)	(1,522,565)	-	(1,522,565)
Total undiscounted financial liabilities	**(1,572,681)**	**-**	**(1,572,681)**	**(1,522,565)**	**-**	**(1,522,565)**
Total net undiscounted financial (liabilities)	**(1,315,199)**	**-**	**(1,315,199)**	**(882,741)**	**-**	**(882,741)**

Estimation of fair values

The notional amounts of financial assets and financial liabilities with a maturity of less than one year (including trade and other receivables, cash and cash equivalents and trade and other payables) are assumed to approximate their fair values because of the short period to maturity.

Notes to the financial statements for the financial year ended March 31, 2016

Capital Management

The Company policy is to maintain as adequate capital base so as to maintain shareholder, creditor and market confidence and to sustain future development of the business.

The Board of Directors monitors the return of capital, which the Company defines as net operating income divided by total shareholders' equity. The Company funds its operations and growth through a mix of equity and debts. This includes the maintenance of adequate lines of credit, where necessary, and assessing the need to raise additional equity where required. No changes were made in the objectives, policies or processes during the period ended 31 March 2016 and 31 March 2015.

The gearing ratio is calculated as net debt divided by total capital. Net debt is calculated as borrowings plus trade and other payables less cash and cash equivalents. Total capital is calculated as equity plus net debt.

(US$)

Particulars	2016	2015
Net debt	1,573,225	1,520,212
Total Equity	(1,318,259)	(863,744)
Total Capital	254,966	656,468
Gearing Ratio	-	-

15. Going Concern

As at balance sheet date, the total liabilities exceeded its total assets by US$ 1,318,259(2015: US$ 863,744). The financial statements have been prepared on a going concern basis based on the letter of support from the holding company that financial support will continue to be available and not recall the balance until such time when the company is financially solvent and confirm that if and when required adequate funds will be made available to the company in order for it to meet all its liabilities which may fall due.

The annexed detailed profit and loss account does not form part of the audited statutory accounts and therefore it is not covered by the auditors' report.

Income and Expenditure Account for the financial year ended March 31, 2016

Particulars	(US$)
INCOME	**-**
LESS: EXPENSES	
Audit Fees	3,000
Bad debts	298,068
Bank Charges	786
Depreciation	3,511
Interest Expense	124,493
Loss on write off of assets	18,857
Printing & Stationery	60
Professional Charges	5,740
Total Expenses	**(454,515)**
(LOSS) FOR THE YEAR	**(454,515)**

Consolidated Financial Statements of
Asian Oilfield Services Limited

Independent Auditors' Report

To the Members of
Asian Oilfield Services Limited

Report on the Consolidated Financial Statements

1. We have audited the accompanying consolidated financial statements of Asian Oilfield Services Limited, ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2016, the Consolidated Statement of Profit and Loss and the Consolidated Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

2. The Holding Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 ("the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group, in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). The Holding Company's Board of Directors, and the respective Board of Directors/management of the subsidiaries included in the Group, are responsible for the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. Further, in terms with the provisions of the Act, the Board of Directors of the Holding Company are responsible for maintenance of adequate accounting records; safeguarding the assets; preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements, which have been used for the purpose of preparation of the consolidated financial statements by the directors of the Holding Company, as aforesaid.

Auditor's Responsibility

3. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

4. While conducting the audit, we have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the auditor's report under the provisions of the Act and the Rules made thereunder.

5. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

6. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Holding Company's preparation of the consolidated financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Holding Company's Board of Directors, as well as evaluating the overall presentation of the consolidated financial statements.

7. We believe that the audit evidence obtained by us and the audit evidence obtained by the other auditors in terms of their reports referred to in paragraph 11 of the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our qualified audit opinion on the consolidated financial statements.

Basis for Qualified Opinion

8. As stated in Note 35 to the accompanying consolidated financial statements, the Group's trade receivables, short-term loans and advances and long-term loans and advances as at March 31, 2016 include ₹114.11 million, ₹10.41 million and ₹12.87 million respectively (as at March 31, 2015: ₹35.65 million, ₹14.64 million and ₹18.12 million respectively) being considered good and recoverable by the management. However, in the absence of sufficient appropriate evidence, we are unable to comment upon the recoverability of the aforesaid trade receivables, short-term loans and advances and long- term loans and advances and the consequential impact, if any on the accompanying consolidated financial statements. The predecessor auditor's report on the consolidated financial statements for the year ended March 31, 2015 was also qualified in respect of this matter.

Qualified Opinion

9. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the reports of the other auditors on the financial statements of the subsidiaries, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph above,the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group,as at March 31, 2016, and their consolidated loss and their consolidated cash flows for the year ended on that date.

Emphasis of Matter

10. We draw attention to Note 26(b) to the accompanying consolidated financial statements which describes the uncertainty related to outcome of legal case filed by the Holding Company in relation to liquidated damages/ penalties claimed by a customer after serving a show cause notice for termination of contract. The matter is pending litigation with District Court, Jorhat. Pending the final outcome of the aforesaid matter, which is presently unascertainable, no adjustments have been recorded in consolidated financial statements. Our opinion is not qualified in respect of the matter.

Other Matter

11. We did not audit the financial statements of two subsidiaries, included in the consolidated financial statements, whose financial statements reflect total assets (after eliminating intra-group transactions) of ₹1068.46 million as at March 31, 2016, total revenues (after eliminating intra-group transactions) of ₹938.86 million and net cash flows amounting to ₹11.62 million for the year ended on that date. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

    Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done by and the reports of the other auditors.

Report on Other Legal and Regulatory Requirements

12. As required by Section 143(3) of the Act, and based on the auditor's reports of the subsidiaries, we report, to the extent applicable, that:

    a) We have sought and except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit of the aforesaid consolidated financial statements;

    b) Except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors;

c) The consolidated financial statements dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements;

d) Except for the possible effects of the matter described in the Basis for Qualified Opinion,in our opinion, the aforesaid consolidated financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014(as amended);

e) the matter described in paragraph 8 under the Basis for Qualified Opinion and paragraph 10 under the Emphasis of Matter, in our opinion, may have an adverse effect on the functioning of the Group;

f) On the basis of the written representations received from the directors of the Holding Company taken on record by the Board of Directors of the Holding Company, none of the directors of the Holding Company is disqualified as on March 31, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.

g) we have also audited the internal financial controls over financial reporting (IFCoFR) of the Holding Company which is incorporated in India, as of March 31, 2016, in conjunction with our audit of the consolidated financial statements of the Group for the year ended on that date and our report dated June 13, 2016as per Annexure A expressing our unqualified opinion on adequacy and operating effectiveness over financial reporting;

h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

(i) as detailed in Note 26,the consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group;

(ii) The Group, did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

(iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company incorporated in India.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

per Anamitra Das
Partner
Membership No.: 062191

Place: Gurgaon
Date: June 13, 2016

Annexure A to the Independent Auditor's Report of even date to the members of Asian Oilfield Services Limited, on the consolidated financial statements for the year ended March 31, 2016

Independent Auditor's report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143of the Companies Act, 2013 ("the Act")

1. In conjunction with our audit of the consolidated financial statements of the Asian Oilfield Services Limited("the Holding Company") and its subsidiaries, (the Holding Company and its subsidiaries together referred to as "the Group"), as of and for the year ended March 31, 2016, we have audited the internal financial controls over financial reporting (IFCoFR) of the Holding Company which is company incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

2. The Board of Directors of the Holding Company, which is a company incorporated in India, is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the company's business, including adherence to the company's policies, the safeguarding of the company's assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

3. Our responsibility is to express an opinion on the IFCoFR of the Holding Company as aforesaid, based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR and the Guidance Note, issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the IFCoFR of the Holding Company as aforesaid.

Meaning of Internal Financial Controls over Financial Reporting

6. A company's IFCoFR is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's IFCoFR includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the

company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

7. Because of the inherent limitations of IFCoFR, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the IFCoFR to future periods are subject to the risk that the IFCoFR may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Holding Company, which is a company incorporated in India, have, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31,2016, based on the internal control over financial reporting criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note issued by the ICAI.

For Walker Chandiok & Co LLP
Chartered Accountants
Firm's Registration No.: 001076N/N500013

per Anamitra Das
Partner
Membership No.: 062191

Place: Gurgaon
Date: June 13, 2016

Consolidated Balance Sheet As at March 31, 2016

Amount in ₹

Particulars	Note no.	As at March 31, 2016	As at March 31, 2015
EQUITY AND LIABILITIES			
Shareholders' funds			
Share capital	3	223,244,440	223,244,440
Reserves and surplus	4	(122,575,679)	148,677,011
		100,668,761	**371,921,451**
Non-current liabilities			
Long-term provisions	5	178,738,244	295,727,496
Other long term liabilities	6	-	198,623,637
Long-term provisions	7	770,335	702,687
		179,508,579	**495,053,820**
Current liabilities			
Short-term borrowings	8	435,446,611	225,000,000
Trade payables	9		
Micro, small and medium enterprises		-	-
Other payables		273,305,030	114,495,451
Other current liabilities	10	716,962,920	292,110,714
Short-term provisions	11	152,089	20,678
		1,425,866,650	**631,626,843**
Total		**1,706,043,990**	**1,498,602,113**
ASSETS			
Non-current assets			
Fixed assets			
Tangible assets	12		
Intangible assets		945,578,231	1,049,901,294
		8,485,705	**10,218,911**
Non-current investments		954,063,936	1,060,120,205
Long-term loans and advances	14	58,396,150	74,360,585
Other non current assets	13	48,630,636	48,745,356
		1,061,090,722	**1,183,226,146**
Current assets			
Inventories	15	56,704,773	38,077,106
Trade receivables	16	429,099,551	188,625,483
Cash and bank balances	17	96,584,264	29,969,971
Short-term loans and advances	18	24,990,366	52,392,585
Other current assets	19	37,574,314	6,310,822
		644,953,268	**315,375,967**
Total		**1,706,043,990**	**1,498,602,113**
Summary of significant accounting policies and other explanatory information	2		

The accompanying notes are an integral part of financial statements.

This is the Consolidated Balance Sheet referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Consolidated Statement of Profit and Loss for the year ended March 31, 2016

Amount in ₹

Particulars	Note no.	Year ended March 31, 2016	Year ended March 31, 2015
Revenue			
Revenue from operations (net)	20	776,676,319	1,408,329,799
Other income	21	285,241,601	65,485,868
Total Revenue		**1,061,917,920**	**1,473,815,667**
Expenses			
Employee benefits expense	22	174,609,738	229,595,036
Finance costs	23	108,918,149	94,525,180
Depreciation and amortizsation expense	12	177,780,598	181,089,031
Other expenses	24	838,806,692	1,233,757,139
Total Expenses		**1,300,115,177**	**1,738,966,386**
Loss before exceptional items, prior period items and tax		**(238,197,258)**	**(265,150,719)**
Exceptional items		-	4,492,143
Loss before prior period items and tax		**(238,197,258)**	**(269,642,862)**
Prior period item	25	13,827,264	75,541
Loss before tax		**(252,024,521)**	**(269,718,403)**
Tax expense			
Current tax		-	389,813
Deferred tax		-	-
Income tax - earlier years		18,530,895	-
		18,530,895	**389,813**
Loss for the year		**(270,555,417)**	**(270,108,216)**
Earnings per equity share of ₹ 10 each:			
Basic earnings per share (in ₹)		(12.12)	(12.10)
Diluted earnings per share (in ₹)		(12.12)	(12.10)
Summary of significant accounting policies and other explanatory information			

The accompanying notes are an integral part of financial statements.
This is the Consolidated Statement of Profit and Loss referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Consolidated Cash Flow Statement for the year ended March 31, 2016

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
A. Cash flow arising from operating activities		
Net loss before tax	(252,024,521)	(269,718,403)
Adjustments for:		
Depreciation and amortisation	177,780,598	181,089,031
Finance cost	91,351,826	94,525,181
Investment written off	100,000	-
Liabilities/provision no longer required written back	(8,772,610)	(21,140,798)
Bad debts and advances written off	27,424,374	2,788,081
Assets written off	1,214,072	(2,499,616)
Interest income	(5,403,936)	(4,927,968)
Exchange rate fluctuation (net)	(8,269,316)	2,352,781
Provision for doubtful debts, loans and advances	-	4,189,669
Advance tax written off	18,113,581	
Operating profit /(loss) before working capital changes	**41,514,068**	**(13,342,042)**
Adjustments for:		
(Increase)/decrease in inventories	(18,627,667)	4,144,300
(Increase)/decrease in trade receivables	(299,592,709)	(119,543,305)
(Increase)/decrease in loans and advances and other current assets	55,902,646	9,972,272
(Decrease)/increase in trade and other payables	212,364,534	44,726,029
	(8,439,126)	**(74,042,746)**
Less: Income tax paid (net of refunds)	(2,686,512)	(1,612,656)
Net cash generated from/(used in) operating activities	**(11,125,638)**	**(75,655,402)**
B. Cash flow arising from investing activities		
Purchase of fixed assets	(22,173,916)	(27,616,856)
Proceeds from the sale of fixed asset	-	71,428,420
Change in payables for capital goods	-	(161,175,411)
Margin money deposited	(11,667,042)	(8,548,980)
Interest income received	6,900,027	1,622,529
Net cash generated from/(used in) investing activities	**(26,940,931)**	**(124,290,298)**

Consolidated Cash Flow Statement for the year ended March 31, 2016

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
C. Cash flow arising from financing activities		
Proceeds from borrowings	210,492,812	500,726,400
Repayment of borrowings	(68,556,523)	(269,683,353)
Interest paid	(51,905,448)	(54,481,245)
Net cash generated from financing activities	**90,030,841**	**176,561,802**
Net Increase / (Decrease) in cash and cash equivalents	**51,964,271**	**(23,383,898)**
Cash and cash equivalents at the beginning of the year	17,420,991	40,803,040
Effect of exchange differences on restatement of foreign currency Cash and cash equivalents	2,868,260	1,849
Cash and cash equivalents at the end of the year (Refer note 17)	**72,253,522**	**17,420,991**

The accompanying notes are an integral part of financial statements.
This is the Consolidated Cash Flow Statement referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date : June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Services Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

Consolidated Notes to the financial statements for the year ended March 31, 2016

1. Corporate Information

Asian Oilfield Services Limited('Holding Company' or 'the Company' or 'AOSL') is a Public Limited Company domiciled in India and incorporated under the provisions of the Companies Act, 1956 and is listed on the Bombay Stock Exchange (BSE). The Company is a reservoir imaging company, offering a suite of geophysical services specializing in land and well seismic services. The portfolio of services include 2D and 3D seismic data acquisition, processing and interpretation, topographic survey, continuous core drilling for mineral and CBM exploration, wire-line logging and directional core drilling to target shallow horizons. In addition to the core services the Company also provides specialised high technology services to oil and gas companies for targeted applications. The Company possesses an experience of working in difficult terrains while respecting local socio-economic realities and environment. The Company has expanded its activities through its foreign subsidiaries to cater to the international markets. The Registered Office of the Company is located at 703, IRIS Tech Park, Tower-A, Sector-48, Sohna Road, Gurgaon-122018 (Haryana).

AOSL Petroleum Pte Ltd('APPL') is incorporated in republic of Singapore and is the wholly owned subsidiary of Holding Company. The company is engaged in providing geophysical, drilling and well services to its customers. The Registered Office of APPL is located at 192 Waterloo Street #05-04 Skyline Building, Singapore.

Asian Oilfield & Energy Services DMCC('ADMCC') is incorporated in Dubai Multi Commodities Centre in Dubai (UAE)and is the wholly owned subsidiary of Holding Company. The company is engaged in providing geophysical, drilling and well services to its customers. This company is currently operating in Kurdistan (Iraq). The Registered Office of ADMCC is located at Unit No. 2H-08-71, Floor No.8, Building No.2, Plot No.550-554, J&G, DMCC, and Dubai (UAE).

2. Significant Accounting Policies

A. Basis of preparation

The consolidated financial statements relate to Asian Oilfield Services Limited('Holding Company' or 'the Company' or 'AOSL') and its Subsidiary Companies (hereinafter collectively referred as 'The Group').

The consolidated financial statements (CFS) of the Group have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP) and comply in all material respects with the Accounting Standards ("AS") notified under section 133 of the Companies Act, 2013 ("2013 Act"), read together with paragraph 7 of the Companies (Accounts) Rules 2014. The consolidated financial statements have been prepared on an accrual basis and under the historical cost convention. Based on the nature of services and their realisation in cash and cash equivalents, the Group has ascertained its operating cycle as twelve months for the purpose of current or non-current classification of asset and liabilities.

The accounting policies adopted in the preparation of consolidated financial statements have been consistently applied by the Group and are consistent with those of previous year.

B. Principles of consolidation

The financial statements of the Company and its subsidiaries have been combined on a line-by-line basis by adding together like items of assets, liabilities, income and expenses. The intra-group balances and intra-group transactions and unrealised profits or losses, if any, have been fully eliminated in accordance with Accounting Standard (AS) 21 – "Consolidated Financial Statements".

In case of foreign subsidiary, being non-integral foreign operations, revenue items are consolidated at the average foreign exchange rate prevailing during the year. All assets and liabilities of the subsidiary company are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised as the foreign currency translation reserve.

List of Subsidiaries considered for consolidation is as follows:

S. No	Name of the Company	Nature of relationship	Country of Incorporation	Extent of holding/Voting power	
				As at March 31, 2016	As at March 31, 2015
1	AOSL Petroleum Pte Limited	Subsidiary	Singapore	100%	100%
2	Asian Oilfield & Energy Services DMCC	Subsidiary	Dubai	100%	100%
3	Asian Offshore Private Limited	Subsidiary	India	-	100%

C. Use of Estimates

The preparation of the financial statements is in conformity with principles generally accepted in India which requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities (including contingent liabilities) on the date of financial statements and the reported income and expenses during the year. Actual results could differ from those estimates. Any revision to accounting estimates are recognised in the periods in which the results are known / materialise.

D. Fixed Assets

i. Tangible Assets:

Tangible Assets are carried at cost less accumulated depreciation. Cost includes all expenses, direct and indirect, specifically attributable to its acquisition and bringing it to its working condition for its intended use and also includes interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure on fixed assets after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

ii. Intangible Assets:

Intangible assets acquired separately are measured on initial recognition at cost. Initial recognition of intangible assets is carried at cost less accumulated amortisation and accumulated impairment, if any.

iii. Capital work-in-progress:

Projects under which tangible fixed assets are not yet ready for their intended use are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

E. Depreciation and amortisation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation on addition to / deduction from assets during the year is provided on pro-rata basis.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except for certain categories of plant and machinery in respect which life has been assessed based on technical advice, taking into account the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, anticipated technological changes, manufacturers warranties and maintenance support, etc.

Tangible assets	Useful life
Buildings – Non factory	60 years
Buildings – Temporary structure	3 years
Vessels	13 years
Oilfield equipment	1 to 10 years
Vehicles	8 or 10 years
Furniture and fittings	10 years
Office equipments	5 years
Computer equipment	3 or 6 years

Intangible assets are amortised over their estimated useful life of 6 years on straight line method. The estimated useful life of the intangible assets and the amortisation period are reviewed at the end of each financial year and the amortisation period is revised to reflect the changed pattern, if any.

F. Inventories

Inventories of stores and consumables are stated at cost. Cost is determined considering the cost of purchase and other costs incurred for acquisition and on the basis of first in first out method (FIFO).

G. Cash and cash equivalents

Cash and Cash equivalents comprises cash in hand and demand deposits with banks, short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

H. Foreign currency transactions

i. Initial recognition

Transactions denominated in foreign currencies are recorded in the reporting currency at the exchange rates prevailing at the time of transaction.

ii. Subsequent recognition

Monetary items denominated in foreign currencies at year end are restated at year end rates.

Non-monetary foreign currency items are reported using the closing rate prevailing on the date of the transaction.

iii. Exchange differences

Exchange differences arising on the settlement of monetary items at rates different from those at which they were initially recorded during the year or reported in previous financial statements, are recognised as income or expense in the year in which they arise, except for exchange differences arising on foreign currency monetary items.

I. Investments

Long term investments are stated at cost of acquisition inclusive of expenditure incidental to acquisition. A provision for diminution is made to recognise a decline, other than temporary in the value of long term investments. Current investments are stated at lower of cost and fair value determined on an individual basis.

J. Employee stock option scheme

The Group accounts for equity settled stock options as per the accounting treatment prescribed by Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 and the Guidance Note on Employee Share-based Payments issued by the Institute of Chartered Accountants of India using the Intrinsic value method.

K. Employee benefits

The Group has three post-employment benefit plans in operation viz. Gratuity, Provident fund and Employee state insurance scheme.

i. Provident fund and Employee State Insurance scheme

Provident fund benefit and Employee State Insurance benefit are defined contribution plans under which the Company pays fixed contributions into funds established under Employee Provident Fund and Miscellaneous Provision Act, 1952 and Employee State Insurance Act, 1948 respectively. The Company has no legal or constructive obligations to pay further contributions after payment of the fixed contribution. The contributions recognised in respect of defined contribution plans are expensed as they accrue. Liabilities and assets may be recognised if underpayment or prepayment has occurred and are included in current liabilities or current assets, respectively, as they are normally of a short term nature.

ii. Gratuity

Gratuity is a post-employment benefit and is in the nature of defined benefit plan. The liability recognised in the balance sheet in respect of gratuity is the present value of the defined benefit obligation as at the balance sheet date less the fair value of plan assets. Gratuity Fund is administered through Life Insurance Corporation of India. The defined benefit obligation is calculated at the balance sheet date on the basis of actuarial valuation by an independent actuary using projected unit credit method. Actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recorded in the Statement of Profit and Loss in the year in which such gains or losses arise.

iii. Compensated absences

The Company also provides benefit of compensated absences to its employees which are in the nature of long term benefit plan. The compensated absences comprises of vesting as well as non-vesting benefit. Compensated absences which are not expected to

Consolidated Notes to the financial statements for the year ended March 31, 2016

occur within twelve months after the end of the period in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date basis of actuarial valuation by an independent actuary using projected unit credit method.

L. Revenue Recognition

i. Revenue from sale of Services

Revenue from services is recognised in the period in which services are rendered on percentage of completion method.

ii. Rental income

Rental income is accounted on time-proportion basis.

iii. Interest income

Revenue is recognised on a time proportion basis taking into account the amount outstanding and the rate applicable.

iv. Dividend income

Revenue is recognised when the right to receive dividend is established.

M. Taxes on income

Tax expense comprises of current income tax and deferred income tax.

Current tax:

Provision for current year tax is based on assessable income at the rates applicable to the relevant assessment year.

Deferred tax:

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets.

Minimum alternate tax:

Minimum Alternative Tax credit ("MAT credit") is recognised as an asset only when and to the extent there is convincing evidence that the Company will pay normal income tax during the specified period. In the year in which the MAT credit becomes eligible to be recognised as an asset in accordance with the recommendations contained in guidance note issued by the Institute of Chartered Accountants of India the said asset is created by way of a credit to the profit and loss account and shown as MAT credit entitlement. The Company reviews the same at each balance sheet date and writes down the carrying amount of MAT credit entitlement to the extent there is no longer convincing evidence to the effect that Company will pay normal income tax during the specified period.

N. Borrowing costs

Borrowing costs directly attributable to acquisition, construction or erection of fixed assets, which necessarily take a substantial period of time to be ready to use are capitalised. Capitalisation of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended use are complete. Costs in connection with the borrowing of funds to the extent not directly related to the acquisition of qualifying assets are charged to the Statement of Profit and Loss over the tenure of the loan.

Other borrowing costs are recognised in the statement of profit and loss in the year in which they are incurred.

O. Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The weighted average numbers of equity shares outstanding during the period are adjusted for events of bonus issue and share split.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the year are adjusted for the effects of all dilutive potential equity shares,except where results would be anti-dilutive.

P. Segment reporting

In accordance with Accounting Standard 17 "Segment Reporting", the Group has determined its business segment as Seismic data acquisition and its related services. Since there are no other business segments in which the Group operates, there are no other primary reportable segments, therefore, the segment revenue, segment results, segment assets, segment liabilities, total cost incurred to acquire segment assets, depreciation charge are all as is reflected in the consolidated financial statements.

Q. Leases

Where the Group as a lessor leases assets under finance leases, such amounts are recognised as receivables at an amount equal to the net investment in the lease and the finance income is recognised based on a constant rate of return on the outstanding net investment.

Where the Group as a lessor leases assets under operating leases, revenue from hire charges is accounted for in accordance with terms of agreements with the customers.

Assets leased by the Group in its capacity as a lessee, where substantially all the risks and rewards of ownership vest in the Group are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss on a straight-line basis over the lease term.

R. Provisions, contingent liabilities and contingent assets

The Group creates a provision when there is a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made.

A disclosure for contingent liability is made when there is a possible obligation or present obligation that may but probably will not require an outflow of resources. Disclosure is also made in respect of a present obligation that probably requires an outflow of resources, where it is not possible to make a reliable estimate of the related outflow. Where there is a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

Contingent assets are not recognised in the financial statements. However, contingent assets are assessed continuously and if it is virtually certain that an inflow of economic benefits will arise, the assets and the related income are recognised in the period in which the change occurs.

S. Impairment of assets

The Group on an annual basis makes an assessment of any indicator that may lead to impairment of assets. If any such indication exists, the Group estimates the recoverable amount of the assets. If such recoverable amount is less than the carrying amount,then the carrying amount is reduced to its recoverable amount. The reduction is treated as an impairment loss and is charged to the Statement of profit and loss. If at the balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost.

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note 3: Share capital

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
a) Authorised shares		
50,000,000 (Previous year 50,000,000) equity shares of ₹10 each	500,000,000	500,000,000
b) Issued, subscribed and fully paid up shares		
22,324,444 (Previous year 22,324,444) equity shares of ₹10 each	223,244,440	223,244,440
	223,244,440	**223,244,440**

c) Reconciliation of equity shares outstanding at the beginning and at the end of the reporting financial year:
There is no movement in the equity share capital during the current and comparative period.

d) Description of the rights, preferences and restrictions attached to equity shares :
The Company has only one class of equity shares having par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. In the event of the liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company. The distribution will be in proportion to the number of equity shares held by the shareholders.

e) Details of equity shareholders holding more than 5% shares in the Company:

Amount in ₹

Particulars	As at March 31, 2016		As at March 31, 2015	
	No. of Shares	% age of holding	No. of Shares	% age of holding
Samara Capital Partners Fund I Limited (holding company)*	**12,572,600**	**56.32**	**12,572,600**	**56.32**

*The above information is furnished as per the shareholders register as on March 31, 2016 and March 31, 2015 respectively (Also refer note 40)

f) As at March 31, 2016, 577,683 shares (as at March 31, 2015: 577,683 shares) of ₹10 each were reserved for issuance towards outstanding employee stock options granted.
The ESOS compensation committee of the Company at their meeting held on December 07, 2010 has granted 577,683 stock options to the eligible employees (38), under the Employees Stock Option Scheme-2010 (ESOS-2010) at the exercise price of ₹55.70 per option, being the latest available price on the stock exchange prior to the date of grant. Out of 38 employees to whom options were granted, 5 employees are continuing in the Company, having the right to exercise options resulting in 46,055 shares. However, during the current year, the allottees have waived their right for availment of the aforesaid options. Hence, as on date no employee stock options are pending for exercise.

g) No additional shares were allotted as fully paid up by way of bonus shares or for consideration other than cash and also no shares have been bought back during the last five years.

Note 4: Reserves and surplus

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Capital reserve	44,578,226	44,578,226
Securities premium account	670,694,704	670,694,704
Foreign currency translation reserve		
Opening balance	(5,464,838)	(1,101,833)
Movement during the year	(697,273)	(4,363,005)
	(6,162,111)	**(5,464,838)**
Deficit in Statement of Profit and Loss		
Opening balance	(561,131,081)	(287,340,144)
Add: Net loss for the year	(270,555,417)	(270,108,216)
Add: Additional depreciation as per schedule II (Net of deferred tax)	-	(3,682,721)
Closing balance	**(831,686,497)**	**(561,131,081)**
Total	**(122,575,679)**	**148,677,011**

Note 5: Long-term provisions

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Term loans		
a) From banks		
Secured (Refer note a and b below)	490,518,993	348,757,113
b) From other parties		
Inter corporate deposits - Unsecured (Refer note c below)	175,645,462	125,181,600
Total	**666,164,455**	**473,938,713**
Less: Current maturities of long-term borrowings (Refer note 10)	(487,426,211)	(178,211,217)
Total	**178,738,244**	**295,727,496**

Notes:

a. Secured loan of ₹198.9 million from Export-Import bank of United States is repayable at monthly rests and carries rate of interest of 4% per annum. The loan is secured against the corporate guarantee to be given by the Holding Company. The loan is repayable in 31 monthly instalments to be paid till March 07, 2018.

b. Secured loan of ₹291.6 million from Mashreq bank is repayable at quarterly rest and carries rate of interest of EIBOR + 3% per annum. It is secured against standby letter of credit issued by The Ratnakar Bank Limited, Mumbai, India on behalf of the Holding Company. The loan is repayable in 11 equal quarterly instalments after six months of first disbursement or building up cash margin of equivalent amount in a designated account with RBL nominated bank in Dubai and lien marked in favor of lender upto 36 months including claim period.

c. Unsecured loan includes Inter corporate deposits of ₹175.6 million from Samara Capital Partners Fund I Limited payable on June 30, 2016 and carries rate of interest of 10% per annum payable at each month.

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note 6 : Other long term liabilities

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Trade payables	-	198,623,637
	-	**198,623,637**

Note 7 : Long-term provisions

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Provision for employee benefits		
Compensated absences (Refer Note 30(b))	770,335	702,687
	770,335	**702,687**

Note 8 : Short-term borrowings

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Loans repayable on demand		
a) From banks		
Cash credits from bank - Secured (Refer note a below)	44,282,741	-
b) From other parties		
Inter corporate deposits - Unsecured (Refer note b below)	391,163,870	225,000,000
	435,446,611	**225,000,000**

Notes:

a. Cash credit from bank:

(i) Cash Credit ("CC") from bank is sanctioned for a period of 12 months upto July 16, 2016 and is repayable on demand, carrying a rate of interest of 16.70 % per annum at monthly rests (Sanctioned limit: ₹60 million).

(ii) Primary security

Cash credit from bank is primarily secured by hypothecation of all chargeable current assets of the Company.

(iii) Collateral security :

(a) Exclusive charge by way of equitable mortgage over Company's office premises situated at 701/704, Manubhai tower , 7th floor, B/wing, Sayajaigung, Baroda measuring 2056 Sq. feet.

(b) Exclusive charge by way of equitable mortgage over shop no. 29 , Payal Co-op Housing society, Sayajaigung, Baroda, belonging to Company and measuring 260 sq. feet

(c) Pledge of 2.2 million shares of the Company owned by Samara Capital Partners Fund I Limited.

(d) First charge by way of hypothecation over the fixed assets including plant and machinery and equipments viz. Logger vans, seismic recording systems, drilling rigs and units, air compressors, RAM, digital cables, geophone strings, probes, radio sets, seismic cables, batteries etc and excluding those under items (a) & (b) above.

(e) Pledge over the term deposit receipts of ₹50.9 million including accrued interest there of.

(iv) Cash Credit facility is guaranteed by letter of comfort of Samara Capital Partners Fund I Limited, Mauritius.

b. Inter corporate deposits - Unsecured:

(a) includes ₹115 million from Global Coal and Mining Private Limited carries rate of interest of 16% per annum at monthly rests repayable on demand.

(b) includes ₹110 million from Thriveni Earthmovers Private Limited repayable on demand and carries rate of interest of 15% annum at quarterly rests repayable on demand.

(c) includes ₹166.6 million from Samara Capital Partners Fund I Limited repayable on demand and carries rate of interest of 10% per annum payable at each month.

Note 9 : Trade payables

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Micro, small and medium enterprises (Refer note 27)	-	-
Other payables	273,305,030	114,495,451
	273,305,030	**114,495,451**

Note 10 : Other current liabilities

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Current maturities of long-term debt (Note 5)	487,426,211	178,211,217
Current maturities of finance lease obligations	-	778,818
Interest accrued and due on borrowings		
- Term loan	2,828,236	21,956,665
- Finance lease	-	4,904
- Inter corporate deposit	161,090,761	74,305,206
Statutory dues payable	7,769,431	2,567,830
Employee related payable	37,848,281	14,286,074
Security Deposit	20,000,000	-
	716,962,920	**292,110,714**

Note 11 : Short-term provisions

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Provision for employee benefits		
Compensated absences (Refer Note 30(b))	152,089	20,678
	152,089	**20,678**

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note : 12 Fixed assets

a) Tangible assets

Amount in ₹

Description	Land - freehold	Buildings	Oilfield equipments	Furniture and fixtures	Office equipments	Computer equipments	Vehicles	Vessels	Total
Gross block									
At April 1, 2014	794,750	2,274,959	1,278,594,944	2,243,937	3,997,289	250,397,784	16,004,483	327,147	1,554,635,293
Additions	-	-	95,681,804	-	92,944	838,817	8,521,521	-	105,135,086
Deductions	-	-	(74,761,441)	-	(76,307)	-	(559,174)	-	(75,396,922)
Exchange Difference	-	-	39,902,606	1,664	55,176	516,145	197,131	-	40,672,722
At March 31, 2015	**794,750**	**2,274,959**	**1,339,417,913**	**2,245,601**	**4,069,102**	**251,752,746**	**24,163,961**	**327,147**	**1,625,046,179**
Additions	-	-	20,729,511	-	195,750	1,248,655	-	-	22,173,916
Deductions	-	-	(1,527,404)	(43,728)	(368,350)	-	-	-	(1,939,482)
Exchange Difference	-	-	60,453,446	1,917	80,374	799,369	521,503	-	61,856,609
At March 31, 2016	**794,750**	**2,274,959**	**1,419,073,466**	**2,203,790**	**3,976,876**	**253,800,770**	**24,685,464**	**327,147**	**1,707,137,222**
Depreciation									
At April 1, 2014	-	918,242	190,788,626	1,461,387	618,169	197,682,506	5,326,840	56,737	396,852,507
Charge for the year	-	177,680	150,795,485	121,547	991,747	24,103,937	2,854,677	25,645	179,070,718
Adjustments	-	-	(6,935,462)	23,316	304,458	2,137,398	(246,823)	-	(4,717,113)
Exchange Difference	-	-	3,831,989	146	5,376	91,419	9,844	-	3,938,774
At March 31, 2015	**-**	**1,095,922**	**338,480,638**	**1,606,396**	**1,919,750**	**224,015,260**	**7,944,538**	**82,382**	**575,144,886**
Charge for the year	-	29,607	151,853,109	118,833	584,321	19,670,825	3,249,676	25,716	175,532,087
Adjustments			(516,619)	(8,575)	(200,246)				(725,440)
Exchange Difference	-	-	11,295,692	281	12,685	261,717	37,083	-	11,607,458
At March 31, 2016	**-**	**1,125,529**	**501,112,820**	**1,716,935**	**2,316,510**	**243,947,802**	**11,231,297**	**108,098**	**761,558,991**
Net Block									
At March 31, 2015	**794,750**	**1,179,037**	**1,000,937,275**	**639,205**	**2,149,352**	**27,737,486**	**16,219,423**	**244,765**	**1,049,901,293**
At March 31, 2016	**794,750**	**1,149,430**	**917,960,646**	**486,855**	**1,660,366**	**9,852,968**	**13,454,167**	**219,049**	**945,578,231**

Note : 12 Fixed assets

b) Intangible assets

Amount in ₹

Description	Softwares	Total
Gross block		
At April 1, 2014	18,745,177	18,745,177
Additions	3,536,936	3,536,936
Deductions	(154,649)	(154,649)
Exchange Difference	405,615	405,615
At March 31, 2015	**22,533,079**	**22,533,079**
Additions	-	-
Deductions	-	-
Exchange Difference	688,456	688,456
At March 31, 2016	**23,221,535**	**23,221,535**
Amortisation		
At April 1, 2014	10,279,460	10,279,460
Charge for the year	2,018,312	2,018,312
Adjustments	(40,927)	(40,927)
Exchange difference	57,323	57,323
At March 31, 2015	**12,314,168**	**12,314,168**
Charge for the year	2,248,511	2,248,511
Adjustments	-	-
Exchange difference	173,150	173,150
At March 31, 2016	**14,735,829**	**14,735,829**
Net Block		
At March 31, 2015	**10,218,911**	**10,218,911**
At March 31, 2016	**8,485,706**	**8,485,706**

Note 13: Other non current assets

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Deposits with original maturity of more than 12 months*	48,630,636	48,745,356
	48,630,636	**48,745,356**

*Refer note 17 for details on restrictions.

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note 14 : Long-term loans and advances

Amount in ₹

Particulars		As at March 31, 2016	As at March 31, 2015
Capital advances			
Unsecured, considered doubtful	**(A)**	-	1,232,280
Retention money			
Unsecured, considered good		12,871,063	12,871,063
Unsecured, considered doubtful		400,000	400,000
Less: Provision for doubtful deposits		(400,000)	(400,000)
	(B)	**12,871,063**	**12,871,063**
Security deposits			
Unsecured, considered good		3,489,870	9,754,804
Unsecured, considered doubtful		1,032,209	500,000
Less: Provision for doubtful deposits		(1,032,209)	(500,000)
	(C)	**3,489,870**	**9,754,804**
Inter-corporate loan			
Unsecured, considered doubtful		69,807,577	69,807,577
Less: Provision for doubtful inter-corporate loan		(69,807,577)	(69,807,577)
	(D)	**-**	**-**
Income tax receivables	**(E)**	**35,075,369**	**50,502,438**
Custom duty refundable	**(F)**	**6,959,848**	**-**
Total (A)+(B)+(C)+(D)+(E)+(F)		**58,396,150**	**74,360,585**

Note 15 : Inventories (Lower of cost and net realisable value)

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Stores and spares	56,704,773	38,077,106
	56,704,773	**38,077,106**

Note 16: Trade receivables

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Trade receivables outstanding for a period exceeding six months from the date they were due for payment		
Unsecured, considered good	60,266,474	50,219,537
Unsecured, considered doubtful	16,314,740	16,314,740
	76,581,214	**66,534,277**
Less: Provision for doubtful trade receivables	(16,314,740)	(16,314,740)
	60,266,474	**50,219,537**
Other receivables		
Unsecured, considered good	368,833,077	138,405,946
	368,833,077	**138,405,946**
	429,099,551	**188,625,483**

Note 17: Cash and bank balances

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Cash and cash equivalents		
Balances with banks		
- Current account	70,545,912	17,092,148
- Deposit account	13,156	10,000
Cash on hand	1,694,454	318,843
	72,253,522	**17,420,991**
Other bank balances		
Deposits with original maturity more than 3 months but less than 12 months (Refer note below)	24,330,742	12,548,980
Deposits with original maturity of more than 12 months (Refer note below)	48,630,636	48,745,356
	72,961,378	**61,294,336**
Amount disclosed under "Note 13- Other non current assets"	(48,630,636)	(48,745,356)
	96,584,264	**29,969,971**

Note

Out of deposits of ₹72.96 million, ₹44.88 million is pledged with a bank for availing cash credit limit. Remaining deposits are given as margin money to banks to provide performance guarantees to customers.

Note 18: Short-term loans and advances

Amount in ₹

Particulars		As at March 31, 2016	As at March 31, 2015
Security deposits	**(A)**	**833,394**	**1,096,465**
Prepaid expenses	**(B)**	**5,475,615**	**5,390,274**
Employee advances			
Unsecured, considered good		421,143	20,281,317
Unsecured, considered doubtful		77,000	77,000
Less: Provision for doubtful advances		(77,000)	(77,000)
	(C)	**421,143**	**20,281,317**
Advance to suppliers			
Unsecured, considered good		11,398,409	17,904,928
Unsecured, considered doubtful		2,264,756	2,796,965
Less: Provision for doubtful advances		(2,264,756)	(2,796,965)
	(D)	**11,398,409**	**17,904,928**
Advances to others	**(E)**	**1,001,693**	**251,935**
Service tax receivable	**(F)**	**5,860,112**	**7,467,666**
Total (A)+(B)+(C)+(D)+(E)+(F)		**24,990,366**	**52,392,585**

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note 19 : Other current assets

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Interest accrued on bank deposits	11,412,266	6,310,822
Unbilled revenue	26,162,048	-
	37,574,314	**6,310,822**

Note 20 : Revenue from operations (net)

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Sale of services - Seismic survey related	776,676,319	1,408,329,799
	776,676,319	**1,408,329,799**

Note 21 : Other income

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Interest on bank deposits	5,403,936	4,927,968
Rental income	255,625,466	-
Net gain on foreign currency transactions	13,733,336	16,230,586
Liabilities/provision no longer required written back	8,772,610	21,140,798
Profit on disposal of asset	-	2,499,616
Miscelleneous income	1,706,253	20,686,900
	285,241,601	**65,485,868**

Note 22: Employee benefits expense

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Salaries, wages and bonus	169,888,557	221,323,189
Contribution to provident and other funds	2,137,679	1,548,102
Staff welfare expenses	2,583,502	6,723,745
	174,609,738	**229,595,036**

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note 23 : Finance costs

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
a) Interest expense		
- Borrowings	14,941,383	16,400,698
- Inter corporate deposits	67,671,712	59,958,056
- Interest on delayed payments of statutory dues	1,018,962	1,046,692
- Others	7,719,770	-
b) Bank charges	17,566,322	17,119,734
	108,918,149	**94,525,180**

Note 24: Other expenses

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Operating expenses		
Sub-contract charges	23,840,767	21,618,625
Stores and consumables consumed	51,090,687	40,397,910
Camp establishment and maintenance	15,097,122	47,696,953
Machinery hire charges	4,350,386	143,171,422
Vehicle hire charges	94,517,200	246,527,036
Fuel expenses machinery	14,741,930	32,085,264
Labour charges	98,138,421	73,157,983
Camp rental charges	32,736,071	123,532,796
Freight charges	47,709,968	8,115,025
Camp catering charges	7,985,252	112,847,727
Other operational expenses	257,936,223	114,365,640
Administration and other expenses		
Advertisement and business promotion expenses	789,565	6,302,763
Rent (Refer note 29)	14,370,114	18,582,818
Rates and taxes	2,703,107	919,960
Liquidated damages	11,981,427	-
Travelling and conveyance	39,122,751	47,744,728
Assets written off	1,214,072	-
Telephone and internet expenses	4,172,655	6,098,420
Printing and stationery	1,583,075	1,279,554
Insurance	5,728,046	22,671,400
Power and fuel	7,502,765	15,507,307
Legal and professional charges (Refer note 24A below)	46,471,146	123,377,573
Membership and subscription charges	680,173	1,078,103
Bad debts and advances written off	27,424,374	2,253,348
Directors sitting fees	690,000	570,000
Security charges	589,236	524,294
Repairs and maintenance		
- Building	3,968,530	3,727,009
- Plant and machinery	7,796,723	13,279,554
- Others	1,171,305	1,305,729
Service tax penalty	-	1,183,318
Miscellaneous expenses	12,703,601	3,834,880
	838,806,692	**1,233,757,139**

Consolidated Notes to the financial statements for the year ended March 31, 2016

Note 24A: Payment to auditors

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
As auditor		
To Statutory auditors		
- For audit*	2,000,000	850,000
- For certification and other matters	1,090,000	
- Reimbursement of expenses	124,200	13,774
To Component auditors		
- For audit	700,921	750,961
	3,915,121	**1,614,735**

*Includes an amount of ₹100,000 paid to predecessor auditor as fees for limited review.

Note 25: Prior period item

Amount in ₹

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Over-valuation of opening stock	9,359,512	-
License fee	4,467,752	-
Others	-	75,541
	13,827,264	**75,541**

26. Contingent liabilities

a.

(Amount in ₹)

Particulars	As at March 31, 2016	As at March 31, 2015
Demand for income tax contested by the Company	35,116,263	30,638,593
Employee visa guarantees	162,442	162,442

b. Pending litigation with a customer:

The Company had entered into a contractual agreement with a customer, Oil and Natural Gas Corporation Limited ("ONGC") to provide 3D seismic services amounting to ₹512.9 million. The Company has recorded revenue and receivables amounting to ₹40.6 million till March 31, 2016 against the services already delivered. As per the terms of the contract the mobilization of the project should have been completed by October 1, 2015.

The Company was however able to complete the mobilisation by December 28, 2015 owing to delay caused by acts and inactions on the part of ONGC. This delay led to liquidated damages of ₹33.3 million being levied by ONGC.

ONGC vide its correspondence dated March 28, 2016 sent a show cause notice to the Company wanting to invoke the termination clause of the contract and bank guarantee of ₹51.29 million on grounds of non-satisfactory performance by the Company.

Immediately there upon, the Company initiated legal proceedings and filed arbitration petition under Section 9 of the Arbitration and Conciliation Act, 1996 with District court, Jorhat on the ground that the Company was not provided with adequate security by ONGC to enable it to carry out its obligations under the contract and has therefore challenged the levy of liquidated damages and prayed for restraining ONGC from invoking the bank guarantee.

District Court, Jorhat vide its order dated April 21, 2016, did not grant an order of injunction and only show caused ONGC. The Company, upon legal advice, filed an appeal before the Gauhati High Court and the Gauhati High Court has issued an order of injunction restraining ONGC from invoking the performance bank guarantee till the disposal of the arbitration proceedings and also passed status quo order with regard to the aforesaid correspondence dated March 28, 2016 issued by ONGC. Next date of hearing at District Court, Jorhat is June 24, 2016.

The Company has been legally advised that it has good case on merits in respect of these matters. Accordingly, the management has not recorded provision in relation to liquidated damages and amount claimed (i.e. amount of bank guarantee) by the customer on the grounds of non-satisfactory performance by the Company.

27. Dues of Micro, Small & Medium Enterprises

The Company has not received any intimation from the suppliers regarding their status under the Micro Small and Medium Enterprises Act, 2006.The disclosure details of dues to micro and small enterprises as defined under the Micro Small and Medium Enterprises Development Act, 2006 ["MSMED Act"] are as below:

Particulars	As at March 31, 2016		As at March 31, 2015	
	Principal	Interest	Principal	Interest
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year;	-	-	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year;	-	-	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act.;	-	-	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act.	-	-	-	-

Consolidated Notes to the financial statements for the year ended March 31, 2016

28. Information in respect of related parties

During the year, the Group entered into transactions with related parties. List of related parties along with nature and volume of transactions and balance at March 31, 2016 are presented below:

Parent Company

Samara Capital Partners Fund I Limited (Refer note 37)

Key Management Personnel

Mr. Ashwin Madhav Khandke	Whole Time Director
Mrs. Kanika Bhutani	Company Secretary
Mr. Sandeep Bhatia	Chief Financial Officer(From May 21, 2015 to August 10, 2015)
Mr. Sachin Aggarwal	Chief Financial Officer(From August 11, 2015 to September 17, 2015)

From September 18, 2015 onwards, the Company did not have any Chief Financial Officer.

Transactions with Related Parties

The details of transactions with the related parties as defined in the Accounting Standard-18 Related Party transactions are given below:

Amount in ₹

S. No.	Nature of Relation/ Nature of Transaction	Year ended March 31, 2016	Year ended March 31, 2015
A	**Parent Company**		
	Samara Capital Partners' Fund (I) Limited(Refer note 37)		
	Advance received	100,000	500,000
	Advance repaid	(100,000)	(500,000)
	Inter-corporate deposit received	166,163,915	187,772,400
	Inter-corporate deposit repaid	-	(62,590,800)
	Interest expense	23,058,530	9,293,651
B	**Balances with Related Parties**		
	Parent Company		
	Inter corporate deposits	341,809,376	165,693,057
	Accrued interest	46,588,857	21,956,665
	Mr. Rahul Talwar		
	Advances recoverable	4,265	-
C	**Remuneration to key managerial person**		
	Mr. Rahul Talwar (Group CEO)	21,401,592	12,894,708
	Mr. Ashwin Madhav Khandke (Whole Time Director)	6,422,557	8,351,054
	Mr. Kanika Bhutani (Company Secretary)	973,440	923,862
	Chief Financial Officer*		
	Mr. Sandeep Bhatia (From May 21, 2015 to August 10, 2015)	356,198	-
	Mr. Sachin Aggarwal (From August 11, 2015 to September 17, 2015)	196,982	-

*Company did not have a CFO from January 16, 2015 to May 20, 2015.

From September 18, 2015, the Company does not have any Chief Financial Officer.

28. Leases

i. For assets given under operating lease agreements:

The Group has not leased any assets during the year.

ii. For assets taken on operating lease agreements :

The Group has taken various premises and warehouse under operating lease agreements. These are generally cancellable and are renewable by mutual consent on mutually agreed terms. There is no sublease payments expected to be received under non-cancellable subleases at the balance sheet date and no restriction is imposed by lease arrangements.

Lease payments for the year ended March 31, 2016 are ₹14.37 million (Previous year: ₹18.58 million).

30. Employee Benefits

a. Gratuity

The following table sets out the funded status of the gratuity plan and the amounts recognised in the consolidated financial statements as at March 31, 2016.

Amount in ₹

S. No.	Particulars	Year ended March 31, 2016	Year ended March 31, 2015
I	**Expense recognised in consolidated statement of profit & loss**		
	a. Current service cost	583,137	483,033
	b. Interest cost	134,717	112,305
	c. Expected return on plan assets	(285,583)	(206,813)
	d. Actuarial loss/ (gain)	42,638	(258,446)
	e. Net expense recognised in profit &loss account	474,909	130,079
II	**Changes in obligation during the year**		
	a. Obligation as at the beginning of the year	1,683,964	1,403,813
	b. Current service cost	583,137	483,033
	c. Interest Cost	134,717	112,305
	d. Actuarial loss/ (gain)	(10,760)	(258,446)
	e. Benefits paid	(89,855)	(56,741)
	f. Present value of obligation as at the end of the year	2,301,203	1,683,964
III	**Changes in plan assets during the year**		
	a. Fair value of plan assets as at the beginning of the year	3,379,681	3,185,582
	b. Expected return on plan assets	285,583	206,813
	c. Actuarial (gain)/loss	(53,398)	-
	d. Contributions	46,167	44,027
	e. Benefits paid	(89,855)	(56,741)
	f. Fair value of plan assets as at the end of the year	3,568,178	3,379,681
IV	**Net assets/liabilities recognised in the consolidated balance sheet**		
	a. Present value of obligation as at the end of the year	2,301,203	1,683,964
	b. Fair value of plan assets as at end of the year	3,568,178	3,379,681
	c. Net liabilities/(assets) recognised in the consolidated balance sheet at year end(Included under the head prepaid expenses)	(1,266,975)	(1,695,717)

Consolidated Notes to the financial statements for the year ended March 31, 2016

The assumptions used in the determination of gratuity obligation:

S. No.	Particulars	Year ended March 31, 2016	Year ended March 31, 2015
A	Discount rate (per annum) (refer note-a)	8.00%	8.00%
B	Expected return on plan assets (per annum) (refer note-c)	8.45%	9.10%
C	Expected increase in salary costs (per annum (refer note-b)	5.00%	5.00%
D	Withdrawal rate	2.00%	2.00%

Notes:

a. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities.

b. The salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

c. 100% of plan assets are invested in group gratuity scheme offered by LIC of India.

Gratuity amount for the current and previous four periods are as follows:

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015	As at March 31, 2014	As at March 31, 2013	As at March 31, 2012
Defined benefit obligation	2,301,203	1,683,964	1,403,813	1,507,317	2,209,352
Plan assets	3,568,178	3,379,681	3,185,582	4,046,829	3,754,040
Deficit	1,266,975	1,695,717	1,781,769	2,539,512	1,544,688
Experience adjustments on plan liabilities –(gain)/loss	(10,760)	(258,446)	1,029,978	(1,509,981)	(614,167)
Experience adjustments on plan assets –(gain)/loss	(53,398)	-	-	-	-

The group expects to contribute ₹0.05million (Previous year ₹0.05 million) to gratuity fund in the next financial year.

b. Compensated absences

Net liability recognised in respect of compensated absences in consolidated balance sheet:

Amount in ₹

Particulars	As at March 31, 2016	As at March 31, 2015
Current liability (Amount due within one year)	152,089	20,678
Non-current liability (Amount due over one year)	770,335	702,687
Total projected benefit obligation at the end of year	**922,424**	**723,365**

The assumptions used in the determination leave encashment obligation:

Amount in ₹

S. no	Particulars	Year ended March 31, 2016	Year ended March 31, 2015
a	Discount rate (per annum) (Refer Note-i)	8.00%	8.00%
b	Expected increase in salary costs (per annum (Refer Note-ii)	5.00%	5.00%
c	Withdrawal rate	2.00%	2.00%

i. The discount rate is based upon the market yields available on Government bonds at the accounting date with a term that matches that of the liabilities.

ii. The salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis

c. The amount recognised in respect of provident and other funds recognised in the consolidated statement of profit and loss

Amount in ₹

Defined contribution plan	Year ended March 31, 2016	Year ended March 31, 2015
Contribution to provident and other funds	2,137,679	1,548,102

31. Deferred income tax

The company has not recorded the deferred tax asset on unabsorbed business losses and depreciation in absence of virtual certainty of its realisation.

32. Earnings per share

Particulars	Year ended March 31, 2016	Year ended March 31, 2015
Net loss after tax attributable to equity shareholders(in ₹)	(270,555,417)	(270,108,216)
Number of equity shares outstanding as at year end	22,324,444	22,324,444
Nominal value of equity share (in ₹)	10	10
Weighted average number of equity shares	22,324,444	22,324,444
Basic and diluted loss per shares (in ₹)	(12.12)	(12.10)

Consolidated Notes to the financial statements for the year ended March 31, 2016

33. Derivative Instruments

There are no foreign currency exposures that are covered by derivative instruments as on March 31, 2016 (Previous year: ₹ Nil).Details of foreign currency exposures that are not hedged by any derivative instruments or otherwise are as under:

Particulars	Currency	As at March 31, 2016			As at March 31, 2015		
		Exchange rate	Amount (Foreign Currency)	Amount (₹)	Exchange rate	Amount (Foreign Currency)	Amount (₹)
Receivables	USD	66.33	1,371,559	90,979,561	62.59	131,306	8,218,541
Advances payable	USD	66.06	1,610,767	106,405,004	-	Nil	Nil
Advances receivable	USD	-	Nil	Nil	62.59	4,349,378	272,231,035

34. Current asset, loans and advances

In opinion of the Board of Directors, the current assets, loans and advances have a value realisation in the ordinary course of business at least equal to the amount at which they are stated and provision for all known liabilities has been made.

35. As at March 31, 2016, the Group has certain long outstanding trade receivables, short term loans and advances and long term loans and advances amounting to ₹114.11million, ₹10.41million and ₹12.87 million respectively (as at March 31, 2015: ₹35.65million, ₹14.64 million and ₹18.12million respectively). The Company is reasonably certain that the same are recoverable in near future, hence no provision is required on the same.

36. Additional information, as required in the consolidated financial statements pursuant to Schedule III to the Companies Act, 2013:

Name of the Company	Net assets, i.e., total assets minus total liabilities		Share of profit or loss	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount
Company				
Asian Oilfield Services Limited	172%	173,621,216	109%	(293,959,526)
Foreign Subsidiary Companies				
Asian Oilfield & Energy Services DMCC	86%	86,766,447	-19%	51,415,198
AOSL Petroleum Pte Limited	-86%	(87,444,008)	11%	(29,753,117)
Eliminations	-72%	(72,274,894)	-1%	1,742,028
Total	**100%**	**100,668,761**	**100%**	**(270,555,417)**

37. Subsequent event

On May 23, 2016 the Holding Company of AOSL "Samara Capital Partners Fund I Limited" has entered into an Share Purchase Agreement ("SPA") with Oilmax Energy Private Limited "Acquirer", an integrated oil and gas Company, with a balanced portfolio spreading from exploration, production, engineering procurement and construction (EPC), operation and maintenance of gas business, head office in Sion (East), Mumbai. Pursuant to the SPA, the Acquirer agreed to acquire 12,572,600 equity shares representing 56.32% of fully paid-up equity share capital of the Company in two tranches at a price of ₹23.86 per share aggregating to ₹299.98 million. The aforesaid transaction has triggered open offer obligation as per the SEBI (Substantial Acquisition of Shares and Takeovers) regulations, 2011. Consequently, the Acquirer has made an open offer to all the public shareholders of the Company for acquisition of 5,804,356 equity shares representing 26% of the fully paid up equity share capital of the Company at a price of ₹32.40 per equity share.

38. The previous year figures have been regrouped/re-classified to conform to the current year's classification. This is the summary of significant accounting policies and other explanatory information referred to in our report of even date.

For Walker Chandiok & Co LLP
Chartered Accountants

per Anamitra Das
Partner

Place: Gurgaon
Date: June 13, 2016

For and on behalf of the Board of Directors of Asian Oilfield Servcies Limited

N C Sharma
Chairman
(DIN-00054922)

Sanjay Bhargava
Director
(DIN-03412222)

Kanika Bhutani
Company Secretary

NOTICE

Notice is hereby given that the 23rd Annual General Meeting of the Members of Asian Oilfield Services Limited will be held on Wednesday, September 28, 2016 at 11.00 a.m. at Conference Hall, King Arthur-3, Hotel Fortune Select Excalibur, Main Sohna Road, Sector-49, Gurgaon-122018 (Haryana), India to transact the following businesses:

Ordinary Business :

1. To receive, consider and adopt:

   a. The Audited Financial Statements of the Company for the financial year ended March 31, 2016, together with the Reports of the Board of Directors and the Auditors thereon; and

   b. The Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2016, together with the Report of the Auditors thereon.

2. To appoint a Director in place of Mr. Rabi Narayan Bastia (DIN 05233577), who retires by rotation and, being eligible, offers himself for re-appointment.

3. To ratify the appointment of statutory auditors and to fix their remuneration in this regard to consider and if thought fit, to pass, the following resolution as an Ordinary Resolution:

   "RESOLVED that pursuant to the provisions of Section 139 and 142 and all other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, as amended from time to time, the Company hereby ratifies the appointment of M/s. Walker Chandiok & Co. LLP, Chartered Accountants (Firm Registration No. 001076N/N500013), as Auditors of the Company to hold office from the conclusion of this 23rd Annual General Meeting ("AGM") till the conclusion of the next 24th AGM of the Company to examine and audit the accounts of the Company at such remuneration as may be mutually agreed between the Board of Directors of the Company and the Auditors."

Special Business :

4. **Regularisation of Additional Director Mr. Rohit Agarwal (DIN :01780752)**

   To consider, and if thought fit, to pass the following resolution, with or without modification(s), as an Ordinary Resolution:

   "RESOLVED THAT Mr. Rohit Agarwal, who was appointed as an Additional Director with effect from August 5, 2016 on the Board of the Company in terms of Section 161 of the Companies Act, 2013 and Article 74 of Articles of Association of the Company and who holds office up to the date of this AGM, and in respect of whom a notice has been received from a member in writing, under Section 160 of the Companies Act, 2013 along with requisite deposit, proposing his candidature for the office of a Director, be and is hereby appointed as a Director of the company, liable to retire by rotation."

5. **To appoint Mr. Rohit Agarwal as the Whole Time Director of the Company :**

   To consider and if thought fit, to pass with or without modification(s), the following resolutions as Special Resolution:

   "RESOLVED THAT pursuant to the provisions of Sections 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof), read with Schedule V to the Companies Act, 2013 and pursuant to Article 92 and any other applicable Article of the Articles of Association of the Company, the consent of the Company be and is hereby accorded to the appointment of Mr. Rohit Agarwal (DIN: 01780752), as Wholetime Director of the Company for a period of three years commencing from August 5, 2016 on the remuneration, terms and conditions as recommended by the nomination and remuneration committee and as set out in the explanatory statement annexed to the notice."

   "RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to alter or vary the scope of remuneration of Mr. Rohit Agarwal, Wholetime Director including the monetary value thereof, to the extent recommended by the Nomination and Remuneration Committee from time to time as may be considered appropriate, subject to the overall limits specified by this resolution and the Companies Act, 2013."

   "RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all necessary and expedient, acts, deeds and things, which may be usual, expedient or proper to give effect to the above resolution."

6. **Re-classification of promoters of the Company.**

To consider and if thought fit, to pass with or without modification(s), the following resolution as Special Resolution:

"RESOLVED THAT pursuant to regulation 31A(5) read with regulation 31A(7) and other relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 ("SEBI LODR Regulations") and Uniform Listing Agreements entered into by the Company with BSE Limited, where the equity shares of the Company are listed and applicable provisions, if any of the Companies Act, 2013 and Share Purchase Agreement dated May 23, 2016 ("SPA") executed between Oilmax Energy Private Limited ("Acquirer") and Samara Capital Partners Fund I Limited, existing promoter of the Company for acquiring 1,25,72,600 (One Crore Twenty Five Lac Seventy Two Thousand Six Hundred) equity shares ("SPA Shares") representing 56.32% of fully paid-up equity share capital and voting capital of the Company in two tranches at a price of ₹23.86 (Rupees Twenty Three and Paisa Eighty Six Only) aggregating to ₹29,99,82,236/- (Rupees Twenty Nine Crores Ninety Nine Lac Eighty Two Thousand Two Hundred Thirty Six only) payable in cash and letter of offer dated June 28, 2016 ("LOF") issued by manager to the offer on behalf of the Acquirer with respect to the open offer made by the Acquirer to the public shareholder of the Company under regulation 3(1) and 4 of Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and in accordance with applicable rules, regulations or laws and/or any approval, consent, permission of Securities and Exchange Board of India, stock exchange or any other appropriate authorities under any other applicable laws, rules and regulations in force for the time being and from time to time ("Concerned Authorities") in this regard and further subject to such terms, conditions, stipulations and modifications as may be prescribed, imposed or suggested by any of the Concerned Authorities while granting such approvals, permissions or consent as may be necessary or which may be agreed to, by the Board of Directors of the Company (hereinafter referred to as "the Board" which expression shall include any committee constituted by the Board to exercise the powers conferred on the Board by this Resolution) approval of shareholders of the Company be and is hereby accorded to:

(i) Re-classify Oilmax Energy Private Limited as the promoter of the Company; and

(ii) Re-classify the existing promoters of the Company to public category (i.e. Samara Capital Partners Fund I Limited and Global Coal And Mining Private Limited).

in terms of regulation 31A of SEBI LODR Regulations."

"RESOLVED FURTHER THAT post re-classification of the Acquirer and existing promoters and transfer of SPA Shares, the category and shareholding of the existing promoters and Acquirer will be as follows:

Sr. No.	Name	Category post re-classification	No. of equity shares	%
1	Oilmax Energy Private Limited (Acquirer)	Promoter	1,25,72,600	56.32
2	Samara Capital Partners Fund I Limited (existing promoter)	Public	Nil	NA
3	Global Coal And Mining Private Limited (existing promoter)	Public	5,000	0.02

"RESOLVED FURTHER THAT post re-classification, the existing promoters will not:

- Hold more than 10% of the fully paid-up equity share capital and voting capital of the Company
- Have any special rights through formal or informal agreements and shareholding agreements, if any, granting special rights to them shall be terminated.
- Act as key managerial persons for a period of more than 3 years from the date of shareholders approval.
- directly or indirectly exercise control over the affairs of the Company."

"RESOLVED FURTHER THAT post re-classification, the increase in the level of public shareholding shall not be counted towards achieving compliance with minimum public shareholding requirement under rule 19A of the Securities Contracts (Regulation) Rules, 1957, and the provisions of SEBI LODR Regulations."

"RESOLVED FURTHER THAT pursuant to the fulfilment of the above conditions as per regulations 31A(5) read with regulation 31A(7) of the SEBI LODR Regulations, the existing promoters, Samara Capital Partners Fund I Limited and Global Coal and Mining Private Limited shall cease to be the promoters of the Company and Oilmax Energy Private Limited shall be the promoter of the Company."

"RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, the Board be and is hereby authorised to do all such acts, deeds, matters and things as it may in its absolute discretion deem necessary, desirable and expedient for such purpose, including without limitations effecting any modifications or changes to the foregoing, entering into contract, arrangements, agreements, documents (including for appointment of agencies, intermediaries and advisors for the resolution), in connection therewith and incidental thereto as the Board may in its absolute discretion deem fit without being required to seek any fresh approval of the shareholders of the Company and to settle all questions, difficulties or doubt that may arise in this regard, take all other steps which may be incidental, consequential, relevant or ancillary in this connection and that the decision of the Board shall be final, binding and conclusive in all respects."

"RESOLVED FURTHER THAT the Board be and is hereby authorised to delegate all or any of the powers herein conferred by above resolutions to any Director(s) or to any committee of Directors or any other officer(s) of the Company or any other person as the Board may at its absolute discretion deem appropriate, to do all such acts, deeds, matters and things as also to execute such documents, writings etc. as may be necessary to give effects to the aforesaid resolution."

By order of the Board,
For Asian Oilfield Services Ltd.

Place: Gurgaon **Kanika Bhutani**
Date : August 11, 2016 Company Secretary

NOTES :

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of himself and, a proxy need not be a member of the company.

   The Instrument appointing the Proxy, duly completed, stamped and signed, should reach the Registered Office of the Company not less than forty-eight hours before the time of the AGM.

   Members are requested to note that a person can act as a proxy on behalf of members not exceeding fifty and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

2. Members/Proxies should bring the duly filled Attendance Slip at the AGM . Corporate Members are requested to send a duly certified copy of the Board Resolution authorising their representative(s) to attend and vote on their behalf at the AGM.

3. The Statement setting out details relating to the Special Business to be transacted at the AGM, pursuant to Section 102(1) of the Companies Act, 2013, is annexed hereto.

4. Additional information pursuant to Regulation 36 of Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI LODR Regulations) in respect of the directors seeking appointment / re-appointment at the AGM is furnished and forms part of the notice. The Company is in receipt of relevant disclosures / consents from the Directors pertaining to their appointment / re-appointment.

5. The Register of Members and Share Transfer Books of the Company will remain closed from Thursday, September 22, 2016 to Wednesday, September 28, 2016 (both days inclusive).

6. Members are requested to note that the Company's shares are under compulsory electronic trading for all investors. Members are, therefore, requested to dematerialise their shareholding to avoid inconvenience. Members whose shares are in electronic mode are requested to inform change of address and updates of bank account(s) to their respective Depository Participants.

7. The Securities and Exchange Board of India ("SEBI") has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their

Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company or to the Registrar and Share Transfer Agent.

8. SEBI has also mandated that for registration of transfer of securities, the transferee(s) as well as transferor(s) shall furnish a copy of their PAN card to the Company for registration of transfer of securities.

9. The Notice of the AGM along with the Annual Report 2015-16 is being sent by electronic mode to those Members whose e-mail addresses are registered with the Company/Depositories, unless any Member has requested for a physical copy of the same. For Members who have not registered their e-mail addresses, physical copies are being sent by the permitted mode. Members may note that this Notice and the Annual Report 2015-16 will also be available on the Company's website viz. www.asianoilfield.com.

10. The route map showing directions to reach the venue of the 23rd AGM is annexed.

11. All the documents referred to in the Notice and Explanatory Statement will be available for inspection by the Members at the Registered Office of the Company between 11.00 a.m. and 1.00 p.m. on all working days from the date hereof upto the date of the Meeting.

12. Members, desiring any information relating to the accounts, are requested to write to the Company at an early date so as to enable the management to keep the information ready.

13. Voting through electronic means :

I. In compliance with provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 as substituted by the Companies (Management and Administration) Amendment Rules, 2015 ('Amended Rules 2015') and Regulation 44 of the SEBI LODR Regulations and Secretarial Standard on General Meetings (SS2) issued by the Institute of Company Secretaries of India, the Company is pleased to provide its members facility to exercise their right to vote on resolutions proposed to be considered at the 23rd AGM by electronic means and the business may be transacted through e-Voting Services. The facility of casting the votes by the members using an electronic voting system from a place other than venue of the AGM ("remote e-voting") will be provided by National Securities Depository Limited ("NSDL").

II. The facility for voting through ballot paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right at the meeting through ballot paper.

III. The members who have cast their vote by remote e-voting prior to the AGM may also attend the AGM but shall not be entitled to cast their vote again.

IV. The remote e-voting period commences on September 25, 2016 (9:00 am) and ends on September 27, 2016 (5:00 pm). During this period members of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date of September 22, 2016, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

V. A person who is not a member as on the cut-off date should treat this Notice for information purpose only.

VI. The process and manner for remote e-voting are as under:

A. Member whose email IDs are registered with the Company/Depository Participants(s) will receive an email from NSDL informing them of their User-ID and Password. Once the Members receives the email, he or she will need to go through the following steps to complete the e-voting process:

(i) Open the PDF file 'AOSL remote e-Voting.pdf' attached to the e-mail, using your Client ID / Folio No. as password. The PDF file contains your User ID and Password for e-voting. Please note that the Password provided in PDF is an 'Initial Password'.

(ii) Launch an internet browser and open https://www.evoting.nsdl.com/

(iii) Click on Shareholder - Login.

(iv) Insert 'User ID' and 'Initial Password' as noted in step (i) above and click on 'Login'.

(v) Password change menu will appear. Change the Password with a new Password of your choice with minimum 8 digits/characters or combination thereof. Please keep a note of the new Password. It is strongly recommended not to share your Password with any person and take utmost care to keep it confidential.

(vi) Home page of e-voting will open. Click on e-Voting - Active Voting Cycles.

(vii) Select 'EVEN' of Asian Oilfield Services Limited.

(viii) Now you are ready for e-voting as 'Cast Vote' page opens.

(ix) Cast your vote by selecting appropriate option and click on 'Submit'. Click on 'Confirm' when prompted.

(x) Upon confirmation, the message 'Vote cast successfully' will be displayed.

(xi) Once you have confirmed your vote on the resolution, you cannot modify your vote.

(xii) Institutional shareholders (i.e. other than individuals, HUF, NRI, etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority Letter, along with attested specimen signature of the duly authorised signatory(ies) who are authorised to vote, to the Scrutinizer by an e-mail at cs.jayeshvyas@hotmail.com with a copy marked to evoting@nsdl.co.in.

B. In case a Member receives physical copy of the Notice of the AGM (for Members whose e-mail addresses arenot registered with the Company / Depositories):

i. Initial password is provided in the enclosed attendance slip:EVEN (E-voting Event Number) + USER ID and PASSWORD

ii. Please follow all steps from Sl. No. (ii) to (xii) above, to cast vote.

VII. In case of any queries, you may refer to the 'Frequently Asked Questions' (FAQs) and 'e-voting user manual' available in the downloads section of NSDL's e-voting website https://evoting.nsdl.comor call on toll free no.: 1800-222-990 or contact Mr. Amit Vishal, Senior Manager, National Securities Depository Ltd. at the designated email IDs: evoting@nsdl.co.in or AmitV@nsdl.co.in or at telephone nos. +91 22 2499 4600/ +91 22 2499 4360 who will also address the grievances connected with the voting by electronic means. Members may also write to the Company Secretary at the email ID: investor.relations@asianoilfield.com or contact at telephone no. 124-6606400.

VIII. Login to the e voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the 'Forgot Password' option available on the site to reset the password.

IX. If you are already registered with NSDL for remote e-voting then you can use your existing user ID and password/PIN for casting your vote.

X. The voting rights of members shall be as per the number of equity shares held by the Member(s) as on Thursday, September 22, 2016, being the cut off date. Members are eligible to cast vote electronically only if they are holding shares as on that date.

XI. Members who have acquired shares after the despatch of the Annual Report and before the book closure may obtain the user ID and Password by sending a request at evoting@nsdl.co.in or secretarial@asianoilfield.com. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you have forgotten your password, you can reset your password by using "Forgot User Details/Password" option available on www.evoting.nsdl.com or contact NSDL at the following toll free no. 1800-222-990.

XII. A person, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot paper.

XIII. Mr. Jayesh Vyas of Jayesh Vyas & Associates, Practicing Company Secretary has been appointed as the Scrutinizer to scrutinize the voting and remote e-voting process in a fair and transparent manner.

XIV. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of ballot paper for all those members who are present at the AGM but have not cast their votes by availing the remote e-voting facility.

XV. The Scrutinizer shall after the conclusion of voting at the AGM, first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and shall make, not later than three days of the conclusion of the AGM, a consolidated scrutinizer's report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.

XVI. The Results declared alongwith the report of the Scrutinizer shall be placed on the website of the Company www.asianoilfield.com and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing. The results shall also be immediately forwarded to the BSE Limited, Mumbai.

Explanatory Statement as required under Section 102 of The Companies Act, 2013

Item No. 3

This explanatory statement is provided though strictly not required as per Section 102 of the Act.

Walker Chandiok & Co. LLP, (ICAI Firm Registration No. 001076N/N500013), Chartered Accountants, Gurgaon we reappointed as the statutory auditors of the Company for a period of five years at the Annual General Meeting (AGM) of the Company held on September 28, 2015, to hold office from the conclusion of the 23rd AGM till conclusion of the next 24th AGM.

As per provisions of Section 139(1) of the Act, their appointment for the above tenure is subject to ratification by members at every AGM.

Accordingly, ratification of the members is being sought for appointment of statutory auditors as per the proposal contained in the Resolution set out at item no. 3 of the Notice.

The Board recommends the Resolution at item No. 3 for approval by the Members.

None of the Directors or Key Managerial Personnel (KMP) or relatives of Directors and KMPs is concerned or interested in the Resolution at Item No. 3 of the accompanying Notice.

Item No. 4 & 5

The Board of Directors of the Company at their meeting held on August 5, 2016 appointed Mr. Rohit Agarwal, as a Director and also as Whole-time Director for a period of three years effect from August 5, 2016.

As per the provisions of Section 161 of the Companies Act, 2013, he holds office of Additional Director only up to the date of the ensuing Annual General Meeting of the Company, and is eligible for appointment as Director and the Company has received a Notice in writing under the provisions of section 160 of the Companies Act, 2013, along with a deposit of ₹1,00,000/- proposing the candidature of Mr.Rohit Agarwal for the office of Director.

At the recommendation of Nomination and Remuneration Committee, the Board of Directors of the Company at the meeting held on August 5, 2016, appointed Mr. Rohit Agarwal, as Wholetime Director for a period of three years commencing from August 5, 2016 to August 4, 2019 on the terms and conditions stated in the draft agreement as approved by the Nomination and Remuneration Committee in terms of provisions of Sections 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment there of for the time being in force), read with Schedule V to the Companies Act,2013, subject to the approval of the Shareholders and Central Government and such other approval as may be required.

Mr. Rohit Agarwal is a Post Graduate in management and possesses extensive and rich experience over 20 years in the field of consulting, IT and Oil and Natural Gas Sector E & P Companies. He possesses good entrepreneur skills of managing business activities. Before his appointment as a Board member of the Company, he was holding position of President of the Company effective from June 1, 2016. Considering worthiness, calibre and competence at the recommendation of Nomination and Remuneration Committee of Independent Directors, the Board of Directors promoted Mr. Rohit Agarwal to the position of the Wholetime Director effective from August 5, 2016 on the same terms and conditions of his earlier appointment as President of the Company subject to the approval of the Shareholders and Central Government, if any as may be required.

Mr. Rohit Agarwal is not related to any other Director of the Company. A brief resume of Mr. Rohit Agarwal as required under Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is set out as an Annexure to this Notice. The Company has incurred a net loss for the year ended March 31, 2016 on account of increase in the interest burden, and external factors such as demand recession, due to general economic slowdown inter alia volatile market conditions of oil and gas in international market condition depressing the sentiment and demand resultantly lowering / reducing the oil exploration activities in India and abroad, adversely affecting the Company's performance as a service provider to oil and gas industries. The Company is taking all possible steps to generate all possible revenues and minimise operational expenses to the extent possible which will take some time for the situation to improve. Consequently, out of abundant caution and in view of the relevant extant provisions of law relating to managerial remuneration, the Company is complying with the provisions of Section II of Part II of Schedule V of the Companies Act, 2013 which prescribes that in case of no profits or inadequate profits, the remuneration can be paid within the limits arrived at in accordance with the requirements of the said section II, subject to the following :-

(i) The payment of remuneration is approved by a resolution passed by the Board and also by the Nomination and Remuneration Committee of Directors.

(ii) There is no default in repayment of any of its debts or interest payable thereon.

(iii) A special resolution has been passed at a general meeting of the Company

A nomination and remuneration committee at its meeting held on August 5, 2016 has already approved the remuneration payable to Mr. Rohit Agarwal as the Wholetime Director of the Company. Further the Company has not made any default in repayment of any of its debts or interest payable thereon. The Board recommend the Special Resolution as set out in accompanying notice for the approval of the members.

The terms and conditions proposed (fixed by the Board of Directors at their meeting held on August 5, 2016) are keeping in line with the remuneration package that is necessary to continue to encourage good professional managers with a sound career record to important position such as that occupied by Mr. Rohit Agarwal.

The material terms of appointment and remuneration will be same as it was as President and details of which is given below:

Particulars	**Per Month**
Basic Salary	₹1,20,000
Allowances inclusive of House Rent	₹2,42,850
Medical and other Reimbursement	₹12,750
Gross Pay	**₹3,75,600**
Bonus / Festival Allowance	₹10,000
PF (Company's Contribution)	₹14,400
CTC PER MONTH	₹4,00,000
CTC PER YEAR	₹48,00,000

Compensation and Benefit :

- Medical Insurance: As per the policy applicable to the Officers of the Company as amended from time to time.
- Provident Fund, Superannuation and Gratuity: As per the scheme applicable to the Officers of the Company as amended from time to time.
- Leave: As per the leave policy applicable to the Officers of the Company as amended from time to time.
- Leave Travel Allowance: As per the policy applicable to the Officers of the Company as amended from time to time.
- Such other perquisites, benefits and allowances in accordance with the scheme applicable to the Officers of the Company as amended from time to time or as may be agreed by the Board.

Minimum Remuneration

Notwithstanding anything to the contrary herein contained, where, in any financial year during the currency of the tenure of Mr. Rohit Agarwal, the Company has no profits or its profits are inadequate, the Company will pay to the Whole Time Director remuneration by way of salary, benefits, perquisites and allowances and incentive as specified above.

Reimbursement of entertainment expenses

- Mr. Rohit Agarwal shall be reimbursed all entertainment expenses that he may incur for promotion of business or in the course of business of the Company.
- Mr. Rohit Agarwal will not be entitled to sitting fees for Meetings of the Board/ Committees of the Board attended by him.

Other terms and conditions:

- The Wholetime Director shall not be liable to retire by rotation.
- This Agreement is subject to termination by either party giving to the other party one (1) month notice in writing at the party's address given above or by making a payment of equivalent salary in lieu thereof.
- The Company may terminate this Agreement forthwith by notice in writing to Mr. Rohit Agarwal if he shall become bankrupt or make any composition or arrangement with his creditors or if he shall cease to be a Director or shall commit a breach of any of the terms, conditions and stipulations herein contained and on his part to be observed and performed.
- Mr. Rohit Agarwal shall during his term, abide by the provisions of the Asian Code of Conduct and the core policies in spirit and in letter and commit to assure its implementation.
- This agreement is subject to the jurisdiction of the Courts of Delhi.

The aforesaid information may be treated as an abstract of terms under the provisions of the Companies Act, 2013.

Except Mr. Rohit Agrawal, being the appointee, none of the other Directors / Key Managerial Personnel / their relatives is in any way, concerned or interested, financially or otherwise in the Resolution set out at Item No.4&5 of the Notice. The specified information while seeking approval/consent of the shareholders as required under Schedule V is listed out herein below :

I. General Information :

1.	Nature of Industry	: Oilfield Services
2.	Date of commencement of commercial operations	: 10th March, 1992
3.	In case of new companies, expected date of Commencement of activities as per project approved by financial institutions appearing in the prospectus	: Not Applicable
4.	Financial performance based on given	

(₹ in Lacs)

Particulars	Year 2015-16	Year 2014-15
Gross Income- Turnover	1461.08	834.33
Operating Profit / (Loss) before Interest & Depreciation and Tax	(2003.20)	(1731.90)
Net Profit / (Loss) after Tax	(2939.60)	(1676.11)
Equity Capital (face value of ₹10)	2232.44	2232.44
Net Worth	1736.21	4675.81

5.	Foreign Investments or collaborations if any	: The Company has incorporated two wholly owned subsidiary (WOS) in Singapore with a capital of SGD1000 only and Asian Oilfield & Energy Services DMCC, Dubai with a capital of AED 3675000.

II. Information about the Appointee :

1.	Background details	: Mr. Rohit Agarwal holds post graduate Degree. He possesses extensive and rich experience over 2 decades in the field of consulting, IT and Oil and Natural Gas Sector E & P Companies. Mr. Rohit Agarwal is young, motivated, enthusiastic, creative and dynamic personality. Heposses good entrepreneur skills of managing business activities.
2.	Past remuneration drawn	: Not applicable as this is his first appointment as the Wholetime Director.
3.	Recognition or awards	: None
4.	Job profile and his suitability	: Over all Management of Operations of the Company at Head quarter and on various project sites with responsibility of business development subject to subject to superintendence, direction and control of the Board of Directors. He is having vast experience in the field of consulting, IT and Oil and Natural Gas Sector E & P Companies and he possesses all required competencies. Thus, he is ideally suited for the job.
5.	Remuneration proposed	: CTC of ₹4,00,000/- per month as stated in the explanatory statement herein above.

6.	Comparative remuneration profile with respect to industry size of the Company, profile of the position and person	:	Taking into consideration of remuneration of Senior Executives in the industry in general has gone up manifold. The remuneration proposed to the appointee is purely on the basis of merit keeping in view the profile of the appointee, responsibilities assigned to him and being shouldered by him, industry remuneration benchmarks, Company's remuneration policy as finalised by Nomination and Remuneration Committee constituted by the Board.
7.	Pecuniary relationship directly or indirectly with the Company, or relationship with the management personnel, if any	:	Besides the remuneration proposed, Mr. Rohit Agarwal does not have any pecuniary relationship with the Company. There are no managerial personnel related to him.
III.	**Other information :**		
1.	Reasons of loss or inadequate	:	On account of increase in the interest burden, and external factors such as demand recession, due to general economic slowdown inter alia volatile market conditions of oil and gas in international market condition depressing the sentiment and demand resultantly lowering/reducing the oil exploration activities in India and abroad, adversely affecting the Company's performance as a service provider to oil and gas industries
2.	Steps taken or proposed to be taken for Improvement	:	Widening the sphere of activities, move into diverse geography, cost control, improving efficiency at project sites and undertaking the newer projects for providing reasonable margins. The Company, being a growth oriented and steady performer, the productivity and margins could sizably increase with all possible efforts of the Company.
3.	Expected increase in productivityand Profits in measurable terms	:	With heavy thrust of Government on Oil & Gas Industry, expected improvement in sentiment and demand of oil and gas domestically and globally, consequently improving the demand and revenues of Service providers in Oil & Gas Sectors. However it is extremely difficult to predict profits in measurable terms.

IV. Disclosures :

1. The remuneration package proposed to be given to Mr. Rohit Agarwal is as per the details given in the resolution. The Report on Corporate Governance in the Annual Report indicates the remuneration paid to the managerial personnel as well as to all other Directors. There is no severance fee or stock option in the case of the aforesaid managerial personnel. The tenure of the aforesaid managerial personnel shall be governed by the resolutions passed by the Shareholders in General Meeting with a notice period of one month by either side.

2. Mr. Rohit Agarwal is not holding securities of the Company. Further he was not related to any Director or Promoter of the Company at any time during the period of two years prior to his appointment as a Whole-time Director.

The agreement between the Company and Mr.Rohit Agarwal is available for inspection by the members of the Company atits Registered Office between 3.00 p.m. and 5.00 p.m. on any working day of the Company.

The Board recommends the resolutions at Item No. 4&5 of the accompanying Notice for approval of members of the Company.

Item No. 6

Members may note that Oilmax Energy Private Limited having its registered office at 3-A, OmkarEsquare, Chunabhatti Signal, Eastern Express Highway, Sion (East), Mumbai - 400 022 has entered into a Share Purchase Agreement(SPA) on May 23, 2016 with Samara Capital Partners Fund I Limited, existing promoter of the Company, for acquiring 1,25,72,600 (One Crore Twenty Five Lac

Seventy Two Thousand Six Hundred) equity shares ("SPA Shares") representing 56.32% of fully paid-up equity share capital and voting capital of the Company in two tranches at a price of ₹23.86 (Rupees Twenty Three and Paisa Eighty Six Only) aggregating to ₹29,99,82,236/- (Rupees Twenty Nine Crores Ninety Nine Lac Eighty Two Thousand Two Hundred Thirty Six only) payable in cash. Pursuant to the SPA, the Acquirer made an open offer to the public shareholder of the Company under regulation 3(1) and 4 of Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

Pursuant to the SPA and the open offer the Acquirer will become the promoter of the Company and the existing promoters will be re-classified to public category as under:

(i) Re-classify Oilmax Energy Private Limited as the promoter of the Company; and

(ii) Re-classify the existing promoters of the Company to public category (i.e. Samara Capital Partners Fund I Limited and Global Coal And Mining Private Limited).

Undertaking: In terms of the SEBI LODR Regulations, the existing promoters hereby undertake that post re-classification they will not:

- Hold more than 10% of the fully paid-up equity share capital and voting capital of the Company
- Have any special rights through formal or informal agreements and shareholding agreements, if any, granting special rights to them shall be terminated.
- Act as key managerial personnel for a period of more than 3 years from the date of shareholders approval.
- directly or indirectly exercise control over the affairs of the Company.

Post re-classification, the increase in the level of public shareholding shall not be counted towards achieving compliance with minimum public shareholding requirement under rule 19A of the Securities Contracts (Regulation) Rules, 1957, and the provisions of SEBI LODR Regulations."

The Company shall disclose, the event of re-classification to the stock exchange as a material event in accordance with the provisions of SEBI LODR Regulations.

Pursuant to the regulation 31A(5) of SEBI LODR Regulations, the above re-classification requires approval of members.

The Board recommends the said resolution to be passed as a Special Resolution.

Oilmax Energy Private Limited, Samara Capital Partners Fund I Limited and Global Coal And Mining Private Limited are concerned and interested in the resolution to the extent of their shareholding in the Company, if any..

No other Directors or Key Managerial Personnel of the Company or their relatives except Mr. Rohit Agarwal, are concerned or interested financially or otherwise in the resolution at item no.6 of the accompanying notice.

The Board recommends the resolution at Item No. 6 of the accompanying Notice for approval of members of the Company.

By order of the Board,
For Asian Oilfield Services Ltd.

Gurgaon
August 11, 2016

Kanika Bhutani
Company Secretary

Details of Directors Seeking Appointment / Re-appointment at the Annual General Meeting.

[Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 on General Meetings]

Particulars	Mr. Rabi Narayan Bastia	Mr. Rohit Agarwal
Date of Birth	October 2, 1958	November 22, 1973
Date of Appointment	March 4, 2013	August 5, 2016
Qualifications	• Post Graduate from Petroleum Exploration from Norwegian Technological University, Norway • Doctoral degree in Geology from IIT, Kharagpur	• Post Graduate in management
Expertise in specific functional Areas	Wide business experience in the field of Hydrocarbon Industry	Wide business experience in the field of consulting, IT and Oil and Natural Gas Sector E & P Companies
Directorships held in other public companies (excluding foreign companies and Section 8 companies)	Nil	Nil
Memberships / Chairmanships of committees of other public companies (includes only Audit Committee and Stakeholders' Relationship Committee).	Nil	Nil
Number of shares held inthe Company	Nil	Nil

ROUTE MAP

Netaji Subhas
Marg
Cocao House
Park Hospital
Sector 48
Fortune Select Excalibur
Sector 49
Golf Course
Extension Road

Asian Oilfield Services Limited
CIN : L23200HR1992PLC052501
Regd. Office : 703, 7th Floor, Tower A, Iris Tech Park, Sohna Road, Sector48 , Gurgaon , Haryana -122018
Tel .No. : 91 0124 4256145, Fax .No. : 91 0124 6606406, Email : secretarial@asianoilfield.com
Website : www.asianoilfield.com

ATTENDANCE SLIP

23rd Annual General Meeting on Wednesday, 28th September, 2016 at 11.00 a.m.

I / We hereby record my / our presence at the 23rd ANNUAL GENERAL MEETING of the Company held at Conference Hall, King Arthur-3, Hotel Fortune Select Excalibur, Main Sohna Road, Sector-49, Gurgaon-122018 (Haryana) on Wednesday, 28th September, 2016 at 11.00 a.m.

Folio / D.P. & Client I.D. No. ____ No. of Shares held __________________________

_____________________________________ _____________________________

Member's / Proxy's name in Block Letters Member's / Proxy's Signature

Note: Please complete and sign this attendance slip and hand it over at the entrance of the meeting hall. Members are requested to bring their copies of the Annual Report to the AGM

Asian Oilfield Services Limited
CIN : L23200HR1992PLC052501
Regd. Office : 703, 7th Floor, Tower A, Iris Tech Park, Sohna Road, Sector48 , Gurgaon , Haryana -122018
Tel .No. : 91 0124 4256145, Fax .No. : 91 0124 6606406, Email : secretarial@asianoilfield.com
Website : www.asianoilfield.com

PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014

Name of the members	
Registered Address	
Email ID	
Folio No. / Client ID	
DP ID	

I/We being a member / members of __________ shares of the above named company, hereby appoint

Name: .... E-mail Id: ....
Address: ....
.... Signature: .... or failing him

Name: .... E-mail Id: ....
Address: ....
.... Signature: .... or failing him

Name: .... E-mail Id: ....
Address: ....
.... Signature: ....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 23rd Annual General Meeting of the Company to be held on Wednesday, 28th September, 2016 at 11.00 a.m. at Conference Hall, King Arthur-3, Hotel Fortune Select Excalibur, Main Sohna Road, Sector-49, Gurgaon-122018 (Haryana) and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution number	Resolution	Vote (Optional see Note 2) (Please mention no. of shares)	
		For	**Against**
Ordinary business			
1.	Adoption of Audited Financial Statements for the financial year ended 31st March, 2016, together with the Reports of the Board of Directors and the Auditors thereon; and Adoption of Audited Consolidated Financial Statements for the financial year ended on 31st March, 2016 and Report of the Auditors thereon.		
2.	To appoint a director in place of Mr. Rabi Narayan Bastia, who retires by rotation and being eligible offers himself for reappointment.		
3.	Ratification of Appointment of Auditors.		
Special business			
4.	Regularisation of Additional Director Mr. Rohit Agarwal		
5.	To appoint Mr. Rohit Agarwal as the Wholetime Director of the Company.		
6.	To re-classification of promoters of the Company		

Signed this .... day of 2016

Affix Re.1 Revenue Stamp

Signature of the member

Signature of the proxy holder(s)

Note :

1. The proxy form in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. It is optional to indicate your preference. If you leave the For or Against column blank against any or all resolutions, you proxy will be entitled to vote in the manner as he/she may deem appropriate.

Notes

Notes

Asian
Oilfield Services