

Asian Oilfield Services Limited

Regd. Office : Asian Oilfield Services Ltd., 703,7th Floor, Tower-A, Iris Tech Park, Sector-48, Sohna Road, Gurgaon, Haryana 122018, India.

STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2016

(Rs. in Lacs)

Particulars	Quarter ended			Year ended	
	31.03.2016	31.12.2015	31.03.2015	31.03.2016	31.03.2015
Income from Operations					
1. Net Sales/Income from Operations	589.33	346.93	-	936.26	136.93
2. Other Operating Income	-	-	-	-	-
Total Income from Operations	589.33	346.93	-	936.26	136.93
3. Expenses					
a) Employee benefit expense	320.81	206.78	127.39	793.65	598.81
b) Depreciation and Amortisation	152.40	160.26	142.63	599.05	608.98
c) Other Expenditure	932.17	948.40	130.73	2139.14	661.04
Total Expenses	1,405.38	1,315.44	400.75	3531.84	1,868.83
4. Profit/(Loss) from operations before other income, finance cost and exceptional items	(816.05)	(968.51)	(400.75)	(2,595.58)	(1,731.90)
5. Other Income	137.73	72.67	82.98	524.82	697.40
6. Profit/(Loss) from ordinary activities before finance cost and exceptional items	(678.32)	(895.84)	(317.77)	(2,070.76)	(1,034.50)
7. Finance cost	164.61	135.05	118.34	549.42	596.69
8. Profit/(Loss) from ordinary activities after finance cost but before exceptional items	(842.93)	(1,030.89)	(436.11)	(2,620.18)	(1,631.19)
9. Exceptional items (Income/(Expenses))	-	-	(30.29)	-	(44.92)
10. Profit/(Loss) from ordinary activities before prior period item and tax	(842.93)	(1,030.89)	(466.40)	(2,620.18)	(1,676.11)
11. Prior period item	138.27	-	-	138.27	-
12. Profit/(Loss) from ordinary activities before tax	(981.20)	(1,030.89)	(466.40)	(2,758.45)	(1,676.11)
13. Tax expense	-	-	-	181.14	-
14. Net/(Loss) Profit from ordinary activities after tax	(981.20)	(1,030.89)	(466.40)	(2,939.59)	(1,676.11)
15. Extraordinary items (net of tax)	-	-	-	-	-
16. Net Profit/ (Loss) for the period	(981.20)	(1,030.89)	(466.40)	(2,939.59)	(1,676.11)
17. Paid-up equity share capital of Re.10/- each	2,232.44	2,232.44	2,232.44	2,232.44	2,232.44
18. Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	(496.23)	2,443.36
19. Earning per Share (before and after extraordinary items, not annualised)					
- Basic (Rs.)	(4.40)	(4.62)	(2.09)	(13.17)	(7.51)
- Diluted (Rs.)	(4.40)	(4.62)	(2.09)	(13.17)	(7.51)

NOTES

1) The above Financial Results were reviewed by the Audit Committee and thereafter were approved and taken on record by the Board of Directors in their meeting held on 13 June 2016.

2) As per Accounting Standard (AS) 17 "Segment Reporting", the Company's business falls within a single business segment viz. "Seismic data acquisition and its related services".

3) As regards Auditor's observations in their audit report on the above results:

a) As at 31 March 2016, the Company has certain long outstanding trade receivables, short term loans and advances and long term loans and advances amounting to Rs 601.18 lacs, Rs 532.76 lacs and Rs 128.71 lacs respectively (as at March 31, 2015: Rs. 356.49 lacs, Rs.1021.11 lacs and Rs. 181.16 lacs respectively). The Company is reasonably certain that the same are recoverable in near future, hence no provision is required on the same.

b) The Company had entered into a contractual agreement with a customer, ONGC to provide 3D seismic services amounting to INR 5,129 lacs. The Company has recorded revenue and receivables amounting to INR 406 lacs till 31 March 2016 against the services already delivered. As per the terms of the contract the mobilization of the project should have been completed by 1 October 2015.

The Company was however able to complete the mobilization by 28 December 2015 owing to delay caused by acts and inactions on the part of ONGC. No security was provided to AOSL for carrying out the mobilisation on time. This delay led to liquidated damages of INR 333 lacs being levied by ONGC.

ONGC vide its correspondence dated 28 March 2016 show caused the Company as to why ONGC shall not terminate the contract on grounds of non-satisfactory performance by the Company within a period of 30 days which allowed ONGC to invoke the bank guarantee of INR 512.98 lacs.

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 21 April 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 High Court of Gauhati 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 28.03.16 issued by ONGC. Next date of hearing at District Court, Jorhat is 24 June 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 bank guarantee given to the customer.



4) On May 23, 2016 the holding Company "Samara Capital Partners Fund I Limited" has entered into an Share Purchase Agreement with Oilmax Energy Private Limited "Acquirer", an integrated oil & gas company, with a balanced portfolio spreading from exploration, production, engineering procurement and construction (EPC), operation & 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 Rs. 23.86 per share aggregating to Rs. 29,99,82,236/-. The aforesaid transaction has triggered open offer obligation, 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 Rs 32.40 per equity share.

5) Tax expense for the year ended 31 March 2016 includes tax expense relating to earlier years amounting to Rs. 181.14 lacs.

6) Prior period expense for the year ended 31 March 2016 includes adjustment related to opening stock amounting to Rs. 93.60 lacs and license fee of earlier year amounting to Rs.44.67 lacs.

7) Figures for the quarter ended 31 March 2016 are the balancing figure between the audited figures for the year ended 31 March 2016 and the published year to date figures for the nine months ended 31 December 2015.

8) Previous quarter's/year amounts have been re-grouped/re-classified, wherever considered necessary to make them comparable with those of the current year/quarter.

for ASIAN OILFIELD SERVICES LIMITED


Sanjay Bhargava
Director
DIN:03412222

Place : Gurgaon
Date : 13 June 2016

Walker Chandiook & Co LLP

Walker Chandiook & Co LLP
(Formerly Walker, Chandiook & Co)
21st Floor, DLF Square
Jacaranda Marg, DLF Phase II
Gurgaon 122002
India

T +91 124 462 8000
F +91 124 462 8001

Auditor's Report on Annual Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Asian oilfield Services Limited

1. We have audited the annual standalone financial results of **Asian Oilfield Services Limited** ("the Company") for the year ended 31 March 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Attention is drawn to note 7 in the annual standalone financial results regarding the amounts for the quarter ended March 31, 2016 as reported in these annual standalone financial results are the balancing amounts between audited amounts in respect of the full financial year and the published year to date amounts upto the end of the third quarter of the financial year. Also, the figures upto the end of the third quarter had only been reviewed and not subjected to audit. These annual standalone financial results have been prepared on the basis of the annual standalone financial statements and reviewed quarterly standalone financial results upto end of the third quarter, which are the responsibility of the Company's management. Our responsibility is to express an opinion on these annual standalone financial results based on our review of standalone financial results for the nine months period ended 31 December 2015 (which included the reviewed standalone financial results for the three months period ended 30 June 2015 carried out and reported by another auditor vide their qualified review report dated 11 August 2015, furnished to us and which have been relied upon by us) which were prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued pursuant to the Companies (Accounting Standards) Rules, 2006 read with Rule 7 of the Companies (Accounts) Rules, 2014 in respect of Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India; and our audit of the annual standalone financial statements as at and for the year ended 31 March 2016.
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the annual standalone financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as annual standalone financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our qualified opinion.



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3. *As stated in Note 3(a) to the accompanying annual standalone financial results, the Company's trade receivables, short-term loans and advances and long-term loans and advances as at 31 March 2016 include Rs 601.18 lacs, Rs 532.76 lacs and Rs 128.71 lacs respectively (as at 31 March 2015: Rs. 356.49 lacs, Rs.1021.11 lacs and Rs. 181.16 lacs 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 financial results. The predecessor auditor's report on the financial statements for the year ended 31 March 2015 was also qualified in respect of this matter.*
4. In our opinion and to the best of our information and according to the explanations given to us the annual standalone financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
 - ii. give a true and fair view of the net loss and other financial information for the year ended 31 March 2016 except for the effects of qualification as described in the previous paragraph.
5. We draw attention to note 3(b) to the annual standalone financial results 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 annual standalone financial results. Our opinion is not modified in respect of these matters.
6. The audit of annual standalone financial results for the year ended 31 March 2015 included in the Statement was carried out and reported by Deloitte Haskins & Sells vide their qualified audit report dated 30 May 2015, whose audit report has been furnished to us and which has been relied upon by us for the purpose of our audit of the Statement. Our audit report is not qualified in respect of this matter.

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For **Walker Chandiook & Co LLP**

Chartered Accountants

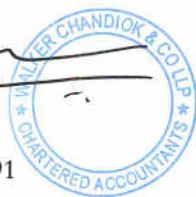
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Anamitra Das

per **Anamitra Das**

Partner

Membership No. 062191



Place: Gurgaon

Date: 13 June 2016