

STATEMENT OF STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31 MARCH 2020

INR in lakhs unless otherwise stated

Sr. No.	Particulars	Quarter ended			Year ended	
		31 March 2020 (Unaudited) (Refer note 1)	31 December 2019 (Unaudited)	31 March 2019 (Unaudited) (Refer note 1)	31 March 2020 (Audited)	31 March 2019 (Audited)
1	Income					
	(a) Revenue from operations	2,733.16	1,874.24	3,849.97	6,440.45	15,682.44
	(b) Other income	727.33	155.10	168.29	1,153.79	573.90
	Total Income (a+b)	3,460.49	2,029.34	4,018.26	7,594.24	16,256.34
2	Expenses					
	(a) Oilfield services related expense	891.45	809.57	2,684.32	2,487.61	11,776.25
	(b) Employee benefits expense	195.09	201.66	432.50	936.15	1,641.05
	(c) Finance costs	79.93	66.74	105.65	323.81	544.66
	(d) Depreciation and amortisation expense	249.31	293.74	219.42	1,329.29	909.31
	(e) Other expenses (Refer note 9)	505.63	214.46	381.86	1,218.03	1,136.58
	Total expenses (a+b+c+d+e)	1,921.41	1,586.17	3,823.75	6,294.89	16,007.85
3	Profit before exceptional items and tax (1-2)	1,539.08	443.17	194.51	1,299.35	248.49
4	Exceptional items (Refer note 5)	(176.74)	(321.44)	(36.76)	(829.14)	(85.20)
5	Profit before tax (3+4)	1,362.34	121.73	157.75	470.21	163.29
6	Tax expense	-	-	-	-	-
7	Net profit for the period (5-6)	1,362.34	121.73	157.75	470.21	163.29
8	Other comprehensive Income/ (loss)					
	(a) Items not to be reclassified subsequently to profit or loss (net of tax)					
	- Gain/ (loss) on fair value of defined benefit plans	(3.31)	1.02	6.48	(0.23)	4.11
	(b) Items to be reclassified subsequently to profit or loss	-	-	-	-	-
	Total other comprehensive income/ (loss) for the period, net of tax	(3.31)	1.02	6.48	(0.23)	4.11
9	Total comprehensive income for the period, net of tax (7+8)	1,359.03	122.75	164.23	469.98	167.40
10	Paid up equity share capital (Face value of INR 10 each)	3,769.37	3,769.37	3,807.44	3,769.37	3,007.44
11	Other equity (excluding revaluation reserve)				10,116.58	9,869.70
12	Earnings per share (Face value of INR 10 each)					
	(a) Basic EPS (not annualised) (in INR)	3.81	0.32	0.41	1.24	0.43
	(b) Diluted EPS (not annualised) (in INR)	3.60	0.32	0.41	1.24	0.43
	See accompanying notes to the standalone financial results					



STANDALONE STATEMENT OF ASSETS AND LIABILITIES		
Particulars	INR in lakhs	
	As at 31 March 2020 (Audited)	As at 31 March 2019 (Audited)
Assets		
Non-current assets		
Property, plant and equipment	6,184.12	5,180.17
Intangible assets	76.73	102.45
Right of use assets (Refer note 7)	577.03	-
Investments in subsidiaries and joint venture	653.55	653.04
Financial assets		
Loans	174.67	334.00
Other financial assets	1,166.07	17.74
Income tax assets (net)	1,594.02	1,267.83
Other non-current assets	0.86	122.44
	10,427.05	7,677.67
Current assets		
Inventories	1.61	69.39
Financial assets		
Trade receivables	2,262.24	4,184.46
Cash and cash equivalents	353.40	68.95
Bank balances other than above	2,001.92	2,422.37
Loans	4.49	1,733.03
Other financial assets	203.99	281.92
Other current assets	1,555.79	1,994.78
	6,383.44	10,754.90
Total assets	16,810.49	18,432.57
Equity and Liabilities		
Equity		
Equity share capital	3,769.37	3,807.44
Other equity	10,116.58	9,869.70
	13,885.95	13,677.14
Liabilities		
Non-current liabilities		
Financial liabilities		
Other financial liabilities	624.38	-
Other non-current liabilities	100.64	-
Provisions	10.62	3.83
	735.64	3.83
Current liabilities		
Financial liabilities		
Borrowings	-	440.00
Trade payables		
- total outstanding dues of micro and small enterprises	6.52	0.91
- total outstanding dues of creditors other than micro and small enterprises	427.95	2,613.70
Other financial liabilities	1,662.85	1,090.05
Other current liabilities	88.96	91.37
Provisions	2.62	515.57
	2,188.90	4,751.60
Total equity and liabilities	16,810.49	18,432.57

See accompanying notes to the standalone financial results

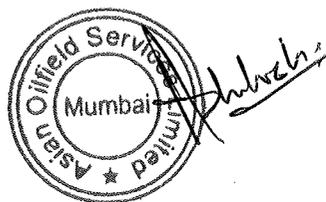


STANDALONE AUDITED CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2020

INR in lakhs

Particulars	Year ended 31 March 2020 (Audited)	Year ended 31 March 2019 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	470.21	163.29
Adjustments for non cash items and items considered separately		
Depreciation and amortisation expense	1,329.29	909.31
Interest expense	208.10	251.87
Interest on lease liability	80.52	-
Interest income	(334.94)	(423.50)
Dividend income from subsidiary	(745.36)	-
Liabilities/ provision written back	(0.97)	(61.34)
Profit on sale of property, plant and equipment (net)	(21.95)	(13.62)
Provision towards doubtful assets	166.11	105.44
Impairment allowance on trade receivables	118.15	-
Net (gain)/ loss on foreign currency transactions	38.67	(43.88)
Amortisation of security deposits received	(14.38)	-
Sundry balances written off	18.25	13.28
Expenses disclosed as exceptional items	829.14	129.08
Write down of inventories	15.00	19.40
Provision for employee stock option expense	32.88	63.29
Operating profit before working capital changes	2,188.72	1,112.62
Adjustments for changes in working capital:		
(Increase)/ Decrease in trade receivables	1,804.06	839.53
(Increase)/ Decrease in inventories	52.78	98.88
(Increase)/ Decrease in other assets	(1,576.31)	1,815.41
Investment in/(redemption of) fixed deposit	420.45	(787.64)
Increase/ (Decrease) in trade and other payables	(2,179.18)	(2,225.82)
Increase/ (Decrease) in provisions	(506.39)	7.08
Increase/ (Decrease) in other liabilities	658.70	(98.77)
Cash generated from operating activities	862.81	761.25
Direct taxes paid (net of refunds received)	(345.45)	(723.23)
Net cash generated from operating activities	517.36	38.02
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment (including capital advances)	(1,420.61)	(1,998.00)
Proceeds from disposal of property, plant and equipment	27.03	15.18
Investment in subsidiary	(0.51)	(1.00)
Interest received	430.60	483.60
Dividend received from subsidiary	745.36	-
Loans given to related parties	(1.70)	(118.91)
Repayment of loans by related parties	1,827.57	2,173.69
Net cash (used in) / generated from investing activities	1,607.74	554.56
C. CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of long-term borrowings (net)	(556.44)	(690.21)
Inter corporate deposit taken	1,605.00	6,040.00
Inter corporate deposit repaid	(2,045.00)	(5,600.00)
Payment of lease liability	(242.12)	-
Purchase of treasury shares	(294.06)	-
Repayments of short-term borrowings (net)	-	(449.34)
Interest paid	(308.03)	(87.84)
Net cash used in financing activities	(1,840.65)	(787.39)
Net increase in cash and cash equivalents (A+B+C)	284.45	(194.81)
Cash and cash equivalents at the beginning of the year	68.95	263.76
Cash and cash equivalents at the end of the year	353.40	68.95

See accompanying notes to the standalone financial results



Notes:

- 1 The above standalone financial results for the quarter and year ended 31 March 2020 have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended from time to time. Figures for the quarters ended 31 March 2020 and 31 March 2019 are the balancing figures between the audited financial statements for the years ended on that date and the year to date figures up to the end of third quarter of the respective financial year.
- 2 The Audit Committee has reviewed the standalone financial results for the quarter and year ended 31 March 2020 and the Board of Directors have approved the same, in their respective meetings held on 18 June 2020.
- 3 Trade receivables and Other financial assets (non-current) as at 31 March 2020 includes an amount of INR 424.79 lakhs and INR 1,166.07 lakhs respectively, in respect of amounts withheld and performance guarantee invoked by some customers towards liquidation damages and non-performance for certain projects awarded to the Company. At present, the Company and such customers are pursuing such matters through amicable settlement process, as specified in contract with such customers to the extent of INR 1,358.94 lakhs and for an amount of INR 231.92 lakhs, the Company is reasonably confident of completed its performance obligations within the agreed completion timelines. The Company have assessed the tenability of its claims and submissions made to these customers and have also obtained external legal advice. Basis the same, the Company have not recognised provision towards the aforesaid specified amount. in the financial statements.
- 4 In the wake of COVID-19 outbreak, the seismic operation sites in India were temporary suspended from 25 March 2020, which has been partially resumed after 31 May 2020. The Company have taken necessary steps to communicate with its employees, customers and vendors and updated them on a regular basis. While volatility was witnessed in the oil prices in recent past, there is no major change in seismic data acquisition plan of Government of India projects till now. The Management and the Board of Directors have assessed the possible effects of COVID-19 pandemic on the Company's liquidity position for the next financial year and the carrying values of Company's assets comprising of property, plant and equipment, trade receivables, other current assets and investments as balance sheet date, and has concluded that no material adjustments are required in these financial results. The impact assessment of COVID-19 is an ongoing process and the Company will continue to monitor any material changes to future economic conditions, as and when they arise.
- 5 Exceptional items represent :

Particulars	Quarter ended			Year ended	
	31 March 2020	31 December 2019	31 March 2019	31 March 2020	31 March 2019
Foreign exchange gain/ (loss)	-	-	(36.76)	-	43.88
Impairment of contract assets (unbilled revenue)	(176.74)	(321.44)	-	(578.34)	-
Non financial assets impaired/ written off	-	-	-	(250.80)	(129.08)
Total (expense)/ income	(176.74)	(321.44)	(36.76)	(829.14)	(85.20)

- 6 The Company is engaged in a single business segment viz. "Oilfield services".
- 7 Effective 1 April 2019, the Company adopted Ind AS 116 "Leases" using the cumulative catch-up approach. In accordance with the cumulative catch-up transition method, the comparatives have not been retrospectively adjusted. As a result of adoption of Ind AS 116, Company has recognised Right of Use assets as at 1 April 2019 for leases previously classified as operating leases and measured at an amount equal to lease liability (adjusted for related prepayments/ accruals). The Company has discounted lease payments using the incremental borrowing rate for measuring the lease liability. The impact on standalone financial results on account of Ind AS 116 is presented below:

Particulars	INR in lakhs		
	Quarter ended 31 March 2020	Quarter ended December 2019	Year ended 31 March 2020
Increase in finance costs	12.31	13.99	80.52
Increase in depreciation and amortisation expense	51.60	93.16	517.82
Decrease in oilfield services related expense	(146.96)	(49.88)	(399.37)
Decrease in other expenses	(34.64)	(35.89)	(148.31)
Net (increase)/ decrease in profit before tax	(117.69)	21.38	50.66

- 8 As of 31 March 2020, considering that the Company has significant amount of carry forward tax losses and unabsorbed depreciation, the Company is presently evaluating and has not yet elected to exercise the option permitted under section 115BAA of the Income Tax Act, 1961, as introduced by the Taxation Laws (Amendment) Ordinance 2019. Based on Management assessment, there is no impact of the new tax rate on the standalone financial results for the current period.
- 9 Other expenses includes the expenditure incurred towards travel and conveyance, security expenses, legal and professional charges and repairs and maintenance cost for the projects undertaken by the Company.
- 10 During the year ended 31 March 2020, the Company has implemented Asian Oilfield Services Limited Employees Stock Option Plan 2019 ('AOSL ESOP 2019') for grant of employee stock options to eligible employees. Pursuant to AOSL ESOP 2019, the Company has granted 380,744 stock options which are administered through a ESOP Trust. The effect of treasury stock have been considered in the standalone financial results.

For Asian Oilfield Services Limited

Ashutosh Kumar
Whole Time Director and CEO
DIN: 06918508



Place: Mumbai
Date: 18 June 2020

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

To the Board of Directors of Asian Oilfield Services Limited

Opinion

1. We have audited the accompanying standalone annual financial results ('the Statement') of Asian Oilfield Services Limited ('the Company') for the year ended 31 March 2020, attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations'), including relevant circulars issued by the SEBI from time to time.
2. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - (i) presents financial results in accordance with the requirements of Regulation 33 of the Listing Regulations; and
 - (ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 ('the Act'), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the standalone net profit after tax and other comprehensive income and other financial information of the Company for the year ended 31 March 2020.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Statement* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us, is sufficient and appropriate to provide a basis for our opinion.

Asian Oilfield Services Limited
Independent Auditor's Report on Standalone Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

Emphasis of Matters

4. We draw attention to
- a. Note 3 to the accompanying Statement regarding recoverability of amounts withheld/ performance guarantee invoked by customers towards liquidation damages/ non-performance of obligations for certain projects awarded to the Company. The Company's management has assessed the tenability of its claims and submissions made to these customers and based on the legal opinion obtained, management is of the view that the amounts withheld/ performance guarantees that were invoked are recoverable, and accordingly, no adjustments have been made to the accompanying Statement.
 - b. Note 4 to the accompanying Statement, which describes the impact of COVID-19 pandemic on the Company's operations. In view of the uncertainties in the economic environment due to the outbreak of COVID-19 pandemic, the impact on the financial position and performance of the Company is significantly dependent on the future developments as they evolve.

Our opinion is not modified in respect of above matters.

Responsibilities of Management and Those Charged with Governance for the Statement

5. This Statement has been prepared on the basis of the standalone annual audited financial statements and has been approved by the Company's Board of Directors. The Company's Board of Directors is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit/loss and other comprehensive income and other financial information of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India, and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for 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 Statement that gives a true and fair view and is free from material misstatement, whether due to fraud or error.
6. In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
7. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Statement

8. Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Statement.

Asian Oilfield Services Limited
Independent Auditor's Report on Standalone Annual Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

9. As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place adequate internal financial controls with reference to financial statements and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
 - Conclude on the appropriateness of the management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
10. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
11. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

12. The Statement includes the financial results for the quarter ended 31 March 2020, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subjected to limited review by us.

For **Walker Chandniok & Co LLP**
Chartered Accountants
Firm Registration No:001076N/N500013

Rakesh R. Agarwal
Partner
Membership No:109632

UDIN No:20109632AAAFG1335

Place: Mumbai
Date: 18 June 2020