



P. MURALI & CO.,

CHARTERED ACCOUNTANTS
Office 'C' 7th Floor, Tower I
Shakti Towers, No. 766,
Anna Salai, CHENNAI - 600 002

MOBILE : +91-99089 50616
E-Mail : pmurali.co@gmail.com
Website : www.pmurali.com

Auditor's Report on Standalone Quarterly Financial Results and Year to Date Financial Results of ABAN OFFSHORE LIMITED pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

To
The Board of Directors
ABAN OFFSHORE LIMITED

1. We have audited the standalone quarterly financial results of M/s. Aban Offshore Limited for the quarter ended 31st March, 2019 and to the year to date financial results for the year ended 31st March, 2019, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. The quarterly financial results are the derived figures between the audited figures in respect of the year ended 31st March, 2019 and the published year-to-date figures up to December 31, 2018, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The Standalone financial results for the quarter ended 31st March, 2019 have been prepared on the basis of the annual standalone IND AS financial Statements for the nine-month period ended December 31, 2018, the Standalone audited annual financial statements as at and for the year ended 31st March, 2019, and the relevant requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these Standalone financial results based on our review of the financial results for the nine-month period ended December 31, 2018 which was prepared in accordance with applicable Ind AS and other recognised accounting policies laid down in Ind AS 34, Interim Financial Reporting, specified under section 133 of the act, read with rules 7 of the companies (Accounts) Rules 2014 and other accounting principles generally accepted in India and our audit of the annual financial statements as at and for the year ended 31st March, 2019; and the relevant requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
2. These Standalone financial results have been prepared on the basis of Ind AS financial statements and reviewed quarterly financial results up to the end of the third quarter, which are the responsibility of Company's Management. Our responsibility is to express an opinion on these Standalone financial results based on our Audit of such annual Ind AS Financial statements, which has been prepared in accordance with the recognised and measurements principles laid down in Indian Accounting Standards, prescribed under section 133 of the Companies Act, 2013 and the relevant requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.





P. MURALI & CO.,

CHARTERED ACCOUNTANTS
Office 'C' 7th Floor, Tower I
Shakti Towers, No. 766,
Anna Salai, CHENNAI - 600 002

MOBILE : +91-99089 50616
E-Mail : pmurali.co@gmail.com
Website : www.pmurali.com

3. 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 financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as 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 opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the basis for Qualified Opinion, these standalone quarterly financial results as well as the year to date standalone financial results:
 - (i) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 in this regard; and
 - (ii) give a true and fair view of the total comprehensive income (Comprising of net loss and other Comprehensive income) and other financial information for the quarter ended 31st March, 2019 as well as the year to date results for the period from 1st April, 2018 to 31st March, 2019.

5. BASIS FOR QUALIFIED OPINION:

We draw attention to Note no 4(b) to Standalone Ind AS financial statements in respect of investments of Rs.35317.32 million in wholly owned foreign subsidiary which along with its downstream subsidiary companies that have significant accumulated losses as at 31st March 2019. In the absence of any fair valuation assessment of such investments, we are unable to comment upon the carrying value of these investments and the consequential impact, if any, on the accompanying standalone financial statements for the year ended 31st March 2019.

Emphasis of matter

- a) We draw attention to Note No 8(a) to Standalone Ind AS financial statements; The Company has defaulted in repayment of instalments and payment of interest on term loans from banks for an amount of INR 5495.97 million. The Banks have recalled the entire loan outstanding including interest. As such, the Company has re-classified these dues to banks from Non-current Liability to Current Liability during the year.





P. MURALI & CO.,

CHARTERED ACCOUNTANTS
Office 'C' 7th Floor, Tower I
Shakti Towers, No. 766,
Anna Salai, CHENNAI - 600 002

MOBILE : +91-99089 50616
E-Mail : pmurali.co@gmail.com
Website : www.pmurali.com

- b) We draw attention to Note No 31 to Standalone Ind AS financial statements; The Company has given corporate guarantees to banks and customers on behalf of subsidiaries of company's wholly owned foreign subsidiary amounting to Rs.7430.08 million.

Our opinion is not modified in respect of the above matter.

For P. Murali & Co,
Chartered Accountants,
FRN No: 007257S

P. Murali Mohana Rao



P. Murali Mohana Rao
Partner
M.No:023412

Place: Chennai
Date:29.05.2019

Aban Offshore Limited



STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER / YEAR ENDED 31ST MARCH 2019

Rs. Millions

PARTICULARS	QUARTER ENDED 31.03.2019 (AUDITED)	QUARTER ENDED 31.12.2018 (UNAUDITED)	QUARTER ENDED 31.03.2018 (AUDITED)	YEAR ENDED 31.03.2019 (AUDITED)	YEAR ENDED 31.03.2018 (AUDITED)
1. INCOME					
INCOME FROM OPERATIONS	584.74	639.06	1,424.28	2,628.93	5,915.25
OTHER INCOME	116.07	139.70	194.69	1,558.86	601.28
TOTAL INCOME	700.81	778.76	1,618.97	4,187.79	6,516.53
2. EXPENSES					
COST OF MATERIALS CONSUMED	78.82	159.06	104.37	370.88	447.15
EMPLOYEE BENEFITS EXPENSE	106.05	106.06	210.21	494.20	849.37
FINANCE COSTS	287.73	258.75	248.01	1,086.12	1,133.14
DEPRECIATION AND AMORTISATION EXPENSES	373.75	391.15	394.68	1,542.59	1,611.72
IMPAIRMENT LOSS OF PROPERTY, PLANT AND EQUIPMENT	198.69		120.11	198.69	120.11
OTHER EXPENDITURE	248.60	254.98	419.89	926.37	1,676.35
TOTAL EXPENSES	1,293.64	1,170.00	1,497.27	4,618.85	5,837.84
3. PROFIT FROM ORDINARY ACTIVITIES BEFORE EXCEPTIONAL ITEMS (1-2)	(592.83)	(391.24)	121.70	(431.06)	678.69
4. EXCEPTIONAL ITEMS	-	-	-	-	-
5. PROFIT FROM ORDINARY ACTIVITIES BEFORE TAX (3-4)	(592.83)	(391.24)	121.70	(431.06)	678.69
6. TAX EXPENSES					
-CURRENT TAX	208.05	78.00	435.91	475.01	791.13
-DEFERRED TAX (NET)	(29.97)	(63.10)	(48.46)	(212.92)	(196.14)
7. NET PROFIT/(LOSS) FROM ORDINARY ACTIVITIES AFTER TAX (5-6)	(770.91)	(406.14)	(265.75)	(693.15)	85.70
8. EXTRAORDINARY ITEMS (NET OF TAX EXPENSE)	-	-	-	-	-
9. NET PROFIT/(LOSS) FOR THE PERIOD (7-8)	(770.91)	(406.07)	(265.75)	(693.15)	85.70
10. OTHER COMPREHENSIVE INCOME (NET OF TAX)	5.24	0.07	14.23	3.36	19.27
11. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (9+10)	(765.67)	(406.07)	(251.52)	(689.79)	104.97
12. PAID UP EQUITY SHARE CAPITAL (Equity Share of Rs.2/-each)	116.73	116.73	116.73	116.73	116.73
13. Net worth (Refer Note IV)	-	-	-	33,031.66	33,721.46
14. Reserves excluding Revaluation Reserves	-	-	-	40,178.29	40,868.08
15 (i) Earning per share (before extraordinary items) (of Rs. 2/- each) (not annualised)					
(a) Basic	(13.21)	(6.96)	(4.55)	(11.88)	1.47
(b) Diluted	(13.21)	(6.96)	(4.55)	(11.88)	1.47
(ii) Earning per share (after extraordinary items) (of Rs. 2/- each) (not annualised)					
(a) Basic	(13.21)	(6.96)	(4.55)	(11.88)	1.47
(b) Diluted	(13.21)	(6.96)	(4.55)	(11.88)	1.47



P.



Regd. Office : Janpriya Crest, 113, Park Road, Egmore, Chennai - 600 008. India
CIN : L01119TN1986PLC013473 Phone : (91) (44) 28195527 Fax : (91) (44) 28195527
e-mail : abanoffshore@aban.com website : www.abanoffshore.com



Balance Sheet as at 31st March 2019

Rs. Millions

Particulars	As at 31st March 2019	As at 31st March 2018
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	15,287.99	16,838.22
Capital work-in-progress	58.75	-
Financial Assets		
(i) Investments	35,473.38	26,198.19
(ii) Loans	308.79	310.94
(iii) Other financial assets	197.69	121.90
Other non-current assets	-	4.33
Total-Non-current assets	51,326.60	43,473.58
Current assets		
Inventories	941.76	898.07
Financial Assets		
(ii) Trade receivables	4,836.58	5,012.47
(ii) Cash and cash equivalents	43.50	226.65
(iii) Other Bank balances	23.04	107.83
(iv) Loans	463.71	8,481.52
(v) Other financial assets	527.59	345.84
Other current assets	105.33	277.13
Total-current assets	6,941.51	15,349.51
Total- Assets	58,268.11	58,823.09
EQUITY AND LIABILITIES		
Equity		
(i) Equity Share Capital	116.73	116.73
(ii) Other Equity	40,178.29	40,868.08
Total-Equity	40,295.02	40,984.81
LIABILITIES		
Non-current liabilities		
Financial Liabilities		
(i) Borrowings	-	-
Employee benefit obligations	5.92	5.88
Deferred tax liabilities	3,808.38	4,021.30
Total-Non-Current Liabilities	3,814.30	4,027.18
Current liabilities		
Financial Liabilities		
(i) Borrowings	1,024.49	1,576.26
(ii) Trade payables	3,201.79	3,241.45
(iii) Other financial liabilities	9,876.58	8,888.52
Employee benefit obligations	4.11	3.86
Other current liabilities	51.82	101.01
Total-Current Liabilities	14,158.79	13,811.10
Total-Liabilities	17,973.09	17,838.28
Total-Equity and Liabilities	58,268.11	58,823.09



P. M.



Notes:

- (i) The above financial results were reviewed and recommended by the Audit Committee and taken on record by the Board of Directors at their meeting held on 29th May 2019.
- (ii) The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules ,2015 (IND- AS) prescribed under Section 133 of the Companies Act,2013 and other recognised accounting principles and policies to the extent applicable.
- (iii) In respect of some Jack-Up rigs, an impairment charge of Rs.198.69 million (previous year: Rs.120.11 million) has been recognized for the year 2018-19 as the carrying amounts of such assets exceeds its estimated value in use which is mainly due to the slump in the Oil and Gas Industry.
- (iv) Net worth has been interpreted to mean the aggregate of the paid up equity share capital (excluding money received against share warrants),share premium account ,and reserves and surplus (excluding revaluation reserve , Ind AS adjustments to equity on transition and translation reserve) as reduced by the aggregate of miscellaneous expenditure (to the extent not written off) and debit balance of the profit and loss account as defined in the explanation to Regulation 2 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations , 2015 (Listing Regulations).
- (v) Information pursuant to Regulation 52(6)(b) of the Listing Regulations are below:
 - (a) Profit/(Loss) before other comprehensive income (net of tax) for the quarter and full year ended 31st March 2019 is (Rs 770.91) Million and (Rs 693.15) Million respectively.
 - (b) Free reserves as on 31st March 2019 is Rs 40178.29 Million.
 - (c) Securities Premium account balance as on 31st March 2019 is Rs 17765.80 Million.
- (vi) Information pursuant to Regulation 52(4) and 52(6) of the Listing Regulations are given in Annexure A.
- (vii) The figures of the quarter ended 31st March 2019 and 31st March 2018 are the balancing figures between the audited figures in respect of the full financial year and the year to date figures upto the third quarter of the relevant financial year which were subjected to limited review by Auditors.
- (viii) The figures for the previous period have been regrouped wherever necessary.

Place:Chennai
Date: 29th May 2019

By Order of the Board



C.P.Gopalkrishnan
Dy Managing Director & Chief Financial Officer



ANNEXURE 1

Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted alongwith Annual Audited Financial Results- Stand Alone

Statement on Impact of Audit Qualifications for the Financial Year ended 31st March 2019

[See Regulation 33/52 of the SEBI (LODR) (Amendment) Rules,2016]

I. Stand Alone Financial Results

Sl.No	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs. Millions)	Adjusted Figures(audited figures after adjusting for qualifications) (Rs.Millions)
1.	Turnover/Total Income	4,187.79	4,187.79
2.	Total Expenditure	4,618.85	Not ascertainable (Refer II (e) (ii) below
3.	Net Profit/(Loss)	(689.79)	Not ascertainable (Refer II (e) (ii) below
4.	Earnings Per Share (Rs.)	(11.88)	Not ascertainable (Refer II (e) (ii) below
5.	Total Assets	58,268.11	Not ascertainable (Refer II (e) (ii) below
6.	Total Liabilities	17,973.09	Not ascertainable (Refer II (e) (ii) below
7.	Net Worth	40,295.02	Not ascertainable (Refer II (e) (ii) below
8.	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil

II. Audit Qualifications (each qualification separately)


a. Details of Audit Qualification:

Note4(b) in respect of investments of Rs. 35,317.32 million in wholly owned foreign subsidiary which along with its downstream subsidiary companies that have significant accumulated losses as at 31st March 2019. In the absence of any fair valuation assessment of such investments, we are unable to comment upon the carrying value of these investments and the consequential impact, if any, on the accompanying standalone financial results for the year ended 31st March 2019.



b. Type of Audit Qualification	Qualified opinion
c. Frequency of Qualification	Included for first time
d. For Audit Qualification(s) where impact is quantified by the auditors, Management's views:	Not quantified by auditors
<p>e. For Audit Qualification(s) where the impact is not quantified by the auditors:</p> <p>i. Management's estimation on the impact of audit qualification</p> <p>ii. If Management is unable to estimate the impact, reasons for the same</p> <p>(iii). Auditors' comments on (i) and (ii) above</p>	<p>Cannot be quantified</p> <p>The management is in discussion with the lenders of the wholly owned foreign subsidiary to conclude on any re-negotiation, obtain replacement financing or raise funds through any fund raising exercises or any such proposal with the lenders as on the date of this report. Considering the long-term nature of investments and in view of the efforts of the Company to turnaround the position of the operating subsidiaries and raise funds through fund raising exercise and in the absence of the fair value assessment of the investments by an external expert, the management is not in position to assess the impact on the carrying cost of the investments in the wholly owned foreign subsidiary.</p> <p>Included in the details of auditors' qualification stated above</p>

III.

	Signatories:
Chairman and Audit Committee Chairman	
Dy. Managing Director & Chief Financial Officer	
Statutory Auditors	

Place: Chennai

Date: 29th May 2019