



P. MURALI & CO.,

CHARTERED ACCOUNTANTS
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Auditor's Report on consolidated audited quarterly and year to date 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 "ABAN OFFSHORE LIMITED"

I. Disclaimer of Opinion

We do not express an opinion on the accompanying financial statements of the entity. Because of the significance of the matters described in the Basis of Disclaimer of Opinion section of our report, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

We have audited the accompanying Statement of Consolidated Financial Results of **Aban Offshore Limited ("Holding company")** and its subsidiaries (holding company and its subsidiaries together referred to as "**the Group**"), its associates for the quarter ended 31st March, 2020 and for the period from 1st April, 2019 To 31st March, 2020 ("**the Statement**"), being submitted by the holding company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("**Listing Regulations**"). Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 31st March, 2019 and the corresponding period from 1st April, 2018 To 31st March, 2019, as reported in these financial results have been approved by the holding company's Board of Directors.

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 separate financial statements/ financial information of subsidiaries and associates, the Statement:

- a. includes the results of the following entities:
 - i. **Aban Holdings Pte Ltd, Singapore** - Wholly owned subsidiary (includes its subsidiary corporations)
 - ii. **Aban Energies Ltd, India**-Wholly owned subsidiary.
- b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and
- c. indicates that, because of the significance of the matters described in the Basis for Disclaimer of opinion section of our report, we are unable to conclude as to whether the preparation of the accompanying interim financial information of "**the Group**" is appropriate.





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II. Basis for Disclaimer of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Results section of our report. We are independent of the Group, its associates and jointly controlled entities in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

In case of wholly owned subsidiary of "the company", "Aban Holdings Pte Ltd, Singapore and its subsidiary corporations" whose financial information have been audited by other auditors "Nexia TS Public Accounting Corporation, Public accountants and Chartered Accountants, Singapore" have expressed disclaimer on the Interim financial information for the financial period from 1st April, 2019 To 31st March, 2020, which is reproduced below:

"Basis for disclaimer of opinion:

1) Going concern

In preparing the financial statements, the Board of Directors have considered the operations of the Group and of the Company as going concerns notwithstanding that the Group and the Company incurred a net loss of US\$1,135,333,000 and US\$801,000 (2019: US\$744,649,000 and US\$6,893,000) respectively, and the Group has incurred net cash used in operating activities of US\$2,043,000 (2019: net cash provided by operating activities of US\$5,711,000) for the financial year ended 31 March 2020, and as at that date, the Group and the Company are in net current liabilities position of US\$2,473,375,000 and US\$2,362,692,000 (2019: US\$2,248,522,000 and US\$2,219,923,000) respectively. The Group is also in net liabilities position of US\$1,976,462,000 (2019: US\$841,129,000) as at 31 March 2020.

The carrying amount of Group's rigs US\$449,999,000 (2019: US\$1,371,563,000) have been pledged as security for the borrowings of the Group and of the Company. An impairment loss on the rigs amounting to US\$868,815,000 (2019: US\$516,270,000) was made during the financial year ended 31 March 2020. In addition, the Group and the Company have defaulted on payment of their borrowings which have fallen due and have breached the covenants of their borrowings which give the lenders the right to demand the related borrowings be due and payable immediately. The lenders had issued recall notices to the Group and the Company. Management had reclassified these borrowings of the Group and of the Company, with original repayment terms beyond 12 months from the balance sheet date as current liabilities. As of the date of this report, the Group and the Company





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are in discussions with its lenders to obtain approval for and implementation of an appropriate debt resolution plan.

The above conditions indicate the existence of material uncertainties which may cast significant doubt on the Group's and the Company's ability to continue as going concern. Nevertheless, the Board of Director believes that the use of the going concern assumption on the preparation of the financial statements of the Group and of the Company for the financial year ended 31 March 2020 is still appropriate after taking into consideration of the above actions and measures.

The ability of the Group and of the Company to continue in operational existence in the foreseeable future and to meet their financial obligations as and when they fall due are dependent on the actions and measures undertaken as disclosed above and it is uncertain whether the Group and the Company will raise further funds through any fund raising exercises. Therefore, we are unable to obtain sufficient audit evidence to be able to form an opinion as to whether the going concern basis of preparation of the accompanying financial statements of the Group and of the Company is appropriate.

If the Group and the Company are unable to continue in operational existence in the foreseeable future, the Group and the Company may be unable to discharge their liabilities in the normal course of business and adjustments may have to be made to reflect the situation that assets, in particularly the rigs of the Group, may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded in the balance sheets. In addition, the Group and the Company may have to reclassify non-current assets and liabilities to current assets and liabilities respectively. The financial statements do not include any adjustment which may arise from these uncertainties.

2. Incompleteness of bank confirmations

We were unable to obtain bank confirmations for the Group's and the Company's bank borrowings of US\$978,359,000 and US\$843,221,000 respectively as at 31 March 2020.

There were also no practicable audit procedures available to us to verify these balances and transactions. As a result, we were unable to ascertain the existence and completeness of bank borrowings. In addition, we were unable to verify the completeness of the Group's and the Company's transactions with the banks. Consequently, we were unable to determine whether any adjustments and disclosures might have been found necessary in respect of unrecorded and/or undisclosed transactions, facilities and information with the banks in the financial statements.





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Also, we refer to the Material uncertainty related to going Concern and Emphasis of Matter Paragraph in Independent Auditor's Limited audit report on Audited Standalone Financial results of Aban Offshore Limited ("the Company") for the Quarter and year Ended 31st March, 2020.

Material uncertainty related to going Concern

We draw attention to Note 39 to the Standalone financial results- the Company has incurred loss during the year, current liabilities exceeded current assets and the Company has defaulted in respect of installments and payment of interest on term loans and dues on account of cash credits from Banks, these indicate that material uncertainty exists that may cast a significant doubt on the Company's ability to continue as a going concern. However, for the reasons described in the aforesaid notes, the financials of the Company have been prepared as a going concern. Our opinion is not modified in respect of this matter.

Emphasis of Matter Paragraph

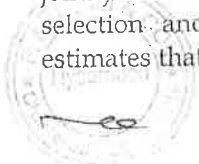
As disclosed in Note 40 to the Standalone financial statements, the COVID -19 may impact the financial performance and operating environment of "the Company" in financial year 2020-21. The Company is also aware of the challenges posed by the events as a result of the pandemic. As the situation is still evolving and remains uncertain, "the Company" is unable to quantify the full magnitude of the outbreak and has not considered if any, on the financial performance of the Company

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

III. Management's Responsibilities for the Consolidated Financial Results

These quarterly financial results as well as the year to date consolidated financial results have been prepared on the basis of the interim financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit/ loss and other comprehensive income and other financial information of the Group including its associates and jointly controlled entities in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' 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. The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its associates and jointly controlled entities 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 the design, implementation and maintenance





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of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial results, the respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for assessing the ability of the Group and of its associates and jointly controlled entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its associates and jointly controlled entities are responsible for overseeing the financial reporting process of the Group and of its associates and jointly controlled entities.

IV. Auditor's Responsibilities for the Audit of the Consolidated Financial Results

Our objectives are to obtain reasonable assurance about whether the consolidated financial results as a whole are 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 SAs 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 these consolidated financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- ❖ Identify and assess the risks of material misstatement of the consolidated financial results, 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 controls.
- ❖ Obtain an understanding of internal control relevant to the audit 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 company's internal control.





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- ❖ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- ❖ Conclude on the appropriateness of the Board of Directors' 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 ability of the Group and its associates and jointly controlled entities 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 consolidated financial results 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 Group and its associates and jointly controlled entities to cease to continue as a going concern.
- ❖ Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- ❖ Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its associates and jointly controlled entities to express an opinion on the consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated Financial Results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

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.





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We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

Other Matters

The consolidated Financial Results include; the audited Financial Results of "Aban Holdings Pte Ltd, Singapore and it's subsidiary corporations ", whose interim Financial Statements/Financial Results/ financial information reflect Group's share of total assets of Rs.49,110.62 millions as at 31st March, 2020, Group's share of total revenue of Rs. 2,851.58 Million and Rs.7,469.57 and Group's share of total net loss after tax of Rs. Rs.69,020.76 Millions and Rs. 80,453.49 for the quarter ended 31st March, 2020 and for the period from 1st April, 2019 To 31st March, 2020 respectively ; audited Financial Results of **Aban Energies Limited, Chennai, India** , whose interim Financial Statements/Financial Results/ financial information reflect Group's share of total assets of Rs.3.50 as at 31st March, 2020 , Group's share of total revenue of Rs. 3.20 million/Rs.12.86 million and Group's share of total net loss after tax of Rs. 4.97 million / Rs.15.37 million for the quarter ended 31st March, 2020 and for the period from 1st April, 2019 To 31st March, 2020 respectively, as considered in the consolidated Financial Results, which have been audited by their respective independent auditors. The independent auditors' reports on interim financial statements/Financial Results/financial information of these entities have been furnished to us and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these entities, is based solely on the report of such auditors and the procedures performed by us are as stated in paragraph above.

The consolidated Financial Results include the unaudited Financial Results of **Deep Drilling Mexico**, whose interim Financial Statements/Financial Results/ financial information reflect Group's share of total assets of Rs.16.86 millions as at 31st March, 2020 , Group's share of total revenue of Rs. Nil / Rs. Nil and Group's share of total net loss after tax of Rs. 58.42 million / Rs.62.07 million for the quarter ended 31st March, 2020 and for the period from 1st April, 2019 To 31st March, 2020 respectively, as considered in the consolidated Financial Results. These unaudited interim Financial Statements/Financial Results/ financial information have been furnished to us by the Board of Directors and our opinion on the consolidated Financial Results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, associates and jointly controlled entities is based solely on such unaudited interim Financial Statements/Financial Results/financial information. In our opinion and according to the information and explanations given to us by the Board of Directors, these interim Financial Statements/Financial Results / financial information are not material to the Group.





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Our opinion on the consolidated Financial Results is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

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

A Krishna rao
Partner
Membership No.020085
UDIN: 20020085AAAAFV3930

Date: 17-06-2020
Place: Hyderabad.

Aban Offshore Limited



STATEMENT OF AUDITED CONSOLIDATED RESULTS
FOR THE QUARTER / YEAR ENDED 31ST MARCH 2020

Rs. Millions

PARTICULARS	QUARTER ENDED 31.03.2020 (AUDITED)	QUARTER ENDED 31.12.2019 (UNAUDITED)	QUARTER ENDED 31.03.2019 (AUDITED)	YEAR ENDED 31.03.2020 (AUDITED)	YEAR ENDED 31.03.2019 (AUDITED)
1. INCOME					
INCOME FROM OPERATIONS	3,543.87	3,049.60	1,309.98	9,740.36	8,482.66
OTHER INCOME	53.51	28.45	3.21	131.34	1,127.01
TOTAL INCOME	3,597.38	3,078.05	1,392.19	9,871.70	9,609.67
2. EXPENSES					
COST OF MATERIALS CONSUMED	601.92	297.84	424.48	1,473.92	1,297.24
EMPLOYEE BENEFITS EXPENSE	637.66	565.63	551.29	2,110.37	2,104.18
FINANCE COSTS	2,887.54	3,071.11	2,064.10	12,029.63	11,372.78
DEPRECIATION AND AMORTISATION EXPENSES	3,917.87	1,700.70	1,845.51	6,448.50	6,748.18
IMPAIRMENT LOSS OF RECEIVABLES	1,207.30	-	200.92	1,207.30	280.92
IMPAIRMENT LOSS OF PROPERTY, PLANT AND EQUIPMENT	73,104.20	-	36,269.70	73,104.20	36,269.70
OTHER EXPENDITURE	2,209.81	1,613.46	347.11	5,486.47	3,710.25
TOTAL EXPENSES	34,565.10	7,458.76	42,483.11	103,870.47	61,781.26
3. LOSS FROM OPERATIONS BEFORE OTHER INCOME, FINANCE COSTS AND EXCEPTIONAL ITEMS (1-2)	(30,967.72)	(4,378.71)	(41,090.92)	(93,998.77)	(52,171.59)
5. PROFIT/(LOSS) FROM ORDINARY ACTIVITIES BEFORE FINANCE COSTS AND EXCEPTIONAL ITEMS (3-4)	(30,967.72)	(4,378.71)	(41,090.92)	(93,998.77)	(52,171.59)
2. LOSS FROM ORDINARY ACTIVITIES BEFORE EXCEPTIONAL ITEMS (1-2)	(30,967.72)	(4,378.70)	(41,090.92)	(93,998.77)	(52,171.59)
4. EXCEPTIONAL ITEMS					
2. LOSS FROM ORDINARY ACTIVITIES BEFORE TAX (2-4)	(30,967.72)	(4,378.70)	(41,090.92)	(93,998.77)	(52,171.59)
6. TAX EXPENSES					
-CURRENT TAX	33.36	(177.55)	232.23	(66.90)	752.40
-DEFERRED TAX (NET)	(2,948.00)	(40.99)	(29.97)	(4,214.24)	(2,124.02)
7. NET LOSS FROM ORDINARY ACTIVITIES AFTER TAX (5-6)	(28,053.00)	(4,160.16)	(41,293.18)	(89,717.63)	(52,711.07)
8. EXTRAORDINARY ITEMS (NET OF TAX EXPENSE)					
9. NET LOSS FOR THE PERIOD (7-8)	(28,053.00)	(4,160.16)	(41,293.18)	(89,717.63)	(52,711.07)
10. SHARE OF PROFIT/(LOSS) OF ASSOCIATE					
11. NON CONTROLLING INTERESTS					
12. NET LOSS AFTER NON CONTROLLING INTEREST AND SHARE OF PROFIT OF ASSOCIATE (9+10-11)	(28,053.01)	(4,161.78)	(41,293.22)	(89,726.13)	(52,724.49)
13. OTHER COMPREHENSIVE INCOME (NET OF TAX)	(8.70)	(423.57)	1,580.00	(10,394.52)	(538.65)
14. TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (12+13)	(28,061.71)	(4,585.35)	(39,713.22)	(100,120.65)	(53,263.14)
15. PAID UP EQUITY SHARE CAPITAL (Equity Share of Rs. 2/- each)	116.73	116.73	116.73	116.73	116.73
16. Net worth (Refer Note v)				(136,956.68)	(36,838.03)
17. Reserves excluding Revaluation Reserves				(153,323.70)	(53,203.05)
18. (i) Earning per share (before extraordinary items) (of Rs. 2/- each) (not annualised)					
(a) Basic	(1,337.56)	(76.46)	(305.06)	(1,537.46)	(903.61)
(b) Diluted	(1,337.56)	(76.46)	(305.06)	(1,537.46)	(903.61)
(ii) Earning per share (after extraordinary items) (of Rs. 2/- each) (not annualised)					
(a) Basic	(1,337.56)	(76.46)	(305.06)	(1,537.46)	(903.61)
(b) Diluted	(1,337.56)	(76.46)	(305.06)	(1,537.46)	(903.61)

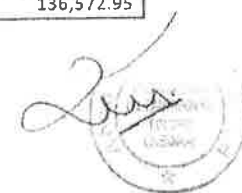


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Consolidated Balance Sheet as at 31st March 2020

Particulars	As at 31st March 2020 Rs. millions	As at 31st March 2019 Rs. millions
ASSETS		
Non-Current Assets		
Property, Plant and Equipment	37,437.97	109,864.42
Intangible assets	3,086.82	2,755.47
Capital work-in-progress	-	58.75
Financial Assets		
(i) Investments	234.40	261.08
(ii) Loans	304.87	330.24
(iii) Other financial assets	218.78	217.56
Deferred Tax Asset	405.86	-
Total-Non-current assets	41,688.70	113,487.52
Current assets		
Inventories	4,614.17	4,172.37
Financial Assets		
(ii) Trade receivables	10,932.56	11,130.22
(ii) Cash and cash equivalents	439.90	693.95
(iii) Other Bank balances	23.61	23.04
(iv) Loans	636.09	1,770.66
(v) Other financial assets	1,678.92	1,032.80
Other current assets	48.23	4,262.40
Total-current assets	18,373.48	23,085.43
Total- Assets	60,062.18	136,572.95
EQUITY AND LIABILITIES		
Equity		
(i) Equity Share Capital	116.73	116.73
(ii) Other Equity	(153,323.70)	(53,203.05)
Equity attributable to shareholders of the Company	(153,206.97)	(53,086.32)
Total-Equity	(153,206.97)	(53,086.32)
Non-current liabilities		
Financial Liabilities		
(i) Borrowings	-	642.10
Employee benefit obligations	6.25	6.49
Deferred tax liabilities	-	3,808.38
Total-Non-Current Liabilities	6.25	4,456.97
Current liabilities		
Financial Liabilities		
(i) Borrowings	544.89	1,024.49
(ii) Trade payables	9,364.65	9,477.28
(iii) Other financial liabilities	203,304.38	174,620.70
Employee benefit obligations	1.67	4.29
Other current liabilities	47.31	75.54
Total-Current Liabilities	213,262.90	185,202.30
Total-Liabilities	213,269.15	189,659.27
Total-Equity and Liabilities	60,062.18	136,572.95





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 17th June 2020
- (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 Jack-up rigs and the drillship an impairment charge aggregating Rs 7,104.70 Million (previous year: Rs 36,269.70 Million) has been recognized for the year 2019-20, as the carrying amounts of such assets exceeded its estimated value in use which is mainly due to the slump in the Oil and Gas industry
- (iv) The Company has charged for expected credit loss allowance for trade receivables of Rs 1207.30 million (previous year: Rs 280.92 million) as per IND AS 109
- (v) 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)
- (vi) Information pursuant to Regulation 52(6)(b) of the Listing Regulations are below:
 - (a) Loss before other comprehensive income (net of tax) for the quarter and full year ended 31st March 2020 is Rs 78,060.01 Million and Rs 89,726.13 Million respectively
 - (b) Free reserves as on 31st March 2020 is (Rs 173,986.91) Million.
 - (c) Securities Premium account balance as on 31st March 2020 is Rs 17,800.78 Million.
- (vii) The COVID-19 may impact the financial performance and operating environment of the Company in financial year 2020-21. The Company is also aware of the challenges posed by the events as a result of the pandemic. As the situation is still evolving and remains uncertain, the Company is unable to quantify the full magnitude of the outbreak and has not considered the impact if any, on the financial performance of the Company
- (viii) The Company is engaged primarily in the business of Offshore Drilling services. The Wind Energy Division of the Company does not meet the quantitative threshold as per IND AS 108. Accordingly there is no requirement of segment reporting as per the said Accounting Standard.
- (ix) The figures of the quarter ended 31st March 2020 and 31st March 2019 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
- (x) The standalone financial results are as under:

Particulars	Rs. in Millions				
	Quarter ended 31.03.2020 (Audited)	Quarter ended 31.12.2019 (Unaudited)	Quarter ended 31.03.2019 (Audited)	Year ended 31.03.2020 (Audited)	Year ended 31.03.2019 (Audited)
Total Income (includes other income)	776.88	640.76	700.81	2,504.12	4,187.79
Profit before tax	(47,315.87)	(470.15)	(592.83)	(48,788.10)	(431.06)
Profit/(loss) after tax	(44,338.47)	(427.10)	(765.67)	(44,569.46)	(689.79)

The Standalone financial results of the Company for the aforesaid period can be viewed on its website at www.abanoffshore.com

- (xi) The figures for the previous period have been regrouped wherever necessary.

Place: Chennai
Date: 17th June 2020

By Order of the Board

Managing Director



ANNEXURE 1

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

Statement on Impact of Audit Qualifications for the Financial Year ended 31st March 2020

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

I. Consolidated Financial Results

Sl.No	Particulars	Audited Figures (as reported adjusting qualifications) (Rs. Millions)	Adjusted Figures (as before for qualifications) (Rs. Millions)
1.	Turnover/Total Income	9,971.70	9,871.70
2.	Total Expenditure	103,870.47	Not ascertainable (Refer Note II(e) (ii) below)
3.	Net Profit/(Loss)	(100,120.65)	Not ascertainable (Refer Note II(e) (ii) below)
4.	Earnings Per Share (Rs.)	(1,537.46)	Not ascertainable (Refer Note II(e) (ii) below)
5.	Total Assets	60,062.18	Not ascertainable (Refer Note II(e) (ii) below)
6.	Total Liabilities	60,062.18	Not ascertainable (Refer Note II(e) (ii) below)
7.	Net Worth	(153,206.97)	Not ascertainable (Refer Note 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 Disclaimer of Opinion:

In case of wholly owned subsidiary of the company "Aban Holdings Pte Ltd" Singapore along with its subsidiaries and associates whose consolidated Financial Statements have been audited by other auditors "Nexia TS Public Accounting Corporation, Public Accountants and Chartered Accountants, Singapore" have not expressed opinion on the consolidated financial statements for the year ended 31st March, 2020 which is reproduced as under:

"Bases for Disclaimer of Opinion

1. Going concern

As disclosed in Note 2.1 to the financial statements, in preparing the financial statements, the Board of Directors have considered the operations of the Group and of the Company as going concerns notwithstanding that the Group and the Company incurred a net loss of US\$1,135,534,000 and US\$801,000 (2019: US\$744,649,000 and US\$6,893,000) respectively, and the Group has incurred net cash used in operating activities of US\$2,043,000 (2019: net cash provided by operating activities of US\$5,711,000) for the financial year ended 31 March 2020, and as at that date, the Group and the Company are in net current liabilities position of US\$2,473,375,000 and US\$2,362,692,000 (2019: US\$2,248,522,000 and US\$2,219,923,000) respectively. The Group is also in net liabilities position of US\$1,976,663,000 (2019: US\$841,129,000) as at 31 March 2020.

As disclosed in Note 19, the Group's rigs with carrying amount of US\$449,999,000 (2019: US\$1,371,563,000) have been pledged as security for the borrowings of the Group and of the Company. An impairment loss on the rigs amounting to US\$868,815,000 (2019: US\$516,270,000) was made during the financial year ended 31 March 2020. In addition, as disclosed in Note 23 to the financial statements, the Group and the Company have defaulted on payment of their borrowings which have fallen due and have breached the covenants of their borrowings which give the lenders the right to demand the related borrowings be due and payable immediately. The lenders had issued recall notices to the Group and the Company. Management had reclassified these borrowings of the Group and of the Company, with original repayment terms beyond 12 months from the balance sheet date as current liabilities. As of the date of this report, the Group and the Company are in discussions with its lenders to obtain approval for and implementation of an appropriate debt resolution plan.

The above conditions indicate the existence of material uncertainties which may cast significant doubt on the Group's and the Company's ability to continue as going concern. Nevertheless, the Board of Director believes that the use of the going concern assumption on the preparation of the financial statements of the Group and of the Company for the financial year ended 31 March 2020 is still appropriate after taking into consideration of the above actions and measures.

The ability of the Group and of the Company to continue in operational existence in the foreseeable future and to meet their financial obligations as and when they fall due are dependent on the actions and measures undertaken as disclosed above and it is uncertain whether the Group and the Company will raise further funds through any fund raising exercises. Therefore, we are unable to obtain sufficient audit evidence to be able to form an opinion as to whether the going concern basis of preparation of the accompanying financial statements of the Group and of the Company is appropriate.

If the Group and the Company are unable to continue in operational existence in the foreseeable future, the Group and the Company may be unable to discharge their liabilities

in the normal course of business and adjustments may have to be made to reflect the situation that assets, in particularly the rigs of the Group, may need to be realised other than in the normal course of business and at amounts which could differ significantly from the amounts at which they are currently recorded in the balance sheets. In addition, the Group and the Company may have to reclassify non-current assets and liabilities to current assets and liabilities respectively. The financial statements do not include any adjustment which may arise from these uncertainties.

2. Incompleteness of bank confirmations

As a result of nationwide lockdown in India due to COVID- 19, were unable to obtain bank confirmations for the Group's and the Company's bank borrowings of US\$267,197,995 and US\$259,842,507 respectively as at 31 March 2020.

There were also no practicable audit procedures available to us to verify these balances and transactions. As a result, we were unable to ascertain the existence and completeness of bank borrowings. In addition, we were unable to verify the completeness of the Group's and the Company's transactions with the banks. Consequently, we were unable to determine whether any adjustments and disclosures might have been found necessary in respect of unrecorded and/or undisclosed transactions, facilities and information with the banks in the financial statements.

b. Type of Audit Qualification	Disclaimer of opinion
c. Frequency of Qualification	Each year
d. For Audit Qualification(s) where impact is quantified by the auditors, Management's views:	Not quantified by auditors
e. For Audit Qualification(s) where the impact is not quantified by the auditors:	Cannot be quantified
i. Management's estimation on the impact of audit qualification	
ii. If Management is unable to estimate the impact, reasons for the same	
The disclaimer of opinion is on preparation of the financial statements, the Management has considered the operations of the Group and the Company as going concerns notwithstanding that the Group and the Company have incurred net loss , the impairment loss on rigs and on the Group and the Company defaulting on payment of borrowings that have become due for payment and breach of certain covenants of the borrowings that have given right to the lenders to demand the borrowings to be paid	

<p>(iii). Auditors' comments on (i) and (ii) above</p>	<p>immediately. They have also expressed existence of material uncertainties on the going concern assumption. The Management believes that the use of the going concern assumption in the preparation of the financial statements for the financial year ended 31st March 2020 is still appropriate. The Management is in discussions with its lenders to obtain approval for and implementation of an appropriate debt resolution plan.</p> <p>In view of the foregoing the impact of the disclaimer of opinion cannot be ascertained.</p> <p>Included in the Basis of Disclaimer stated above</p>
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III.

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

Place: Chennai

Date: 17th June 2020

Consolidated IND AS Cash Flow Statement for the year ended 31st March 2020

	Year ended 31st March 2020 Rs. millions	Year ended 31st March 2019 Rs. millions
Cash Flow from operating activities		
Loss including Exchange differences on translation of foreign operations before tax from continuing Operations	(104,393.28)	(52,713.40)
Profit before tax from discontinuing Operations		
Profit before tax	(104,393.28)	(52,713.40)
Non cash adjustment to reconcile profit before tax to net cash flows		
Share of (profits)/loss from investment in partnership firm		
Depreciation/amortization on continuing operations	8,448.58	6,746.19
Impairment/other write off on tangible assets	73,104.20	36,269.70
Loss/(profit) on sale of fixed assets	-	(1.21)
Provision for Employee Benefits	7.10	16.77
Bad Debts Written off/Impairment of receivables	1,207.30	280.92
Unrealized foreign exchange loss/(gain)	358.53	12.17
Amortization of ancillary cost/Bond premium	1,081.89	317.34
Net (gain)/Loss on sale of Non Current investments	5.70	(4.41)
Interest on borrowings and dividend on redeemable preference shares	10,946.55	11,050.94
Interest income	(48.22)	(51.59)
Dividend income	(0.14)	(0.42)
Operating profit before working capital changes	(9,281.80)	1,923.00
Movements in working capital:		
Increase/(Decrease) in trade payables	(491.96)	2,707.20
Increase/(Decrease) in other current liabilities	356.62	350.12
Decrease/(Increase) in trade receivables	(626.93)	7,530.20
Decrease/(Increase) in inventories	(441.81)	(391.61)
Decrease/(Increase) in other non current financial assets/other assets	24.14	(74.60)
Decrease/(Increase) in other current financial assets/other assets	1,079.66	(1,263.75)
Cash generated from(used in) operations	(9,382.07)	10,780.56
Direct taxes paid (net of refunds)	(379.35)	(997.67)
Net cash flow from/(used in) operating activities (A)	(9,761.41)	9,782.89
Cash Flow from investing activities		
Purchase of fixed assets including Intangible Assets net of exchange difference on translation #	(1,471.40)	(5,439.11)
Exchange difference on translation of fixed assets including Intangible Assets of Foreign Subsidiaries	(4,875.65)	(8,916.33)
Capital advances	(8.53)	(4,189.95)
Proceed from sale of fixed assets/intangible assets	-	2,586.88
Proceeds from sale of non-current investments	21.82	4.41
Interest received	47.92	51.30
Dividends received	0.14	0.42
Net cash flow from/(used in) investing activities (B)	(6,285.67)	(15,902.38)

	Year ended 31st March 2020 Rs. millions	Year ended 31st March 2019 Rs. millions
Cash Flow from financing activities		
Proceeds from long term borrowings #	13,098.88	6,119.10
Interest paid/Effect of translation of interest on Foreign Currency Loans	3,247.23	437.03
Net cash used in financing activities (C)	16,346.12	6,556.14
Net increase/(decrease) in cash and cash equivalents (A+B+C)	299.03	436.65
Effect of exchange differences on cash and cash equivalents held in foreign currency	(72.92)	(0.10)
Cash and cash equivalents at the beginning of the year	(307.50)	(744.05)
Cash and cash equivalents at the end of the year	(81.39)	(307.50)
Reconciliation of cash and cash equivalents as per the cash flow statement		
Cash and cash equivalents as per above comprise of the following		
	31st March 2020	31st March 2019
Cash and cash equivalents (note 6 (d) & (e)) *	463.50	716.99
Cash credit from banks (secured) (note 10(b))	(544.89)	(1,024.49)
Balances per statement of cash flows	(81.39)	(307.50)

* Includes Restricted Cash balance - unpaid dividend liability
Due to exchange differences on translation.

21.90

17.59

Place: Chennai
Date: June 17, 2020

