



DECCAN EXPLORATION SERVICES PRIVATE LIMITED

23RD ANNUAL REPORT (2019-20)

BOARD OF DIRECTORS :

Sarad Chandra Rao Peshwa
Karunakaran K.
Natesan C.

Auditors :

Rao & Venkatesulu
Chartered Accountants
Bengaluru

Registered Office :

No. 5, 19th Main Road, 4th Sector, HSR Layout, Bengaluru -560 102

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DECCAN EXPLORATION SERVICES PRIVATE LIMITED
DIRECTOR'S REPORT

To the Members,
Deccan Exploration Services Private Limited
Bengaluru.

Your Directors have pleasure in submitting their 23rd Annual Report of the Company together with the Audited Statements of Accounts for the year ended March 31, 2020.

1. FINANCIAL SUMMARY

Amount (in ₹ '000)

Particulars	As at the end of current reporting period	As at the end of previous reporting period
Total Revenue	340	1,589
Total Expenses	3,700	6,540
Profit or Loss before Exceptional and Extraordinary items and Tax	(3,360)	(4,951)
Less: Exceptional & Extraordinary Items	-	-
Profit or Loss before Tax	(3,360)	(4,951)
Less: Current Tax	-	-
Deferred Tax	-	207
Profit or Loss After Tax	(3,360)	(4,744)
Other Comprehensive Income	(3)	81
Balance Transferred to Balance Sheet	(3,362)	(4,663)
Balance Transferred to Balance Sheet	(4,663)	(5,775)

2. DIVIDEND

No Dividend was declared for the current financial year.

3. TRANSFER TO RESERVES:

In view of losses incurred during the the current financial year, the Board of Directors has not recommended transfer of any amount to reserves.

4. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCATION AND PROTECTION FUND

The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year.

5. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:

Ganajur Gold Project awaiting issue of Grant Notification Letter from Government of Karnataka:

The Company is still awaiting the issue of Grant Notification Letter for its Ganajur Mining Lease from the Government of Karnataka. As the shareholders are aware, the Government of Karnataka is yet to respond to the queries raised by the Ministry of Mines, Government of India (Central Government) on the Ganajur ML application vide its letter dated October 8, 2018 and July 22, 2019. The Company has met the concerned officials multiple times and provided all the information / clarifications to facilitate the furnishing of replies by the State Government to the Central Government.

In the meanwhile, there was a Judgment dated February 14, 2020 delivered by the Hon'ble Karnataka High Court in M/s. Kumar Enterprises (facts of which are similar to that of our Ganajur ML application).

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The key points laid down in the aforesaid Judgment are:

- (a) It is well settled that in the absence of any statutory provision which provides for review of an administrative order by an authority, the authorities are not entitled to review their own orders (*therefore, it is now not open to the Government of Karnataka to review its recommendation with regard to Ganajur ML or the MoM to review its prior approval already accorded*).
- (b) An order granting prior approval by the Government of India is not empty formality and the same is passed after application of mind and after consideration of the entire material on record (*in the light of this, it should follow that Central Government cannot put its prior approval for Ganajur ML under abeyance in the first place*).

In keeping with our philosophy to simultaneously seek justice through the Courts whilst following up with Government of Karnataka and Central Government for issue of Grant Notification Letter for our Ganajur ML application in the normal course, we have filed a Writ Petition on June 9, 2020 and have engaged the Senior Legal Counsel who represented M/s. Kumar Enterprises who advised for lodging a Writ Petition seeking directions to:

- (a) Ministry of Mines, Government of India (MoM) seeking quashing of the abeyance on its prior approval for the Ganajur ML; and
- (b) Government of Karnataka to issue the Grant Notification Letter for Ganajur Mining Lease followed by execution of the Mining Lease Deed in accordance with the prior approvals by the MoM in 2015 and 2017

We are coordinating with our Legal Counsel for a hearing of our Writ Petition and are also simultaneously following with the Government Departments for a resolution in the normal course.

Hutti Block Prospecting Licence (PL) applications

It may be noted that the Hon'ble Supreme Court had passed a Judgment dated May 8, 2018 with regard to DESPL's Hutti Block Prospecting Licence (PL) applications.

This Order was in our favour and the Court set aside the proposal of Government of Karnataka for reservation of the areas covered by our PL applications in favour of its own PSU (Hutti Gold Mines Limited) and directing them to consider our PL applications over the Hutti Belt areas.

It may be noted that since the pace of processing was slow, we filed an Interim Application last year requesting for directions to the Government of Karnataka to consider our PL applications within a definitive time frame of 2 months. It's yet to be heard by the Hon'ble Supreme Court and our Legal Counsel have intimated that they're coordinating with the Registry to get this matter listed on priority for hearing.

There was no change in nature of the business of the Company, during the year under review.

5 MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statements relate on the date of this report.

6 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange earnings and outgo during the year under review.

7 STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

Keeping in mind the size and present operations of the Company, the Company does not have any risk management policy.

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8 DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the said provisions are not applicable to it at present.

9 PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

10 PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES

Details are furnished in Note No. 24 to the financial statements of the Company

11 EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There are no qualifications, reservations or adverse remarks made by the Auditors in their report. Further, the provisions relating to submission of Secretarial Audit Report is not applicable to the Company.

12 COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are not applicable to the Company

13 ANNUAL RETURN

The extracts of Annual Return pursuant to the provisions of Section 92 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 is furnished in Annexure A and is attached to this Report.

14 NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW

The Company has conducted 5 Board meetings during the financial year under review on the following dates – April 30, 2019; June 3, 2019; August 8, 2019; November 4, 2019; and January 20, 2020.

15 DIRECTORS RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board of Directors state that:

- (a) in the preparation of annual accounts, applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- (c) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- (d) they had prepared the annual accounts on a going concern basis;
- (e) the Company being unlisted, sub clause (e) of section 134(3) of the Companies Act, 2013 pertaining to laying down internal financial controls is not applicable to the Company; and

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- (f) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

17 FRAUD REPORTING

During the year under review, Statutory Auditors and Secretarial Auditors have not reported any instances of frauds committed in the Company by its Officers or Employees as specified under Section 143(12) of the Companies Act, 2013.

18 SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company does not have any subsidiaries, joint ventures or associate companies.

19 DEPOSITS

The Company has neither accepted nor renewed any deposits during the year under review.

20 DIRECTORS

Mr Karunakaran Krishnamurthy, Director (DIN : 00569502) retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible, offers himself for reappointment.

Mr K R Krishnamurthy, Independent Director nominated by the holding company ceased to be a Director consequent upon resignation with effect from August 8, 2019. The Board places on record its appreciation of the services rendered by Mr Krishnamurthy during his tenure of Directorship.

Mr. Natesan Chinnapan (DIN: 08415969), was appointed as an Additional Director (Non-Executive & Independent) of the Company with effect from June 3, 2019, being eligible, was appointed as a Non-Executive & Independent Director of the Company, at the 22nd Annual General Meeting of the Company.

The Company is not mandatorily required to appoint any whole time Key Management Personnel (KMP).

21 DECLARATION OF INDEPENDENT DIRECTORS

Necessary declarations have been received from the Independent Director nominated by the holding company on the Board of the Company.

22 ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weakness in the design or operation were observed.

23 STATUTORY AUDITORS

M/s. Rao & Venkatesulu, Chartered Accountants were appointed as Statutory Auditors for a period at the last Annual General Meeting and are eligible for reappointment, subject to ratification of members at ensuing Annual General Meeting of the company.

24 DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 are not applicable to the Company.

25. COMPLIANCE WITH SECRETARIAL STANDARDS

The applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, have been duly complied by the Company.

26 SECRETARIAL AUDIT REPORT:

Being a wholly-owned subsidiary of a listed company, provisions of Section 204 read with Section 134(3) of the Companies Act, 2013 that mandates to obtain Secretarial Audit Report in Form MR-3 from a Practising Company Secretary is applicable to the Company. M/s. Rathi and Associates, Practising Company Secretaries, Mumbai had been appointed as Secretarial Auditors to issue Secretarial Audit Report for the financial year 2019-20.

The Secretarial Audit Report issued in Form MR-3 by M/s. Rathi Associates is attached and forms part to this report. As regards filing of e form MGT-14 with regard to approval of accounts, Directors Report and Appointment of Secretarial Auditor, the Company has promptly applied to the Central Government for condonation of delay and once the approval is received, the filings will be made.

27 SHARES

During the year under review, the company did not issue any shares.

28 DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

29 ACKNOWLEDGEMENT

Your Directors acknowledge the co-operation and support extended by one and all.

For and on behalf of the Board
Deccan Exploration Services Private Limited

Place : Bengaluru
Date : 28th August 2020

S.C.R. Peshwa
Director

K. Karunakaran
Director

DECCAN EXPLORATION SERVICES PRIVATE LIMITED**DECCAN EXPLORATION SERVICES PRIVATE LIMITED****FORM NO. MGT 9****EXTRACT OF ANNUAL RETURN**

As on financial year ended on 31.03.2020

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

I. REGISTRATION & OTHER DETAILS:

1	CIN	U27205KA1997PTC022819
2	Registration Date	25-09-1997
3	Name of the Company	DECCAN EXPLORATION SERVICES PRIVATE LIMITED
4	Category/Sub-category of the Company	PRIVATE LIMITED / INDIAN NON GOVERNMENT COMPANY
5	Address of the Registered office & contact details	No. 5, 19th Main Road, 4th Sector, HSR Layout, Bengaluru 560102
6	Whether listed company	NO
7	Name, Address & contact details of the Registrar & Transfer Agent, if any.	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

(All the business activities contributing 10 % or more of the total turnover of the company shall be stated)

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Mining	7295	100

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

S N	Name and address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
1	DECCAN GOLD MINES LIMITED	L51900MH1984PLC034662	HOLDING	100	2 (46)

IV. SHARE HOLDING PATTERN

(Equity share capital breakup as percentage of total equity)

(i) Category-wise Share Holding

Category of Shareholders	"No. of Shares held at the beginning of the year [As on 31-March-2018]"				"No. of Shares held at the end of the year [As on 31-March-2019]"				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
c) Bodies Corp.	-	13,554	13,554	99.99%		13,554	13,554	99.99%	Nil
Sub Total (A) (2)	-	13,554	13,554	99.99%		13,554	13,554	99.99%	Nil
B. Public Shareholding									
2. Non-Institutions									
b) (i) Individual shareholders holding nominal share capital up to ₹ 1 lakh		1	1	0.01%		1	1	0.01%	Nil
c) Others (NRI)		0	0	0.00%		0	0	0.00%	Nil
Sub-total (B)(2):-	-	-	-	0.00%	-	-	-	0.00%	-
C. Shares held by Custodian for GDRs & ADRs		NIL	-						
Grand Total (A+B+C)	-	13,555	13,555	100.00%	-	13,555	13,555	100.00%	0.00%

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(ii) Shareholding of Promoter

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year*
		No. of Shares	% of total Shares of the company	% of Shares Pledged/ encumbered to total shares	No. of Shares	% of total Shares of the company	% of Shares Pledged / encumbered to total shares	
1	Deccan Gold Mines Limited	13,554	99.99%	0	13,554	99.99%	0	0.00%

*Change due to increase in paid up capital

(iii) Change in Promoters' Shareholding (please specify, if there is no change)

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares	No. of shares	% of total shares
	At the beginning of the year	13,554	99.99%		
	Changes during the year	-	-	-	-
	At the end of the year	13,554	99.99%	12,999	95.90%

Note: No change in the number of shares held. Change in % due to increase in paid up capital

(iv) Shareholding Pattern of top ten Shareholders

(Other than Directors, Promoters and Holders of GDRs and ADRs):

SN	For each of the Top 10 shareholders	Date	Reason	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
				No. of shares	% of total shares	No. of shares	% of total shares
Not applicable							

(v) Shareholding of Directors and Key Managerial Personnel:

K. Karunakaran - 1 equity share of Rs.10/- each as nominee of holding company.

V. INDEBTEDNESS

NIL

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

NIL

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

NIL

Type		Section of the Companies Act	Brief Description	Details of Penalty / Punishment/ Compounding fees imposed	Authority [RD / NCLT/ COURT]	Appeal made, if any (give Details)
A	COMPANY			NIL		
B	DIRECTORS			NIL		
C	OTHER OFFICERS IN DEFAULT			NIL		

For and on behalf of the Board
Deccan Exploration Services Private Limited

Place : Bengaluru
Date : 28th August 2020

S.C.R. Peshwa
Director

K. Karunakaran
Director

FORM NO. AOC - 2

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

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

1. Details of contracts or arrangements or transactions not at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

2. Details of contracts or arrangements or transactions at Arm's length basis.

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	Deccan Gold Mines Limited (Holding Company)
b)	Nature of contracts/arrangements/transaction	Reimbursement of Exploration & Other expenses
c)	Duration of the contracts/arrangements/transaction	01.04.2019 to 31.03.2020
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
e)	Date of approval by the Board	30.04.2019
f)	Amount paid as advances, if any	NIL

For and on behalf of the Board

Deccan Exploration Services Private Limited

Place : Bengaluru
Date : 28th August 2020s

S.C.R. Peshwa
Director

K. Karunakaran
Director

SECRETARIAL AUDIT REPORT

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2020

To
The Members
Deccan Exploration Services Private Limited
No. 5, 19th Main Road, 4th Sector,
HSR Layout,
Bangaluru – 560 102

Deccan Exploration Services Private Limited (CIN: U27205KA1997PTC022819) (“the Company”) is a wholly owned subsidiary of Deccan Gold Mines Limited (“the Holding Company”), a company incorporated under the provisions of Companies Act, 1956 and having its Registered Office at The Parinee Crescenzo, 803, 8th Floor, Opp. MCA Ground, C38-C39, G Block, Bandra Kurla Complex, Bandra (E) Mumbai - 400051. The Holding Company’s Equity Shares are listed on the BSE Limited. As per definition of “Material Subsidiary” given in the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (hereinafter referred to as “the LODR”) as amended from time to time, “material subsidiary” shall mean a subsidiary, whose income or net worth exceeds ten percent of the consolidated income or net worth respectively, of the listed entity and its subsidiaries in the immediately preceding accounting year. Accordingly, the Company is a material subsidiary of the Holding Company.

As per Regulation 24A of the LODR, every listed entity and its material unlisted subsidiaries incorporated in India shall undertake secretarial audit and shall annex with its annual report, a secretarial audit report, given by a company secretary in practice, in such form as may be specified with effect from the year ended March 31, 2019.

In terms of aforesaid provisions, we have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practices by the Company. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

Based on our verification of the Company’s Books, Papers, Minutes Books, Forms and Returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended March 31, 2020, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company as given in Annexure I, for the financial year ended on March 31, 2020, according to the provisions of the Companies Act, 2013 (‘the Act’) and the rules made thereunder.
2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (‘SEBI Act’) were not applicable to the Company under the financial year under report:-
 - i. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - ii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 - iii. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
 - iv. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client;

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- v. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
 - vi. The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
 - vii. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - viii. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; and
 - ix. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
3. Provisions of the following Regulations were not applicable to the Company under the financial year under report:-
- (i) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
 - (ii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; and
 - (iii) Foreign Exchange Management Act, 1999 and the rules and regulations made there.
4. We further report that, having regard to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, on test-check basis, the Company has complied with other Acts, Laws and Regulations applicable specifically to the Company, viz.
- i) The Mines and Minerals (Regulation and Development) Act, 1957
 - ii) The Mines Act, 1952
 - iii) The Mines Rules, 1955
 - iv) The Mineral Concession Rules, 1960
 - v) The Mineral Conservation and Development Rules, 1988
 - vi) Mines Rescue Rules, 1985
 - vii) The Forest (Conservation) Act, 1980
 - viii) The Forest (Conservation) Rules, 1981
 - ix) The Karnataka Shops and Commercial Establishments Act, 1961
 - x) The Karnataka Tax On Professions, Trades, Callings And Employment Act, 1976

We have also examined compliance with the applicable clauses of the Secretarial Standards issued by The Institute of Company Secretaries of India under the provisions of the Companies Act, 2013.

During the financial year under report, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above, except for filings of e-form MGT-14, pursuant to the provisions of Section 179 of the Companies Act, 2013, for approval of accounts, the Directors' Report and appointment of Secretarial Auditor.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance. The changes in the composition of the Board of Directors that took place during the year under report were carried out in accordance with the Act.

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

None of the members have communicated dissenting views, in the matters / agenda proposed from time to time for consideration of the Board, during the year under the report, hence were not required to be captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the year under report, the Company has not undertaken any event / action having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc.

For **RATHI & ASSOCIATES**
COMPANY SECRETARIES

JAYESH SHAH
PARTNER
M. NO.: FCS 5637
COP NO.: 2535
UDIN: F005637B000614377

Date: August 26, 2020
Place: Mumbai

Note: This report should be read with our letter of even date which is annexed as Annexure-II and forms an integral part of this report.

LIST OF DOCUMENTS VERIFIED

1. Memorandum & Articles of Association of the Company;
2. Annual Audited accounts for the financial year ended March 31, 2019;
3. Minutes of the meetings of the Board of Directors of the Company along with the respective Attendance Registers for meetings held during the financial year under report;
4. Minutes of General Body Meeting held during the financial year under report;
5. Statutory Registers viz.
 - Register of Directors & Key Managerial Personnel and their shareholding,
 - Register of loans, guarantees and security and acquisition made by the Company (Form No. MBP-2),
 - Register of Contracts with related party and contracts and Bodies etc. in which directors are interested (Form No. MBP-4);
6. Declarations received from the Directors of the Company pursuant to the provisions of Section 184(1), Section 164(2) and Section 149(7) of the Companies Act, 2013; and
7. E-Forms filed by the Company, from time to time, under applicable provisions of the Companies Act, 2013 during the financial year under report.

To,
The Members
Deccan Exploration Services Private Limited
Bangaluru

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

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

For **RATHI & ASSOCIATES**
COMPANY SECRETARIES

JAYESH SHAH
PARTNER
M. NO.: FCS 5637
COP NO.: 2535
UDIN: F005637B000614377

Date: August 26, 2020
Place: Mumbai

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

INDEPENDENT AUDITOR'S REPORT

TO
THE MEMBERS OF
DECCAN EXPLORATION SERVICES PRIVATE LIMITED

Opinion

We have audited the Ind AS financial statements of **Deccan Exploration Services Private Limited** ("the Company"), which comprise the balance sheet as at 31st March 2020, the statement of Profit and Loss, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the Ind AS financial statements).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Ind AS financial statements give the information required by the Companies Act 2013 ('The Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, and the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis of Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material Uncertainty Related to Going Concern

We draw attention to Note 29 in the financial statements with regard to the outbreak of Coronavirus (COVID-19) pandemic globally and in India, which is causing significant disturbance and slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite period of time. Measures are taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.

As the company is yet to commence mining operations, there has been no impact of COVID19 on the company's day to day operations. However, the recent Covid-19 lockdown coupled with the inordinate delay in grant of mineral concessions has had a significant impact on the Company's development of its Projects.

Our opinion is not modified in respect of this matter.

Responsibilities of Management for Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Ind AS financial statements, that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards (IND-AS) specified under section 133 of the Act. 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 Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements 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 financial statements.

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 financial statements, 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place 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 management.
- Conclude on the appropriateness of 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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.

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.

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

Report on Other Legal and Regulatory Matters:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account
 - d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards (IND-AS) specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31st March, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2020 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company

For **Rao & Venkatesulu**
Chartered Accountants

ASHOKA D S

Partner

Membership No. : 213524

FRN: 003108S

UDIN: 20213524AAAABC7909

Place : Bengaluru
Date : May 14, 2020

Annexure “A” to the Auditor’s Report even date

(Referred in Audit report)

1. In respect of Fixed Assets:
 - a) The Company has maintained proper records showing full quantitative details and situation of its fixed assets.
 - b) The fixed assets have been physically verified by the management at reasonable intervals during the year. We are informed that no material discrepancies were noticed by the management on such verification.
 - c) The Company does not have any immovable properties.
2. Based on our scrutiny of the company’s books of accounts and other records and according to the information and explanations given to us, we are of the opinion that the company has neither purchased/sold goods during the year nor is there any opening stocks, therefore, requirement on reporting on physical verification of stocks or maintenance of inventory records, in our opinion, does not arise.
3. The Company has not granted any loans, secured or unsecured to the companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act, 2013.
4. The Company has not made any investment, granted any loans, provided any guarantees or security during the year, therefore comments under this clause has not been called for.
5. According to the information and explanations given to us, the Company has not accepted any deposits from public.
6. As informed to us, the Central Government has not prescribed the maintenance of Cost records under section 148 of the Companies Act, 2013 for any of the activities of the company.
7. In respect of Statutory Dues:
 - (a) According to record of the Company produced before us, the Company is generally regular in depositing with appropriate authorities undisputed statutory dues including provident fund, investor education and protection fund, employees’ state insurance, income tax, sales tax, wealth tax, service tax, customs duty, excise duty, cess and other statutory dues applicable to it.
 - (b) According to the information and explanations given, no undisputed amounts payable in respect of Income-Tax, sales tax, wealth tax, service tax, customs duty, excise duty/cess were outstanding as at 31.03.2020 for a period of more than six months from the date they became payable.
 - (c) According to the records of the company there are no dues of Income-Tax, sales tax, wealth tax, service tax, customs duty, excise duty/cess which have not been deposited on account of any dispute
8. As per the information and explanations given to us the company has not obtained any loan from any financial institutions or banks and issued debentures.
9. According to the records of the Company, the Company has not raised any money raised by way of right issue.
10. Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the Company has been noticed or reported during the course of our audit.
11. According to the records of the Company, the Company has not paid any managerial remuneration during the year.
12. In our opinion, and to the best of our information and according to the explanations provided by the management, we are of the opinion that the company is not a Nidhi Company. Hence, in our opinion, the requirements of para3 (xii) of the Order do not apply to the company.
13. According to the information and explanations given to us, the Company in respect to transactions with related parties has complied provisions of sections 177 and 188 of Companies Act, 2013 and has disclosed all particulars in Financial Statements.

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

- 14 The company has not made any preferential allotment or private placement of shares, therefore comments under this clause are not called for
- 15 In our opinion, and to the best of our information and according to the explanations provided by the management, we are of the opinion that the company has not entered into any non-cash transaction with directors or persons connected with him and no provisions of section 192 have been contravened.
- 16 In our opinion, and to the best of our information and according to the explanations provided by the management, we are of the opinion that the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For **Rao & Venkatesulu**
Chartered Accountants

ASHOKA D S

Partner

Membership No. : 213524

FRN: 003108S

UDIN: 20213524AAAABC7909

Place : Bengaluru
Date : May 14, 2020

Annexure “B”**Independent Auditor’s report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (“the Act”)**

1. In conjunction with our audit of the standalone financial statements of **Deccan Exploration Services Private Limited** (“the Company”) as of and for the year ended 31st March, 2020, we have audited the internal financial controls over financial reporting (IFCoFR) of the company of as of that date.

Management’s Responsibility for Internal Financial Controls

2. The Company’s Board of Directors is responsible for establishing and maintaining internal financial controls based on the criteria being specified by management. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the company’s business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors’ Responsibility

3. Our responsibility is to express an opinion on the Company’s IFCoFR based on our audit. We conducted our audit in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India (ICAI) and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of IFCoFR, and the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate IFCoFR were established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the IFCoFR and their operating effectiveness. Our audit of IFCoFR included obtaining an understanding of IFCoFR, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s IFCoFR.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

8. In our opinion, the Company has, in all material respects, adequate internal financial controls over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2020, based on the criteria being specified by management.

For **Rao & Venkatesulu**
Chartered Accountants

ASHOKA D S

Partner

Membership No. : 213524

FRN: 003108S

UDIN: 20213524AAAABC7909

Place : Bengaluru
Date : May 14, 2020

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

BALANCE SHEET AS AT 31ST MARCH, 2020

(Amount in '000)

Particulars	Note No.	31st March, 2020	31st March, 2019
ASSETS			
Non-current assets			
a) Property, Plant & Equipment	2	1,510	1,910
b) Capital work-in-progress	2	3,29,798	3,16,243
c) Intangible Assets	2	394	1,137
d) Intangible Assets under development	2	9,976	9,976
e) Financial Assets			
(i) Loans	3	892	892
f) Other Non-current Assets	4	68,204	68,204
		<u>4,10,774</u>	<u>3,98,361</u>
Current assets			
a) Financial Assets			
(i) Trade receivables	5	156	156
(ii) Cash and cash equivalents	6	1,762	14,836
(iii) Loans		-	-
b) Current Tax Assets	7	1,043	1,010
c) Other current assets	8	28,418	27,448
		<u>31,379</u>	<u>43,450</u>
TOTAL ASSETS		<u>4,42,153</u>	<u>4,41,811</u>
EQUITY AND LIABILITIES			
Equity			
a) Share Capital	9	136	136
b) Other Equity	10	4,37,093	4,40,453
		<u>4,37,229</u>	<u>4,40,589</u>
1) Non Current Liabilities			
a) Provisions	11	144	95
b) Deferred Tax Liability	12	-	-
		<u>144</u>	<u>95</u>
2) Current liabilities			
a) Financial Liabilities			
(i) Trade payables	13	4,666	896
b) Other Current Liabilities	14	113	231
c) Provisions	15	1	1
		<u>4,780</u>	<u>1,127</u>
TOTAL EQUITY AND LIABILITIES		<u>4,42,153</u>	<u>4,41,811</u>

Notes are integral part of the balance sheet & profit & loss account 1

For and on behalf of the Board

As per our report of even date attached.

For **Rao & Venkatesulu**
Chartered Accountants**S.C.R PESHWA**
Director**K.KARUNAKARAN**
Director**ASHOKA D S**
Partner
Membership No. : 213524Place : Bengaluru
Date : May 14, 2020FRN: 003108S
UDIN: 20213524AAAABC7909

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

PROFIT AND LOSS STATEMENT FOR THE YEAR ENDED ON 31ST MARCH, 2020

(Amount in '000)

Particulars	Note No	For the year ended 31.3.2020	For the year ended 31.3.2019
INCOME :			
Other income	16	340	1,589
Total Revenue		340	1,589
EXPENDITURE :			
Employee benefits expenses	17	759	1,854
Finance Costs	18	9	19
Depreciation and amortization expenses	19	1,143	2,501
Other expenses	20	1,789	2,166
Total Expenditures		3,700	6,540
Profit before exceptional and extraordinary items and tax		(3,360)	(4,951)
Exceptional items		-	-
Profit before extraordinary items and tax		(3,360)	(4,951)
Extraordinary Items :			
Prior year adjustments		-	-
Profit before tax		(3,360)	(4,951)
Tax expenses :			
Current tax		-	-
Deferred tax	21	-	(207)
Profit (Loss) for the period from continuing operations		(3,360)	(4,744)
Profit/(Loss) from discontinuing operations		-	-
Tax expenses of discontinuing operations		-	-
Profit/(Loss) from discontinuing operations (after tax)		-	-
Profit (Loss) for the year		(3,360)	(4,744)
Other Comprehensive Income			
Items that will not be reclassified to Profit or Loss			
Defined benefit plan actuarial gains(losses)		(3)	81
Total Comprehensive Income of the year		(3,362)	(4,663)
Earnings per equity share: Basic & Diluted (in ₹)			
Basic		(248)	(344)
Diluted		(248)	(344)

Notes are integral part of the balance sheet & profit & loss account

1

For and on behalf of the Board

As per our report of even date attached.
For **Rao & Venkatesulu**
Chartered Accountants**S.C.R PESHWA**
Director**K.KARUNAKARAN**
Director**ASHOKA D S**
Partner
Membership No. : 213524Place : Bengaluru
Date : May 14, 2020FRN: 003108S
UDIN: 20213524AAAABC7909

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2020

(₹ in '000)

PARTICULARS	31st March, 2020	31st March, 2019
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit / (Loss) before Tax and after Extraordinary items	(3,360)	(4,951)
Adjustment For :		
Depreciation	1,143	2,501
Provision for Gratuity	46	69
Interest & Finance charges	9	19
Interest received	(340)	(1,589)
Operative Profit before Working Capital Changes	(2,502)	(3,951)
Adjustment For :		
Trade Receivables	-	-
Other Receivables, Loans & Advances	(969)	(1,445)
Trade & Other payable	3,655	(930)
Cash Generation from Operations	184	(6,326)
Direct Taxes	(34)	507
Net Cash Flow from operating activities	150	(5,819)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets and Advances	-	-
Increase in Capital Work in progress	(13,555)	(21,693)
Capital Advances Given	-	(68,204)
Loan Repayment	-	125
Interest Received	340	1,589
Net Cash used in investing activities	(13,215)	(88,183)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from Share Issue	-	-
Share Application Money Received	-	-
Finance charges & Others	(9)	(19)
Net Cash used in financing activities	(9)	(19)
D. Net Cash used in financing activities		
Net Change In Cash And Cash Equivalents (A+B+C)	(13,074)	(94,021)
Cash and Cash Equivalents (Opening)	14,836	1,08,857
Cash and Cash Equivalents (Closing)	1,762	14,836

Notes : 1. Figures in brackets represents cash outflows.

2. Previous year figures have been regrouped wherever necessary.

For and on behalf of the Board

As per our report of even date attached.

For **Rao & Venkatesulu**
Chartered Accountants**S.C.R PESHWA**
Director**K.KARUNAKARAN**
Director**ASHOKA D S**
Partner

Membership No. : 213524

Place : Bengaluru
Date : May 14, 2020FRN: 003108S
UDIN: 20213524AAAABC7909

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2020

Note – 1: SIGNIFICANT ACCOUNTING POLICIES FOR THE YEAR ENDED 31.03.2020

A. Basis of preparation of financial Statements

The standalone Ind AS financial statements of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis, the provision of the Companies Act, 2013 (to the extent notified) and guideline issued by Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under section 133 of the Act read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment rules, 2016.

The accounting policies adopted in the preparation of standalone Ind AS financial statement are consistent with those of previous year.

B. Use Of Estimates

The preparation of the financial statements in conformity with Ind AS requires management to make estimates, judgements and assumptions. These estimates, judgements and assumptions effect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenue and expenditure during the period. Application of accounting policies that require critical accounting estimates involving complex and subjective judgements and the use of assumptions in these financial statements have been disclosed below. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding these estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effects are disclosed in the notes to the financial statements.

C. Revenue Recognition

Revenue is recognized to the extent it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

- i. Income from sale of metals obtained on exploration are recognized on despatch.
- ii. Exploration Consultancy Income is recognized when services are rendered and as per agreed terms.
- iii. Interest Income is recognized on accrual basis.
- iv. Dividend Income is accounted on accrual basis when the right to receive the dividend is established.
- v. All other income are accounted on accrual basis.

D. Property, plant and equipment:

Fixed assets are stated at cost of acquisition less accumulated depreciation if any. Costs directly attributable to acquisition are capitalized until the property, plant and equipment are ready to use, as intended by management. The company depreciates property, plant and equipment over their estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Vehicles	8 Years
Computers	3 Years
Furniture	10 Years
Office Equipment	10 Years
Plant & Machinery	10 Years
Software	3 Years

Depreciation will be provided on estimated useful lives and residual value are reviewed periodically, including at each financial year end.

Mining Development Expenditure will be amortized or depreciated on the basis of the quantity of ore mined in proportion to the total estimated reserve.

Based on technical evaluation, the management believes that the useful lives as given above best represent the period

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

over which management expects to use the assets. Hence the useful lives for these assets are different from the useful lives as prescribed under Part C of Schedule II of the Companies Act 2013.

Advances paid towards the acquisition of property, plant and equipment outstanding at each balance sheet date is classified as capital advances under other non-current assets and the cost of assets not put to use before such date are disclosed under 'Capital work – in - progress' .Subsequent expenditures relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably .Repairs and maintenance costs are recognized in net profit in the Statement of Profit and Loss when incurred .The cost and related accumulated depreciation are eliminated from the financial statements upon sale or retirement of the asset and the resultant gains or losses are recognized in the Statement of Profit and Loss. Assets to be disposed off are reported at the lower of the carrying value or the fair value less cost to sell.

E. Exploration and Evaluation Assets

Exploration and evaluation assets comprise capitalized costs which are attributable to the search for gold and related resources, pending the determination of technical feasibility and the assessment of commercial viability of an identified resource which comprises inter alia the following:

- researching and analyzing historical exploration data;
- gathering exploration data through topographical, geo chemical and geo physical studies;
- exploratory drilling, trenching and sampling;
- determining and examining the volume and grade of the resource;
- surveying transportation and infrastructure requirements;

The above includes employee costs, cost of materials, and fuel used, other direct costs, payments to contractors etc. As the intangible component represents an insignificant/indistinguishable portion of the overall expected tangible costs to be incurred and recouped from future exploitation, these costs along with other capitalized exploration costs are recorded as exploration and evaluation asset.

Exploration and evaluation costs are capitalized on a project by project basis pending determination of technical feasibility and commercial viability of the project and disclosed as a separate line item under non-current assets. They are subsequently measured at cost less accumulated impairment/provision. Once proved reserves are determined, exploration and evaluation assets are transferred to "Development" under capital work in progress. However, if proved reserves are not determined, the exploration and evaluation asset is derecognized.

F. Development Expenditure

When the Technical and Commercial Feasibility are obtained and the legal rights to explore the mine are obtained the cost so incurred and capitalized as exploration and evaluation cost is recognized as assets under construction and disclosed as a component of capital work in progress under the head "Development".

G. Intangible assets:

Intangible assets are stated at cost less accumulated amortization and impairment .Intangible assets are amortized over the respective individual estimated useful lives on a straight – line basis ,from the date that they are available for use .The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence ,demand ,competition ,and other economic factors (such as the stability of the industry ,and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset. Amortization methods and useful lives are reviewed periodically including at each financial year end.

H. Impairment of Assets

An asset is treated as impaired when the carrying cost of assets exceeds its recoverable value. An impairment loss is charged to the profit & loss account as and when an asset is identified as impaired. The impairment loss recognized in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

I. Employee Benefits

- a. Short Term Employee Benefits are recognized as an expense at the undiscounted amount in the profit and loss account of the year in which the related service is rendered.
- b. Post-employment benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The defined benefit obligation is provided for on the basis of an actuarial valuation on projected unit cost method.

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

- c. Long Term employee benefits are recognized as an expense in the Profit and Loss account for the year in which the employee has rendered services. The liabilities on account of Gratuity have been provided on basis of an actuarial valuation.

J. Taxation

- a. Provision for current tax is made with reference to taxable income computed for the accounting period, for which the financial statements are prepared by applying the tax rates as applicable.
- b. The company is incurring losses and the mining operations have not yet commenced pending the Licenses from the Government. In absence of virtual certainty of sufficient future taxable income, the deferred tax asset has not been recognised by way of prudence in accordance with the Indian Accounting Standard 12 "Income Taxes" issued by the Institute of Chartered Accountants of India.

K. Borrowing Cost

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets. A qualifying asset is one that necessarily takes substantial period of time to get ready for intended use. All other borrowing costs are charged to revenue.

L. Provisions, Contingent Liabilities and Contingent Assets

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources. Contingent Liabilities are not recognized but are disclosed in the notes to the accounts. Contingent Assets are neither recognized nor disclosed in the financial statements.

M. Segmental Reporting

The Company is mainly engaged in the business of mining and exploration of gold. Considering the nature of business and financial reporting of the Company, the Company has only one segment at present viz., Gold Mining and Exploration as reportable segment.

N. Foreign Currency

Functional Currency

The functional currency of the company is the Indian Rupee. The financial statements are presented in Indian Rupees (Rounded off to Thousands).

Transactions and translations

Foreign-currency denominated monetary assets and liabilities are translated into the relevant functional currency at exchange rates in effect at the balance sheet date. The gains or losses resulting from such translations are included in net profit in the Statement of Profit and Loss. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at fair value are translated at the exchange rate prevalent at the date when the fair value was determined. Non-monetary assets and non-monetary liabilities denominated in a foreign currency and measured at historical cost are translated at the exchange rate prevalent at the date of the transaction.

Transaction gains or losses realized upon settlement of foreign currency transactions are included in determining net profit for the period in which the transaction is settled. Revenue, expense and cashflow items denominated in foreign currencies are translated into the relevant functional currencies using the exchange rate in effect on the date of the transaction.

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

NOTE – 2: PROPERTY, PLANT AND EQUIPMENT

Details of the property, plant and equipment & Intangible Assets along with their carrying amounts are as follows:

(Rs. in '000)

Particulars	Furniture & Fixtures	Vehicles	Office Equipment	Computer	TOTAL
Gross carrying amount					
Balance as at 1 April 2018	305	3,171	167	1,454	5,097
Additions	37	-	18	-	55
Acquisition through business combination	-	-	-	-	-
Disposals	-	-	-	-	-
Revaluation increase	-	-	-	-	-
Net exchange differences	-	-	-	-	-
Balance as at 31 March 2019	342	3,171	185	1,454	5,152
Depreciation and impairment					
Balance as at 1 April 2018	61	1,426	76	988	2,551
Disposal	-	-	-	-	-
Net exchange differences	-	-	-	-	-
Depreciation	32	286	37	337	691
Balance as at 31 March 2019	93	1,712	113	1,325	3,242
Carrying amount as at 31 March 2019	249	1,459	72	129	1,910

Particulars	Furniture & Fixtures	Vehicles	Office Equipment	Computer	TOTAL
Gross carrying amount					
Balance as at 1 April 2019	342	3,171	185	1,454	5,152
Additions	-	-	-	-	-
Acquisition through business combination	-	-	-	-	-
Held for sale or included in disposal group	-	-	-	-	-
Net exchange differences	-	-	-	-	-
Balance as at 31 March 2020	342	3,171	185	1,454	5,152
Depreciation and impairment					
Balance as at 1 April 2019	93	1,712	113	1,325	3,242
Net exchange differences	-	-	-	-	-
Held for sale or included in disposal group	-	-	-	-	-
Depreciation	33	287	19	62	400
Balance as at 31 March 2020	126	1,999	131	1,386	3,642
Carrying amount as at 31 March 2020	216	1,172	54	68	1,510

CAPITAL WORK IN PROGRESS

Particulars	Amount
Development of Gold Mining Assets (Ganajur)	
Opening Balance as on 01/04/2018	2,94,605
Expenditure during the year	21,638
Less: Adjustment during the year	-
Closing balance as on 31/03/2019	3,16,243

DECCAN EXPLORATION SERVICES PRIVATE LIMITED
DECCAN EXPLORATION SERVICES PRIVATE LIMITED
Amount (₹ '000)

Particulars	Amount
Development of Gold Mining Assets (Ganajur)	
Opening Balance as on 01/04/2019	3,16,243
Expenditure during the year	13,555
Less: Adjustment during the year	-
Closing balance as on 31/03/2020	3,29,798

INTANGIBLE ASSETS

Particulars	Useful Life (No. Of Years)	Gross Block				Accumulated Depreciation				Net Block	
		Balance as at 01-04-2018	Additions	Deduction	Balance as at 31/03/2019	Up to 01/04/2018	For the year	Deduction	Up to 01/04/2019	Balance as at 31/03/2019	Balance as at 31/03/2018
Software	3	5,434	-	-	5,434	2,487	1,810	-	4,297	1,137	2,947
Total		5,434	-	-	5,434	2,487	1,810	-	4,297	1,137	2,947

Particulars	Useful Life (No. Of Years)	Gross Block				Accumulated Depreciation				Net Block	
		Balance as at 01-04-2019	Additions	Deduction	Balance as at 31/03/2020	Up to 01/04/2019	For the year	Deduction	Up to 01/04/2020	Balance as at 31/03/2020	Balance as at 31/03/2019
Software	3	5,434	-	-	5,434	4,297	743	-	5,040	394	1,137
Total		5,434	-	-	5,434	4,297	743	-	5,040	394	1,137

Intangible Assets under Development

Particulars	Amount
Opening Balance as on 01/04/2018	9,976
Expenditure during the year	-
Less: Sale Proceeds	-
Closing balance as on 31/03/2019	9,976

Particulars	Amount
Opening Balance as on 01/04/2019	9,976
Expenditure during the year	-
Less: Sale Proceeds	-
Closing balance as on 31/03/2020	9,976

PARTICULARS	AS AT 31.3.2020	AS AT 31.3.2019
Note - 3: Loans		
Security Deposits		
Unsecured, considered good	892	892
Total	892	892

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DECCAN EXPLORATION SERVICES PRIVATE LIMITED

Amount (₹ '000)

	AS AT 31.3.2020	AS AT 31.3.2019
Note - 4 : Other Non-Current Assets		
Capital Advances	68,204	68,204
Total	68,204	68,204

Note - 5: Trade Receivables

Unsecured, Considered Good	156	156
Total	156	156

Note - 6: Cash and cash equivalents

Balances with banks

a. Balance with Banks	1,751	4,623
b. Bank deposits with not more than 12 months maturity		10,161
c. Cheques, drafts on hand cash on hand	10	52
d. Others	-	-
Total	1,762	14,836

Note - 7: Current Tax Assets

Income Tax	1,043	1,010
Total	1,043	1,010

Note - 8 : Other current assets

Advances other than Capital Advances	283	301
Advances with Revenue Authorities	28,097	27,062
Others	37	85
Total	28,418	27,448

Note – 9: Share Capital

A. Authorised Share Capital	Equity Share		Preference Shares	
	Number	Amount ('000)	Number	Amount ('000)
Beginning of the year at 1 April 2018	20,000	200	3,50,000	35,000
Increase/(decrease) during the year	-	-	-	-
Total shares authorised as at 31 March 2019	20,000	200	3,50,000	35,000
Total shares authorised as at 1 April 2019	20,000	200	3,50,000	35,000
Increase/(decrease) during the year	-	-	-	-
Total authorised share capital as at 31 March 2020	20,000	200	3,50,000	35,000

Terms/rights attached to equity shares

The company has only one class of equity shares having face value of Rs. 10 per share.

Terms/rights attached to redeemable preference shares

The company has only one class of 1% Redeemable preference share of Rs. 100/- each

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

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B. Issued, Subscribed & fully Paid Up

	Equity Share		Preference Shares	
	Number	Amount ('000)	Number	Amount ('000)
Balance as at 1 April 2018	13,555	136	-	-
Changes during the period	-	-	-	-
Balance as at 31 March 2019	13,555	136	-	-
Balance as at 1 April 2019	13,555	136	-	-
Changes during the period	-	-	-	-
Shares issued and fully paid as at 31 March 2020	13,555	136	-	-

C. Reconciliation of Number of Shares:

Particulars	As at 31.03.2020	As at 31.03.2019
Equity Share Capital		
Balance at the beginning	13,555	13,555
Add: Number of Shares Allotted	-	-
Balance at the end of the year	13,555	13,555
0.0001% Preference Shares		
Balance at the beginning	-	-
Add: Number of Shares Allotted	-	-
Less: Number of Shares Redeemed	-	-
Balance at the end of the year	-	-

D. Number of Shares issued for consideration other than for cash:

Particulars	As at 31.03.2020	As at 31.03.2019
Equity Shares of Rs. 10/- Each	-	-

* Refer Note 15 of Notes to Financial Statement

E. Shares held by holding/ultimate holding company including shares held by subsidiaries or associates of the holding company/ultimate holding company

Particulars	As at 31.03.2020	As at 31.03.2019
Deccan Gold Mines Limited	13,555	13,555

F. Details of shareholders holding more than 5% shares in the company

Name of the shareholder	31st March, 2020		31st March, 2019	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Deccan Gold Mines Limited	13,555	100.00%	13,555	100.00%

Disclosure pursuant to Part I of Schedule III to the Companies Act, 2013

Particulars
Equity Shares :
Fully paid up pursuant to contract(s) without payment being received in cash
Fully paid up by way of bonus shares
Shares bought back

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DECCAN EXPLORATION SERVICES PRIVATE LIMITED

(Rs. In '000)

PARTICULARS	AS AT 31.3.2020	AS AT 31.3.2019
Note - 10: Other Equity		
Share Premium	4,41,331	4,41,331
Profit & Loss Account	(4,238)	(878)
Other Reserves	-	-
Total	4,37,093	4,40,453

PARTICULARS	AS AT 31.3.2020	AS AT 31.3.2019
Share Premium :		
Opening Balance	4,41,331	4,41,331
Premium during the year	-	-
Closing Balance	4,41,331	4,41,331
Profit & Loss Account :		
Opening Balance	(878)	3,785
Profit during the year	(3,360)	(4,744)
Defined benefit plan actuarial gains (losses)	(3)	81
Closing Balance	(4,238)	(878)

Note - 11: Provisions

Provision for Employee Benefits

Gratuity	144	95
Total	144	95

Note - 12: Deferred tax Liability (Net)

Deferred tax liability	AS AT 31.3.2020	AS AT 31.3.2019
Net Block as per Companies Act	-	3,047
Net Block as per Income Tax Act	-	3,349
Difference	-	302
Deferred tax liability (A)	-	(79)
Deferred tax assets		
Disallowances u/s 40(a) & 43(b)	-	96
Deferred tax assets (B)	-	25
Net Deferred Tax (Liability) (Closing)	-	-

Note: Deferred tax asset (net) is not recognised.

Note - 13: Trade payables

Unsecured:

Micro, Small and Medium Enterprises	-	-
Due to Holding Company	4,232	-
Due to Others	434	896
Total	4,666	896

DECCAN EXPLORATION SERVICES PRIVATE LIMITED
DECCAN EXPLORATION SERVICES PRIVATE LIMITED
(Rs. In '000)

PARTICULARS	AS AT 31.3.2020	AS AT 31.3.2019
Note - 14: Other Current Liabilities		
Statutory Dues	113	231
Advance from Holding Company	-	-
Total	113	231

Note - 15: Provisions

Provision for Employee Benefits - Gratuity	1	1
Total	1	1

Note - 16: Other income

Interest Income	340	1,589
Total	340	1,589

Note - 17: Employee benefit expenses

Salaries & Wages	598	1,569
Gratuity	46	69
Staff Welfare Expenses	115	215
Total	759	1,854

Note - 18: Finance costs

Bank Charges	9	19
Interest	-	-
Total	9	19

Note - 19: Depreciation & Amortization Expenses

Depreciation on Tangible Assets	400	691
Depreciation on Intangible Assets	743	1,810
Total	1,143	2,501

Note - 20: Other expenses

Repairs & Maintenance	25	38
Office Maintaince	260	214
Communications Expenses	68	111
Miscellaneous Expenses	123	213
Insurance Charges	54	63
Electricity Charges	110	186
Membership & Subscription	4	82
Rates and Taxes	9	90
Travelling Expenses	-	52
Professional Fees	70	114
Rent	876	835
Staff Recruitement Charges	-	90
Motor Car Expenses	155	45
Auditor's remuneration	35	35
Total	1,789	2,166

PARTICULARS	AS AT 31.3.2020	AS AT 31.3.2019
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Note - 21: Deferred Tax

Net Deferred Tax Liability (Closing)	-	-
Less: Net Deferred Tax Liability (Opening)	-	(207)
Deferred Tax Provided(+)/Withdrawn(-) in the year	-	(207)

**Note - 22: As per Indian Accounting Standard 19 "Employee benefits", the disclosures as defined are given below:
Defined Benefit Plan:****Gratuity**

1) Reconciliation of opening and closing balances of Defined Benefit Obligation

Particulars	Gratuity Funded	
	2019-20	2018-19
Defined Benefit Obligation at the beginning of the year	96	108
Current Service Cost	39	61
Interest Cost	7	8
Past Service Cost	-	-
Actuarial (Gain)/Loss	3	(81)
Defined Benefit Obligation at the end of the year	145	96

2) Reconciliation of opening and closing balances of fair value of Plan Assets

Particulars	Gratuity Funded	
	2019-20	2018-19
Fair Value of Plan Assets at the beginning of the year	-	-
Expected Return of Plan Assets	-	-
Actuarial (Gain)/Loss	-	-
Employer Contribution	-	-
Benefits Paid	-	-
Fair Value of Plan Assets at the end of the year	-	-
Actual Return of Plan Assets	-	-

3) Reconciliation of fair value of Assets & Obligations

Particulars	Gratuity Funded	
	2019-20	2018-19
Fair Value of Plan Assets	-	-
Present Value Obligation	145	96
Amount Recognised in Balance Sheet (Surplus/Deficit)	145	96

4) Expenses recognised during the year

Particulars	Gratuity Funded	
	2019-20	2018-19
In Income Statement	-	-
Current Service Cost	39	61
Interest Cost	7	8
Return on Plan Assets	-	-
Past Service Cost	-	-
Net Cost	46	69
In Other Comprehensive Income	-	-
Actuarial (Gain)/Loss	3	(81)
Net(Income)/Expense for the period Recognised in OCI	49	(12)

5) Actuarial Assumptions

Particulars	Gratuity Funded	
	2019-20	2018-19
Discount Rate(per annum)	6.60%	7.35%
Rate of Escalation in Salary(per annum)	6.00%	6.00%

6) Sensitivity Analysis

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The result of Sensitivity analysis is given:

Particulars	As at 31st March, 2020		As at 31st March, 2019	
	Decrease	Increase	Decrease	Increase
Change in discounting rate (delta effect of +/-0.5%)	151	104	100	93
Change in rate of Salary increase (delta effect of +/-0.5%)	141	150	93	100

These plans typically expose the Company to actuarial risks such as: investment risk, interest risk, longevity risk and salary risk.

- Investment risk:** The present value of the defined benefit plan liability is calculated using a discount rate which is determined by reference to market yields at the end of the reporting period on government bonds.
- Interest risk:** A decrease in the bond interest rate will increase the plan liability; however, this will be partially offset by an increase in the return on the plan debt investments.
- Longevity risk:** The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. An increase in the life expectancy of the plan participants will increase the plan's liability.
- Salary risk:** The present value of the defined plan liability is calculated by reference to the future salaries of plan participants. As such, an increase in the salary of the plan participants will increase the plan's liability.

DECCAN EXPLORATION SERVICES PRIVATE LIMITED

Amount (₹ '000)

Note – 23: Foreign Exchange Earnings and Expenditure

Earnings

Sl. No.	Particulars	For the year ended	
		31st March, 2020	31st March 2019
1	Exports	-	-

Expenditure

Sl. No.	Particulars	For the year ended	
		31st March, 2020	31st March 2019
1	Import of Materials	-	-
2	Professional Fees	-	1,689
3	Analysis Charges	-	-
4	Travelling & Other Expense	-	-
	Total	-	1,689

Note – 24: Related Party Disclosure

Sl. No.	Name of Related Party	Relationship
1	Deccan Gold Mines Limited	Holding Company
2	Mr. S.C.R. Peshwa	Director
3	Mr. Karunakaran	Director
4	Mr. Krishnamurthy K R	Director (Resigned on 30th April, 2019)
5	Mr. Natesan Chinnappan	Independent Director – (Appointed on 3rd June, 2019)

Transactions with Related Parties

Particulars	For the year ended	
	31st March, 2020	31st March, 2019
Allotment of Shares (See Note No.27)	-	-
Repayment of advances received from holding Company	-	-
Reimbursement of Exploration Expenses given to Holding Company (Excluding Taxes)	6,920	6282
Total	6,920	6282

Note – 25: Contingent Liabilities Not Provided For

Particulars	For the year ended	
	31st March, 2020	31st March 2019
Contingent Liabilities Not Provided For	Nil	Nil

DECCAN EXPLORATION SERVICES PRIVATE LIMITED**DECCAN EXPLORATION SERVICES PRIVATE LIMITED****Note – 26: Earning Per Share**

Particulars		For the year ended	
		31st March, 2020	31st March, 2019
a)	No of Shares at the beginning of the year	-	13,555
b)	No of Shares at the end of the year	-	13,555
c)	Weighted average number of Equity Shares outstanding during the year	-	13,555
	EPS		
a)	Net Profit available for Equity Shareholders (Rs. in '000)	(3,362)	(4,663)
b)	Basic Earning Per Share (in Rs.)	(248)	(344)
c)	Diluted Earning Per Share (in Rs.)	(248)	(344)

Note - 27 : Auditors Remuneration

Particulars	31st March, 2020	31st March, 2019
Auditor's Remuneration		
For Audit	35	35
For Taxation	-	-
For Other Matters	-	-
Total	35	35

Note 28: The outbreak of Coronavirus (COVID-19) pandemic globally and in India is causing significant disturbance and slowdown of economic activity. In many countries, businesses are being forced to cease or limit their operations for long or indefinite period of time. Measures taken to contain the spread of the virus, including travel bans, quarantines, social distancing, and closures of non-essential services have triggered significant disruptions to businesses worldwide, resulting in an economic slowdown.

The inordinate delay in grant of mineral concessions coupled with impact of the recent COVID-19 lockdown has had a significant impact on the development of Company's Projects.

Note 29: Previous year figures have been re-grouped/reclassified wherever/necessary to make them comparable with current year.

For and on behalf of the Board

As per our report of even date attached.
For **Rao & Venkatesulu**
Chartered Accountants

S.C.R PESHWA
Director

K.KARUNAKARAN
Director

ASHOKA D S
Partner

Membership No. : 213524

FRN: 003108S

UDIN: 20213524AAAABC7909

Place : Bengaluru
Date : May 14, 2020