

ASPINWALL GEOTECH LIMITED

ACCOUNTS

2019-2020

Aspinwall Geotech Limited
Balance Sheet as at 31 March 2020
 (All amounts in Indian Rupees, except share data and where otherwise stated)

	Notes	As at 31 March 2020	As at 31 March 2019
ASSETS			
Non-current assets			
Property, Plant and Equipment	3	1,531,886	1,531,886
Other non-current assets	5	46,981	46,981
Income-tax assets	19	1,649,015	1,122,797
Total Non-current assets		3,227,882	2,701,664
Current assets			
Financial Assets			
Cash and cash equivalents	6	741,993	756,694
Other Financial Assets	4	-	559
Total Current assets		741,993	757,253
Total Assets		3,969,875	3,458,917
EQUITY AND LIABILITIES			
Equity			
Equity Share Capital	7	12,000,000	12,000,000
Other equity		(21,967,152)	(21,301,738)
Total Equity		(9,967,152)	(9,301,738)
Non-current liabilities			
Financial Liabilities			
Borrowings	8	4,780,000	4,780,000
Total Non-current liabilities		4,780,000	4,780,000
Current liabilities			
Financial Liabilities			
Trade payables	9	-	-
- total outstanding dues of Micro Enterprises and Small Enterprises			
- total outstanding dues of creditors other than Micro Enterprises and Small Enterprises		28,000	28,000
Other Financial Liabilities	10	9,113,111	7,936,871
Other current liabilities	11	15,916	15,784
Total Current liabilities		9,157,027	7,980,655
Total Equity and Liabilities		3,969,875	3,458,917

Significant accounting policies

2

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

for **JERRY, SUNNY & RAJESH**
 Chartered Accountants
 Firm's registration number: 001326S



Sunny Varghese

Partner

Membership Number : 028612

ICAI UDIN: 20028612AAAABA3850

Place: Kochi

Date: 29 June 2020



for and on behalf of the Board of Directors of
Aspinwall Geotech Limited
 U18101KL1994PLC008197



T. R. Radhakrishnan

Director

DIN:00086627



Mohan Kurian

Director

DIN:03260152

Place: Kochi

Date: 29 June 2020

Aspinwall Geotech Limited
Statement of Profit and Loss for the year ended 31 March 2020
(All amounts in Indian Rupees, except share data and where otherwise stated)

	Notes	For the year ended 31 March 2020	For the year ended 31 March 2019
Income			
Other income	12	49,471	39,544
Total Income		<u>49,471</u>	<u>39,544</u>
Expenses			
Finance costs	13	641,420	640,130
Other expenses	14	73,465	73,804
Total expenses		<u>714,885</u>	<u>713,934</u>
Tax expense		-	-
Loss for the year		<u>(665,414)</u>	<u>(674,390)</u>
Other Comprehensive Income		-	-
Total comprehensive income for the year		<u>(665,414)</u>	<u>(674,390)</u>
Earnings per equity share	16		
(Equity shares of face value ` 10 each)			
Basic		0.55	0.56
Diluted		0.55	0.56

Significant accounting policies

2

The notes referred to above form an integral part of the financial statements

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Aspinwall Geotech Limited**Cash Flow Statement for the year ended 31 March 2020**

(All amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended 31 March 2020	For the year ended 31 March 2019
A. Cash flows from operating activities		
Loss for the year	(665,414)	(674,390)
Adjustments for :		
Finance costs	641,420	640,130
Interest income	(49,471)	(39,044)
Liabilities no longer required written back	-	(500)
Operating profit before working capital changes	(73,465)	(73,804)
Adjustments for increase / (decrease) in operating liabilities:		
Trade payables	-	(1,594)
Other Financial Liabilities	598,962	-
Other current liabilities	132	-
	599,094	(1,594)
Cash flows from / (used in) operating activities before taxes	525,629	(75,398)
Income taxes paid, net of refund	(526,218)	(337,829)
Net cash used in operating activities (A)	(589)	(413,227)
B. Cash flows from investing activities		
Bank deposits not considered as cash and cash equivalents	-	(36,981)
Interest received	50,030	75,366
Net cash from from investing activities (B)	50,030	38,385
C. Cash flows from financing activities		
Finance costs	(64,142)	(64,645)
Net cash used in financing activities (C)	(64,142)	(64,645)
Decrease in cash and cash equivalents	(14,701)	(439,487)
Cash and cash equivalents at the beginning of the year	756,694	1,196,181
Cash and cash equivalents at the end of the year (refer note 6)	741,993	756,694

Significant accounting policies (refer note 2)

The notes referred to above form an integral part of the financial statements

As per our report of even date attached

for **JERRY, SUNNY & RAJESH**

Chartered Accountants

Firm's registration number: 001326S



Sunny Varghese
Partner

Membership Number : 028612

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Place: Kochi

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for and on behalf of the Board of Directors

Aspinwall Geotech Limited

U18101KL1994PLC008197



T. R. Radhakrishnan

Director

DIN:00086627



Mohan Kurian

Director

DIN:03260152

Place: Kochi

Date: 29 June 2020

Aspinwall Geotech Limited
Statement of Changes in Equity

(All amounts in Indian Rupees, except share data and where otherwise stated)

For the year ended 31 March 2020

Particulars	Equity share capital	Reserves and surplus			Total	Total equity attributable to equity shareholders of the Company
		Retained earnings	Capital Reserve	Investment Reserve		
Balance as at 1 April 2019	12,000,000	(27,701,738)	4,900,000	1,500,000	(21,301,738)	(9,301,738)
Loss for the year		(665,414)		-	(665,414)	(665,414)
Total comprehensive income for the year		(665,414)		-	(665,414)	(665,414)
Balance as at 31 March 2020	12,000,000	(28,367,152)	4,900,000	1,500,000	(21,967,152)	(9,967,152)

For the year ended 31 March 2019

Particulars	Equity share capital	Reserves and surplus			Total	Total equity attributable to equity shareholders of the Company
		Retained earnings	Capital Reserve	Investment Reserve		
Balance as at 1 April 2018	12,000,000	(27,027,348)	4,900,000	1,500,000	(20,627,348)	(8,627,348)
Loss for the year		(674,390)		-	(674,390)	(674,390)
Total comprehensive income for the year		(674,390)	-	-	(674,390)	(674,390)
Balance as at 31 March 2019	12,000,000	(27,701,738)	4,900,000	1,500,000	(21,301,738)	(9,301,738)

As per our report of even date attached

for **JERRY, SUNNY & RAJESH**
Chartered Accountants
 Firm's registration number: 001326S



Sunny Varghese
Partner

Membership Number : 028612
 ICAI UDIN: 20028612AAAAABA3850

Place: Kochi
 Date: 29 June 2020

for and on behalf of the Board of Directors
Aspinwall Geotech Limited
 U18101KL1994PLC008197

T. R. Radhakrishnan
Director
 DIN: 00086627

Mohan Kurian
Director
 DIN: 03260152

1: Corporate Information

Aspinwall Geotech Limited is a wholly owned subsidiary of Aspinwall and Company Limited and was formed for Geotextiles Business. Due to a major fire accident in the year 2002 the main machinery was damaged and since then no commercial activity is taking place. The Company has disposed off all its assets except land.

2: Basis of preparation and significant accounting policies:

2.1: Statement of compliance

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of Companies Act, 2013, (the 'Act') read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016 and other relevant provisions of the Act.

The standalone financial statements were authorised for issue by the Company's Board of Directors on 29th June, 2020.

2.2: Functional and presentation currency

These financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the nearest rupees, unless otherwise indicated.

Basis of measurement

The financial statements have been prepared on the historical cost basis.

2.3: Use of estimates and judgements

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.



2.3: Use of estimates and judgements (continued)

Estimates and underlying assumptions are reviewed on an ongoing basis. 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.

i. Judgements:

There are no significant judgements made in applying accounting policies that have the most material effects on the amounts recognised in the financial statements.

ii. Assumptions and estimation uncertainties:

a) Useful lives of Property, plant and equipment

Property, plant and equipment and intangible assets represent a proportion of the asset base of the Company. The Company has only freehold land under Property, plant and equipment,

2.4: Revenue recognition

Other Income

In calculating interest income, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit impaired).

2.5: Property, plant and equipment

i. Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalised borrowing costs if any, less accumulated depreciation and accumulated impairment losses, if any.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in profit or loss.



2.5: Property, plant and equipment (continued)

i. Transition to Ind AS

On transition to Ind AS, the Company has elected to continue with the carrying value of all of its property, plant and equipment recognised as at 1 April 2016, measured as per the previous GAAP, and use that carrying value as the deemed cost of such property, plant and equipment (see Note 3 on Ind AS 101).

ii. Subsequent expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii. Depreciation

Depreciation is provided on the cost of items of property, plant and equipment less their estimated residual values over their estimated useful lives prescribed in Schedule II to the Companies Act, 2013 using the Straight Line Method ('SLM').

Depreciation on additions during the year is provided for on a pro-rata basis i.e, from the date on which asset is acquired. Depreciation on disposals is provided on a pro-rata basis i.e. upto the date on which asset is disposed off.

2.6: Taxation

(a) Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.



2.6: Taxation (continued)

(b) Minimum Alternate Tax (MAT)

MAT paid in accordance with provisions of Income Tax Act, 1961 which gives rise to future economic benefits in the form of adjustment of future Income Tax liability, is being absorbed in the Statement of Profit and Loss and the credit is being recognised when it is probable that the future economic benefit associated with it will flow to the Company.

2.7: Earnings per share (EPS)

Basic earnings per share ('EPS') is computed by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of shares outstanding during the year.

Diluted EPS is computed using the weighted average number of equity and dilutive equity equivalent shares outstanding during the period except where the result would be anti-dilutive.

2.8: Cash flow statement

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

2.9: Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition) that are readily convertible into known amounts of cash.

2.10: Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the



Aspinwall Geotech Limited

Notes forming part of the financial statements for the year ended 31st March, 2020

Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

2.11: Goods and Service Tax ('GST') input credit

GST input credit is accounted for in the books in the period in which the underlying goods or service received is accounted and when there is reasonable certainty in availing / utilising the credits.

Recent Accounting Pronouncements

i. Standards issued but not effective on Balance sheet date:

Ind AS 116, Leases

The Company is required to adopt Ind AS 116, Leases from 1 April 2019. Ind AS 116 introduces a single, on-balance sheet lease accounting model for lessees. A lessee recognises a right-of-use asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. There are recognition exemptions for short-term leases and leases of low-value items. Lessor accounting remains similar to the current standard - i.e. lessors continue to classify leases as finance or operating leases. It replaces existing leases guidance, Ind AS 17, Leases.

Lessees are required to remeasure the lease liability upon the occurrence of certain events (e.g., a change in the lease term, a change in future lease payments resulting from a change in an index or rate used to determine those payments). The lessee will generally recognise the amount of the re-measurement of the lease liability as an adjustment to the right-of-use asset.

Lessor accounting under Ind AS 116 is substantially unchanged from today's accounting under

Ind AS 17. Lessors will continue to classify all leases using the same classification principle as in Ind AS 17 and distinguish between two types of leases: operating and finance leases.

The Company plans to apply Ind AS 116 initially on 1 April 2019, using the modified retrospective approach. Therefore, the cumulative effect of adopting Ind AS 116 will be recognised as an adjustment to the opening balance of retained earnings at 1 April 2019, with no restatement of comparative information.



Aspinwall Geotech Limited

Notes forming part of the financial statements for the year ended 31st March, 2020

The Company plans to apply the practical expedient to grandfather the definition of a lease on transition. This means that it will apply Ind AS 116 to all contracts entered into before 1 April 2019 and identified as leases in accordance with Ind AS 17.

The Company is in the process of evaluating the impact of adoption of Ind AS 116.

Other Amendments

The MCA has notified below amendments which are effective 1 April 2019:

Appendix C to Ind AS 12, Income taxes

Amendments to Ind AS 103, Business Combinations

Amendments to Ind AS 109, Financial Instruments

Amendments to Ind AS 111, Joint Arrangements

Amendments to Ind AS 19, Employee Benefits

Amendments to Ind AS 23, Borrowing Costs

Amendments to Ind AS 28, Investments to Associates and Joint Ventures

Based on Preliminary work, the Company does not expect these amendments to have any significant impact on its Financial statements.



Aspinwall Geotech Limited**Notes to the financial statements for the year ended 31 March 2020 (continued)**

(All amounts in Indian Rupees, except share data and where otherwise stated)

3 Property, Plant and Equipment

Reconciliation of carrying amount	Freehold land	Total
Balance as at 1 April 2018	1,531,886	1,531,886
Additions	-	-
Deletions	-	-
Balance as at 31 March 2019	1,531,886	1,531,886
Balance as at 1 April 2019	1,531,886	1,531,886
Additions	-	-
Deletions	-	-
Balance as at 31 March 2020	1,531,886	1,531,886
Accumulated depreciation		
Balance as at 1 April 2018	-	-
Depreciation for the year	-	-
Deletions	-	-
Balance as at 31 March 2019	-	-
Accumulated depreciation		
Balance as at 1 April 2019	-	-
Depreciation for the year	-	-
Deletions	-	-
Balance as at 31 March 2020	-	-
Carrying amount (net)		
As at 31 March 2019	1,531,886	1,531,886
As at 31 March 2020	1,531,886	1,531,886



Aspinwall Geotech Limited
Notes to the financial statements for the year ended 31 March 2020 (continued)
(All amounts in Indian Rupees, except share data and where otherwise stated)

	As at 31 March 2020	As at 31 March 2019
4 Other Financial Assets		
Current		
Interest accrued on deposits	-	559
	<u>-</u>	<u>559</u>
5 Other assets		
Non- current		
Deposits *	46,981	46,981
	<u>46,981</u>	<u>46,981</u>
* Deposit with SBI Kochi given as security to Sales Tax Department		
6 Cash and cash equivalents		
(a) Balances with banks		
(i) In current accounts	47,241	106,694
(ii) In deposit accounts	694,752	650,000
Cash and cash equivalents in the statement of cash flows	<u>741,993</u>	<u>756,694</u>



	As at 31 March 2020	As at 31 March 2019
7 Share capital		
Authorised capital	20,000,000	20,000,000
20,00,000 Equity Shares of ₹ 10/- each	<u>20,000,000</u>	<u>20,000,000</u>
Issued, subscribed and paid-up capital	12,000,000	12,000,000
12,00,000 Equity Shares of ₹ 10/- each fully paid up	<u>12,000,000</u>	<u>12,000,000</u>

a. Reconciliation of the number of equity shares outstanding at the beginning and at the end of the reporting year is as given below:

Particulars	As at 31 March 2020		As at 31 March 2019	
	No. of shares	Amount	No. of shares	Amount
Number of shares at the beginning of the year	1,200,000	12,000,000	1,200,000	12,000,000
Number of shares issued during the year	-	-	-	-
Number of shares at the end of the year	<u>1,200,000</u>	<u>12,000,000</u>	<u>1,200,000</u>	<u>12,000,000</u>

b. Rights, preferences and restrictions attached to shares

The Company has only one class of Equity Shares having a par value of ₹ 10/- per share. Each holder of the Equity Shares is entitled to one vote per share. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by shareholders.

c. Details of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Particulars	As at 31 March 2020		As at 31 March 2019	
	No. of shares	% holding	No. of shares	% holding
Aspinwall and Company Limited	1,200,000	100%	1,200,000	100%
	<u>1,200,000</u>	<u>100%</u>	<u>1,200,000</u>	<u>100%</u>

8 Borrowings

Non-current

UnSecured

UNDP Loan

4,780,000	4,780,000
<u>4,780,000</u>	<u>4,780,000</u>

9 Trade payables

Total outstanding dues of Micro Enterprises and Small Enterprises (refer note 18)

Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises

28,000	28,000
<u>28,000</u>	<u>28,000</u>

10 Other Financial Liabilities

Current

Current maturities of long term debt

Interest payable

Due to holding company

Accrued expenses - others

5,121,045	5,121,045
3,393,104	2,815,826
589,123	-
9,839	-
<u>9,113,111</u>	<u>7,936,871</u>

11 Other liabilities

Current

Withholding taxes and statutory dues

15,916	15,784
<u>15,916</u>	<u>15,784</u>



Aspinwall Geotech Limited
Notes to the financial statements for the year ended 31 March 2020 (continued)
 (All amounts in Indian Rupees, except share data and where otherwise stated)

	For the year ended 31 March 2020	For the year ended 31 March 2019
12 Other income		
Interest Income (Refer Note 12.1)	49,471	39,044
Liabilities no longer required written back	-	500
	<u>49,471</u>	<u>39,544</u>
Note:		
12.1 Interest income comprise:		
Interest from banks on deposits	48,699	39,044
Interest on income-tax refund	772	-
	<u>49,471</u>	<u>39,044</u>
13 Finance costs		
Interest expense on borrowings from holding company	641,420	640,130
	<u>641,420</u>	<u>640,130</u>
14 Other expenses		
Charges for services	5,594	3,010
Printing and stationery	5,245	4,988
Legal and professional	32,204	30,000
Payments to auditors (Refer Note 14.1 below)	28,000	28,000
Bank charges	609	1,239
Miscellaneous expenses	1,813	6,567
	<u>73,465</u>	<u>73,804</u>

Note 14.1- Payments to auditors

Payments to the auditors comprise (net of GST input credit, where applicable):

(a) To Statutory auditors	25,000	25,000
For Statutory audit	3,000	3,000
Reimbursement of expenses	<u>28,000</u>	<u>28,000</u>



15 Additional information to the standalone financial statements

Particulars	As at 31 March 2020	As at 31 March 2019
Contingent liabilities		
Disputed Income Tax Demands:		
(i) A demand has been raised under section 156 of the Income Tax Act, 1961 for the assessment year 2005-06 vide order dated 11/3/2015 u/s 143(3) of the Income Tax Act, 1961. The Company feels that this liability is contingent in nature as they anticipate a favourable order from the appellate authority before which appeal is pending before hearing. Accordingly this liability is not recognised in the financial statements of the Company.	4,260,230	4,785,230
(ii) A demand has been raised under section 143(3) of the Income Tax Act, 1961 for the assessment year 2014-15 vide order dated 22/07/2016. The Company feels that this liability is contingent in nature as they anticipate a favourable order from the appellate authority before which appeal is pending before hearing. Accordingly this liability is not recognised in the financial statements of the Company. Conditional stay has been granted against this demand on payment of 15% of the same.	2,216,520	2,216,520

16 Earnings / (loss) per share

The calculation of profit attributable to equity share holders and weighted average number of equity shares outstanding for the purpose of basic earnings / (loss) per share calculations are as follows:

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Loss for the year attributable to the equity shareholders	(665,414)	(674,390)
Weighted average number of equity shares (Nos.)	1,200,000	1,200,000
Par value per share	10.00	10.00
Earning per share - Basic / Diluted	0.55	0.56

17 Related parties

A. Related Party relationships

Names of related parties and description of relationship with the Company:

(a) Holding Company

Aspinwall and Company Limited

(b) Fellow Subsidiaries

Malabar Coast Marine Services Private Limited
Aspinwall Technologies Limited
SFS Pharma Logistics Private Limited
Aspinwall Healthcare Private Limited

Note: Related parties have been identified by the Management and relied upon by the auditors



Aspinwall Geotech Limited
Notes to the financial statements for the year ended 31 March 2020 (continued)
(All amounts in Indian Rupees, except share data and where otherwise stated)

17 Related parties (continued)

B. Related party transactions			
Transaction	Related Party	For the year ended 31 March 2020	For the year ended 31 March 2019
Interest expense	Aspinwall and Company Limited	641,420	640,130
Payments met on behalf of the Company by Holding Company	Aspinwall and Company Limited	589,123	334,063

C. Balance receivable / (payable)			
Balance at the year end	Related Party	As at 31 March 2020	As at 31 March 2019
Current maturities of long term debt	Aspinwall and Company Limited	5,121,045	5,121,045
Interest Payable	Aspinwall and Company Limited	3,393,104	2,815,826
Due to holding company	Aspinwall and Company Limited	589,123	-

18 Disclosures required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006, (MSMED Act)

Particulars	As at 31 March 2020	As at 31 March 2019
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	-	-
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid along with the amounts of the payment made to the supplier beyond the appointed day	-	-
(iv) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act	-	-
(v) The amount of interest accrued and remaining unpaid at the end of the accounting year	-	-
(vi) The amount of further interest due and payable even in the succeeding year, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23	-	-

Note: Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditors.



19 Tax assets, liabilities and reconciliations

A. Deferred tax (asset)/ liabilities

The eligibility to carry forward business loss pertaining to earlier years under the Income Tax Act has been lost as the time limit to set-off has crossed eight years. Further, since the Company has discontinued the business activities unconditionally for the time being, no Deferred Tax Asset / Liability on account of timing difference on expenditure, if any, has been recognised.

B. Other tax assets

Particulars	As at 31 March 2020	As at 31 March 2019
Non-current	1,649,015	1,122,797
Advance tax, net of provision for tax	<u>1,649,015</u>	<u>1,122,797</u>

C. Reconciliation of effective tax rate

Particulars	For the year ended 31 March 2020	For the year ended 31 March 2019
Loss for the year	(665,414)	(674,390)
Company's domestic tax rate	26%	26%
Tax using Company's domestic tax rate	-	-
Income tax expense	<u>0%</u>	<u>0%</u>
Effective tax rate		

Note: Since the company has incurred tax losses during the year, no provision has been created for Current tax.



Aspinwall Geotech Limited

Notes to the financial statements for the year ended 31 March 2020 (continued)
(All amounts in Indian Rupees, except share data and where otherwise stated)

20 Financial Instruments

Financial Instruments by category

The carrying value and fair value of Financial Instruments by categories as of 31 March 2020 were as follows:

Particulars	Carrying Value		Fair Value			
	Amortised cost	Financial Assets/ Liabilities at FVTPL	Total carrying value	Level 1	Level 2	Level 3
Assets						
Cash and cash equivalents	741,993	-	741,993	-	-	-
Other Financial Assets	-	-	-	-	-	-
	741,993	-	741,993	-	-	-
Liabilities						
Borrowings	4,780,000	-	4,780,000	-	-	-
Trade payables	28,000	-	28,000	-	-	-
Other Financial Liabilities	9,113,111	-	9,113,111	-	-	-
	13,921,111	-	13,921,111	-	-	-

The carrying value and fair value of financial instruments by categories as of 31 March 2019 were as follows:

Particulars	Carrying Value		Fair Value			
	Amortised cost	Financial Assets/ Liabilities at FVTPL	Total carrying value	Level 1	Level 2	Level 3
Assets						
Cash and cash equivalents	756,694	-	756,694	-	-	-
Other Financial Assets	559	-	559	-	-	-
	757,253	-	757,253	-	-	-
Liabilities						
Borrowings	4,780,000	-	4,780,000	-	-	-
Trade payables	28,000	-	28,000	-	-	-
Other Financial Liabilities	7,936,871	-	7,936,871	-	-	-
	12,744,871	-	12,744,871	-	-	-



20 Financial Instruments (continued)

Capital management

The key objective of the Company's capital management is to ensure that it maintains a stable capital structure with the focus on total equity to uphold investor, creditor and customer confidence and to ensure future developments of the business. The Company is focused on maintaining a strong equity base to ensure independence, security as well as financial flexibility for potential future borrowings, if required, without impacting the risk profile of the Company.

The Company's debt to equity ratio at the reporting date are as follows:

	As at 31 March 2020	As at 31 March 2019
Total Liabilities	13,937,027	12,760,655
Less: Cash and cash equivalents	741,993	756,694
Net Debt	14,679,020	13,517,349
Total Equity	(9,967,152)	(9,301,738)
Debt to Equity ratio	(1.47)	(1.45)

There are no changes in the Company's approach to capital management during the year. The Company is not subject to externally imposed capital requirements.

In order to meet all the outside liability which the Company owes currently, decision has been taken to dispose the land belonging to the Company.

Financial risk management

The Company has exposure to the following risks arising from financial instruments:

- (i) Credit risk;
- (ii) Liquidity risk; and
- (iii) Market risk

Risk management framework

The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Board of Directors is responsible for developing and monitoring the Company's risk management policies.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

(ii) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.



20 Financial Instruments (continued)

Financial risk management (continued)

(ii) Liquidity risk (continued)

The Company's objective is to maintain a balance between continuity of funding and flexibility through the use of bank facilities and by ensuring adequate internally generated funds.

Exposure to liquidity risk

The contractual undiscounted cash flows associated with financial liabilities at reporting dates are as follows:

31 March 2020	Carrying amount	Contractual cash flows					
		Total	2 months or less	2-12 months	1-2 years	2-5 years	More than 5 years
Financial Liabilities							
Non-current borrowings	4,780,000	4,780,000	-	-	-	-	4,780,000
Trade payables	28,000	28,000	28,000	-	-	-	-
Other Financial Liabilities	9,113,111	9,113,111	-	1,176,240	7,936,871	-	-
31 March 2019	Carrying amount	Contractual cash flows					
		Total	2 months or less	2-12 months	1-2 years	2-5 years	More than 5 years
Financial liabilities							
Non-current borrowings	4,780,000	4,780,000	-	-	-	-	4,780,000
Trade payables	28,000	28,000	28,000	-	-	-	-
Other Financial Liabilities	7,936,871	7,936,871	-	7,936,871	-	-	-

Note: The gross inflows/(outflows) disclosed in the above table represent the contractual undiscounted cash flows relating to Financial Liabilities.



20 Financial Instruments (continued)

(iii) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates and interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

The Company does not have any transactions in foreign currency and thus not exposed to foreign exchange rate risk.
As of now, the Company have not entered into any sort of derivative contracts, in order to manage market risks.

Foreign currency risk

The Company is not exposed to foreign currency risk. The functional currency of company is INR.

Interest rate risk

The Company's exposure to the risk of changes in market interest rates relates to the Company's long-term debt with holding company.

21 Previous year figures have been regrouped / reclassified wherever necessary to conform to the current year's presentation.

As per our report of even date attached

for JERRY, SUNNY & RAJESH
Chartered Accountants
Firm's registration number: 001326S



Sunny Varghese
Partner
Membership Number : 028612
ICAI UDIN: 20028612AAAABA3850

Place: Kochi
Date: 29 June 2020



for and on behalf of the Board of Directors of
Aspinwall Geotech Limited
U18101KL1994PLC008197



T.R. Radhakrishnan
Director
DIN: 00086627

Place: Kochi
Date: 29 June 2020



Mohan Kurian
Director
DIN: 03260152