

Ref No.: Minechem/Stock Exch/Letter/7959

10<sup>th</sup> July, 2020

The Dy. General Manager,  
Bombay Stock Exchange Limited  
Corporate Relations & Services Dept.,  
Phirojsha Jeejibhoy Towers,  
Dalal Street, Mumbai - 400 001

The Dy. General Manager,  
National Stock Exchange of India Ltd.,  
Corporate Relations Dept., Exchange  
Plaza, Bandra-Kurla Complex,  
Bandra (E), Mumbai - 400 051

Scrip Code: 527001

Scrip Code: ASHAPURMIN

Dear Sir/Madam,

**Sub.-: Outcome of the Board Meeting**

As required under Regulation 30 & 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of the following documents duly approved and taken on record by the Board of Directors of the Company at their Meeting held on 10<sup>th</sup> July, 2020:

1. Audited Financial Results (Standalone & Consolidated) for the quarter and year ended 31<sup>st</sup> March, 2020.
2. Auditors' Report on Financial Results (Standalone & Consolidated) for the year ended 31<sup>st</sup> March, 2020, issued by the Statutory Auditors of the Company viz. M/s. P A R K & Co.

The Company hereby declares that the aforesaid Audited Financial Results have unmodified opinion of the Statutory Auditors.

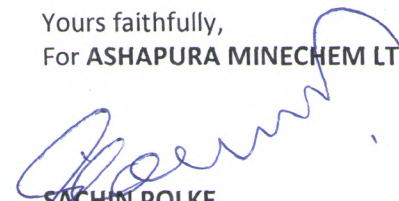
Further, kindly be informed that requisite disclosure in respect of Impact Assessment of covid-19 has been mentioned in Notes to the enclosed Audited Financial Results.

The Meeting concluded at 7.30 p.m.

Kindly take the same on your record.

Thanking you,

Yours faithfully,  
For **ASHAPURA MINECHEM LTD.**



**SACHIN POLKE**  
COMPANY SECRETARY & VP (Grp. Aff.)  
Encl. : As above



STATEMENT OF STANDALONE/CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED 31st March, 2020

PARTICULARS	Standalone				Consolidated			
	Quarter ended		Year ended		Quarter ended		Year ended	
	31/03/2020 Audited (ref note 6)	31/12/2019 Unaudited	31/03/2019 Audited (ref note 6)	31/03/2020 Audited	31/03/2019 Audited	31/03/2020 Audited (ref note 6)	31/03/2019 Unaudited	31/03/2019 Audited
1 Income								
(a) Income from operations	6,532.32	2,871.98	9,559.40	20,585.63	33,747.86	10,302.04	4,864.42	15,963.90
(b) Other income	288.82	183.44	179.51	866.71	933.11	569.90	305.74	430.82
<b>Total Income</b>	<b>6,821.14</b>	<b>3,055.42</b>	<b>9,738.91</b>	<b>21,452.34</b>	<b>34,680.97</b>	<b>10,871.94</b>	<b>5,170.16</b>	<b>16,394.72</b>
2 Expenses								
(a) Cost of materials consumed	2,039.46	1,646.47	3,940.45	8,223.82	11,168.49	3,416.83	2,188.70	6,471.15
(b) Purchase of stock-in-trade	720.33	33.34	227.90	881.72	3,546.62	1,365.16	587.87	993.41
(c) Changes in inventories	80.30	50.70	436.95	1,455.39	1,462.11	(750.53)	(34.55)	448.82
(d) Employee benefits expenses	596.03	544.46	737.77	2,468.32	3,059.40	1,004.36	885.79	1,051.62
(e) Finance costs	372.88	680.56	169.94	1,363.79	945.53	1,050.45	1,089.94	3,095.86
(f) Depreciation and amortisation expenses	514.10	522.10	551.26	2,092.35	2,274.98	765.59	690.13	2,838.94
(g) Foreign currency fluctuation (Gain)/ Loss on Shipping Claims	458.85	324.37	(324.37)	2,161.81	3,596.14	458.85	324.37	2,161.81
(h) Other expenses	3,713.58	1,414.00	4,146.15	9,525.91	13,474.81	6,348.27	2,591.25	16,825.70
<b>Total Expenses</b>	<b>8,495.53</b>	<b>5,215.99</b>	<b>9,886.03</b>	<b>28,173.11</b>	<b>39,528.07</b>	<b>13,658.98</b>	<b>8,323.49</b>	<b>45,099.93</b>
3 Profit / (Loss) before exceptional items & tax (1-2)	(1,674.39)	(2,160.57)	(147.12)	(6,720.77)	(4,847.10)	(2,787.04)	(3,153.33)	(39.78)
4 Exceptional Items Gain/(Loss)	39,689.67	6,361.84	(3.38)	46,051.51	(2,584.36)	39,279.88	8,118.09	(3.38)
5 Profit / (Loss) before tax (3+4)	38,015.28	4,201.27	(150.50)	39,330.74	(7,431.45)	36,492.84	4,964.76	36.40
6 Tax Expenses								
(a) Current tax	-	-	-	-	-	105.86	0.14	-
(b) Earlier years tax	-	-	-	-	-	14.54	(0.13)	4.49
(c) Deferred tax	-	-	-	-	-	(86.13)	(165.05)	(351.33)
7 Profit / (Loss) for the period (5-6)	38,015.28	4,201.27	(150.50)	39,330.74	(7,431.45)	36,458.56	5,129.81	383.24
8 Share of Profit/(Loss) of joint ventures and associates (net)	-	-	-	-	-	324.94	108.39	186.70
9 Profit/(Loss) for the period (7+8)	38,015.28	4,201.27	(150.50)	39,330.74	(7,431.45)	36,783.50	5,238.20	569.94
10 Other Comprehensive Income/(Loss)								
A Items that will not be reclassified to profit or loss								
(i) Remeasurements of defined benefit plans (net of taxes)	110.43	(4.74)	(97.80)	96.22	(17.22)	29.72	(3.12)	(110.99)
(ii) Gains on Investments in equity instruments classified as FVOCI	(0.13)	-	(33.05)	26.93	(32.92)	(0.13)	0.00	(33.05)
B Items That will be reclassified to profit or loss								
(i) Exchange differences on foreign currency translation	-	-	-	-	-	(335.18)	(1.47)	34.36
<b>Total Other Comprehensive Income (net of tax)</b>	<b>110.30</b>	<b>(4.74)</b>	<b>(130.85)</b>	<b>123.15</b>	<b>(50.14)</b>	<b>(305.60)</b>	<b>(4.59)</b>	<b>(109.67)</b>
11 Total Comprehensive Income for the period (net of tax)	38,125.58	4,196.54	(281.35)	39,453.89	(7,481.59)	36,477.90	5,233.61	460.26
12 Profit for the period attributable to:								
(a) Shareholders of the Company	-	-	-	-	-	36,786.86	5,451.37	129.83
(b) Non-controlling interests	-	-	-	-	-	(3.37)	(213.17)	440.10
<b>Total Comprehensive Income for the period attributable to:</b>								
(a) Shareholders of the Company	-	-	-	-	-	36,494.14	5,446.65	22.25
(b) Non-controlling interests	-	-	-	-	-	(16.24)	(213.04)	438.01
13 Paid-up Equity Share Capital (86,986,098 Shares of ₹ 2 each)	1,739.72	1,739.72	1,739.72	1,739.72	1,739.72	1,739.72	1,739.72	1,739.72
14 Earnings Per Share								
Basic	43.70	4.83	(0.17)	45.21	(8.54)	42.29	6.27	0.15
Diluted	43.70	4.83	(0.17)	45.21	(8.54)	42.29	6.27	0.15



**Notes to Accounts:**

- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 10th July, 2020. The Statutory Auditors have expressed an unmodified opinion on the results for the year ended 31st March, 2020.
- One of the creditors, with whom the Company had entered into settlement agreement, terminated the settlement agreement and invoked pledge of shares of two subsidiary companies and a joint venture company on 19th September 2018 and 4th October 2018. Accordingly, 100% shares of a wholly-owned subsidiary, Ashapura International Limited, 47.86% shares of a subsidiary company, Bombay Minerals Limited, and entire holding of 50% in a joint venture company, Ashapura Perforoclay Limited were taken over by the said creditor due to trigger of these pledged shares. The Company upon defending the said invocation of pledge through Arbitration, received an Arbitration Award in its favour on 28th February 2020 whereby (a) the invocation of the aforesaid pledge of shares were held to be non-est and therefore, set aside; and (b) the original settlement agreement was reinstated with immediate effect. Consequently, the Company regained the ownership and control of the aforesaid shares which, however, continue to be under pledge in favour of the creditors against the amount payable by the Company. Accordingly, the consolidated financial results for the quarter and the year ended 31st March, 2020 include the results of the aforesaid entities w.e.f. 28th February, 2020.

3 Exceptional items consist of:

Particulars	Standalone				Consolidated			
	Quarter ended	Quarter ended	Quarter ended	Year ended	Quarter ended	Quarter ended	Quarter ended	Year ended
	31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019	31.03.2020	31.12.2019	31.03.2019
Net liabilities in respect of exchange rate differences on a disputed shipping claim and differences and gain on account of fair valuation of long term liabilities	-	-	-	-	(11,535.53)	-	-	(11,535.53)
Excess/(additional) liabilities in respect of settlement with creditors (net)	56,662.06	(13.14)	-	56,648.92	(15,008.51)	56,198.52	(13.14)	56,185
Profit/(Loss) on transfer of the pledged shares as stated in (2) above	(26,459.68)		(3.38)	(26,459.68)	26,459.68	(26,459.68)		(30.56)
Excess/(additional) liabilities on one time settlement with banks (net)	9,487.29	6,374.98	-	15,862.27	(2,500.00)	9,541.04	8,131.23	17,672
	39,689.67	6,361.84	(3.38)	46,051.51	(2,584.36)	39,279.88	8,118.09	(29,074.60)

4 In the last week of March 2020, an outbreak situation arose in India on account of COVID-2019. The Company has considered such outbreak situation as subsequent event to the Balance Sheet date i.e., March 31, 2020 in terms of Ind AS 10 "Reporting on Event After Balance Sheet Date" and has assessed the operational and financial risk on going forward basis.

In assessing the impact on the recoverability of financial and non-financial assets, the extent to which the COVID-19 pandemic will impact the Company's operations and financial results will depend on future developments, which are still uncertain as on the reporting date, including, among other things, any new information concerning the severity of the COVID-19 pandemic and any action to contain its spread or mitigate its impact whether government mandated or elected by the Company.

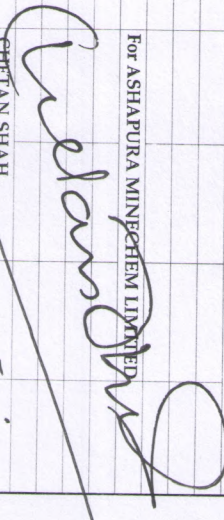
The impact on the operations and earnings/ cashflows of the Company due to COVID- 2019 pandemic may be assessed only after future developments and clarity about domestic and export customers' manufacturing facility which is still not certain and may lead it impracticable for the Company to estimate projected revenue from operations and earning for the next year and impact thereon due to COVID-19. Though, the management will continue to closely monitor any material changes arising out of future economic conditions and impact on its business.

5 Pursuant to the approval of the members, the Company has, on 28th February, 2020 issued 45,00,000 equity share warrants on preferential basis to a promoter group company @ Rs. 31.95 per warrant. Each warrant will be converted into one equity share of the Company within a period of eighteen months from the date of the issue.

6 The figures for the last quarter are the balancing figures between the audited figures in respect of full year and the unaudited published figures up to the third quarter ended December 31, which were subjected to review.

7 The complaints from investors/ shareholders for the quarter ended on 31st March, 2020 : Received -0, Resolved - 0, Unresolved - 0.

8 Previous period's figures have been regrouped, wherever necessary, to conform to current period's classification.

For ASHAPURA MINECHEM LIMITED  
  
 CHETAN SHAH  
 Executive Chairman

Mumbai  
 10th July, 2020



**ASHAPURA MINECHEM LIMITED**

Registered Office: 3rd Floor, Jeevan Udyog, 278, D N Road, Fort, Mumbai - 400 001.

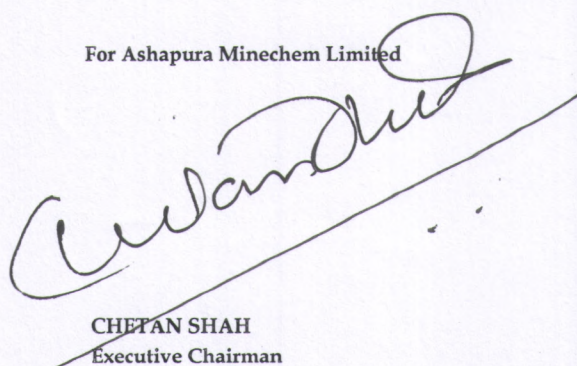
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**Statement of Assets & Liabilities**

( ₹ in Lacs )

Particulars	Standalone		Consolidated	
	As at 31.03.2020	As at 31.03.2019	As at 31.03.2020	As at 31.03.2019
<b>ASSETS:</b>				
Non-Current Assets	-			
Property, plant and equipment	15,834.22	17,302.81	46,646.51	22,013.45
Right of use of assets	-	-	184.77	-
Capital work in progress	289.46	733.38	5,446.97	888.13
Investment properties	2,257.04	2,311.57	-	2,322.99
Intangible assets	46.57	72.51	3,493.49	72.54
Goodwill	-	-	4,069.40	1,023.30
Financial assets	-	-	-	-
Investments	4,391.06	2,676.66	-	-
(a) Investments in associates	-	-	13,074.63	14,230.19
(b) Interests in joint ventures	-	-	13,817.27	2,860.22
(c) Other investments	-	-	533.05	506.24
Loans	1,210.55	2,358.04	11,239.15	2,602.12
Other financial assets	396.50	397.13	1,688.22	436.95
Deferred tax assets	-	-	1,437.44	1,062.60
Other non-current assets	2,785.47	1,329.99	3,277.27	1,524.47
	27,210.86	27,182.09	104,908.17	49,543.19
Current Assets				
Inventories	10,655.57	13,178.37	22,402.96	16,054.80
Financial assets				
Investments	19.40	378.71	19.40	378.71
Trade receivables	11,068.99	7,097.18	18,475.77	10,420.07
Cash and cash equivalents	1,754.49	1,832.52	4,070.11	4,962.54
Other bank balances	417.97	347.67	691.96	1,133.78
Loans	4.12	10.46	26.66	15.14
Other financial assets	302.52	625.08	1,958.77	1,154.93
Current tax assets (net)	1,121.33	994.69	14,474.13	7,186.91
Other current assets	6,128.43	7,832.41	14,981.01	14,279.79
	31,472.84	32,297.08	77,100.77	55,586.65
<b>Total Assets</b>	<b>58,683.71</b>	<b>59,479.17</b>	<b>182,008.95</b>	<b>105,129.84</b>
<b>EQUITY AND LIABILITIES:</b>				
Equity	-		-	
Equity share capital	1,739.72	1,739.72	1,739.72	1,739.72
Other equity	(2,433.98)	(41,887.87)	32,532.57	(37,845.67)
Money received against share warrant	359.44		359.44	-
Equity attributable to owners of the parent			-	-
Non-controlling interests		-	-21.37	6,219.12
	-334.82	-40,148.15	34,610.36	-29,886.83
Liabilities				
Non-current liabilities				
Financial Liabilities				
Borrowings	8,406.00	1,442.00	39,074.68	15,317.16
Other financial liabilities	-		89.49	-
Provisions	963.91	922.78	2,690.57	1,306.65
Other non-current liabilities	30,434.31		30,439.19	372.51
	39,804.22	2,364.78	72,293.92	16,996.33
Current liabilities				
Financial Liabilities				
Borrowings		2,140.00	3,970.46	4,697.21
Trade payables				
Total outstanding dues of MSME	26.58	25.79	34.97	42.85
Total outstanding dues of creditors other than MSME	4,973.71	6,659.39	13,765.39	11,833.32
Other financial liabilities	5,322.97	26,997.33	7,012.67	27,016.69
Other current liabilities	8,779.17	61,281.32	35,378.11	66,506.93
Provisions	111.86	158.70	1,472.50	1,942.64
Current Tax Liabilities (net)			13,470.56	5,980.71
	19,214.30	97,262.53	75,104.67	118,020.34
<b>Total Liabilities</b>	<b>58,683.71</b>	<b>59,479.17</b>	<b>182,008.95</b>	<b>105,129.84</b>

For Ashapura Minechem Limited


**CHETAN SHAH**  
Executive Chairman

Place : Mumbai

Date : 10th July, 2020

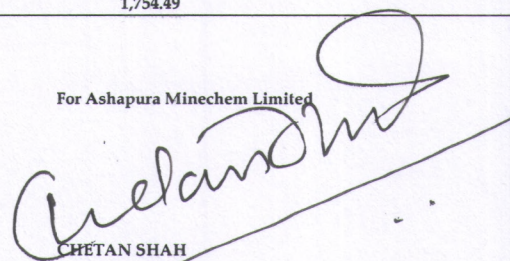


ASHAPURA MINECHEM LIMITED  
STANDALONE CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2020

( ₹ in Lacs )

Particulars	As at 31st March 2020	As at 31st March 2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Profit for the year	39,330.74	(7,431.45)
Adjustments for -		
Depreciation and amortization	2,092.35	2,274.98
Loss / (profit) on sale of investment	(21.10)	(21.03)
Loss / (profit) on sale of property, plant & equipment	280.89	(214.74)
Impairment loss recognised on receivables	826.07	387.00
Dividend	(3.31)	(142.47)
Interest	3,479.16	459.33
Operating profit before working capital changes	6,654.06	2,743.07
Adjustments for -		
(Increase)/ decrease in trade and other receivables	(3,268.01)	(883.49)
(Increase)/ decrease in other current and non-current ass	248.49	1,909.39
(Increase)/ decrease in inventories	2,522.80	786.47
Increase/ (decrease) in provisions	(5.71)	(10.25)
Increase/ (decrease) in other current and non-current liab	(22,067.84)	302.94
Increase/ (decrease) in trade and other payables	(23,359.24)	4,424.48
Cash generated from operations	-45,929.52	6,529.54
Direct taxes paid	(126.65)	(155.64)
NET CASH FROM OPERATING ACTIVITIES	(71.36)	1,685.53
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Payments for property, plant & equipment	(431.22)	-732.98
Net cash flow on purchase of investments	(1,333.99)	1,329.74
Proceeds from disposal of property, plant & equipment	50.95	542.75
Dividend received	3.31	142.47
Interest received	216.53	212.59
NET CASH USED IN INVESTING ACTIVITIES	(1,494.41)	1,494.58
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Proceeds from loans borrowed (net)	6,964.00	-
Repayments of borrowings	(2,140.00)	(1,312.00)
Proceeds from issue of share warrants	359.44	-
Interest paid	(3,695.69)	(671.93)
NET CASH USED IN FINANCING ACTIVITIES	1,487.75	(1,983.93)
Net Increase in Cash and Cash Equivalents	(78.02)	1,196.18
Cash and cash equivalents as at beginning of the year	1,832.52	636.34
Cash and cash equivalents as at end of the year	1,754.49	1,832.52

For Ashapura Minechem Limited



CHETAN SHAH  
Executive Chairman

Place : Mumbai  
Date : 10th July, 2020



ASHAPURA MINECHEM LIMITED

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED 31ST MARCH, 2020

( ₹ in Lacs )

Particulars	As at 31st March 2020	As at 31st March 2019
<b>A CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Profit for the year	38,319.39	(32,689.55)
Adjustments for -		
Depreciation and amortization	2,838.94	3,251.73
Loss / (profit) on sale of property, plant & equipment	279.78	(221.20)
Share of profit from associate/joint venture	(891.25)	(1,213.97)
Loss / (profit) on investments	907.48	252.61
Income Tax Expenses	(103.08)	518.02
Sundry balances written-offs	1,295.66	512.51
Exchange rate adjustments (net)	(431.67)	197.50
Dividend	(0.47)	(137.02)
Interest	2,867.55	1,366.52
Operating profit before working capital changes	6,762.93	4,526.70
Adjustments for -		
Trade and other receivables	(22,080.59)	6,662.77
Inventories	(6,348.16)	8,448.81
Trade and other payables	(18,319.76)	(6,405.35)
Cash generated from operations	(46,748.51)	8,706.23
Direct taxes paid (including dividend tax)	(307.42)	(2,283.09)
	(40,293.00)	10,949.83
<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>(1,973.61)</b>	<b>(21,739.70)</b>
<b>B CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Purchase of property, plant & equipment	(1,912.20)	(949.04)
Adjustment on account of derecognition of a subsidiary	-	6,051.53
(Purchase)/sale of investments	(11,294.66)	9,688.33
Sale of property, plant & equipment	83.07	585.85
Dividend received	0.47	137.02
Interest received	1,116.82	534.27
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<b>(12,006.49)</b>	<b>16,047.96</b>
<b>C CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Money rcd agst share warrant	359.44	
Proceeds from loans borrowed (net)	23,030.77	2,468.97
Change in non-controlling interest	(6,240.48)	6,218.84
Interest paid	(3,984.37)	(1,900.79)
Cash outflow_lease payments	(77.67)	
<b>NET CASH USED IN FINANCING ACTIVITIES</b>	<b>13,087.68</b>	<b>6,787.02</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>(892.43)</b>	<b>1,095.28</b>
Cash and cash equivalents as at beginning of the year	4,962.54	3,867.25
Cash and cash equivalents as at end of the year	4,070.11	4,962.53

For Ashapura Minechem Limited

*Chetan Shah*

CHETAN SHAH  
Executive Chairman

Place : Mumbai  
Date : 10th July, 2020



**Independent Auditor's Report on the quarterly and year to date audited standalone financial results of the company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To

The Board of Directors

**ASHAPURA MINECHEM LIMITED**

**Report on the audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and year to date standalone financial results of **Ashapura Minechem Limited** ("the Company") for the quarter and the year ended March 31, 2020 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the quarter and the year ended March 31, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

We draw your attention to Note no. 4 to the Statement which explains the uncertainties and the management's assessment of the financial impact due to lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.



### **Management's Responsibilities for the Standalone Financial Results**

The Statement has been prepared on the basis of the standalone annual financial statements. The Board of Directors of the Company is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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 the Statement.

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 Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ✚ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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 the Board of Directors.
- ✚ Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ✚ Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.

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.

#### **Other Matters**

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

Rajkot  
10<sup>th</sup> July, 2020

**For P A R K & COMPANY**  
**Chartered Accountants**  
**FRN: 116825W**

PRASHANT  
KANTILAL  
VORA

**PRASHANT VORA**  
**Partner**  
**Membership No. 034514**  
**UDIN: 2034514AAAAAC7669**





**Independent Auditor's Report on the quarterly and year to date audited consolidated financial results of the company pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To

The Board of Directors

**ASHAPURA MINECHEM LIMITED**

**Report on the audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying statement of quarterly and year to date consolidated financial results of **Ashapura Minechem Limited** ("the Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its joint venture companies and associates for the quarter and the year ended March 31, 2020 ("the Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, the Statement:

- i. includes the financial results of the following subsidiaries:

**Subsidiaries:**

-  Ashapura Minechem Limited
-  Ashapura Aluminium Limited
-  Ashapura Claytech Limited
-  Ashapura Consultancy Services Private Limited
-  Ashapura Guinea Resources SARL - Guinea\*\*\*
-  Ashapura Holdings (UAE) FZE - UAE
-  Ashapura International Limited \*
-  Ashapura Maritime FZE - UAE\*\*
-  Ashapura Minechem (UAE) FZE - UAE
-  Ashapura Minex Resources SAU - Guinea\*\*\*
-  Ashapura Resources Private Limited
-  Bombay Minerals Limited
-  FAKO Resources SARL - Guinea\*\*\*\*
-  Peninsula Property Developers Private Limited
-  Prashansha Ceramics Limited
-  PT Ashapura Bentoclay Farest - Indonesia
-  Sharda Consultancy Private Limited
-  Societe Guineenne des Mines de Fer - Guinea\*\*\*





Joint Ventures and Associates:

- ✚ Ashapura Arcadia Logistics Private Limited
- ✚ Ashapura Dhofar Resources LLC - Oman
- ✚ Ashapura Fareast MPA Sdn Bhd- Malaysia
- ✚ Ashapura Midgulf NV - Belgium
- ✚ Ashapura Perfoclay Limited\*
- ✚ APL Valueclay Limited\*
- ✚ Orient Abrasives Limited
- ✚ Sohar Ashapura Chemicals LLC - Oman

- \* w.e.f. 28<sup>th</sup> February, 2020
- \*\* upto 15<sup>th</sup> March, 2020
- \*\*\* w.e.f. 6<sup>th</sup> December, 2019
- \*\*\*\* w.e.f. 19<sup>th</sup> December, 2019

- ii. is presented in accordance with the requirements of the Listing Regulations in this regard; and
- iii. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India, of the consolidated net profit and other comprehensive loss and other financial information of the Company for the quarter and the year ended March 31, 2020.

**Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("the ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

**Emphasis of Matter**

We draw your attention to Note 4 to the Statement which explains the uncertainties and the management's assessment of the financial impact due to lock-downs and other restrictions and conditions related to the COVID-19 pandemic situation, for which definitive assessment of the impact in the subsequent period is highly dependent upon circumstances as they evolve.

Our opinion is not modified in respect of this matter.





### **Management's Responsibilities for the Consolidated Financial Results**

The Statement has been prepared on the basis of the consolidated annual financial statements. The Board of Directors of the Holding Company is responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive loss of the Group and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted

in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the respective Board of Directors is responsible for assessing each Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors is also responsible for overseeing the each Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with 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 the Statement.

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 Statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ✚ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are





also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements 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 the Board of Directors.
- ✚ Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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 results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- ✚ Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- ✚ Obtain sufficient appropriate evidence regarding the financial results/financial information of the entities or business activities within the Group to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in the section "Other Matters" in this audit report.

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.

We also performed procedures in accordance with the circular no. CIR/CFD/CMD1/44/2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

#### **Other Matters**

1. We did not audit the financial statements of seventeen subsidiaries, whose financial statements reflect total assets of ₹ 1,40,362.77 lacs as at 31<sup>st</sup> March 2020 and total revenues of ₹ 16,304.07 lacs and net loss after tax (including other comprehensive income) ₹ 871.65 lacs for the year then ended, and of three associates and three joint ventures, whose financial statements reflect the





Parent Company's share of net profit of ₹ 1,038.39 lacs as considered in the consolidated financial statements. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us by the management, and our opinion on consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, joint ventures and associates, is based solely on the report of such other auditors.

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

Our opinion is not modified in respect of these matters.

Rajkot  
10<sup>th</sup> July, 2020

**For P A R K & COMPANY**  
**Chartered Accountants**  
**FRN: 116825W**

PRASHANT  
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**PRASHANT VORA**  
**Partner**  
**Membership No. 034514**  
**UDIN: 2034514AAAAAE4781**

