



ABS MARINE SERVICES PVT. LTD.

Head Office : No.15, Valliammal Road, 1st Floor, Vepery, Chennai - 600 007.

Tel. : 91 - 44 - 4291 4141 Fax : 91 - 44 - 4291 4145

Email : absadmin@absmarine.com Website : www.absmarine.com

CIN No. : U71120TN1992PTC023705



NOTICE TO THE SHAREHOLDERS

NOTICE IS HEREBY GIVEN THAT THE TWENTY NINTH ANNUAL GENERAL MEETING OF THE MEMBERS OF ABS MARINE SERVICES PRIVATE LIMITED WILL BE HELD ON FRIDAY, 30TH DAY OF SEPTEMBER 2022 AT 10 A.M AT THE REGISTERED OFFICE OF THE COMPANY TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS

1. To consider and adopt (a) the audited financial statement of the Company for the financial year ended March 31, 2022 and the reports of the Board of Directors and Auditors thereon; and (b) the audited consolidated financial statement of the Company for the financial year ended March 31, 2022 and the report of Auditors thereon and in this regard, pass the following resolutions as **Ordinary Resolutions**:

- (a) **"RESOLVED THAT** the audited financial statement of the Company for the financial year ended March 31, 2022 and the reports of the Board of Directors and Auditors thereon laid before this meeting, be and are hereby considered and adopted."
- (b) **"RESOLVED THAT** the audited consolidated financial statement of the Company for the financial year ended March 31, 2022 and the report of Auditors thereon laid before this meeting, be and are hereby considered and adopted."

By Order of the Board

P B NARAYANAN
DIN: 00205686

SHREELATHA NARAYANAN
DIN: 00337226

PLACE : Chennai
DATE : 30.09.2022

NOTE:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE INSTEAD OF HIMSELF/HERSELF. SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY. As per Section 105 of the Companies Act, 2013 and Rule 19, Sub-Rule (2) of the Companies (Management and Administration) Rules, 2014, a person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights.
2. The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A Proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc., must be supported by an appropriate resolution/authority, as applicable.

ABS MARINE SERVICES PRIVATE LIMITED

NO. 3, ANUGRAHA FOUNDATION, NO: 15, VALLIAMMAL ROAD, VEPERY, CHENNAI - 600007

CIN: U71120TN1992PTC023705

BOARDS REPORT FOR THE FINANCIAL YEAR 2021-22

To the Members,

Your Directors have pleasure in presenting the Annual Report of the Company together with the Audited Statements of Accounts for the year ended 31st March 2022.

1. FINANCIAL HIGHLIGHTS:

The Company's financial performance for the year under review along with previous year's figures are given hereunder:

PARTICULARS	YEAR ENDED 31.03.2022 (INR)	YEAR ENDED 31.03.2021 (INR)
Gross Income	68,93,34,070	73,74,06,200
Total Expense	58,67,14,452	70,30,13,532
Profit Before exceptional and extraordinary items and tax	10,26,19,618	3,43,92,668
Prior Period items	-	-
Profit Before Tax	10,26,19,618	3,43,92,668
Less : Tax Expense		
Current Tax	1,10,69,454	42,38,866
Deferred Tax	1,34,81,711	46,61,964
Profit after Taxation	7,80,68,452	2,54,91,838
Basic and Diluted Earnings Per Share (in Rs.)	7,806.85	2,550

2. COMPANY'S AFFAIRS AND FUTURE OUTLOOK:

During the year under review ended on 31st March, 2022, your Company has earned a profit of Rs. 7,80,68,452/- against the profit of Rs. 2,54,91,838/- for the corresponding period ended 31st March 2021. The Earnings per share (basic) were at Rs. 7,806.85 against Rs. 2,550 for the previous year.

3. AMOUNT PROPOSED TO BE CARRIED TO RESERVES:

The company has transferred the profit of Rs. 7,80,68,452 towards reserves and surplus. The balance in the reserves and surplus account as on March 31, 2022 is Rs. 96,28,80,707.

4. DIVIDEND:

No Dividend was declared for the current financial year.

5. CHANGES IN SHARE CAPITAL, IF ANY:

During the financial year 2021-22, there was no change in the share capital of the Company.

6. DISCLOSURE REGARDING ISSUE OF EQUITY SHARES WITH DIFFERENTIAL RIGHTS:

No Shares with Differential rights were issued during this financial year.

7. DISCLOSURE REGARDING OF ISSUE OF EMPLOYEE STOCK OPTIONS:

No Employee Stock Options were issued during this financial year.

8. DISCLOSURE REGARDING ISSUE OF SWEAT EQUITY SHARES:

No Sweat Equity Shares were issued in the financial year.

9. EXTRACT OF ANNUAL RETURN (FORM MGT-9):

The extract of Annual Return in Form MGT-9 pursuant to the provisions of Section 92(3) read with Sub-rule (1) of rule 12 of the Companies (Management and administration) Rules, 2014 is maintained by the company.

10. NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW:

The Company had 6 Board meetings during the financial year under review.

QUARTER	DATE OF THE MEETING
1 st April 2021 to 30 th June 2021	22.06.2021
1 st July 2021 to 30 th September 2021	21.08.2021, 24.09.2021
1 st October 2021 to 31 st December 2021	12.10.2021, 01.11.2021
1 st January 2022 to 31 st March 2022	18.02.2022

Attendance of the Directors at the Board meeting is given below: -

S.No.	Name of Director	Attendance Particulars	
		No. of Meetings during 2020-21	
		Held	Attended
1.	Mr. P.B. Narayanan	6	6
2.	Ms. Shreelatha Narayanan	6	6

11. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013:

The Company has made investment in its subsidiary company to the amount of Rs. 23,63,75,357.

The company has given corporate guarantee for loan taken by Epsom Shipping India Pvt Ltd. The amount outstanding in this regard is Rs. 64,20,93,297.

The Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013 in respect of Guarantees given and Investments made.

12. PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES:

The particulars of contracts or arrangements with related parties referred to in sub-section (1) of section 188 are enclosed as **Annexure-2** in Form AOC-2.

13. 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 statement relate on the date of this report.

14. 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. The foreign exchange inflow during the year was Rs. 196,977,109 and Outflow of Rs. 3,80,22,544 during the year under review.

15. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company has two wholly owned subsidiaries namely ABS Marine Singapore Pte Ltd and a Subsidiary Company namely EPSOM Shipping India Private Limited. The Company is engaged in Joint Venture with SeaChart Shipping Private Limited.

16. PRESCRIBED DETAILS OF DEPOSITS COVERED UNDER CHAPTER V:

The company has not accepted any deposits from the public within the meaning of the provisions of Section 73 to 76 of the Companies Act, 2013 and the rules relating to such provisions.

17. STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY:

The Company is in the process of formulating the Risk Management Policy. The same will be implemented in the next financial year.

18. VIGIL MECHANISM:

The Company has adopted its vigil mechanism/ whistle blower policy to encourage an open communication in all its interaction between its employees, consultants, customers and all the people with whom the company comes into contact. The policy is designed in such a way that it shall help the person making protected disclosure to the Competent Authority or to the Chairman of the Audit Committee in exceptional cases against any instance of wrongdoing and malpractices within the company.

19. DETAILS OF CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL:

There was no change in the Directors and Key Managerial Personnel during the year.

20. DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS:

During the financial year 2021-22 the company has not received any material orders passed by regulatory or courts or tribunal.

21. STATEMENT IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS:

The Company has adequate internal control systems commensurate with the nature of its business and size and complexity of its operations. Internal control systems comprising of policies and procedures are designed to ensure reliability of financial reporting, timely feedback on achievement of operational and strategic goals, compliance with policies, procedure, applicable laws and regulations and that all assets and resources are acquired economically used efficiently and adequately protected.

22. CORPORATE SOCIAL RESPONSIBILITY:

While the provisions of the companies act on CSR do not apply to the company, The Company believes in doing business in a manner that is socially responsible to customers and the society in general.

23. DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013:

Your company believes in providing a safe and harassment free workplace for every individual and endeavour to create and provide an environment that is free from discrimination and harassment including sexual harassment.

During the year under review, your company has not received any complaints pertaining to sexual harassment.

24. STATUTORY AUDITORS:

M/s N C Rajagopal & Co., Chartered Accountants, Chennai (FRN: 003398S) are the statutory Auditors of the company. Their appointment is due in the ensuing Annual General Meeting.

The Notes on financial statement referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does not contain any qualification, reservation, adverse remark or disclaimer.

25. COST AUDITOR AND COST AUDIT REPORT:

Your company does not come under the ambit of section 148 of the companies act, 2013. Hence the appointment of cost auditor and cost audit report does not apply to the company.

26. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to section 134(3) (c) of the Companies Act 2013, the Directors, based on the representations received from the operating management after due inquiry, confirm that:

- a) In the preparation of the annual accounts for the financial year ended 31st March, 2022, the applicable accounting standards have been followed along with proper explanation relating to material departures;
- b) They have, in the selection of the accounting policies, consulted the Statutory Auditors and have 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 as at 31st March, 2022 and of the profit of the Company for that period;
- c) The directors had taken proper and sufficient care to the best of their knowledge and ability for the maintenance of adequate accounting records in accordance with the provisions of the Act, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The directors had prepared the annual accounts on a going concern basis;
- e) The directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

27. VOLUNTARY REVISION OF FINANCIAL STATEMENTS:

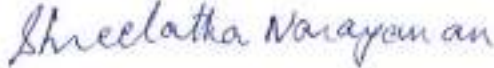
The Company has not revised its financial statements or Board's Report for any of the three preceding financial years.

28. ACKNOWLEDGEMENT:

Your Directors place on record their sincere thanks to bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your Directors also acknowledges gratefully the shareholders for their support and confidence reposed on your Company.

By Order of the Board


P B NARAYANAN
DIN: 00205686


SHREELATHA NARAYANAN
DIN: 00337226

PLACE : Chennai

DATE : 30.09.2022

FORM NO. AOC-2

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 arm's length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: **NIL**
 - (a) Name(s) of the related party and nature of relationship
 - (b) Nature of contracts/arrangements/transactions
 - (c) Duration of the contracts / arrangements/transactions
 - (d) Salient terms of the contracts or arrangements or transactions including the value, if any
 - (e) Justification for entering into such contracts or arrangements or transactions
 - (f) Date(s) 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 material contracts or arrangement or transactions at arm's length basis

- (a) Name(s) of the related party and nature of relationship:

Sl. No.	Name(s) of the related party	Nature of relationship
1	P.B.Narayanan	Director
2	Shreelatha Narayanan	Director
3	Epsom Shipping India Private Limited	Subsidiary Company
4	Aqua Omega Services Pvt Ltd	Enterprise in which KMP having significant influence
5	ABS Marine Singapore Pte Ltd	Wholly Owned Subsidiary
6	Seachart Shipping Pvt Ltd	Joint Venture Company

- (b) Nature of contracts/arrangements/transactions
- (c) Duration of the contracts / arrangements/transactions

(d) Salient terms of the contracts or arrangements or transactions including the value, if any:

Sl. No.	Name(s) of the related party	Nature of contract	Amount (in Rs.)
1	P.B.Narayanan	Remuneration	75,00,000
		Rent Paid	1,80,000
2	Shreelatha Narayanan	Remuneration	22,00,000
		Rent Paid	1,80,000
3	Epsom Shipping India Private Limited	Investment in subsidiaries	23,63,75,357
		Corporate Guarantee Given	55,10,95,535
		Reimbursement of expenses	4,65,65,981
		Rent Received	7,20,000
4	ABS Marine Singapore Pte Ltd	Investment held	35,29,000
		Reimbursement of expenses	1,11,383
5	Seachart Shipping Pvt Ltd	Investment	6,12,000

(e) Date(s) of approval, if any

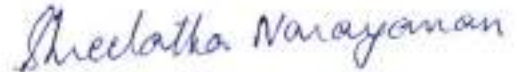
(f) Amount paid as advances, if any

By Order of the Board



P B NARAYANAN

DIN: 00205686



SHREELATHA NARAYANAN

DIN: 00337226

PLACE : Chennai

DATE : 30.09.2022

Partners:

G.N. GOPALARATHNAM, B.Sc., F.C.A., DISA
V. ANANTHARAMAN, B.Com., F.C.A.
M.V. RENGARAJAN, N.D.COM., F.C.A.
SUMITHRA RAVICHANDRAN, B.Sc., F.C.A.



V. CHANDRASEKARAN, B.Com., F.C.A.
N. SUNDAR, B.Sc., F.C.A., DISA
N.C. VIJAYKUMAR, B.Com., F.C.A., DISA
ARJUN. S. B.Com., F.C.A.

Ref :

Date:

INDEPENDENT AUDITOR'S REPORT

To

THE MEMBERS OF ABS MARINE SERVICES PRIVATE LIMITED

Report on the Audit of the Standalone Financial Statements

1. Opinion

We have audited the accompanying standalone financial statements of **ABS MARINE SERVICES PRIVATE LIMITED**, which comprise the Balance Sheet as at 31st March, 2022, the Statement of Profit and Loss, and Statement of Cash flows for the period then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 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 31st March, 2022 and Profit and its cash flows for the period ended on that date.

2. 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 there under, 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



3. Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's report, including Annexure to Board's Report, but doesn't include the standalone financial statements and our auditor's report thereon. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

4. Responsibility of Management for Standalone 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 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 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 financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone 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.

5. Auditor's Responsibility 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 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 auditors' 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.

6. Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the **Annexure - A**, a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.



II. 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, Statement of Profit and Loss, and Statement of cash flows 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 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, 2022 taken on record by the Board of Directors, none of the directors are disqualified as on 31st March, 2022 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 does not have any pending litigations which would impact its financial position.

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

iii. There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The management has represented that, to the best of its knowledge and belief, as disclosed in the note 28 (xiv) to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The management has represented, that, to the best of its knowledge and belief, as disclosed in the note 28 (xiv) to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate



Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
and

(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) of the Companies (Audit and Auditors) Rules, 2014 contain any material misstatement.

v. No dividend has been declared or paid during the year by the Company.

For N.C. Rajagopal & Co.,
Chartered Accountants
Firm Reg No: 003398S



ARJUN.S
[Partner]

MembershipNo.:230448
UDIN: 22230448BDWICF9354

Place: Chennai

Date: 30/09/2022

ANNEXURE - A TO THE AUDITOR'S REPORT
[Referred to in Para 6 (I) of our report of even date]

i)

(a)

A. The Company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

B. The Company is maintaining proper records showing full particulars of intangible assets.

(b) These Property, Plant and Equipment have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of the immovable property are held in the name of the Company.

(d) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year.

(e) Based on the information and explanations given to us, there have been no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

ii)

(a) Based on the books and records verified by us, the Company does not hold any inventory. Hence, reporting under Clause (ii) (a) of the Companies (Auditor's Report) Order, 2020 does not arise.

(b) Based on the information and explanations given to us, the Company has been sanctioned working capital limits from banks in excess of Rs 5 crores in aggregate, on the basis of security of book debts during the year. The periodic statements filed by the Company with such banks are in agreement with the books of accounts.

iii) Based on the information and explanations given to me, during the year, the company has not made any investment in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties. Hence, reporting under clause (iii) (a) to (f) of the Companies (Auditor's Report) Order, 2020 does not arise.



- iv) There are no loans, guarantees and security extended by the company under the provisions of Section 185 and 186 of the Companies Act, 2013. In respect of the investments made the company has complied with the provisions of Section 186 of the Companies Act, 2013 wherever applicable.
- v) In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under or under the directives of the Reserve Bank of India. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal during the year. Hence, reporting under clause (v) of the Companies (Auditor's Report) Order, 2020 does not arise.
- vi) According to the information and explanations given to us, the Central Government has not prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013.
- vii)
- (a) According to the information and explanations given to us and as per our verification of the records of the Company, in our opinion, the company is generally regular in depositing undisputed statutory dues including Goods and Services Tax, Employees Provident Fund, Employees State Insurance, Wealth Tax, Customs Duty, Excise Duty and other statutory dues applicable to it except Tax Deducted at Source where there are some delays, and there are no statutory dues outstanding for a period of more than six months from the date they become payable as on the last day of the financial year.
- (b) According to the information and explanations given to us and as per records of the Company, there are no dues of Income tax, Goods and Services Tax, cess and any other statutory dues which have not been deposited on account of any dispute.
- viii) According to the information and explanations given to us and as per the records of the Company, there have been no transactions not recorded in the books of account which have been surrendered or disclosed as income during the year and no tax assessments under the Income Tax Act, 1961 (43 of 1961) have been received during the year.
- ix)
- (a) The Company has not made any defaults in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender.
- (c) Based on our verification of the books and records, the Company has applied the Term Loans for the purpose which they were obtained.
- (d) Based on our verification of the books and records, the company has not utilised the funds raised on short term basis for long term purposes.



- (e) According to the information and explanations given to us and on an overall examination of the Financial Statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- (f) According to the information and explanations given to us and based on the audit procedures performed by us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies. Accordingly, the reporting under Clause 3(ix)(f) of the Order is not applicable to the Company
- x)
- a) Based on the information and explanations given to us, the Company has not raised moneys by way of Initial Public Offer or Further Public Offer (including debt instruments) during the year. Hence, reporting under clause (x) (a) of the Companies (Auditor's Report) Order, 2020 does not arise.
- b) According to the information and explanation given to us, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year. Hence, reporting under clause (x) (b) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xi)
- a) According to the information and explanations given to us, no material fraud on or by the company has been noticed or reported during the year;
- b) No report under section 143 (12) of the Companies Act, 2013 has been filed by us in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government;
- c) According to the information and explanation given to us, there have been no whistle blower complaints received by the Company during the year. Hence, reporting under clause (xi) (c) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xii) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Hence, reporting under clauses (xii) (a) to (c) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xiii) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with Section 188 of the Companies Act, 2013 where applicable and details of such transactions have been disclosed in the financial statements etc., as required by the applicable accounting standards. The provisions of Section 177 of the Companies Act, 2013 are not applicable since it is a Private Limited Company.
- xiv)
- a) Based on the information and explanations given to us and in our opinion, the Company has an internal audit system commensurate with the size and nature of its business;



- b) Based on the information and explanations given to us, appointment of Internal Auditor is not applicable to the Company as per the provisions of the Company Act, 2013 and the rules made thereunder. Accordingly, appointment of Internal Auditor and reporting under Clause (xiv) (b) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xv) According to the information and explanations given to us, the Company has not entered into any non-cash transactions with the directors or persons connected with them. Hence, reporting under Clause (xv) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xvi)
- a) Based on our verification of the Company's records, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.
- b) Based on the information and explanations given to us, the Company has not conducted any Non-Banking Financial or Housing Finance Activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) In our opinion, the Company is not a Core Investment Company (CIC) and hence, reporting under Clause (xvi) (c) of the Companies (Auditor's Report) Order, 2020 does not arise.
- d) According to the information and explanations given to us, the Group does not have more than one CIC as part of the Group.
- xvii) According to the information and explanations given to us and based on our examination of the records of the Company, the company has not incurred cash losses during the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of statutory auditors during the year. Hence, reporting under Clause (xviii) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xix) According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.



- xx) According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of section 135 of the Companies Act, 2013 relating to corporate social responsibility are not applicable to the Company. Hence, reporting under Clause (xx) of the Companies (Auditor's Report) Order, 2020 does not arise.
- xxi) There have not been any qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order, 2020 Reports of the Companies included in the consolidated financial statements of the Company. This reporting requirement has also been covered in our Independent Auditor's Report on the Consolidated Financial Statements of the Company.

For N.C. Rajagopal & Co.,
Chartered Accountants
Firm Reg No: 003398S

Arjun



ARJUN S
(Partner)

MembershipNo.:230448
UDIN: 22230448BDWICF9354

Place: Chennai
Date: 30/09/2022

ANNEXURE - B REFERRED TO PARAGRAPH 6(II)(f) OF OUR REPORT OF EVEN DATE

We have audited the Internal Financial Controls over financial reporting of ABS MARINE SERVICES PRIVATE LIMITED ("the Company") as of March 31, 2022 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India". 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 its business, including adherence to the 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 Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit conducted in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material aspects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial control system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Company's internal financial control system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial control over financial reporting 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 internal financial control over financial reporting includes these 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 authorizations of management and directions of the company; and
- (3) Provide reasonable assurance regarding prevention or timely detection of unauthorized 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

Because of the inherent limitations of internal financial controls over financial reporting, 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 internal financial controls over the financial reporting to future periods are subject to the risk that the internal financial control over the financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material aspects, an adequate internal financial controls system over the financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2022, based on the internal control over the financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over the Financial Reporting issued by the Institute of Chartered Accountants of India.

For N.C. Rajagopal & Co.,
Chartered Accountants
Firm Reg No: 003398S




ARJUN.S
[Partner]

Membership No.: 230448
UDIN: 22230448BDWICF9354

Place: Chennai
Date: 30/09/2022

ABS MARINE SERVICES PRIVATE LIMITED
NO.15,VALLIAMMAL ROAD,VEPERY
BALANCE SHEET AS ON 31ST MARCH, 2022

(Amounts in Rs.)

PARTICULARS	NOTE NO	AS AT 31ST MARCH,2022	AS AT 31ST MARCH,2021
EQUITY & LIABILITIES			
Shareholder's Funds			
Share Capital	1	1,00,000	1,00,000
Reserves & Surplus	2	96,28,80,707	88,48,12,255
Non-Current Liabilities			
Long Term Borrowings	3	6,41,81,846	19,79,15,871
Deferred Tax liabilities (Net)	4	4,71,42,971	3,36,61,260
Other Long Term Liabilities	5	75,000	75,000
Long Term Provisions	6	63,34,411	60,13,129
Current Liabilities			
Trade Payables			
- Micro, Small and Medium Enterprises	7	-	-
- Others		9,20,58,821	7,58,45,744
Other Current Liabilities	8	4,47,78,311	4,27,28,667
Short Term Borrowings	9	6,08,08,376	10,71,94,379
Short Term Provisions	10	16,29,266	14,49,500
TOTAL		1,27,99,89,709	1,34,97,95,805
ASSETS			
Non Current Assets			
Property Plant and Equipment and Intangible Assets			
Property Plant & Equipment	11	37,37,39,261	58,22,29,866
Intangible Assets		6,14,298	7,46,030
Non -Current Investment	12	24,05,16,357	24,05,16,357
Long-term loans and advances	13	4,56,36,481	5,80,85,646
Current Assets			
Current Investments	14	30,82,45,312	12,63,91,094
Trade Receivables	15	12,76,29,115	17,13,24,708
Cash and Bank Balances	16	6,14,63,080	13,36,08,044
Short Term Loans and Advances	17	12,21,45,805	3,68,10,900
Other Current Assets	18	-	83,160
TOTAL		1,27,99,89,709	1,34,97,95,805

Significant Accounting Policies

A

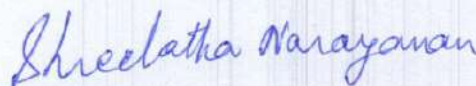
Note Nos. 1 to 31 form an integral part of the Financial Statements

For and on behalf of the board

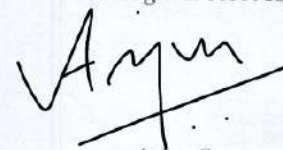
As per our report of even date
For N.C.Rajagopal & Co.,
Chartered Accountants
Firm Reg No. 003398S



Capt. P.B.Narayanan
Director
DIN: 00205686



Shreelatha Narayanan
Director
DIN: 00337226



Arjun S
(Partner)
Membership No. 230448

Place: Chennai
Date : 30/09/2022

ABS MARINE SERVICES PRIVATE LIMITED
NO.15,VALLIAMMAL ROAD,VEPERY
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2022

(Amounts in Rs.)

PARTICULARS	NOTE NO	For the year ended 31st March 2022	For the year ended 31st March 2021
INCOME:			
Revenue from Operations	19	57,84,58,553	70,80,32,470
Other Income	20	11,08,75,517	2,93,73,730
Total Income		68,93,34,070	73,74,06,200
EXPENSES			
Employee benefits	21	4,60,00,460	4,39,36,252
Finance Cost	22	1,55,74,714	2,04,98,355
Depreciation & Amortization expenses	11	7,39,65,161	7,41,63,154
Other expenses	23	45,11,74,117	56,44,15,771
Total Expenses		58,67,14,452	70,30,13,532
Profit before exceptional and extraordinary items and tax		10,26,19,618	3,43,92,668
Exceptional items and Extraordinary items		-	-
Profit Before Tax		10,26,19,618	3,43,92,668
Tax Expense			
Current Tax		1,10,69,454	42,38,866
Deferred Tax		1,34,81,711	46,61,964
Profit after tax for the period		7,80,68,452	2,54,91,838
Earnings per Equity Share:			
Basic & Diluted	24	7,806.85	2,549.18

Significant Accounting Policies

A

Note Nos. 1 to 31 form an integral part of the Financial Statements

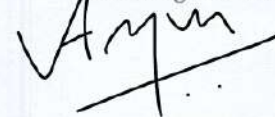
For and on behalf of the Board

As per our report of even date

For N.C.Rajagopal & Co.,

Chartered Accountants


Firm Reg No. 0033985



Arjun S

(Partner)

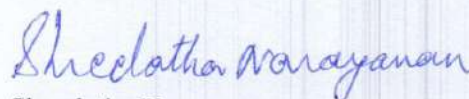
Membership No. 230448



Capt. P.B. Narayanan

Director

DIN: 00205686



Shreelatha Narayanan

Director

DIN: 00337226

Place: Chennai

Date : 30/09/2022

ABS MARINE SERVICES PRIVATE LIMITED
NO. 15, VALLIAMMAL ROAD, VEPERY, CHENNAI - 600 007

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31ST MARCH 2022

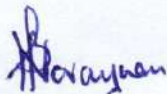
(Amounts in Rs.)

Particulars	For The Year Ended	For The Year Ended
	31.03.2022	31.03.2021
Profit Before Tax	10,26,19,618	3,43,92,668
Add: Adjustments for		
Depreciation	7,39,65,161	7,41,63,154
Bad Debts Written Off	-	-
Interest paid	1,55,74,714	1,69,66,415
Less: Adjustments for		
Interest Income	(1,20,46,686)	(1,27,28,090)
Profit on sale of Property Plant and Equipment	(9,01,77,332)	-
Profit on sale of Investments	(79,23,670)	(68,17,031)
Dividend Income	(2,65,794)	(13,93,969)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	8,17,46,011	10,45,83,147
ADJUSTMENTS FOR :		
(Increase)/Decrease in Trade and Other Receivables	4,36,95,593	7,57,80,342
(Increase)/Decrease in Other Current assets	83,160	(83,160)
(Increase)/Decrease in Short Term Loans & Advances	(8,53,34,905)	(2,00,94,655)
(Increase)/Decrease in Long Term Loans and Advances	1,24,49,166	2,89,46,641
Increase / (Decrease) in Trade and Other Payables	1,84,42,486	(3,62,62,628)
Increase / (Decrease) in Long Term Provisions	3,21,281	7,92,092
Increase / (Decrease) in Short Term Borrowings	(4,63,86,003)	64,96,276
CASH GENERATED FROM OPERATIONS	2,50,16,789	16,01,58,055
(Taxes paid)/Refund and Interest Received	(1,10,69,454)	(42,38,866)
NET CASH FLOW FROM OPERATING ACTIVITIES (A)	1,39,47,335	15,59,19,189
B. CASH FLOW FROM INVESTING ACTIVITIES :		
Purchase of fixed assets	(4,76,30,492)	(14,07,66,883)
Sale of Property Plant and Equipment	27,24,65,001	-
Purchase / Sale of Investments	(17,39,30,549)	(10,07,91,095)
Interest Income	1,20,46,686	1,95,45,122
Dividend Income	2,65,794	13,93,969
NET CASH USED IN INVESTING ACTIVITIES: (B)	6,32,16,440	(22,06,18,889)
C. CASH FLOW FROM FINANCING ACTIVITIES:		
Long term borrowings availed / (repaid)	(13,37,34,025)	(16,83,555)
Interest Paid	(1,55,74,714)	(1,69,66,415)
NET CASH FROM FINANCING ACTIVITIES (C)	(14,93,08,739)	(1,86,49,970)
Net Cash Flows during the year [A+B+C]	(7,21,44,964)	(8,33,49,669)
Cash and Cash Equivalents as at beginning	13,36,08,044	21,69,57,713
Cash and Cash Equivalents at the end	6,14,63,080	13,36,08,044

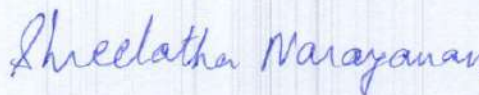
For & on behalf of the Board

As per our report of even date

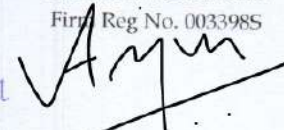
For N.C.Rajagopal & Co.,
Chartered Accountants
Firm Reg No. 0033985



Capt. P.B. Narayanan
Director
DIN: 00205686



Shreelatha Narayanan
Director
DIN: 00337226



Arjun S
(Partner)
Membership No. 230448

Place: Chennai

Date: 30/09/2022

ABS MARINE SERVICES PRIVATE LIMITED
NO. 15, VALLIAMMAL ROAD, VEPERY, CHENNAI - 600 007

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
	SHAREHOLDERS' FUNDS		
1.a	Share Capital		
	a. Authorised 10,000 Equity Shares of Rs.10/- each (PY: 10,000 Equity Shares of Rs. 10/- each)	1,00,000	1,00,000
	b. Issued, Subscribed & Paid-Up 10,000 Equity Shares of Rs.10 /- each fully paid up (PY: 10,000 Equity Shares of Rs.10/- each fully paid)	1,00,000	1,00,000
		1,00,000	1,00,000
1.b	Reconciliation of the shares outstanding at the beginning and at the end of the reporting period:		
	Particulars	No. of shares as at 31.03.2022	No. of shares as at 31.03.2021
	Equity Shares at the beginning of the period	10,000	10,000
	Add: Shares Issued during the period	-	-
	Equity Shares at the end of the period	10,000	10,000
1.c	Terms/Rights attached to Equity shares The company has only one class of equity share having a par value of Rs.10 per share with voting rights.		
1.d	During the period of five years immediately preceding the reporting date including the current year, there were no shares allotted for consideration other than cash, issue of bonus shares or shares bought back.		
1.e	Details of shareholders holding more than 5% shares in the company		
	Particulars	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
		No. of shares holding	No. of shares holding
	Equity Shares of Rs. 10 each	% of	% of
	Capt. P.B.Narayanan	5000	50
	Mrs. Shreelatha Narayanan	5000	50
		5000	50
1.f	Shares held by promoters at the end of the year		
	Promoter name	No. of Shares	%of total shares
	Capt. P.B.Narayanan	5,000	50.00%
	Mrs. Shreelatha Narayanan	5,000	50.00%

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
2	<p>Reserves and Surplus</p> <p>General reserve</p> <p>As per last Balance Sheet</p> <p>Add: Transferred from Statement of Profit and Loss</p> <p>Closing Balance</p> <p>Surplus in statement of Profit & Loss</p> <p>As per last Balance Sheet</p> <p>Add: Profit for the year</p> <p>Net surplus in the Statement of Profit and Loss</p> <p>Total of Reserves & Surplus</p>	<p></p> <p>6,24,91,158</p> <p>6,24,91,158</p> <p></p> <p>82,23,21,097</p> <p>7,80,68,452</p> <p>90,03,89,549</p> <p>90,03,89,549</p> <p>96,28,80,707</p>	<p></p> <p>6,24,91,158</p> <p>6,24,91,158</p> <p></p> <p>79,68,29,259</p> <p>2,54,91,838</p> <p>82,23,21,097</p> <p>82,23,21,097</p> <p>88,48,12,255</p>
3	<p>Non - Current Liabilities</p> <p>Long term borrowings</p> <p>Secured</p> <p>From Banks*</p> <p>Less: Current maturities (Refer Note No: 9)</p> <p>Total</p>	<p></p> <p>10,61,78,055</p> <p>(4,19,96,209)</p> <p>6,41,81,846</p>	<p></p> <p>29,27,99,889</p> <p>(9,48,84,018)</p> <p>19,79,15,871</p>
	<p>*Security Details</p> <p>DBS:</p> <p>Primarily secured by the mortgage of the vessel " Anokhi " together with the accompanying Deed of Covenants, Assignment of all earnings, rights and benefits whether current or future in favour of the Bank and Joint and several personal guarantee by the Directors</p> <p>Interest rate is 3.5% per annum + 1 month LIBOR</p> <p>Defaults - NIL</p> <p>Corporate Guarantee has been provided by EPSOM SHIPPING INDIA PVT LTD for the entire amount of loan borrowed.</p> <p>IndusInd Bank Ltd:</p> <p>Primarily secured by the mortgage of the vessel "Amelia" , together with the accompanying Deed of Covenants, Assignment of all earnings, rights and benefits whether current or future in favour of the Bank and Personal guarantee by Director</p> <p>Intererst rate is 12.5% per annum</p> <p>Defaults - NIL</p> <p>HDFC Bank Ltd:</p> <p>Primarily secured by the mortgage of the vessel "ABS Dhruva & ABS DANIKA" , together with the accompanying Deed of Covenants, Assignment of all earnings, rights and benefits whether current or future with respect to the KPL contract in favour of the Bank and personal guarantee by the Directors</p> <p>Intererst rate is 10% per annum</p> <p>Defaults - NIL</p> <p>Borrowings from Banks and Financial institutions were used for the specific purpose for which it was taken at the balance sheet date</p>		

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
4	Deferred Tax Liabilities (net)		
	Deferred Tax Liabilities:		
	On account of depreciation	4,91,47,270	3,55,39,454
	Gross deferred tax liability	4,91,47,270	3,55,39,454
	Deferred Tax Assets:		
	On account of Disallowances as per Income Tax Act, 1961	20,04,298	18,78,194
	Gross deferred tax asset	20,04,298	18,78,194
	Net Deferred Tax Liability	4,71,42,971	3,36,61,260
5	Other long term liabilities		
	Others		
	Rental Deposit	75,000	75,000
		75,000	75,000
6	Long Term Provisions		
	Provision for Employee Benefits	63,34,411	60,13,129
	TOTAL	63,34,411	60,13,129
7	CURRENT LIABILITIES		
	Trade Payables		
	Micro enterprisers and Small Enterprises		
	Others	9,20,58,821	7,58,45,744
	Total	9,20,58,821	7,58,45,744

As per the information available with the company, there are no outstanding dues that are required to be furnished under section 22 of Micro, Small and Medium Enterprise Development Act, 2006.

Ageing Schedule - FY 2021-22

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)MSME	-	-	-	-	-
(ii)Others	4,34,22,823	4,49,36,228	11,50,281	25,49,490	9,20,58,821
(iii) Disputed dues —	-	-	-	-	-
MSME	-	-	-	-	-
(iv) Disputed dues —	-	-	-	-	-
Others	-	-	-	-	-
Total	4,34,22,823	4,49,36,228	11,50,281	25,49,490	9,20,58,821

Ageing Schedule - FY 2020-21

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)MSME	-	-	-	-	-
(ii)Others	7,19,65,716	13,17,041	6,57,348	19,05,639	7,58,45,744
(iii) Disputed dues —	-	-	-	-	-
MSME	-	-	-	-	-
(iv) Disputed dues —	-	-	-	-	-
Others	-	-	-	-	-
Total	7,19,65,716	13,17,041	6,57,348	19,05,639	7,58,45,744

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
8	Other Current Liabilities		
	Other Payables		
	Statutory Dues payable*	1,07,69,568	90,85,569
	Dues To Related Parties	1,30,78,565	1,31,53,975
	Payable for expenses	2,09,30,179	2,03,71,595
	Interest Accrued but not due on Borrowings	-	1,17,528
	Total	4,47,78,311	4,27,28,667
	* Represents TDS, GST & Professional Tax		
9	Short Term Borrowings		
	From banks:		
	(a) Loans, cash credit, overdrafts accounts*	1,88,12,167	1,23,10,361
	(b) Current Maturities of Long-term Debt (Note No. 3)	4,19,96,209	9,48,84,018
	TOTAL	6,08,08,376	10,71,94,379
	* Against Fixed Deposit		
10	Short-term Provisions		
	Provision for Employee Benefits	16,29,266	14,49,500
	Total	16,29,266	14,49,500
12	NON-CURRENT ASSETS		
	Long - Term Investments		
	Investments in Equity Shares		
	Unquoted		
	Investment in Subsidiary		
	Epsom Shipping India Pvt Ltd (Subsidiary)		
	(510,400 (PY:4,81,400) Equity shares having a face value of Rs.10/- each)	23,63,75,357	23,63,75,357
	Investment in Wholly Owned Subsidiaries		
	ABS Marine Singapore Pte Ltd (Wholly owned subsidiary)		
	(1,00,000 Equity Shares of face value of SGD 1 each)	35,29,000	35,29,000
	Investment in Joint Venture		
	Seachart Shipping Pvt Ltd		
	(61,200 shares having a face value of Rs. 10 each)	6,12,000	6,12,000
	Aggregate amount of Unquoted Investments	24,05,16,357	24,05,16,357
13	Long-term Loans and Advances		
	(Unsecured, considered good)		
	Security Deposit	-	9,84,125
	Advance tax/ Tax deducted at source		
	(Net of Provision for Tax)	4,56,36,481	5,71,01,521
	Total	4,56,36,481	5,80,85,646
14	CURRENT ASSETS		
	Current Investments		
	Unquoted		
	Investments in Mutual Funds		
	Total	30,82,45,312	12,63,91,094

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST	AS AT 31ST	Outstanding for following periods from due date of payment				Total
		MARCH 2022	MARCH 2021	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	
15	Trade Receivables (Unsecured, considered good)	4,69,38,649	5,62,75,983					
	(a) Outstanding for a period exceeding six months from the date they are due for payment							
	(b) Others	8,06,90,466	11,50,48,725					
	Total	12,76,29,115	17,13,24,708					
	Ageing Schedule - FY 2021 - 22							
	Particulars							
	(i) Undisputed Trade receivables — considered good	8,06,90,466	95,86,270			1,09,49,870	15,09,773	2,48,92,736
	(ii) Undisputed Trade Receivables — considered doubtful							
	(iii) Disputed Trade Receivables considered good							
	(iv) Disputed Trade Receivables considered doubtful							
	Ageing Schedule - FY 2020-21							
	Particulars							
	(i) Undisputed Trade receivables — considered good	11,50,48,725	1,66,02,887			1,21,50,823	45,00,342	2,30,21,931
	(ii) Undisputed Trade Receivables — considered doubtful							
	(iii) Disputed Trade Receivables considered good							
	(iv) Disputed Trade Receivables considered doubtful							
	Total							17,13,24,708

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
16	Cash and Bank Balances		
	Cash and Cash Equivalents		
	Balances with Banks - in current account	2,00,31,701	70,89,302
	Cash on Hand	1,17,719	2,37,871
	Other Bank Balances		
	Fixed Deposits with less than 12 months maturity	4,13,13,661	12,62,80,871
	Total	6,14,63,080	13,36,08,044
17	Short-term Loans and Advances (Unsecured, considered good)		
	Loans and Advances to related party	-	-
	Security Deposits	8,88,96,379	60,10,922
	Others		
	Prepaid Expenses	47,601	16,52,427
	Balance with statutory authorities	1,11,19,942	1,36,02,187
	Loans to Employee	40,03,997	22,56,592
	Advance to Suppliers	1,47,09,963	1,08,12,625
	Advance to Masters	18,25,790	9,34,014
	Reimbursement receivable	15,42,133	15,42,133
	Total	12,21,45,805	3,68,10,900
18	Other Current Assets		
	Interest Accrued	-	83,160
		-	83,160
19	INCOME		
	Revenue from Operations		
	Sale of Services		
	Charter Hire Charges Received		
	Domestic	13,02,12,550	25,80,14,375
	Export	-	1,18,87,872
	Sub-Total (A)	13,02,12,550	26,99,02,247
	Ship Management Fees		
	Domestic	44,81,73,228	43,81,30,223
	Export	72,775	-
	Sub-Total (B)	44,82,46,003	43,81,30,223
	Total (A+B)	57,84,58,553	70,80,32,470

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
20	Other Income		
	Dividend Income	2,65,794	13,93,969
	Profit on sale of Investments	79,23,670	68,17,031
	Interest Income	1,20,46,686	1,27,28,090
	Profit on Sale of Property Plant and Equipment	9,01,77,332	-
	Rent Received	4,62,036	11,02,884
	Liability written back	-	46,672
	Foreign Exchange Fluctuation (Net)	-	60,84,603
	Miscellaneous Income	-	12,00,480
	Total	11,08,75,517	2,93,73,730
21	EXPENSES		
	Employee Benefits		
	Salaries and Wages	4,20,55,967	4,27,22,598
	Contribution to Provident and Other Funds	20,71,036	-5,96,349
	Staff Welfare Expense	18,73,457	13,87,114
	Gratuity	-	4,22,889
	Total	4,60,00,460	4,39,36,252
22	Finance Cost		
	Interest Expense	1,55,74,714	1,69,66,415
	Bank Charges	-	35,31,940
	Total	1,55,74,714	2,04,98,355
23	Other Expenses		
	I. Direct Expenses		
	Travelling and Conveyance	71,79,907	63,39,214
	Charter Hire Charges	2,69,92,026	4,51,30,161
	Crew Welfare Expenses	20,60,436	7,93,183
	Insurance	54,85,724	89,93,141
	Labour Charges	2,10,81,182	3,01,38,341
	Ship Crew Officers Remuneration	23,28,52,580	29,75,29,081
	Seaman's Provident Fund	71,34,457	21,55,238
	Ship Running and Maintenance	7,29,31,402	8,91,57,853
	Stores and Spare Parts	1,67,67,772	2,88,32,377
	Victualling Expenses	1,22,25,454	3,36,57,283
	Sign On/Off Expenses	4,06,398	3,21,562
		Total	40,51,17,338

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2021

(Amounts in Rs.)

Note No.	PARTICULARS	AS AT 31ST MARCH 2022	AS AT 31ST MARCH 2021
	II. Administration expenses		
	Bank Charges	48,39,273	23,894
	Communication Expenses	6,32,304	6,30,597
	Computer & Vehicle Maintenance	19,97,780	10,59,684
	Power and Fuel	4,62,492	2,30,316
	Printing and Stationery	5,57,303	4,26,060
	Rent	5,57,759	7,62,000
	Repairs & Maintenance	16,28,780	6,25,244
	Insurance	9,23,097	5,28,855
	Rates and Taxes	47,73,475	6,23,203
	Boarding, Lodging and Travelling Expenses	35,78,256	21,26,919
	Donation	19,491	13,137
	Audit Fees	-	-
	- Statutory Audit	3,50,000	3,50,000
	- Tax Audit	50,000	50,000
	Professional charges	1,00,72,948	1,34,02,358
	Assets and Debts Written Off	1,11,85,899	-
	Miscellaneous Expenses	1,33,966	1,49,071
	Foreign Exchange Fluctuation (Net)	25,93,627	-
	Business Promotion Exp	17,00,330	3,67,000
	Total	4,60,56,780	2,13,68,339
	Total	45,11,74,117	56,44,15,771
24	Earnings per Share		
	Net Profit attributable to equity shareholders	7,80,68,452	2,54,91,838
	Weighted Average number of shares	10,000	10,000
	Basic & Diluted Earnings per Share	7,806.85	2,549.18
	Face Value per share	10	10
25	Contingent Liabilities		
	Corporate Guarantee given	48,64,85,924	55,10,95,535
26	Segment Reporting		
	The company is engaged only in shipping business and there are no separate reportable segments		

ABS MARINE SERVICES PRIVATE LIMITED

Note: 11 - Property Plant and Equipment and Intangible Assets

Description of the Assets	Gross Block				Depreciation			Net Block	
	As at 1st April, 2021	Additions	Deletions/ Adjustments	As at 31st March, 2022	As at 1st April, 2021	For the year	Deletions/ Adjustments	As at 31st March, 2022	As at 31st March 2021
Property Plant & Equipment									
Office Equipments	28,28,131			28,28,131	17,88,756	2,41,071	-	20,29,828	7,98,303
Computers	27,22,985	62,712		27,85,697	23,35,366	1,82,825	-	25,18,191	2,67,506
Buildings	3,87,16,840			3,87,16,840	2,44,51,805	14,58,080	-	2,59,09,885	1,28,06,955
Vehicles	1,92,51,438	1,67,74,068	13,62,919	3,46,62,587	1,62,69,095	20,51,895	12,85,435	1,70,35,555	1,42,65,035
Ships	90,60,70,633	3,87,53,786	24,40,91,601	70,07,32,818	34,26,35,632	6,98,09,323	5,34,63,160	35,89,81,795	29,82,343
Electrical Equipments	76,035	33,262		1,09,297	30,074	18,008	-	48,082	56,34,35,001
Furniture	11,32,274	4,24,920		15,57,194	10,57,742	72,225	-	11,29,967	61,215
	97,07,98,336	5,60,48,748	24,54,54,520	78,13,92,564	38,85,68,470	7,38,33,428	5,47,48,595	40,76,53,303	37,37,39,261
Intangible assets									
Software	30,61,356			30,61,356	23,15,326	1,31,733		24,47,058	6,14,298
	30,61,356	-	-	30,61,356	23,15,326	1,31,733	-	24,47,058	6,14,298
Total	97,38,59,692	4,76,30,492	23,70,36,264	78,44,53,920	39,08,83,796	7,39,65,161	5,47,48,595	41,01,00,362	37,43,53,558
Previous year	83,30,92,809	14,07,81,403	14,520	97,38,59,692	31,67,20,642	7,41,63,154	-	39,08,83,796	58,29,75,896
									51,63,72,167

(Amounts in Rs.)

NOTE NO.27: EMPLOYEE BENEFITS			(Amounts in Rs.)
METHOD : Projected unit credit method			
TYPE OF PLAN	GRATUITY	GRATUITY	
PERIOD OF DISCLOSURE	2021-22	2020-21	
I. PRINCIPAL ACTUARIAL ASSUMPTIONS (Expressed as weighted averages)			
Salary escalation rate as on	7.00%	7.00%	
Discount rate as on	7.04%	7.04%	
II. CHANGES IN THE PRESENT VALUE OF THE OBLIGATION (PVO)			
PVO as at the beginning of the period	1,03,79,372	97,64,033	
Interest Cost	7,25,251	6,69,813	
Current service cost	8,81,612	8,28,063	
Benefits paid	(1,55,033)	-	
Actuarial loss/(gain) on obligation (balancing figure)	(9,08,043)	(8,82,537)	
PVO as at the end of the period	1,09,23,159	1,03,79,372	
III. CHANGES IN THE FAIR VALUE OF PLAN ASSETS			
Fair value of plan assets as at the beginning of the period	29,16,743	27,24,292	
Expected return on plan assets	1,99,882	1,86,886	
Contributions	-	-	
Benefits paid	(1,55,033)	-	
Actuarial gain/(loss) on plan assets (balancing figure)	(2,110)	5,565	
Fair value of plan assets as at the end of the period	29,59,482	29,16,743	
IV. FAIR VALUE OF PLAN ASSETS			
Fair value of plan assets as at the beginning of the period	29,16,743	27,24,292	
Actual return on plan assets	1,97,772	1,92,451	
Contributions	-	-	
Benefits paid	(1,55,033)	-	
Fair value of plan assets as at the end of the period	29,59,482	29,16,743	
Funded Status Surplus/(Deficit)	(79,63,677)	(74,62,629)	
Excess of Actual over estimated return on Plan Assets	-2,110	5,565	
(Actual rate of return = Estimated rate of return as ARD falls on 31 st March)			
V. AMOUNTS RECOGNISED IN THE BALANCE SHEET AND STATEMENT OF PROFIT AND LOSS ACCOUNT			
Present value of the obligation as at end of the Year	1,09,23,159	1,03,79,372	
Fair value of plan assets as at end of the Year	29,59,482	29,16,743	
Funded Status Surplus/(Deficit)	(79,63,677)	(74,62,629)	
Net Asset/(Liability) recognized in the balance sheet	(79,63,677)	(74,62,629)	
VII. EXPENSES RECOGNISED IN THE STATEMENT OF PROFIT AND LOSS ACCOUNT:			
Total service cost	8,81,612	8,28,063	
Interest Cost	7,25,251	6,69,813	
Expected return on plan assets	(1,99,882)	(1,86,886)	
Net actuarial (gain)/loss recognized in the year	(9,05,934)	(8,88,101)	
Expenses recognized in the statement of profit and loss	5,01,047	4,22,889	
VIII. MOVEMENTS IN THE LIABILITY			
Opening net (Liability)/ Asset	(74,62,629)	(70,39,741)	
Add: Expenses as above	(5,01,047)	(4,22,889)	
Less: Contribution paid	-	-	
Closing net (Liability)/Asset	(79,63,676)	(74,62,629)	

NOTE NO.28 Additional Regulatory Requirements

- (i) There are no Immovable properties whose title deeds are not held in the name of the Company.
(ii) The Company has not revalued its Property, Plant and Equipment or intangible assets during the year.
(iii) The company has not granted any loans or advances in the nature of loans to promoters, Directors, KMPs and related parties (as defined under Companies Act, 2013), either severally or jointly with any other person, either repayable on demand or without specifying any terms or period of repayment.
(iv) The Company does not have any Capital-Work-in Progress (CWIP).
(v) The Company does not have any Intangible Assets under Development.
(vi) There have been no proceedings initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
(vii) In respect of borrowings from a bank on the basis of security of current assets, the periodic returns / statements of current assets filed by the Company with the bank are in agreement with the books of accounts. The Company does not have any borrowings from financial institutions on the basis of security of current assets
(viii) The Company has not been declared as wilful defaulter by any bank or financial institution or other lender.
(ix) The company has not had any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
(x) There are no charges or satisfaction yet to be registered with the Registrar of Companies (RoC) beyond the statutory period.
(xi) The company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number
(xii) Ratios

Particulars	Items included in the Numerator / Denominator	Ratio		Variation (%)	Reason for Variance
		2021-22	2020-21		
(a) Current ratio	Current Assets / Current Liabilities	3.11	2.06	50.86%	This variance is on account of increase in investment in the mutual funds
(b) Debt equity ratio	Total outside debt / Equity shareholder's funds	0.11	0.33	-66.68%	Repayment of loans has led to the variance in these ratios
(c) Debt service coverage ratio	Earnings available for debt services/ Interest + Installments	0.49	0.68	-27.43%	
(b) Return on Equity ratio	Net Profit After Taxes / Average Equity Shareholder's Funds	8.45%	2.92%	189.09%	This variance has arisen due the higher profits earned during the year
(d) Trade Receivables turnover ratio	Net Sales / Average Receivables	3.87	3.38	14.35%	
(e) Trade payables turnover ratio	Net Purchases / Average Payables	4.83	5.99	-19.49%	
(f) Net capital turnover ratio	Revenue from Operations / Average Working Capital	174.97%	286.31%	-38.89%	The variance is due to the decrease in the revenue from operations and due to the increase in current assets.
(g) Net profit ratio	Net Profit After Taxes / Revenue from Operations	13%	4%	274.85%	This variance has arisen due the higher profits earned during the year
(h) Return on Capital employed	Earnings before Interest & Taxes/ Capital Employed	11.05%	4.66%	137.19%	
(i) Return on Investment	Net Profit After Taxes / Capital Employed	7.30%	2.16%	237.34%	

- (xiii) There has been no Scheme of Arrangements approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
(xiv) Utilization of Borrowed funds and share premium.

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(xv) No tax assessments under the Income Tax Act, 1961 (43 of 1961) have been received during the year and hence, there have been no transactions not recorded in the books of account which have been surrendered or disclosed as income during the year. There has also not been any previously unrecorded income or related assets.

- (xvi) The Company is not covered under the provisions of Section 135 of the Companies Act, 2013.
(xvii) The Company has neither traded nor invested in Crypto currency or Virtual Currency during the financial year.

29 Related Party Transaction carried out during the year ended 31.03.2022

- A. List of Related Parties**
I. Subsidiary Companies
 ABS Marine Singapore Pte Ltd - Wholly Owned Subsidiary
 Epsom Shipping India Private Limited

- II. Joint Venture**
 i. Seachart Shipping Pvt Ltd

II. Others**a. Key Management Personnel**

- i. Capt P.B.Narayanan - Director
 ii. Mrs. Shireelatha Narayanan - Director

b. Enterprises in which Key Management Personnel exercises significant influence

- i. Aqua Omega Services Pvt Ltd

S.No	Name of the Party	Nature of Relationship	Investment Held	Corporate Guarantee Given to Subsidiary	Reimbursement of Expenses	Office Facilitation charges	Rent Received	Rent Paid	Ship Management fee	Foreign exchange fluctuation	Managerial Remuneration	Advance Received/Repaid	Advance Repaid/Advance given	Amount due from/(due to)
1	P.B.Narayanan Previous Year 2020-21	Director						1,80,000			75,00,000		75,410	-1,30,78,585
2	Shireelatha Narayanan Previous Year 2020-21	Director						1,80,000			22,00,000	1,31,84,337		(1,31,53,975)
3	Epsom Shipping India Private Limited Previous Year 2020-21	Subsidiary	23,63,75,357				60,000	1,80,000			22,00,000			-
4	Aqua Omega Services Pvt Ltd Previous Year 2020-21	Enterprise in which KMP having significant influence	23,63,75,357	55,10,95,535	-4,65,65,981		7,20,000		4,09,38,327				2,19,02,170	1,47,74,386
5	ABS Marine Singapore Pte Ltd Previous Year 2020-21	Wholly Owned Subsidiary	35,29,000									4,00,000	40,50,690	4,09,892
6	Seachart Shipping Pvt Ltd Previous Year 2020-21	Joint Venture	6,12,000		-1,11,383					25,94,009				(32,50,738)
			6,12,000											(33,08,008)
														(7,13,999)

30 Foreign Exchange Earnings and outgo

	Amount (Rs)	As at 31st March 2022	As at 31st March 2021
Total Foreign exchange earned and used		19,69,77,109	26,99,02,247
Total Foreign exchange earned			
- Interest Repayment of DBS ECB Loan		24,47,226	46,39,666
- Charter Hire Charges		2,69,92,026	5,35,76,657
- Insurance		34,60,486	80,87,752
- Telephone		38,86,672	41,21,800
- Stores, Spares & Services		5,08,806	2,46,38,892
- Others		7,27,328	1,28,49,353

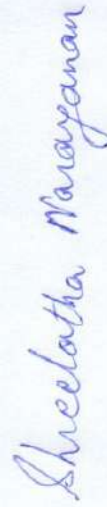
31 Previous Year Figures

The previous year's figures have been recast/reclassified where ever necessary.

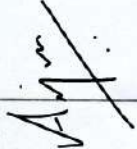
For and on behalf of the board


 Capt. P.B.Narayanan
 Director
 DIN: 00205686

Shireelatha Narayanan
 Director
 DIN: 00337226


 Shireelatha Narayanan
 Partner
 Membership No. 230448

As per our Report of Even Date
 For N.C.Rajagopal & Co.,
 Chartered Accountants
 Firm Regn No: 003398S



Place: Chennai
 Date: 30/09/2022

A. SIGNIFICANT ACCOUNTING POLICIES

ABS MARINE SERVICES PVT LTD.

1. BACKGROUND AND PRINCIPAL ACTIVITIES

ABS Marine Services Private Limited ('the Company') is a private limited company incorporated in India on 27th October 1992. The company is engaged in ship owning and ship management of own ships and of others.

2. BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared to comply in all material aspects with the Accounting Standards notified by the Companies (Accounting Standards) Rules, 2006 referred to in Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and in accordance with the accounting principles generally accepted in India ("Indian GAAP"). The Financial Statements have been consistently applied by the company and are consistent with those used in the previous year.

The company is not a Small and Medium sized company (Non-SMC) as per the general instruction in respect of Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006. Accordingly the company has complied with the Accounting Standards as applicable to a Non-SMC.

3. USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses for the year presented. Management believes that the estimates used in the preparation of financial statements are prudent and reasonable. Actual results could differ from these estimates. Difference between the actual results and estimates are recognised in the period in which the results are known / materialised. Any revision in the accounting estimate is recognised prospectively in the current and future periods.

4. CASH FLOW STATEMENT

The company is following the indirect method for reporting Cash Flows from Operating activities whereby 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 and item of income of expenses associated with investing or financing cash flow.

Cash flows arising from operating, investing and financing activities are reported on net basis. Cash and cash equivalents comprise of cash on hand, balances with bank and deposits with bank. All highly liquid investments with a remaining maturity of three months or less at the date of purchase and those that are readily convertible to cash are considered to be cash equivalents.

A. SIGNIFICANT ACCOUNTING POLICIES

5. REVENUE RECOGNITION

Revenue is primarily derived from Ship Operation and Ship Management services.

- a) Time charter earnings are recognised on accrual basis.
- b) Claims receivable on account of Insurance are accounted for to the extent the Company is reasonably certain of its ultimate collection.
- c) Rental Income is recognised on accrual basis as per the terms and condition of the agreement.
- d) Interest Income from deposits is recognised on a time proportion basis taking into account, the amount outstanding and the rate applicable.
- e) Dividend income is recognised only when the right to receive the payment is established.
- f) Interest on Income tax refund is recognised on receipt of refund order.

6. PROPERTY, PLANT AND EQUIPMENT AND INTANGIBLE ASSETS

Property Plant and Equipment and Intangible Assets are stated at cost of acquisition or construction or such other cost as may be added on account of revaluation, less accumulated depreciation and impairment. The cost of acquisition or construction includes any attributable cost that is required to bring the asset to its working condition for its intended use. Subsequent expenditures related to an item of fixed asset is added to its book value only if it increases the future benefits from the existing asset beyond its previously assessed standard of performance.

When assets are retired or otherwise disposed off, the cost of such assets and the related accumulated depreciation and impairment are removed from the accounts. Any profit or loss on retirement or other disposal is reflected in the Statement of Profit and Loss.

Intangible assets are recorded at consideration paid for acquisition of such assets and are carried at cost less accumulated amortization and impairment.

7. DEPRECIATION/AMORTISATION

Depreciation on Fixed Assets is provided at written down value method in accordance with the useful life prescribed in Schedule II of the Companies Act, 2013. Where during any financial year, any addition has been made to any assets or where any asset has been sold, discarded, demolished or destroyed, the depreciation on such asset is calculated on a pro rata basis from the date of such addition or up to the date on which such asset has been sold, discarded, demolished or destroyed.

Individual low cost assets (acquired for less than Rs. 5,000) are depreciated within a year of acquisition.

Intangible Assets are amortised over a period of 5 years on a straight line basis, from the date such asset is put into use.

A. SIGNIFICANT ACCOUNTING POLICIES

8. FOREIGN EXCHANGE FLUCTUATIONS

Transactions in foreign currency are recorded at the rates prevailing at the date of transaction. Foreign currency monetary items are reported using the closing rates, i.e. exchange rate at the Balance Sheet date. Any income or expense on account of exchange difference either on translation or on settlement, are recognised as income or expenses in the period in which they arise. Exchange differences arising on reporting of long-term foreign currency monetary items at rates different from those at which they were initially recorded during the period relate to the acquisition of a depreciable capital asset, has been added to the cost of the asset and shall be depreciated over the balance useful life of the asset.

Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of transaction.

9. INVESTMENTS

Long term investments are stated at cost. Diminution in the value of investments other than temporary in nature is provided for.

Current Investments are stated at cost or fair value, whichever is lower.

Cost of overseas investments comprises the Indian Rupee value of the consideration paid for the investments, translated at the exchange rate prevalent at the date of investment.

10. EMPLOYEE BENEFITS

Short term employee benefits:

Employee benefits such as salaries, wages and bonus, etc., are recognised as expense at the undiscounted amount in the Statement of Profit and Loss.

Post-Employment Benefits:

a) Defined Contribution Plan

The company deposits the contributions for provident funds to the Seaman's Provident Fund and these contributions are recognised in the Statement of Profit and Loss in the financial year to which they relate.

b) Defined Benefit Plan

Contributions under gratuity schemes are made to Insurance Corporation of India (LIC) and SBI Life in accordance with the terms of policy taken under their group gratuity scheme.

Other Long term Benefits:

Long term benefits are recognised as an expense in the Statement of Profit and Loss for the year in which the employee has rendered the service. The expenses are recognised at the present value of the amounts payable determined using actuarial valuation.

Any termination benefits are recognised as expenses immediately on the basis of actual expenses.

Actuarial gains or losses are recognised immediately in the Statement of Profit and Loss as income/expense.

A. SIGNIFICANT ACCOUNTING POLICIES

11. BORROWING COST

Interest and other borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized as part of the cost of that asset up to the date on which the asset is ready for its intended use. A qualifying asset is one that necessarily takes a substantial period, i.e. more than twelve months, to get ready for its intended use. Other interest and borrowing cost are debited to the Statement of Profit and Loss.

12. SEGMENT REPORTING

The company is engaged only in shipping business and there are no separate reportable segments.

13. LEASES

Lease arrangements where, the risks and rewards incidental to the ownership of an asset substantially vests with the company are recognised as Finance Lease and are capitalized at the fair value of the asset or the present value of the minimum lease payment at the inception of the lease, whichever is lower.

Lease payments under Operating Leases are expensed in the Statement of Profit and Loss on a straight line basis with reference to lease terms and other consideration

14. EARNINGS PER SHARE

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

15. TAXES ON INCOME

Income tax expense comprises Current Tax and Deferred Tax charge or credit. Provision for current tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act, 1961 for the relevant assessment year.

Deferred Tax Adjustments comprising of deferred tax asset and deferred tax liability is calculated by applying tax rate and laws that have been enacted or substantively enacted at the Balance Sheet date. Deferred tax assets arising on account of brought forward losses and unabsorbed depreciation under tax laws, are recognized, only if there is a virtual certainty of its realization, supported by convincing evidence. Deferred tax assets on account of other timing differences are recognized only to the extent there is a reasonable certainty of its realization. At each Balance Sheet date, the carrying amounts of deferred tax assets are reviewed to reassure realization.

16. IMPAIRMENT OF ASSETS

The company assesses at each balance sheet date where there is any indication that an asset maybe impaired. If any such indication exists, the company estimates the recoverable amount of the asset. If the recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs, is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and it is recognised in the Statement of Profit and Loss. If at the Balance Sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciated historical cost and is accordingly reversed in the profit and loss account.

A. SIGNIFICANT ACCOUNTING POLICIES

17. CONTINGENT LIABILITIES AND PROVISIONS

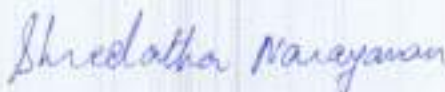
Provisions involving a substantial degree of estimation in measurement are recognised when there is present obligation as a result of past events and it is probable there will be an outflow of resources. Provisions are determined based on management estimates required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current management estimate. Contingent liabilities are not recognised but are disclosed in the financial statements. Contingent assets are neither recognised nor disclosed in the financial statements.

As per our report of even date

For and on behalf of the board

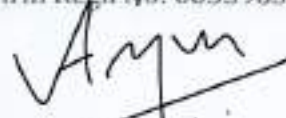


Capt. P.B Narayanan
Director



Shreelatha Narayanan
Director

For N.C.Rajagopal & Co.,
Chartered Accountants
Firm Regn No: 003398S



Arjun S
(Partner)

Membership No. 230448

Place: Chennai
Date: 30/09/2022