



AWEL GLOBAL LIMITED
International Company with
Ras Al Khaimah Free Trade Zone

Contact Post Box 71241
Dubai (U.A.E.)

Financial statements &
Auditor's report: 2015-16

AWEL GLOBAL LIMITED
International Company with Ras Al Khaimah Free Trade Zone
Ras Al Khaimah (U.A.E.)

Financial statements: 2015-16

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AWEL GLOBAL LIMITED

P O Box No.: 71241, Dubai, U.A.E.

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Directors' report

The directors of the company present this report along with the financial statements of AWEL GLOBAL LIMITED, Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.) for the year ended 31st March 2016.

Legal status and shareholder:

The company is incorporated and registered as an offshore company with Ras Al Khaimah Free Trade Zone Authority in the emirate of Ras Al Khaimah (U.A.E.) under certificate of incorporation no. IC20110977.

M/s Adani Welspun Exploration Limited, a public limited company incorporated and registered under certificate of registration no. 046554 and company identification no. U40100GJ2005PLC046554 with Registrar of companies, under the Companies Act, 1956 (No.1 of 1956) in Ahmedabad, Gujarat, India is the sole shareholder of the company as at reporting date holding share capital of AED 10,000/- (10 shares of AED 1,000/- each, equivalent to USD 2,725/-). The registered address of M/s Adani Welspun Exploration Limited is Adani House, Nr. Mithakhali Six Roads, Navrangpura, Ahmedabad-380009, Gujarat, India.

The day-to-day operations of the company are being handled by Mr. Rakesh Shah and Mr. Pranav Vora who are appointed as the directors of the company.

Operations of the company:

The company is established to engage in any lawful act or activity for which offshore companies may be organized under Ras Al Khaimah Free Trade Zone Authority International Company Regulations 2006. However, the company has not undertaken any revenue generating activity and has incurred administrative expenses, finance costs and other expenses only, during the year under review.

The financial highlights of the company are as below:

| | Amount in U.S. Dollars (USD) |
|------------------------------|------------------------------|
| Revenue | <u>2015-16</u> |
| Net (loss) | Nil/- |
| Total liabilities | (192,601/-) |
| Equity & shareholder's funds | 57,462/- (47,376/-) |

The company has accumulated losses of USD 192,601/- which exceeds its paid up share capital as at the reporting date resulting in negative equity & shareholder's funds. The company's total liabilities are 21.09 times of its paid up share capital indicating a high leverage. This raises doubt about the company's ability to continue as a going concern. The continuance of company's operations is dependent on sufficient funds being made available by the shareholder. The shareholder has confirmed that necessary financial assistance will be provided to the company vide resolution passed at Extra Ordinary General Meeting dated 16th February 2016. Hence the financial statements have been prepared on going concern basis.

Results & dividend:

Net loss for the year amounted to USD 192,601/-.

The net loss of prior years were absorbed by the shareholder and thus the company does not have any opening balance of accumulated losses.

Current year net losses are proposed to be carried forward as accumulated losses to be set off against future net profits.

Liquidity crunch:

The current liabilities exceed current assets by USD 47,376/-, thus indicating negative working capital and liquidity crunch. However the management has reviewed its company revenue, cost structures & cash flows and has concluded that liquid funds will be available and further, shareholder has confirmed that necessary financial assistance will be provided as and when required.

AWEL GLOBAL LIMITED

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Management's responsibilities & acknowledgements:

We confirm that management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs), implementing regulations of Ras Al Khaimah Free Trade Zone Authority International Company Regulations 2006 and applicable provisions of the Memorandum & Articles of Association of the company.

This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

The company's management further states that there are no material uncertainties which would make the going concern assumption inappropriate.

Events occurring after the reporting date:

There were no significant events occurring after the reporting date that would materially affect the working or the financial statements of the company.

Auditors:

The company's auditors, M/s Kothari Auditors & Accountants, Dubai (U.A.E.) are retiring at the end of the annual general meeting of the shareholder and being eligible have expressed their willingness to be re-appointed. A resolution to re-appoint them for the year 2016-17 and to fix their remuneration would be put up before the shareholder at the annual general meeting.

For AWEL GLOBAL LIMITED



Rakesh Shah
Director



Pranav Vora
Director



April 21, 2016
Dubai, United Arab Emirates

Independent auditor's report to the shareholder of

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Report on the financial statements:

We have audited the accompanying financial statements of AWEL GLOBAL LIMITED, Ras Al Khaimah (U.A.E.) ("the company") for the financial year ended on 31st March 2016 comprising of statement of financial position as at 31st March 2016, related statements of comprehensive income, changes in equity & shareholder's funds and cash flows for the year then ended as set out on pages 5 to 8 and read along with notes and schedule to the financial statements on pages 9 to 16.

Management's responsibility for the financial statements:

Management of the company is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs), implementing regulations of Ras Al Khaimah Free Trade Zone Authority International Company Regulations 2006 and applicable provisions of the Memorandum & Articles of Association of the company. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility:

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on auditor's judgment, including the assessment of the risk and material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion:

In our opinion, the financial statements present fairly, in all material respects, the financial position of AWEL GLOBAL LIMITED, Ras Al Khaimah (U.A.E.) as at 31st March 2016, its financial performance, changes in equity & shareholder's funds and cash flows for the year then ended and were prepared, in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs).

Emphasis of matter:

Without qualifying our opinion, we would like to state that:

- The company has accumulated losses of USD 192,601/- which exceeds its paid up share capital as at the reporting date resulting in negative equity & shareholder's funds. The company's total liabilities are 21.09 times of its paid up share capital indicating a high leverage. This raises doubt about the company's ability to continue as a going concern. The continuance of company's operations is dependent on sufficient funds being made available by the shareholder. The shareholder has confirmed that necessary financial assistance will be provided to the company vide resolution passed at Extra Ordinary General Meeting dated 16th February 2016. Hence the financial statements have been prepared on going concern basis.

كوتاري لتدقيق الحسابات

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- The current liabilities exceed current assets by USD 47,376/-, thus indicating negative working capital and liquidity crunch. However the management has reviewed its company revenue, cost structures & cash flows and has concluded that liquid funds will be available and further, shareholder has confirmed that necessary financial assistance will be provided as and when required.

Report on other matters:

- a. Previous year comparative figures are not available and hence not presented. Opening balances have been considered as certified by the management.
- b. We confirm that, in our opinion
 - we have obtained all the information & explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit,
 - proper books of account have been maintained by the company as far as appears from our examination of those books,
 - financial statements and the contents of the directors' report are in agreement with the books of account, and
 - to the best of our knowledge and belief, there were no violation of provisions of the implementing regulations of Ras Al Khaimah Free Trade Zone Authority International Company Regulations 2006 and applicable provisions of the Memorandum & Articles of Association of the company that would affect materially the working or the financial statements of the company.

Vipul R.

Kothari Vipul R.
Ministry of Economy Registration No. 159
Kothari Auditors & Accountants

April 21, 2016
Dubai, United Arab Emirates



AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Statement of financial position as at 31st March 2016

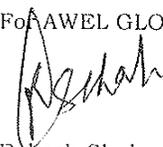
Amount in U.S. Dollars (USD)

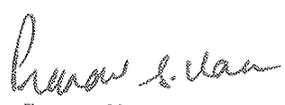
| Particulars | Note no. | 31.03.2016 |
|--|----------|---------------|
| Assets: | | |
| Current assets | | |
| Cash & bank balances | 5 | 10,086 |
| Total assets employed | | 10,086 |
| Liabilities, equity & shareholder's funds: | | |
| Current liabilities | | |
| Provisions, accruals & other liabilities | 6 | 57,462 |
| | | 57,462 |
| Equity & shareholder's funds | | |
| Share capital | 7 | 2,725 |
| Reserves & surplus | 8 | (192,601) |
| Equity | | (189,876) |
| Shareholder's current account | Sch-1 | 142,500 |
| Equity & shareholder's funds | | (47,376) |
| Total liabilities, equity & shareholder's funds | | 10,086 |

The attached note nos. 1 to 13 and schedule no. 1 form an integral part of these financial statements.

Auditor's report is on page nos. 3 & 4. The shareholder has approved and authorised the directors for the issuance of these financial statements on April 21, 2016.

For AWEL GLOBAL LIMITED


Rakesh Shah
Director


Pranav Vora
Director



AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

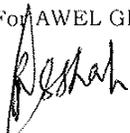
Statement of comprehensive income for the year ended 31st March 2016

| Particulars | Amount in U.S. Dollars (USD) | |
|----------------------|------------------------------|-----------------------------|
| | Note no. | 01.04.2015 to 31.03.2016 |
| Revenue | | 0 |
| Administrative costs | 9 | (192,462) |
| Finance costs | 10 | (120) |
| Other expenses | 11 | (19) |
| Net (loss) | | (192,601) |

The attached note nos. 1 to 13 and schedule no. 1 form an integral part of these financial statements.

Auditor's report is on page nos. 3 & 4. The shareholder has approved and authorised the directors for the issuance of these financial statements on April 21, 2016.

For AWEL GLOBAL LIMITED


Rakesh Shah
Director


Pranav Vora
Director



AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Statement of changes in equity & shareholder's funds for the year ended 31st March 2016

| Particulars | Share capital | Accumulated (losses) | Amount in U.S. Dollars (USD) | |
|-------------------------|---------------|----------------------|-------------------------------|-----------------|
| | | | Shareholder's current account | Total |
| As at 31.03.2015 | 2,725 | 0 | (2,725) | 0 |
| Net (loss) | 0 | (192,601) | 0 | (192,601) |
| Net movements | 0 | 0 | 145,225 | 145,225 |
| As at 31.03.2016 | 2,725 | (192,601) | 142,500 | (47,376) |

The attached note nos. 1 to 13 and schedule no. 1 form an integral part of these financial statements.
Auditor's report is on page nos. 3 & 4.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Statement of cash flows for the year ended 31st March 2016

Amount in U.S. Dollars (USD)

01.04.2015 to

Note no. 31.03.2016

| Particulars | | |
|--|---|-------------------------|
| Cash flow from operating activities: | | |
| Net (loss) | | (192,601) |
| Finance costs | | 120 |
| Cash (used in) operations | | <u>(192,481)</u> |
| Net changes in operating assets & liabilities: | | |
| Increase in provisions, accruals & other liabilities | | 57,462 |
| Net cash (used in) operations | | <u>(135,019)</u> |
| Cash flow from financing activities: | | |
| Increase in shareholder's current account | | 145,225 |
| (Outflow) of finance costs | | <u>(120)</u> |
| Net cash generated from financing | | 145,105 |
| Surplus for the year | | 10,086 |
| Cash & cash equivalents at beginning of year | | 0 |
| Cash & cash equivalents at end of year | 5 | 10,086 |

The attached note nos. 1 to 13 and schedule no. 1 form an integral part of these financial statements.

Auditor's report is on page nos. 3 & 4.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

1 Legal status and activity:

- 1.1 The company is incorporated and registered as an International Company with Ras Al Khaimah Free Trade Zone Authority in the emirate of Ras Al Khaimah (U.A.E.) under certificate of incorporation no. IC20110977.
- 1.2 M/s Adani Welspun Exploration Limited, a public limited company incorporated and registered under certificate of registration no. 046554 and company identification no. U40100GJ2005PLC046554 with Registrar of companies, under the Companies Act, 1956 (No.1 of 1956) in Ahmedabad, Gujarat, India is the sole shareholder of the company as at reporting date holding share capital of AED 10,000/- (10 shares of AED 1,000/- each, equivalent to USD 2,725/-). The registered address of M/s Adani Welspun Exploration Limited is Adani House, Nr. Mithakhali Six Roads, Navrangpura, Ahmedabad-380009, Gujarat, India.
- 1.3 Registered address of the company is Post Box 71241, Dubai (U.A.E.).
- 1.4 The company is established to engage in any lawful act or activity for which offshore companies may be organized under Ras Al Khaimah Free Trade Zone Authority International Company Regulations 2006. However, the company has not undertaken any revenue generating activity and has incurred administrative expenses, finance costs and other expenses only, during the year under review.
- 1.5 The day-to-day operations of the company are being handled by Mr. Rakesh Shah and Mr. Pranav Vora who are appointed as the directors of the company.

2 Basis of preparation:

2.1 Statement of compliance:

These financial statements have been prepared in accordance with the International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs) issued by International Accounting Standards Board (IASB).

2.2 Basis of measurement:

These financial statements have been prepared under going concern assumption and historical cost convention.

The company has accumulated losses of USD 192,601/- which exceeds its paid up share capital as at the reporting date resulting in negative equity & shareholder's funds. The company's total liabilities are 21.09 times of its paid up share capital indicating a high leverage. This raises doubt about the company's ability to continue as a going concern. The continuance of company's operations is dependent on sufficient funds being made available by the shareholder. The shareholder has confirmed that necessary financial assistance will be provided to the company vide resolution passed at Extra Ordinary General Meeting dated 16th February 2016. Hence the financial statements have been prepared on going concern basis.

2.3 Basis of accounting & coverage:

The company follows the accrual basis of accounting, except for statement of cash flows which is presented on cash basis. Under accrual basis, the transactions and events are recognized as and when they occur and are recorded in the financial statements for the year to which they relate to.

The financial statements enclosed cover the period 1st April 2015 to 31st March 2016. Previous year figures are not available & hence not presented herewith. Opening balances have been taken as certified by the management to be true & correct.

2.4 Functional & presentation currency:

The financial statements are presented in United States Dollars (USD), which is also the company's functional currency. All financial information presented in USD has been rounded off to the nearest US Dollar.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

2.5 Use of estimates & judgments:

The preparation of financial statements in conformity with IFRS for SMEs requires management to make estimates, judgments and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected & same are mentioned under respective accounting policy note.

During the year, there are no accounting estimates or management judgments, which are material in nature in preparation of financial statements.

3 Summary of significant accounting policies:

The following accounting policies have been consistently applied by the management in preparation of the financial statements except where stated here under:

3.1 Property, plant & equipment:

Property, plant & equipment, if any, are carried at their cost of acquisition including any incidental expenses related to acquisition or installation, less accumulated depreciation and accumulated impairment loss.

Property, plant & equipment are, at the reporting date, subject to impairment. Where any indication of impairment exists, the carrying amount is written down to its recoverable amount.

The company does not have any property, plant & equipment as at reporting date.

3.2 Financial instruments:

The company recognizes a financial instrument (being a financial asset or financial liability) only when the company becomes a part of the contractual provisions of the instrument.

Accounting policy relevant to each type of financial instrument is as follows:

- **Cash & cash equivalents:**
Cash & cash equivalents for the purpose of cash flow statement comprises of balance with bank in current accounts.
- **Other financial assets:**
Other financial assets are recognized initially at transaction value and subsequently measured at amortized cost using the effective interest method less impairment. However, all other financial assets have a value on realization in the ordinary course of the company's business, which is at least equal to the amount at which they are stated in the statement of financial position.
- **Other financial liabilities:**
Other financial liabilities, including borrowings, are initially measured at transaction value, net of transaction costs. They are subsequently measured at amortised cost using the effective interest method.

A financial asset (or where applicable a part of a financial asset or a part of group of similar financial assets) is de-recognised either when:

- the rights to receive cash flows from the asset have expired or
- the company retains the right to receive cash flows from the asset, but has assumed an obligation to pay them in full without material delay to a third party under a 'pass through' arrangement; or
- the company has transferred its rights to receive cash flows from the asset and either (a) has transferred substantially all the risks and rewards of the asset, or (b) has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

Where the company has transferred its right to receive cash flows from an asset and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the company's continuing involvement in the asset.

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability, and the difference in the respective carrying amounts is recognised in the statement of comprehensive income.

Financial assets and financial liabilities are only offset and the net amount reported in the statement of financial position when there is a legally enforceable right to set off the recognised amounts and the company intends to settle on a net basis.

3.3 Impairment of non-financial assets:

At each reporting date, the company reviews the carrying amounts of its non-financial assets, to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the company estimates the recoverable amount of the cash-generating unit to which the asset belongs.

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (cash-generating unit) is reduced to its recoverable amount. An impairment loss is recognised as an expense immediately. Where an impairment loss subsequently reverses, the carrying amount of the asset (cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (cash-generating unit) in prior years. A reversal of an impairment loss is recognised as income immediately.

3.4 Impairment of financial assets:

An assessment is made at each reporting date to determine whether there is objective evidence that a specific financial asset may be impaired.

A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that has occurred after the initial recognition of the asset (an incurred "loss event") and that loss event (or events) has an impact on the estimated future cash flows of the financial assets or the group of financial assets that can be reliably estimated.

If such evidence exists, any impairment loss is recognised in the statement of comprehensive income. Impairment is determined as follows:

- For assets carried at fair value, impairment is the difference between cost and fair value, less any impairment loss previously recognised in the statement of comprehensive income;
- For assets carried at cost, impairment is the difference between carrying amount and the present value of future cash flows discounted at the current market rate of return for a similar financial asset;
- For assets carried at amortised cost, impairment is the difference between carrying amount and the present value of estimated future cash flows discounted at the financial assets original effective interest rate.

Reversal of impairment losses is recognised in prior years and is recorded when there is an indication that the impairment losses recognised for the financial asset no longer exist or have decreased and the decrease can be related objectively to an event occurring after the impairment was recognised.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

3.5 Employee benefits:

Employee benefits, if any, have been provided for in accordance with the contractual terms with the employees, but are however subject to minimum of UAE Labour Law requirements. The accrual relating to annual leave and leave passage, if any, is disclosed as a current liability, while the provision relating to end of service benefits is disclosed as a non-current liability.

3.6 Provisions & contingencies:

Provisions are recognized when the company has a legal or constructive obligation as a result of past events and it is probable that an outflow of economic benefits would be required to settle these obligations and a reliable estimate of the same can be made.

Contingent liabilities are not recognized but are disclosed in the notes to financial statements. A disclosure of contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When likelihood of outflow is remote, no provision or disclosure is made.

3.7 Revenue recognition:

Revenue is recognized when it is probable that the economic benefit will flow to the company and the revenue can be reliably measured. Revenue is measured at fair value of consideration received or receivable, excluding discounts, rebates and duties.

The company has not undertaken any revenue generating activity during the year under review.

3.8 Expenditure:

Expenses are accounted for on the accrual basis and provisions are made for all known losses and liabilities. Expenses are presented in the statement of comprehensive income, classified according to the function of expense.

3.9 Foreign currency transactions:

- a. Transactions in foreign currency, if any, are converted into functional currency at prevailing exchange rate on the date such transactions are entered into.
- b. Monetary assets and liabilities denominated in foreign currencies are translated into functional currency at the exchange rates prevailing at the reporting date. Non-monetary assets and liabilities denominated in foreign currencies which are stated at historical cost or fair value, are translated into functional currency at the exchange rates prevailing on the date of such transaction or the date of determination of fair value respectively.
- c. Resultant loss or gain has been recognized in the statement of comprehensive income, in the year in which such assets are realized or liabilities are discharged.

4 Other significant disclosures:

4.1 Related party transactions:

The company enters into transactions with another company that falls within the definition of a related party as per the International Financial Reporting Standards for Small & Medium-sized Entities (IFRS for SMEs).

The terms of trade with such related party is based on commercial terms & conditions agreed upon with them by the management.

Related party with whom the company has entered into transaction during the year under review comprises of parent company as stated hereunder:

| <u>Name of the related party</u> | <u>Control</u> | <u>Relation</u> |
|---|----------------|-----------------|
| M/s Adani Welspun Exploration Limited, Gujarat, India | 100% | Parent company |

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

Shareholder's current account:

Balance in shareholder's current account represents amount (withdrawn)/invested by the shareholder. Said balance is long term in nature and free of interest.

4.2 Financial, capital risk management & fair value information:

4.2.1 Credit, liquidity & market rate risk:

Credit risk:

Credit risk is the risk of financial loss to the company if a customer or counter-party to a financial instrument fails to meet its contractual obligations.

The company's cash is placed with banks of repute.

Liquidity risk:

Liquidity risk is the risk that the company will not be able to meet its financial obligations as and when it falls due. The company's assets are not sufficient to cover its financial obligations.

The current liabilities exceed current assets by USD 47,376/-, thus indicating negative working capital and liquidity crunch. However the management has reviewed its company revenue, cost structures & cash flows and has concluded that liquid funds will be available and further, shareholder has confirmed that necessary financial assistance will be provided as and when required.

The table below summarizes the maturity profile of the company's financial liabilities on contractual undiscounted payments:

| As on 31st March 2016 | Amount in U.S. Dollars (USD) | | | |
|--|------------------------------|--------------------|------------------|--------|
| | Less than 6 months | 6 months to 1 year | More than 1 year | Total |
| Provisions, accruals & other liabilities | 57,462 | - | - | 57,462 |
| Total | 57,462 | - | - | 57,462 |

Market risk:

Market risk is the risk that changes in market prices, such as investment prices, interest rates and currency rates will affect the company's income or the value of its holding of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return on risk.

- Interest rate risk:

Interest rate risk is the risk of variability in profit due to change in interest rates on interest bearing assets and interest bearing liabilities.

The company does not have any interest bearing assets/liabilities as on reporting date & hence no risk on that account.

- Currency risk:

Currency risk faced by the company is minimal as there are minimal foreign currency transactions. Most of the monetary assets and liabilities are denominated in United States Dollar (USD) or in UAE Dirhams, which is pegged to USD.

4.2.2 Capital management:

The company's policy is to maintain a strong capital base so as to maintain lender and creditor confidence and to sustain future development of the business. The company is not subject to externally imposed capital restrictions except maintaining paid up share capital.

4.2.3 Fair value information:

Fair value represents the amount at which an asset could be exchanged or a liability settled in an arm's length transaction, between willing & knowledgeable parties. In respect of all the company's financial assets viz cash & bank balances, receivables, advances, deposits, accrued income and liabilities viz dues to banks, payables, accruals and other non-current liabilities, in the opinion of the management, the book value approximates to their carrying value.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

Amount in U.S. Dollars (USD)
31.03.2016

| | | |
|-----------|---|-----------------------------|
| 5 | Cash & bank balances/Cash & cash equivalents: | |
| | Balance with bank in current accounts | 10,086 |
| | | <u>10,086</u> |
| | | |
| 6 | Provisions, accruals & other liabilities: | |
| | Accrued expenses | 57,462 |
| | | <u>57,462</u> |
| | | |
| 7 | Share capital: | |
| | Share capital | 2,725 |
| | | <u>2,725</u> |
| | Share capital comprises of 10 fully paid up equity shares of AED 1,000/- each totalling to AED 10,000/-, equivalent to USD 2,725/-. | |
| | | |
| 8 | Reserves & surplus: | |
| | Accumulated (losses) | (192,601) |
| | | <u>(192,601)</u> |
| | | |
| | | 01.04.2015 to 31.03.2016 |
| 9 | Administrative costs: | |
| | Director's fees | 52,500 |
| | Professional fees | 138,600 |
| | Office & other expenses | 1,362 |
| | | <u>192,462</u> |
| | | |
| 10 | Finance costs: | |
| | Bank charges | 120 |
| | | <u>120</u> |
| | | |
| 11 | Other expenses: | |
| | Foreign exchange loss - net | 19 |
| | | <u>19</u> |

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Notes to the financial statements for the year ended 31st March 2016

12 Contingent liabilities:

Except for the ongoing business commitments against which the company expects no losses, there were no liabilities of contingent nature or on capital account outstanding as at reporting date.

13 Events occurring after the reporting date:

There were no significant events occurring after the reporting date that would materially affect the working or the financial statements of the company.

AWEL GLOBAL LIMITED

International Company with Ras Al Khaimah Free Trade Zone, Ras Al Khaimah (U.A.E.)

Schedule to the financial statements for the year ended 31st March 2016

Amount in U.S. Dollars (USD)

Schedule 1 - Shareholder's current account:

| Particulars | Amount in U.S. Dollars (USD) | |
|-------------------------|--|----------------|
| | Adani Welspun Exploration Limited | Total |
| As at 31.03.2015 | (2,725) | (2,725) |
| Net movements | 145,225 | 145,225 |
| As at 31.03.2016 | 142,500 | 142,500 |

Balance in shareholder's current account represents amount (withdrawn)/invested by the shareholder. Said balance is long term in nature and free of interest.