

REPORTS AND FINANCIAL STATEMENTS

KILLORAN LISHEEN MINING LIMITED

FOR THE YEAR ENDED 31 MARCH 2020

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CONTENTS	PAGE
DIRECTORS AND OTHER INFORMATION	2
DIRECTORS' REPORT	3 - 4
DIRECTORS' RESPONSIBILITY STATEMENT	5
INDEPENDENT AUDITOR'S REPORT	6 - 8
INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME	9
STATEMENT OF FINANCIAL POSITION	10
STATEMENT OF CHANGES IN EQUITY	11
NOTES TO THE FINANCIAL STATEMENTS	12- 19

KILLORAN LISHEEN MINING LIMITED

DIRECTORS AND OTHER INFORMATION

DIRECTORS A. Kumar (India)
P. Singla (India)
D. Naidoo (South Africa) (Resigned 4 May 2020)
P. Van Greunen (South Africa) (Appointed 4 May 2020)

SECRETARY P.Rampersad

REGISTERED OFFICE Deloitte & Touche House
Charlotte's Quay
Limerick
V94X63C

COMPANY NUMBER 253648

AUDITOR Ernst & Young
Chartered Accountants and Statutory Audit Firm
Riverview House
Harvey's Quay
Limerick
Ireland

BANKER Barclays Bank Plc
47/48 St. Stephen's Green
Dublin 2

SOLICITOR James J Kelly & Son,
Solicitors,
Patrick Street,
Templemore,
Co. Tipperary

KILLORAN LISHEEN MINING LIMITED

DIRECTORS' REPORT

The directors present their report and the audited financial statements for the financial year ended 31 March 2020.

PRINCIPAL ACTIVITIES AND REVIEW OF THE BUSINESS

The principal activity of the company is the development of a zinc/lead mine at Lisheen, Co Tipperary.

The company holds a 50% partnership share of the mine development at Lisheen and includes as income/(expenditure) its share of attributable partnership profits or losses. Any taxation attributable to the company's share of the partnership profits is reflected in these financial statements. The company's share of its attributable partnership net assets is reflected, in the statement of financial position, through amounts owed by group companies. Manufacturing operations ceased on 18th December 2015 due to the exhaustion of ore reserves at the mine. Management of Lisheen Mine Partnership is committed to actively pursuing the post closure sustainable development potential of the site.

RESULTS AND DIVIDENDS

The result after tax for the financial year ended 31 March 2020 was a loss of US\$180,725 (2019: Income after tax US\$1,995,684).

There was no dividend neither proposed nor paid during the financial year (2019: Dividend paid US\$Nil).

RISKS AND UNCERTAINTIES

All activity is carried on by Lisheen Mine Partnership, on behalf of the company. Management of Lisheen Mine Partnership has addressed the presence of risks and uncertainties and has adequately responded to same.

SUBSEQUENT EVENTS

Details of subsequent events are given in note 12 to the financial statements.

FUTURE DEVELOPMENT

There is no future development to be disclosed.

COMPOSITION OF THE GROUP

The Company's immediate parent company is Vedanta Lisheen Holdings Limited. Vedanta Lisheen Holdings Limited is 100% owned by THL Zinc Holdings B.V., a company incorporated in the Netherlands. THL Zinc Holding BV is a subsidiary of Vedanta Limited. The ultimate parent company is Vedanta Resources Plc, a company incorporated in the United Kingdom.

DIRECTORS

The directors who served throughout the year are listed on page 2.

The directors are not required to retire by rotation.

KILLORAN LISHEEN MINING LIMITED

DIRECTORS' REPORT (CONTINUED)

DIRECTORS' AND SECRETARY'S INTERESTS

The directors and secretary had no interests in the shares of the company at either 1 April 2019 or 31 March 2020.

None of the directors have notified the company secretary of any interests in the shares of the ultimate parent company and its related companies.

ACCOUNTING RECORDS

To ensure that proper accounting records are kept in accordance with Section 281 to 285 of the Companies Act 2014, the directors have employed appropriately qualified accounting personnel and have maintained appropriate computerised accounting systems. The accounting records are located at the company's office at The Forum Sandton, Johannesburg, Gauteng.

GOING CONCERN

The directors, having made appropriate enquiries, consider it reasonable to assume that the company has adequate resources to continue for the foreseeable future and for this reason, have continued to adopt the going concern basis in preparing the accounts.

An increasing number of countries have reported cases of a novel strain of coronavirus ("COVID-19"). The World Health Organisation ("WHO") has declared COVID-19 to constitute a "Public Health Emergency of International Concern". The company has considered the potential impact of COVID-19 and assessed that there will be no impact as it has already ceased its trading. The company expects to have sufficient resources to cover its future costs, maintain its equity and continue as a going concern in the foreseeable future.

The directors of Killoran Lisheen Mining Limited have received confirmation that Vedanta Limited, an ultimate holding company of the company is fully prepared and able to support the company as necessary.

DISCLOSURE OF INFORMATION TO AUDITOR

The directors in office at the date of this report have each confirmed that:

- as far as they are aware, there is no relevant audit information of which the company's statutory auditors are unaware; and
- they have taken all the steps that they ought to have taken as directors in order to make themselves aware of any relevant audit information and to establish that the company's statutory auditors are aware of that information.

AUDITOR

The auditor, Ernst & Young, Chartered Accounts and Statutory Audit Firm, continues in office in accordance with Section 383 (2) of the Companies Act 2014.

Signed on behalf of the Board



Director

Date: 14-Jul-20



Director

Date: 14.07.2020

KILLORAN LISHEEN MINING LIMITED

DIRECTORS' RESPONSIBILITY STATEMENT

The directors are responsible for preparing the directors' report and the financial statements in accordance with applicable law and regulations.

Irish Company law requires the directors to prepare financial statements for each financial year. Under the law, the directors have elected to prepare the financial statements in accordance with Financial Reporting Standard 101 'Reduced Disclosure Framework'.

Under company law, the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the assets, liabilities and financial position of the company and of the profit or loss for that year and otherwise comply with the Companies Act 2014.

In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether the financial statements have been prepared in accordance with applicable accounting standards, identifying those standards and note the effect and the reasons for any material departure from those standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company will continue in business.

The directors are responsible for ensuring that the company keeps or causes to be kept adequate accounting records which correctly explain and record the transactions of the company, enable at any time the assets, liabilities, financial position and profit or loss of the company to be determined with reasonable accuracy, enable them to ensure that the financial statements and directors' report comply with the Companies Act 2014 and enable the financial statements to be audited. They are also responsible for safeguarding the assets of the company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Signed on behalf of the Board



Director
Date: 14-Jul-20



Director
Date: 14.07.2020

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KILLORAN LISHEEN MINING LIMITED

Opinion

We have audited the financial statements of Killoran Lisheen Mining Limited ('the Company') for the year ended 31 March 2020, which comprise the Income Statement and Statement of Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and notes to the financial statements, including the summary of significant accounting policies set out in note 1. The financial reporting framework that has been applied in their preparation is Irish Law and Accounting Standards including FRS 101 Reduced Disclosure Framework (Irish Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Company as at 31 March 2020 and of its loss for the year then ended;
- have been properly prepared in accordance with Irish Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the requirements of the Companies Act 2014.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. 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 ethical requirements that are relevant to our audit of financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority (IAASA), and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

Conclusions relating to going concern

We have nothing to report in respect of the following matters, in relation to which ISAs (Ireland) require us to report to you where:

- the directors' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the directors have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the Company's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KILLORAN LISHEEN MINING LIMITED (Continued)

Other information

The directors are responsible for the other information. The other information comprises the information included in the Reports and Financial Statements other than the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

In connection with our audit of the 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 audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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.

Opinions on other matters prescribed by the Companies Act 2014

Based solely on the work undertaken in the course of the audit, we report that:

- in our opinion, the information given in the directors' report is consistent with the financial statements; and
- in our opinion, the directors' report has been prepared in accordance with the Companies Act 2014.

We have obtained all the information and explanations which we consider necessary for the purposes of our audit.

In our opinion the accounting records of the Company were sufficient to permit the financial statements to be readily and properly audited and the financial statements are in agreement with the accounting records.

Matters on which we are required to report by exception

Based on the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report. The Companies Act 2014 requires us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions required by sections 305 to 312 of the Act are not made. We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KILLORAN LISHEEN MINING LIMITED (Continued)

Respective responsibilities

Responsibilities of directors for the financial statements

As explained more fully in the directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are 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.

Auditor's responsibilities for the audit of the financial statements

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

A further description of our responsibilities for the audit of the financial statements is located on the IAASA's website at: http://www.iaasa.ie/getmedia/b2389013-1cf6-458b-9b8f-a98202dc9c3a/Description_of_auditors_responsibilities_for_audit.pdf.

This description forms part of our auditor's report.

The purpose of our audit work and to whom we owe our responsibilities

Our report is made solely to the Company's members, as a body, in accordance with section 391 of the Companies Act 2014. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members, as a body, for our audit work, for this report, or for the opinions we have formed.



Michael Keane

for and on behalf of

Ernst & Young Chartered Accountants and Statutory Audit Firm

Limerick

Date: 21/07/20

KILLORAN LISHEEN MINING LIMITED

**INCOME STATEMENT AND STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	31 March 2020 US\$	31 March 2019 US\$
Share of attributable partnership loss		(480 741)	(1 655 428)
Gain on foreign currency translation	5	255 807	3 625 261
(LOSS)/PROFIT BEFORE TAXATION		(224 934)	1 969 833
Taxation	6	44,209	25 851
(LOSS)/PROFIT FOR THE YEAR		(180 725)	1 995 684
Other Comprehensive Income		-	-
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		(180 725)	1 995 684

KILLORAN LISHEEN MINING LIMITED

**STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020**

	31 March 2020	31 March 2019
	US\$	US\$
FIXED ASSETS		
Tangible assets	1 875 604	1 875 604
	<u>1 875 604</u>	<u>1 875 604</u>
CURRENT ASSETS		
Trade and other receivables	71 903	8 390 027
TOTAL CURRENT ASSETS	71 903	8 390 027
Trade and other payables	(7 603)	(8 237 497)
TOTAL CURRENT ASSETS	64,300	152,530
NET ASSETS	<u>1 939 904</u>	<u>2 028 134</u>
CAPITAL AND RESERVES		
Called-up share capital – presented as equity	3	3
Other reserve	92,495	-
Profit and loss account	1 847 406	2 028 131
TOTAL EQUITY	<u>1 939 904</u>	<u>2 028 134</u>

The financial statements were approved by the Board of Directors on and signed on its behalf by:



Director

Date - 14-7-20



Director

Date - 14-7-20

KILLORAN LISHEEN MINING LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020

	Share Capital Presented as Called-up Equity	Other reserve	Profit and loss account	Total
	US\$	US\$	US\$	US\$
At 31 March 2018	3 -		32 447	32 450
Profit for the financial year	-	-	1 995 684	1 995 684
Other Comprehensive Income	-	-	-	-
Total comprehensive income	-	-	1 995 684	1 995 684
Dividends paid	-	-	-	-
At 31 March 2019	3 -		2 028 131	2 028 134
Profit for the financial year	-	-	(180 725)	(180 725)
Other Comprehensive Income	-	-	-	-
Total comprehensive income	-	-	(180 725)	(180 725)
Dividends paid	-	-	-	-
Capital Contribution	-	92,495	-	92,495
At 31 March 2020	3	92,495	1 847 406	1 939 903

KILLORAN LISHEEN MINING LIMITED

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

1. ACCOUNTING POLICIES

Killoran Lisheen Mining Limited is a limited liability company incorporated in the Republic of Ireland. The registered office of the Company is in Deloitte & Touche House, Charlotte's Quay, Limerick, Ireland.

These financial statements were prepared in accordance with applicable accounting standards issued FRS 101 'Reduced Disclosure Framework' (Generally Accepted Accounting Practice in Ireland) and Companies Act 2014.

STATEMENT OF COMPLIANCE AND BASIS OF ACCOUNTING

The company prepares its financial statements denominated in US dollars. The principal accounting policies adopted by the company are set out below.

BASIS OF PREPARATION

The company meets the definition of a qualifying entity under FRS 100 (Financial Reporting Standard 100) issued by the Financial Reporting Council. The financial statements have therefore been prepared in accordance with Financial Reporting Standard 101 (FRS 101) Reduced Disclosure Framework, as defined above. The financial statements have been prepared under the historical cost convention and in accordance with the Companies Act 2014.

FRS 101 sets out a reduced disclosure framework for a 'qualifying entity' as defined in FRS 101 which addresses the financial reporting requirements and disclosure exemptions in the financial statements of qualifying entities that otherwise apply the recognition, measurement and disclosure requirements of EU-adopted IFRS.

The preparation of financial statements in conformity with FRS 101 requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 2.

The following exemptions from the requirements of IFRS have been applied in the preparation of these financial statements, in accordance with FRS 101:

- The following paragraphs of IAS 1, 'Presentation of financial statements':
 - 10(d), (statement of cash flows),
 - 10(f) (a statement of financial position as at the beginning of the preceding period when an entity applies an accounting policy retrospectively or makes a retrospective restatement of items in its financial statements, or when it reclassifies items in its financial statements),
 - 16 (statement of compliance with all IFRS),
 - 38A (requirement for minimum of two primary statements, including cash flow statements),
 - 38B D (additional comparative information),
 - 40A D (requirements for a third statement of financial position),
 - 111 (cash flow statement information), and
 - 134-136 (capital management disclosures).
- IAS 7, 'Statement of cash flows'

KILLORAN LISHEEN MINING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

1. ACCOUNTING POLICIES – continued

- Paragraph 30 and 31 of IAS 8 'Accounting policies, changes in accounting estimates and errors' (requirement for the disclosure of information when an entity has not applied a new IFRS that has been issued but is not yet effective)
- The requirements in IAS 24, 'Related party disclosures' to disclose related party transactions entered into between two or more members of a group.
- Paragraphs 91 to 99 of IFRS 13, 'Fair value measurement' (disclosure of valuation techniques and inputs used for fair value measurement of assets and liabilities)
- Disclosure requirements of IFRS 9: Financial Instruments

Where relevant, equivalent disclosures have been given in the group accounts of Vedanta Resources Plc. The group accounts of Vedanta Resources Plc are available to the public and can be obtained as set out in note 11.

GOING CONCERN

The directors, having made appropriate enquiries, consider it reasonable to assume that the company has adequate resources to continue for the foreseeable future and for this reason, have continued to adopt the going concern basis in preparing the accounts.

An increasing number of countries have reported cases of a novel strain of coronavirus ("COVID-19"). The World Health Organisation ("WHO") has declared COVID-19 to constitute a "Public Health Emergency of International Concern". The company has considered the potential impact of COVID-19 and assessed that there will be no impact as it has already ceased its trading. The company expects to have sufficient resources to cover its future costs, maintain its equity and continue as a going concern in the foreseeable future.

BASIS OF ACCOUNTING

The company prepares its financial statements denominated in US dollars on the historical cost basis of accounting.

The company includes as income/(expenditure) its share of attributable partnership profits or losses in its statement of comprehensive income. The company's share of its attributable partnership net assets is reflected, in the statement of financial position through amounts owed by group companies.

TANGIBLE ASSETS

Freehold Land

Freehold land is stated at cost. Depreciation is not provided on freehold land.

Mining Assets

Mining assets are stated at cost less accumulated amortisation. Cost includes development and exploration expenditure for the establishment of access to mineral reserves, evaluation and commissioning expenditure, capitalised costs of borrowings and pre-production costs relating to expenditure incurred prior to the commencement date of operations.

Mine development expenditure is amortised over the estimated economic life of the mine using the unit of production method.

Impairment

At each statement of financial position date, the net book value of assets is reviewed and compared to its recoverable value. Expected future cash flows from the assets are discounted to their present values in determining the recoverable amount. If the recoverable amount is less than the unamortised cost of the asset then the deficiency arising is provided for to the extent that, in the opinion of the directors it represents a permanent diminution in the value of the asset. Where provision is made it is dealt with in the statement of comprehensive income in the financial year in which it arises as additional depreciation.

Impairment losses which have been previously recognised are reversed only if the asset has increased in value and that increase in value arises due to a change in economic conditions or a change in the expected useful life of the asset. The recognition of a reversal of impairment is credited to the statement of comprehensive income to the extent of the original recognition of the impairment.

KILLORAN LISHEEN MINING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

1. ACCOUNTING POLICIES - continued

FOREIGN CURRENCY TRANSLATION

The functional currency of the company is US dollars.

Transactions denominated in foreign currencies relating to revenues, costs and non-monetary assets are translated to US dollars at the spot rate of exchange prevailing at transaction date. Monetary assets and liabilities denominated in foreign currencies are translated to US dollars at the rate of exchange ruling at the statement of financial position date. The resulting profits or losses are dealt with in the statement of comprehensive income.

TAXATION

Corporation tax is provided on taxable profits at current attributable rates. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the statement of financial position date. Deferred tax is not recognised on permanent differences. Deferred tax assets are recognised to the extent that they are regarded as recoverable. They are regarded as recoverable to the extent that, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing difference can be deducted.

DIVIDENDS

Dividends to ordinary shareholders are recognised as a liability of the company when approved by the company's shareholders.

KILLORAN LISHEEN MINING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

2. CRITICAL ACCOUNTING JUDGEMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

In the application of the Company's accounting policies, which are described in note 1, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods. Killoran Lisheen Mining Limited considers the following areas as the key sources of estimation uncertainty:

Impairment

Management reviews its property, plant and equipment, including mining properties, for possible impairment if there are events or changes in circumstances that indicate that carrying values of the assets may not be recoverable. In assessing the property, plant and equipment for impairment, factors leading to significant reduction in profits such as changes in commodity prices, business plans and changes in regulatory environment are taken into consideration. The carrying value of the assets of a cash generating unit (CGU) is compared with the recoverable amount of those assets, that is, the higher of fair value less costs of disposal and value in use. Recoverable value is based on the management estimates of commodity prices, market demand and supply, economic and regulatory climates, long-term plan, discount rates and other factors. Any subsequent changes to cash flow due to changes in the above-mentioned factors could impact the carrying value of the assets.

3. EMPLOYEES AND REMUNERATION

The company had no employees during the financial year (2019: nil).

4. PROFIT/ (LOSS) BEFORE TAXATION

	31 March 2020	31 March 2019
	US\$	US\$
The profit/ (loss) before taxation is stated after charging:		
Directors' remuneration		
- fees	-	-
- other emoluments including pension contributions	-	-
Auditor's remuneration	-	-
Depreciation	-	-
Loss on sale of fixed assets	-	-

Directors' remuneration and auditor's remuneration are borne by Lisheen Mine Partnership, a related entity. Any further disclosures required under Section 305 and Section 306 of the Companies Act 2014 are nil for both years.

KILLORAN LISHEEN MINING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

**5. GAIN/(LOSS) ON FOREIGN
CURRENCY TRANSLATION**

	31 March 2020	31 March 2019
	US\$	US\$
Gain/ (Loss) on foreign currency translation	<u>255 807</u>	<u>3 625 261</u>
	<u>255 807</u>	<u>3 625 261</u>

6. TAXATION

Based on the company's share of attributable profits from Lisheen Mine Partnership:

	31 March 2020	31 March 2019
	US\$	US\$
Corporation tax credit for the financial year	(44 209)	(25 851)
Deferred tax credit	-	-
Current tax	<u>(44 209)</u>	<u>(25 851)</u>

The tax on profit differs from the charge at the standard rate of tax for the following reasons:

	31 March 2020	31 March 2019
	US\$	US\$
Profit/ (Loss) on ordinary activities before tax	(224 934)	1 969 833
Profit/ (Loss) on ordinary activities before tax multiplied by the standard rate of corporation tax of 12½%	(28 117)	246,229

Factors affecting tax charge:

Non taxable income and non deductible expenses	28,117	(246 229)
Amount taxed at a higher rate	(44 209)	(25 851)
Current tax credit for the financial year	<u>(44 209)</u>	<u>(25 851)</u>

KILLORAN LISHEEN MINING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

7. TANGIBLE ASSETS

	Mining Assets US\$	Freehold Land US\$	Total US\$
Cost			
At 31 March 2019	-	3 883 884	3 883 884
Transfer	-	-	-
Disposals	-	-	-
At 31 March 2020	<u>-</u>	<u>3 883 884</u>	<u>3 883 884</u>
Depreciation and Impairment			
At 31 March 2019	-	2 008 280	2 008 280
Charge in the financial year	-	-	-
Disposals	-	-	-
At 31 March 2020	<u>-</u>	<u>2 008 280</u>	<u>2 008 280</u>
Net Book Value At 31 March 2020	<u>-</u>	<u>1 875 604</u>	<u>1 875 604</u>

	Mining Assets US\$	Freehold Land US\$	Total US\$
Cost			
At 31 March 2018	-	3 883 884	3 883 884
Transfer	-	-	-
Disposals	-	-	-
At 31 March 2019	<u>-</u>	<u>3 883 884</u>	<u>3 883 884</u>
Depreciation and Impairment			
At 31 March 2018	-	2 008 280	2 008 280
Charge in the financial year	-	-	-
Disposals	-	-	-
At 31 March 2019	<u>-</u>	<u>2 008 280</u>	<u>2 008 280</u>
Net Book Value At 31 March 2019	<u>-</u>	<u>1 875 604</u>	<u>1 875 604</u>

Following a review by the directors in accordance with the provisions of International Accounting Standard 36 "Impairment of Assets", and based on the current market value of land, the directors consider that the recoverable amount of tangible assets exceeds the carrying value. As such, there was no impairment charge for the years ended 31 March 2020, 2019, 2018 and 2017.

KILLORAN LISHEEN MINING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

8. DEBTORS (Amounts falling due within one year)

	31 March 2020	31 March 2019
	US\$	US\$
Amounts owed by group companies	3	8 356 543
Corporation tax	71 900	33 484
	<u>71 903</u>	<u>8 390 027</u>

Intercompany balances are unsecured, non-interest bearing and repayable on demand.

9. CREDITORS (Amounts falling due within one year)

	31 March 2020	31 March 2019
	US\$	US\$
Amounts owed to group companies	7 603	8 237 497
	<u>7 603</u>	<u>8 237 497</u>

Intercompany balances are unsecured and non-interest bearing.

KILLORAN LISHEEN MINING LIMITED

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

10 CALLED-UP SHARE CAPITAL PRESENTED AS EQUITY

	31 March 2020	31 March 2019
	US\$	US\$
Authorised:		
15,000,000 ordinary shares of US\$1 each	15 000 000	15 000 000
Allotted, issued and fully paid:		
3 ordinary shares of US\$1 each	3	3

Other reserve

Other reserve pertains to the capital contribution made by the Parent on 31 March 2020.

11 PARENT COMPANY

The company is a wholly owned subsidiary of Vedanta Lisheen Holdings Limited, incorporated in Ireland. Vedanta Limited is the smallest group company which prepares consolidated financial statements that are available to the public. The ultimate parent company is Vedanta Resources Plc, a company incorporated in the United Kingdom. The consolidated financial statements of Vedanta Resources Plc may be obtained from the Companies House, Cardiff, Wales.

12 SUBSEQUENT EVENTS

An increasing number of countries have reported cases of a novel strain of coronavirus ("COVID-19"). The World Health Organisation ("WHO") has declared COVID-19 to constitute a "Public Health Emergency of International Concern". The company has considered the potential impact of COVID-19 and assessed that there will be no impact on the year end audit.

13 APPROVAL OF FINANCIAL STATEMENTS

The directors approved the financial statements on 14-Jul-20.