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Office No. 83-87, 8th Floor,
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A. Bafna & Co
Chartered Accountants
U-250, Dreams Mall
LBS Marg, Bhandup (West),
Mumbai- 400078

INDEPENDENT AUDITORS' REVIEW REPORT

TO,
THE BOARD OF DIRECTORS,
THE SHIPPING CORPORATION OF INDIA LIMITED

1. We have reviewed the accompanying statement of 'Unaudited Standalone Financial Results of Shipping Corporation of India Limited ('the Company')' for the quarter and nine months ended on 31st December, 2018, prepared by the Company pursuant to Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which has been initialed by us for identification purposes. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of The Companies Act 2013, read with the relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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4. Emphasis of Matter:

We draw attention to the following:

- (i) Balances of 'Trade Receivables' and 'Agents balances' as on 31st December, 2018 are subject to the confirmations & reconciliation. The company is under the process of reconciling the same.
- (ii) We draw the attention to Note 4 with respect to explosion in one of the cargo tank of the owned vessel, M.T. 'Desh Vaibhav', wherein the Company has recorded the repair cost amounting to Rs. 2647 Lakhs to the extent of work completed up to 31st December, 2018 as 'Insurance claim receivable' from the Insurance Company.

Our conclusion is not modified in respect of these matters.

For G. D. Apte & Co
Chartered Accountants
FRN. 100515W




CA Chetan R. Sapre
Partner
ICAI Membership No.116952
Place: Mumbai
Date: February 7th, 2019

For A. Bafna & Co
Chartered Accountants
FRN.003660C




CA Mukesh Kumar Gupta
Partner
ICAI Membership No.073515
Place: Mumbai
Date: February 7th, 2019

THE SHIPPING CORPORATION OF INDIA LTD.
STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTH ENDED DECEMBER 31, 2018

(₹ in lakhs)

Sr No.	Particulars	QUARTER ENDED			NINE MONTH ENDED		YEAR ENDED
		31.12.2018 (UNAUDITED)	30.09.2018 (UNAUDITED)	31.12.2017 (UNAUDITED)	31.12.2018 (UNAUDITED)	31.12.2017 (UNAUDITED)	31.03.2018 (AUDITED)
1	Revenue from operations	1,07,487	93,981	87,956	2,90,690	2,55,256	3,46,947
2	Other income	16,243	11,230	11,010	15,896	16,283	14,800
3	Total Income (1+2)	1,23,730	1,05,211	98,966	3,06,586	2,71,539	3,61,747
4	Expenses						
	Cost of services rendered	66,792	65,351	55,026	1,91,208	1,64,237	2,22,304
	Employee benefits expense	11,561	10,204	10,973	32,833	32,881	48,592
	Finance costs	6,344	6,180	4,095	18,386	13,283	17,978
	Depreciation and amortisation expense	17,000	16,319	15,523	48,832	45,734	61,025
	Other expenses	1,979	19,410	3,032	26,525	10,077	8,900
	Total expenses (4)	1,03,676	1,17,464	88,649	3,17,784	2,66,212	3,58,799
5	Profit/(Loss) before exceptional items and tax (3-4)	20,054	(12,253)	10,317	(11,198)	5,327	2,948
6	Exceptional items						
7	Profit/(Loss) before tax (5-6)	20,054	(12,253)	10,317	(11,198)	5,327	2,948
8	Tax expense						
	Current tax	2,000	2,000	2,100	5,600	5,400	6,000
	Deferred tax	-	-	-	-	-	(28,427)
	Total tax expense (8)	2,000	2,000	2,100	5,600	5,400	(22,427)
9	Profit/(Loss) for the period (7-8)	18,054	(14,253)	8,217	(16,798)	(73)	25,375
10	Other comprehensive income						
	<i>a. Items that will not be reclassified to profit or loss:</i>						
	Remeasurements gain/(loss) of defined benefit plans	44	44	209	132	628	1,103
	<i>b. Items that will be reclassified to profit or loss</i>	-	-	-	-	-	-
	Other comprehensive income for the period, net of tax (10)	44	44	209	132	628	1,103
11	Total comprehensive income for the period (9+10)	18,098	(14,209)	8,426	(16,666)	555	26,478
12	Paid Up Equity Share Capital (Face value Rs.10 each)	46,580	46,580	46,580	46,580	46,580	46,580
13	Reserves excl Revaluation Reserves as per Balance Sheet	-	-	-	-	-	6,63,176
14	Earnings per equity share (Rs.)						
	(1) Basic earnings per share	3.88	(3.06)	1.76	(3.61)	(0.02)	5.45
	(2) Diluted earnings per share	3.88	(3.06)	1.76	(3.61)	(0.02)	5.45



Segment-Wise Revenue, Results, Assets and Liabilities							(₹ in lakhs)
Sr No.	PARTICULARS	QUARTER ENDED			NINE MONTH ENDED		YEAR ENDED
		31.12.2018 (UNAUDITED)	30.09.2018 (UNAUDITED)	31.12.2017 (UNAUDITED)	31.12.2018 (UNAUDITED)	31.12.2017 (UNAUDITED)	31.03.2018 (AUDITED)
1	Segment Revenue						
	i. Liner	16,656	14,080	15,351	45,630	48,372	67,621
	ii. Bulk Carrier	16,158	16,935	11,440	45,347	29,623	41,394
	iii. Tanker	69,912	57,424	56,489	1,81,866	1,60,959	2,13,135
	iv. Technical & Offshore	6,377	5,322	4,838	16,945	15,053	22,763
	v. Others	82	220	714	902	1,485	2,034
	Total	1,09,185	93,981	88,832	2,90,690	2,55,492	3,46,947
	Unallocated Revenue	11,936	9,318	7,245	9,502	9,259	6,169
	Total	1,21,121	1,03,299	96,077	3,00,192	2,64,751	3,53,116
2	Segment Results						
	Profit/(Loss) before Tax and Interest						
	i. Liner	(1,749)	(1,933)	103	(5,359)	2,031	7,966
	ii. Bulk Carrier	2,448	2,775	2,072	5,429	(3,110)	(631)
	iii. Tanker	9,989	(597)	1,058	8,418	2,634	(5,108)
	iv. Technical & Offshore	1,917	(1,128)	135	1,047	(93)	2,694
	v. Others	(430)	(298)	645	(507)	1,112	1,478
	Total	12,175	(1,181)	4,013	9,028	2,574	6,399
	Add: Unallocated income (Net of expenditure)	11,613	(6,803)	7,510	(8,235)	9,248	5,898
	Profit before Interest and Tax	23,788	(7,984)	11,523	793	11,822	12,297
	Less: Interest Expenses						
	i. Liner	7	55	52	125	181	231
	ii. Bulk Carrier	1,197	1,232	1,030	3,622	3,368	4,417
	iii. Tanker	1,700	1,834	1,390	5,269	4,607	6,178
	iv. Technical & Offshore	599	589	558	1,721	1,691	2,239
	v. Others	-	-	-	-	-	-
	Total Segment Interest Expense	3,503	3,710	3,030	10,737	9,847	13,065
	Unallocated Interest expense	2,841	2,471	1,065	7,650	3,436	4,914
	Total Interest Expense	6,344	6,181	4,095	18,387	13,283	17,979
	Add: Interest Income	2,610	1,912	2,889	6,396	6,788	8,630
	Profit/(Loss) before Tax	20,054	(12,253)	10,317	(11,198)	5,327	2,948
3	Segment Assets						
	i. Liner	61,883	73,173	79,022	61,883	79,022	66,963
	ii. Bulk Carrier	1,81,078	1,92,137	1,81,854	1,81,078	1,81,854	1,79,920
	iii. Tanker	6,67,723	6,72,844	6,80,362	6,67,723	6,80,362	6,63,899
	iv. Technical & Offshore	1,53,830	1,56,559	1,56,636	1,53,830	1,56,636	1,55,810
	v. Others	845	878	828	845	828	891
	Total Segment Assets	10,65,359	10,95,591	10,98,702	10,65,359	10,98,702	10,67,483
	Unallocable Assets	3,58,137	3,70,655	3,55,660	3,58,137	3,55,660	3,72,583
	Total Assets	14,23,496	14,66,246	14,54,362	14,23,496	14,54,362	14,40,066
4	Segment Liabilities						
	i. Liner	1,01,172	1,15,542	1,02,278	1,01,172	1,02,278	1,22,280
	ii. Bulk Carrier	1,12,482	1,33,838	1,21,421	1,12,482	1,21,421	1,24,566
	iii. Tanker	2,17,288	2,45,468	2,67,195	2,17,288	2,67,195	2,35,054
	iv. Technical & Offshore	70,952	77,345	79,087	70,952	79,087	72,001
	v. Others	720	756	258	720	258	680
	Total Segment Liabilities	5,02,614	5,72,949	5,70,239	5,02,614	5,70,239	5,54,581
	Unallocable Liabilities	2,27,791	2,17,068	1,95,829	2,27,791	1,95,829	1,75,729
	Total Liabilities	7,30,405	7,90,017	7,66,068	7,30,405	7,66,068	7,30,310



Notes:

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 7th February 2018.
2. The statutory auditors of the company have jointly carried out a Limited Review of the results for the quarter & nine months ended 31st December 2018.
3. Segment Results:
 - a. Segment definitions: Liner segment includes break-bulk, container transport, passenger vessels & research vessels managed on behalf of other organisations. Bulk Carriers include dry bulk carriers. Tankers segment includes crude and product carriers, gas carriers, phosphoric acid carriers. Technical & Offshore services segment includes company owned offshore vessels, offshore vessels managed on behalf of other organisations and income from technical consultancy. Others segment include income earned from Maritime Training Institute. Unallocable items and interest income/expenses are disclosed separately.
 - b. Expense and Revenue items are allocated vessel wise wherever possible. Expenses and revenue items that cannot be allocated vessel wise are allocated on the basis of age of the vessel i.e. (Built year – Current year) +1.
 - c. Agent Advances are allocated to segments in the ratio of payable to the agents.
4. SCI's tanker vessel, M.T. 'Desh Vaibhav' on its way to Fujairah, UAE, suffered an explosion in one of its cargo tank, off Oman coast. This vessel is fully insured with Hull Underwriter under 'Hull & Machinery' insurance cover and the cost of repair is recoverable from insurance company. This vessel is under repairs and estimated repair cost is approximately Rs. 7785 Lakhs. During the quarter, the Company has recorded the repair cost amounting to Rs. 2647 Lakhs to the extent of work completed up to 31st December, 2018 as 'Insurance claim receivable' from the Insurance Company.
5. Effective April 1, 2018, the Company has adopted Ind AS 115, Revenue from contracts with customers using the modified retrospective transition approach, which is applied to contracts that were not completed as of April 1st, 2018. The adoption of this standard did not have a material impact on the financial results for the quarter and nine months ended 31st December 2018.
6. "Other Income" includes foreign exchange gain of Rs 13662 lakhs for the quarter ended 31st December 2018 as against foreign exchange loss of Rs 18486 lakhs for the previous quarter and Rs 20150 lakhs for the nine months ended 31st December, 18 which is included in "Other Expenses". (The corresponding figures for the quarter and nine months ended 31st December 2017 was foreign exchange gain of Rs.5999 lakhs and Rs 5118 lakhs respectively. The foreign exchange loss for the financial year 2017-18 was Rs 187 lakhs).
7. The figures of the previous year/ period have been regrouped or rearranged or restated wherever necessary / practicable to confirm to current year / period's transactions.

For The Shipping Corporation of India Ltd.



Capt. Anoop Kumar Sharma
Chairman & Managing Director

Place : Mumbai
Date : 7th February 2019



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