

**THE SHIPPING CORPORATION OF INDIA LTD.**  
**UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED DECEMBER 31,2014**

<b>PART I</b>		<b>QUARTER ENDED</b>			<b>NINE MONTHS ENDED</b>		<b>Amount in ₹ lakhs</b>
<b>SR NO</b>	<b>PARTICULARS</b>	<b>31.12.2014 Unaudited</b>	<b>30.09.2014 Unaudited</b>	<b>31.12.2013 Unaudited</b>	<b>31.12.2014 Unaudited</b>	<b>31.12.2013 Unaudited</b>	<b>YEAR ENDED 31.03.2014 Audited</b>
1 a)	Net Sales/Income from Operations	98,333	1,08,434	99,811	3,12,541	2,95,170	4,15,517
b)	Other Operating Income	4,251	918	6,499	2,315	7,510	15,073
c)	Profit on Sale of Ships	6,314	-	7,297	8,552	9,643	9,927
	<b>Total Income</b>	<b>1,08,898</b>	<b>1,09,352</b>	<b>1,13,607</b>	<b>3,23,408</b>	<b>3,12,323</b>	<b>4,40,517</b>
2	Expenditure -						
a)	Cost of Materials Consumed	NA	NA	NA	NA	NA	NA
b)	Purchases of stock - in - trade	NA	NA	NA	NA	NA	NA
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	NA	NA	NA	NA	NA	NA
d)	Employee Cost (ashore & floating)	10,006	9,716	9,412	29,256	30,627	41,465
e)	Bunker	26,323	33,385	37,450	98,275	1,08,392	1,41,895
f)	Port dues	6,667	9,519	10,216	26,877	29,730	39,120
g)	Cargo Handling Expenses	4,694	3,338	7,278	12,252	19,232	25,457
h)	Repairs & Maintenance	7,433	6,808	6,536	20,548	17,883	28,197
i)	Charter Hire	14,105	13,990	9,745	35,720	23,268	38,437
j)	Provisions	3,248	-	134	4,887	848	5,125
k)	Depreciation	19,385	19,770	22,200	58,040	64,391	85,645
l)	Other Expenditure	11,574	14,781	12,703	32,851	36,467	49,923
m)	<b>Total</b>	<b>103435</b>	<b>111307</b>	<b>115674</b>	<b>3,18,706</b>	<b>3,30,838</b>	<b>455264</b>
3	<b>Profit / (Loss) from Operations before Other Income, finance costs &amp; Exceptional Items (1-2)</b>	<b>5,463</b>	<b>(1,955)</b>	<b>(2,067)</b>	<b>4,702</b>	<b>(18,515)</b>	<b>(14,747)</b>
4 a)	Interest Income	3,567	5,174	2,324	11,301	7,737	10,329
b)	Other Income	148	4,878	80	13,370	3,012	3,053
c)	<b>Total</b>	<b>3,715</b>	<b>10,052</b>	<b>2,404</b>	<b>24,671</b>	<b>10,749</b>	<b>13,382</b>
5	<b>Profit / (Loss) before finance cost and Exceptional Items(3+4)</b>	<b>9,178</b>	<b>8,097</b>	<b>337</b>	<b>29,373</b>	<b>(7,766)</b>	<b>(1,365)</b>
6	Finance Costs	4,443	4,588	5,504	14,429	16,124	20,774
7	<b>Profit / (Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)</b>	<b>4,735</b>	<b>3,509</b>	<b>(5,167)</b>	<b>14,944</b>	<b>(23,890)</b>	<b>(22,139)</b>
8	Exceptional Items	-	-	-	-	-	-
9	<b>Profit / (Loss) from Ordinary Activities before Tax (7-8)</b>	<b>4,735</b>	<b>3,509</b>	<b>(5,167)</b>	<b>14,944</b>	<b>(23,890)</b>	<b>(22,139)</b>
10	Tax Expense						
a)	Provision for Taxation	1,600	1,650	1,400	5,000	4,900	6,305
b)	Excess Provision Written Back	-	-	-	-	-	(678)
c)	MAT credit	-	-	-	-	-	(300)
d)	<b>Total</b>	<b>1,600</b>	<b>1,650</b>	<b>1,400</b>	<b>5,000</b>	<b>4,900</b>	<b>5,327</b>
11	<b>Net Profit / (Loss) from Ordinary Activities after Tax (9-10)</b>	<b>3135</b>	<b>1859</b>	<b>(6567)</b>	<b>9,944</b>	<b>(28790)</b>	<b>(27466)</b>
12	Extra Ordinary Items	-	-	-	-	-	-
13	<b>Net Profit/ (Loss) for the period (11-12)</b>	<b>3135</b>	<b>1859</b>	<b>(6567)</b>	<b>9,944</b>	<b>(28790)</b>	<b>(27466)</b>
14	Paid Up Equity Share Capital (Face value Rs.10 each)	46,580	46,580	46,580	46,580	46,580	46,580
15	Reserves excluding Revaluation Reserves						5,87,402
16	Earning per Share (in Rs.)						
a)	Basic and diluted EPS before Extraordinary Items	0.67	0.40	(1.41)	2.13	(6.18)	(5.90)
b)	Basic and diluted EPS after Extraordinary Items	0.67	0.40	(1.41)	2.13	(6.18)	(5.90)

**PART II****Select Information for the Quarter ended 31/12/2014**

<b>A PARTICULARS OF SHAREHOLDING</b>							
1	Public Shareholding						
	- No. of Shares	16,88,56,033	16,88,56,033	16,88,56,033	16,88,56,033	16,88,56,033	16,88,56,033
	- % of Shareholding	36.25	36.25	36.25	36.25	36.25	36.25
2	Promoters and promoters group Shareholding						
	a) Pledged / Encumbered						
	- No. of Shares	NIL	NIL	NIL	NIL	NIL	NIL
	- % of Shares ( as a % of a total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL	NIL
	- % of Shares ( as a % of a total share capital of the company)	NIL	NIL	NIL	NIL	NIL	NIL
	b) Non- Encumbered						
	- No. of Shares	29,69,42,977	29,69,42,977	29,69,42,977	29,69,42,977	29,69,42,977	29,69,42,977
	- % of Shares ( as a % of a total shareholding of promoter and promoter group)	100	100	100	100	100	100
	- % of Shares ( as a % of a total share capital of the company)	63.75	63.75	63.75	63.75	63.75	63.75

NA indicates Not Applicable

	<b>Particulars</b>	<b>3 Months ended 31.12.2014</b>
<b>B</b>	<b>INVESTORS COMPLAINTS</b>	
	Pending at the beginning of the quarter	0
	Received during the quarter	6
	Disposed of during the quarter	6
	Remaining unresolved at the end of the quarter	0

Segment-wise Revenue, Results and Capital Employed							Amount in ₹lakhs
SR NO	PARTICULARS	QUARTER ENDED			NINE MONTHS ENDED		YEAR ENDED
		31.12.2014 (UNAUDITED)	30.09.2014 (UNAUDITED)	31.12.2013 (UNAUDITED)	31.12.2014 (UNAUDITED)	31.12.2013 (UNAUDITED)	31.03.2014 (AUDITED)
1	<b>Segment Revenue</b>						
	i. Liner Segment	23,240	24,400	19,563	70,563	65,553	93,399
	ii. Bulk Segment	76,444	75,671	74,780	2,25,650	2,14,301	2,98,877
	iii. Technical & Offshore Segment	8,990	8,954	12,740	26,402	27,527	37,507
	iv. Others	180	327	200	749	554	810
	Total	1,08,854	1,09,352	1,07,283	3,23,364	3,07,935	4,30,593
	Unallocated Revenue	192	4,878	6,404	13,414	7,401	12,977
	Total	1,09,046	1,14,230	1,13,687	3,36,778	3,15,336	4,43,570
2	<b>Segment Results</b>						
	Profit/(Loss) before Tax and Interest						
	i. Liner Segment	(1,199)	1,591	(10,693)	(373)	(18,824)	(19,521)
	ii. Bulk Segment	3,970	(5,505)	(917)	(4,654)	(13,587)	(16,476)
	iii. Technical & Offshore Segment	2,835	3,389	3,218	8,569	9,431	14,676
	iv. Others	47	250	112	451	312	481
	Total	5,653	(275)	(8,280)	3,993	(22,668)	(20,840)
	Add: Unallocated income (Net of expenditure)	(42)	3,198	6,292	14,079	7,165	9,146
	Profit before Interest and Tax	5,611	2,923	(1,988)	18,072	(15,503)	(11,694)
	Less: Interest Expenses	4,443	4,588	5,504	14,429	16,124	20,774
	Add: Interest Income	3,567	5,174	2,324	11,301	7,737	10,329
	Profit before Tax	4,735	3,509	(5,168)	14,944	(23,890)	(22,139)
3	<b>Capital Employed *</b>						
	i. Liner Segment	5,073	(3,471)	59,968	5,073	59,968	61,606
	ii. Bulk Segment	10,72,313	10,52,183	11,28,086	10,72,313	11,28,086	10,71,267
	iii. Technical & Offshore Segment	1,31,526	1,24,010	1,45,366	1,31,526	1,45,366	1,38,495
	iv. Others	(116)	(132)	(121)	(116)	(121)	(7)
	Total Capital Employed in Segments	12,08,796	11,72,590	13,33,299	12,08,796	13,33,299	12,71,361
	Unallocable Capital Employed	27,897	86,144	10,199	27,897	10,199	25,871
	Total Capital Employed in Company	12,36,693	12,58,734	13,43,498	12,36,693	13,43,498	12,97,232

\* The allocation of capital employed into various segments is not comparable due to some technical problem in the processing of data by the system.

Notes:

1. The above results were approved by the Board of Directors at its meeting held on 12.02.2015. In the absence of independent directors, Audit Committee could not be constituted and the results were placed directly before the Board of Directors. These results have been subjected to a limited review by the Statutory Auditors of the Company .
2. Segment Results:
  - a. Segment definitions: Liner segment includes breakbulk, container transport, passenger vessels and also passenger vessels & research vessels managed on behalf of other organisations. Bulk segment includes tankers (both crude and product), dry bulk carriers, gas carriers, phosphoric acid carriers and LNG vessels managed on behalf of joint venture companies. Technical & Offshore services segment include 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. All assets/liabilities, expense & revenue items are allocated vessel wise wherever possible. Expense & revenue items that cannot be allocated vessel wise are allocated on the basis of unit cum GRT method i.e. 50% allocated on the basis of units & balance 50% on the basis of adjusted GRT. For vessels which are bigger than 20000 GRT, GRT is adjusted to one third of GRT or 20000 GRT, whichever is more.

3. The details of foreign exchange loss/gain for the period is as under:

₹ in lakhs

Period	Capitalised to cost of vessels	Included in "Other expenditure"/"Other income"
For the quarter ended 31 <sup>st</sup> December , 2014	19281 lakhs (loss)	2951 lakhs (gain)
For the quarter ended 30 <sup>th</sup> September , 2014	16994 lakhs (loss)	4374 lakhs (loss)
For the Nine Months ended 31 <sup>st</sup> December , 2014	36279 lakhs(loss)	1059 lakhs(loss)
For the Nine Months ended 31 <sup>st</sup> December , 2013	109698 lakhs (loss)	3854 lakhs (gain)
For the year ended 31 <sup>st</sup> March,2014	80082 lakhs (loss)	7062 lakhs (gain)

4. During the quarter ended 31.12.2014, the Company sold two offshore supply vessels M.V. C.P. SRIVASTAVA of DWT 1758 and M.V. SCI-03 of DWT 1763 and one crude oil tanker M T Gandhar of DWT 1,47,474 .
5. During the quarter ended 31st December 2014, the company has provided for interest income of Rs. 305 Lakhs over and above the interest income of Rs. 1740 Lakhs provided in the previous quarter ended September 30, 2014 on the amount due from A & N administration as per contractual terms for which confirmation from the said party is awaited.
6. The auditors in their limited review report for the quarter ended 31<sup>st</sup> December ,2014 have brought out that;

- a. The discount rate taken as Weighted Average Cost of Capital in absence of asset specific market rate has not been adjusted for currency risk and country risk required under para 51 of Accounting Standard 28 "Impairment of Assets" issued by ICAI on the management's mere presumption of non-existence of any such risks. In the absence of any workings for such risks, the compliance to said para of AS – 28 is indeterminable and the impact on results on availability of the required workings is presently unascertainable.
- b. We draw attention to the recording of the transactions directly in the operational software by the agents, out of which substantial transactions remain unverified by the company for the period, in respect of Liner Segment.

The management's views on the above observations are as below:

- a. While doing the impairment exercise as on 30.09.2014 i.e balance sheet date , company has taken weighted average cost of capital as the discounting factor as per clause 50 of AS 28. The Company has done analysis of risks such as country risk, currency risk, price risk, cashflow risk and asset specific risks. It is found that there is no necessity to make any adjustment to the discounting rate as per clause 51 of AS 28.
  - b. As per the system adopted by the company, port related expenses are booked by the agents through specially designed software. The same are subsequently verified by an external firm & approved by the company. This process takes time due to involvement of multiple departments in the approval process. From our past experience it has been observed that relatively minor amount of expenses are disallowed by the company subsequently. Hence, the impact on Statement of Profit & Loss Account is not expected to be material.
7. The figures of the previous year/ period have been regrouped or rearranged wherever necessary / practicable to conform to current year / period's transactions.

For The Shipping Corporation of India Ltd.

A.K.Gupta  
Chairman & Managing Director

Place: Mumbai  
Date: 12/02/2015