

**THE SHIPPING CORPORATION OF INDIA LTD.**  
**STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30,2016**

(₹ in lakhs)

Sr No.	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
1 a)	Income from Operations	82,529	95,743	1,07,409	4,06,802
b)	Other Operating Income	1,518	260	1,072	3,411
	<b>Total Income from Operations</b>	<b>84,047</b>	<b>96,003</b>	<b>1,08,481</b>	<b>4,10,213</b>
<b>2</b>	<b>Expenditure -</b>				
a)	Employee Cost (shore & floating)	11,283	12,186	10,416	44,651
b)	Bunker	14,203	10,007	18,673	62,660
c)	Port dues	9,263	8,374	8,966	35,026
d)	Cargo Handling Expenses	4,677	4,471	3,446	17,287
e)	Repairs & Maintenance	6,368	6,182	5,374	22,710
f)	Charter Hire	6,349	9,152	13,711	50,190
g)	Provisions	444	3,105	151	4,186
h)	Depreciation	13,485	13,764	12,837	53,960
i)	Other Expenses	10,086	13,012	11,973	47,791
	Total Expenses	76,158	80,253	85,547	3,38,461
<b>3</b>	<b>Profit from Operations before Other Income, finance costs &amp; Exceptional Items (1-2)</b>	<b>7,889</b>	<b>15,750</b>	<b>22,934</b>	<b>71,752</b>
4 a)	Interest Income	2,704	2,838	3,178	11,320
b)	Other Income	843	965	163	4,974
	Total	3,547	3,803	3,341	16,294
<b>5</b>	<b>Profit before finance cost and Exceptional Items(3+4)</b>	<b>11,436</b>	<b>19,553</b>	<b>26,275</b>	<b>88,046</b>
6	Finance Costs	4,170	4,261	4,297	17,187
<b>7</b>	<b>Profit from ordinary activities after finance cost but before Exceptional Items (5-6)</b>	<b>7,266</b>	<b>15,292</b>	<b>21,978</b>	<b>70,859</b>
8	Exceptional Items	-	-	-	-
<b>9</b>	<b>Profit from Ordinary Activities before Tax (7-8)</b>	<b>7,266</b>	<b>15,292</b>	<b>21,978</b>	<b>70,859</b>
10	Provision for Current Tax	1,675	(650)	1,600	4,650
<b>11</b>	<b>Net Profit from Ordinary Activities after Tax (9-10)</b>	<b>5,591</b>	<b>15,942</b>	<b>20,378</b>	<b>66,209</b>
12	Extra Ordinary Items	-	-	-	-
<b>13</b>	<b>Net Profit (11-12)</b>	<b>5,591</b>	<b>15,942</b>	<b>20,378</b>	<b>66,209</b>
14	Share of Profit/ (Loss) of associates*	-	-	-	-
15	Minority Interest*	-	-	-	-
<b>16</b>	<b>Net Profit/ (Loss) after taxes, minority interest and share of profit/ (loss) of associates (13+14+15)</b>	<b>5,591</b>	<b>15,942</b>	<b>20,378</b>	<b>66,209</b>
<b>17</b>	<b>Other Comprehensive Income/(Loss) (after tax)</b>	<b>(271)</b>	<b>(271)</b>	<b>122</b>	<b>(1,085)</b>
<b>18</b>	<b>Total Comprehensive Income (after tax) (16+17)</b>	<b>5,320</b>	<b>15,671</b>	<b>20,500</b>	<b>65,124</b>
19	Paid Up Equity Share Capital (Face value Rs.10 each)	46,580	46,580	46,580	46,580
20	Earning per Share (in Rs.) (not annualised)				
a)	Basic and diluted EPS before Extraordinary Items	1.20	3.42	4.37	14.21
b)	Basic and diluted EPS after Extraordinary Items	1.20	3.42	4.37	14.21

\* in case of consolidated results

Segment-wise Revenue, Results, Assets and Liabilities				(₹ in lakhs)	
SR NO	PARTICULARS	QUARTER ENDED			YEAR ENDED
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
1	<b>Segment Revenue</b>				
	i. Liner	9,031	9,787	16,394	52,499
	ii. Bulk Carrier	4,974	3,724	6,739	23,617
	iii. Tanker	64,100	74,354	76,838	2,98,812
	iv. Technical & Offshore	5,320	7,939	8,350	33,953
	v. Others	622	199	160	1,332
	Total	84,047	96,003	1,08,481	4,10,213
	Unallocated Revenue	843	965	163	4,974
	Total	84,890	96,968	1,08,644	4,15,187
2	<b>Segment Results</b>				
	Profit/(Loss) before Tax and Interest				
	i. Liner	(4,762)	(4,448)	(1,339)	(16,095)
	ii. Bulk Carrier	(5,395)	(5,544)	(2,022)	(15,447)
	iii. Tanker	16,395	25,857	23,398	92,809
	iv. Technical & Offshore	1,176	2,568	2,908	11,919
	v. Others	506	47	90	1,006
	Total	7,920	18,480	23,035	74,192
	Add: Unallocated income (Net of expenditure)	812	(1,765)	62	2,534
	Profit before Interest and Tax	8,732	16,715	23,097	76,726
	Less: Interest Expenses	4,170	4,261	4,297	17,187
	Add: Interest Income	2,704	2,838	3,178	11,320
	Profit before Tax	7,266	15,292	21,978	70,859
3	<b>Segment Assets</b>				
	i. Liner	76,846	67,254	76038	67,254
	ii. Bulk Carrier	1,86,722	1,85,511	186376	1,85,511
	iii. Tanker	6,94,571	6,92,406	696402	6,92,406
	iv. Technical & Offshore	1,25,521	1,24,036	131434	1,24,036
	v. Others	539	542	151	542
	Total Segment Assets	10,84,199	10,69,749	10,90,401	10,69,749
	Unallocable Assets	3,80,510	3,87,140	395837	3,87,140
	Total Assets	14,64,709	14,56,889	14,86,238	14,56,889
4	<b>Segment Liabilities</b>				
	i. Liner	1,11,619	89,352	77413	89,352
	ii. Bulk Carrier	11,161	14,776	8719	14,776
	iii. Tanker	63,711	66,418	55155	66,418
	iv. Technical & Offshore	10,161	10,727	7944	10,727
	v. Others	77	476	242	476
	Total Segment Liabilities	1,96,729	1,81,749	1,49,473	1,81,749
	Unallocable Liabilities	5,53,083	5,65,991	672382	5,65,991
	Total Liabilities	7,49,812	7,47,740	8,21,855	7,47,740

Notes:

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 18.08.2016.
2. The Company has adopted Indian Accounting Standards (Ind- AS) with the transition date of April 1, 2015. The impact of transition to Ind – As as on transition date has been provided in the Opening Reserves as on 01.04.2015. Financial results for the quarter ended 30th June 2016 are in compliance with Indian Accounting Standards (Ind-AS) notified by the Ministry of Corporate Affairs. Consequently, results for the quarter ended 31st March 2016, 30th June 2015 and previous year ended 31st March 2016 have been restated to comply with Ind-AS to make them comparable. The financial results for the quarter ended June 30, 2016, March 31, 2016 and June 30, 2015 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS – 34 “Interim Financial Reporting” prescribed under section 133 of the Companies Act, 2013 read with relevant rules there under and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated July 05, 2016.

3. **Reconciliation of Profit between IND AS and Previous GAAP**

(₹ in lakhs)

Nature of Adjustments	Profit Reconciliation		
	Qtr ended 31.03.2016	Qtr ended 30.06.2015	Year ended 31.03.2016
Net Profit/(Loss) as reported under previous GAAP	(715)	16354	37729
Re- classification of Net Actuarial gain on Employee defined benefit obligations	271	(122)	1085
Accounting for Incomplete Voyage revenue & expense	(1315)	2544	373
Impact on depreciation & Repair Costs due to fair valuation of certain items of Property, Plant & Equipment and capitalization of dry-dock expenses	3740	1688	14937
Reversal of Impairment Loss	13638	-	13638
Effective Interest Rate Accounting	(272)	(272)	(1089)
Others	595	186	(464)
Net Profit under Ind AS	15942	20378	66209

4. Segment Results:

- a. Under Ind AS 108, segment revenue, results, assets and liabilities are disclosed for “Bulk carriers” & “Tankers” separately. Under previous GAAP, both Bulk Carriers & Tankers were shown under “Bulk” segment.
- b. Segment definitions: Liner segment includes breakbulk, container transport passenger vessels & research vessels managed on behalf of other organisations. Bulk Carriers include dry bulk

carriers. Tankers segment includes both crude and product carriers, gas carriers, phosphoric acid carriers and LNG vessels managed on behalf of joint venture companies. 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.

- c. 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 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.
- d. Agent Advances are allocated to segments in the ratio of expenses booked by agents during the period.

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

Period	Capitalised to cost of vessels	₹ in lakhs
		Included in "Other income"
For the quarter ended 30 <sup>th</sup> June ,2016	10121 lakhs (loss)	1949 lakhs (loss)
For the quarter ended 30 <sup>th</sup> June ,2015	12000 lakhs (loss)	32 lakhs (loss)
For the quarter ended 31 <sup>st</sup> March 2016	8005 lakhs (gain)	725 lakhs (gain)
For the year ended 31 <sup>st</sup> March,2016	37631 lakhs (loss)	1137 lakhs (gain)

6. The statutory auditor of the company and a firm of independent Chartered Accountants have jointly carried out a Limited Review of the results for the current quarter. The Ind AS compliant corresponding figures of the quarter ended 31.03.2016, 30.06.2015 and & FY 2015-16 have not been subjected to a limited review or an audit. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view.
7. During the quarter ended 30.06.2016, the company has written back an amount of Rs. 1337 lakhs towards freight tax as the management does not expect any liability to arise on this account. The same has been included in "Other Income".
8. The auditors in their audit report for the quarter ended 30th June 2016 have brought out that;

The direct access of certain overseas foreign agents to fund collected on account of freight and other charges without adequate security and regular monitoring mechanism is prone to risk of non /short-payment, the consequential effect of which on the statement of profit and loss remains unascertainable.

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

The company's accounts are prepared on the basis of freight and other charges including the funds collected by the agents which are entered into the company's accounting system. The same are correctly accounted for. The risk of non/ short payment is inherent in any business and the same is mitigated to a large extent by the company through bank guarantees. There are various types of expenses incurred by the agents on behalf of the company due to which many times the company is in a net payable position towards agents. The company does not expect any material impact on the statement of profit and loss.

9. 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.

Capt. B B Sinha  
Chairman & Managing Director

Place: Mumbai  
Date: 18.08.2016