



Pipavav Defence and Offshore Engineering Company Limited

Registered Office: Pipavav Port, Post Ucchiaya, Via Rajula, Dist. Amreli, Gujarat - 365 560. India.

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2012

Rs in Lacs except share data

Sr. No.	Particulars	Standalone					
		3 months ended 31.12.2012	3 months ended 30.09.2012	Corresponding 3 months ended 31.12.2011 in the previous year	Nine months ended 31.12.2012	Nine months ended 31.12.2011	Year ended 31.03.2012
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
PART - 1							
1	Income from operations						
(a)	Net Income from Operations	61,907.34	60,025.03	46,135.74	178,456.42	124,918.68	185,150.17
(b)	Other Operating Income	192.33	6,576.98	2.81	7,484.79	36.61	1,556.30
	Total Income from operations (net)	62,099.67	66,602.01	46,138.55	185,941.21	124,955.29	186,706.47
2	Expenses						
(a)	Cost of Materials Consumed	3,802.82	11,755.87	10,585.83	25,271.74	37,764.19	49,877.97
(b)	Purchase of Stock - in - trade	26,554.11	16,870.73	10,825.57	66,763.37	26,060.32	51,662.25
(c)	Changes in Inventories of scrap and stock-in-trade	(43.26)	(26.26)	(142.80)	232.37	(358.55)	113.02
(d)	Employees benefits expense	1,287.12	1,285.92	1,074.71	3,720.72	3,081.36	4,578.09
(e)	Depreciation and amortisation expense	3,147.08	3,013.40	2,951.40	9,165.26	7,667.05	10,589.16
(f)	Cost Estimated for Revenue Recognised	1,356.36	12,329.04	(41.59)	13,374.35	(2,419.40)	(7,245.62)
(g)	Other Expenditure	15,032.18	10,409.19	12,467.44	36,148.23	32,627.59	46,533.71
	Total Expenses	51,136.41	55,637.89	37,720.56	154,676.04	104,422.56	156,108.58
3	Profit from operations before Other Income, Finance Costs & Exceptional Items (1-2)	10,963.26	10,964.12	8,417.99	31,265.17	20,532.73	30,597.89
4	Other Income	887.92	400.78	500.70	1,997.63	1,766.70	2,440.24
5	Profit from ordinary activities before Finance Costs and Exceptional Items (3+4)	11,851.18	11,364.90	8,918.69	33,262.80	22,299.43	33,038.13
6	Finance Costs	10,363.08	10,115.67	6,907.20	30,249.70	17,484.92	25,768.18
7	Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6)	1,488.10	1,249.23	2,011.49	3,013.10	4,814.51	7,269.95
8	Exceptional Items	-	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	1,488.10	1,249.23	2,011.49	3,013.10	4,814.51	7,269.95
10	Tax Expense (Including Deferred Tax)	483.16	408.49	613.70	965.45	1,681.34	5,418.38
11	Net Profit from Ordinary Activities after Tax (9-10)	1,004.94	840.74	1,397.79	2,047.65	3,133.17	1,851.57
12	Extraordinary items (Net of Tax Expense)	-	-	-	-	-	-
13	Net Profit for the Period (11-12)	1,004.94	840.74	1,397.79	2,047.65	3,133.17	1,851.57
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	70,119.84	70,119.84	69,119.84	70,119.84	69,119.84	69,119.84
15	Reserves excluding Revaluation Reserves as per audited Balance Sheet of previous accounting year						124,773.73
16	Earnings Per Share (EPS) (Not Annualised)						
(a)	Basic EPS (Rs.)	0.15	0.12	0.21	0.29	0.47	0.27
(b)	Diluted EPS (Rs.)	0.15	0.12	0.21	0.29	0.47	0.27

PART - 2

A - PARTICULARS OF SHAREHOLDING							
1	Public Shareholding						
	- Number of Shares	385,422,208	385,422,208	391,622,208	385,422,208	391,622,208	391,622,208
	- Percentage of Shareholding	54.97%	54.97%	56.66%	54.97%	56.66%	56.66%
2	Promoters & Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of Shares	301,671,179	291,471,289	291,471,179	301,671,179	291,471,179	291,471,179
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	95.53%	92.30%	97.29%	95.53%	97.29%	97.29%
	- Percentage of shares (as a % of the total share capital of the Company)	43.02%	41.56%	42.17%	43.02%	42.17%	42.17%
	b) Non-Encumbered						
	- Number of Shares	14,105,001	24,304,891	8,105,001	14,105,001	8,105,001	8,105,001
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	4.47%	7.70%	2.71%	4.47%	2.71%	2.71%
	- Percentage of shares (as a % of the total share capital of the Company)	2.01%	3.47%	1.17%	2.01%	1.17%	1.17%

Sr No.	Particulars	3 months ended 31.12.2012
B - INVESTOR COMPLAINTS		
01	Pending at the beginning of the quarter	-
02	Received during the quarter	14
03	Disposed off during the quarter	14
04	Remaining unresolved at the end of the quarter	-

Report of Segment wise Revenue, Results and Capital Employed, under Clause 41 of the Listing Agreement :

Rs in Lacs

Particulars	Standalone					
	3 months ended 31.12.2012	3 months ended 30.09.2012	Corresponding 3 months ended 31.12.2011 in the previous year	Nine months ended 31.12.2012	Nine months ended 31.12.2011	Year ended 31.03.2012
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
a) Ship-building , repairs & allied activities	35,288.00	49,546.04	35,193.67	118,483.20	98,479.20	134,370.55
b) Trading	26,811.67	17,055.97	10,944.88	67,458.01	26,476.09	52,335.92
Total	62,099.67	66,602.01	46,138.55	185,941.21	124,955.29	186,706.47
Less : Inter-segment Revenue	-	-	-	-	-	-
Net Income from Operations	62,099.67	66,602.01	46,138.55	185,941.21	124,955.29	186,706.47
2. Segment Results (Profit before tax and interest from each segment)						
a) Ship-building , repairs & allied activities	12,283.13	12,894.69	13,003.81	37,122.57	30,360.90	39,181.14
b) Trading	257.56	185.24	119.31	505.66	415.77	673.67
Total	12,540.69	13,079.93	13,123.12	37,628.23	30,776.67	39,854.81
Less : i) Finance Costs	10,363.08	10,115.67	6,907.20	30,249.70	17,484.92	25,768.18
ii) Other unallocable expenditure net off unallocated income	689.51	1,715.03	4,204.43	4,365.43	8,477.24	6,816.68
Total Profit Before Tax	1,488.10	1,249.23	2,011.49	3,013.10	4,814.51	7,269.95
3. Capital Employed (Segment Assets - Segment Liabilities)						
a) Ship-building , repairs & allied activities	591,225.07	568,148.07	432,172.43	591,225.07	432,172.43	457,987.16
b) Trading	12,668.85	10,680.62	9,415.94	12,668.85	9,415.94	11,504.59
c) Unallocated	(398,105.20)	(374,044.91)	(242,424.52)	(398,105.20)	(242,424.52)	(271,600.68)
Total	205,788.72	204,783.78	199,163.85	205,788.72	199,163.85	197,891.07

Segments have been identified in line with the Accounting Standard on Segment Reporting (AS 17).

Notes :

- 01 The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on February 14, 2013, and approved for release.
- 02 The Statutory Auditors of the Company have carried out a Limited Review of the above Financial Results in accordance with the Clause 41 of the Listing Agreement.
- 03 As per the Revised Guidelines for the Shipbuilding Subsidy issued by the Government of India on March 25, 2009, the Company is eligible for subsidy at the rate of 30% of the contract price, in respect of the export order received for vessels for which the contracts with the customers were signed on or before August 14, 2007. Accordingly, Government Subsidy of Rs. 746.00 Lacs for the quarter ended December 31, 2012 and Rs. 5,263.34 Lacs for the 9 months period ended December 31, 2012 has been recognised as revenue in respect of Ships under construction as at December 31, 2012 on proportionate completion basis.
- 04 The Company has order for building several panamax sister vessels. The Company has initiated arbitration proceedings as per terms of contract for four panamax vessels & subsequently, the Company has received alleged cancellation notices for these vessels. The Company is of the view that it has a strong case. However, the Company can deliver these vessels against orders for balance panamax vessels. Therefore the Company continues to recognise the revenue on these vessels and has recognized revenue and subsidy aggregating to Rs. 4,957.47 Lacs during the quarter ended December 31, 2012, and Rs. 21,880.64 Lacs during the 9 months period ended December 31, 2012 on these vessels.
- 05 The Company's expansion project (Phase II), is in progress as scheduled and substantial work relating to land / site development; ground / structure improvement, strengthening and hard standing etc., has been substantially completed.
- 06 In respect of offshore vessels the Company accounts the contract revenue and expenses based on the proportionate of completion of contract as certified by technical experts. With an aim to allocate the profit on the said contract to whole of the contract a provision for proportionate cost to be incurred has been made and charged to profit and loss account as "cost estimated for revenue recognised".
- 07 "Mazagon Dock Pipavav Defence Private Limited", a joint venture company between the Company and Mazagon Dock Limited has been incorporated during the quarter.
- 08 The above results are prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) -25 - "Interim Financial Reporting". The previous year / period figures have been reworked, regrouped, rearranged and reclassified, wherever necessary, to make them comparable with the current period.

**For Pipavav Defence and Offshore
Engineering Company Limited**

**Bhavesh P. Gandhi
Executive Vice Chairman**

Date :- February 14, 2013