



Pipavav Defence and Offshore Engineering Company Limited

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

STATEMENT OF STANDALONE UNAUDITED RESULTS FOR THE PERIOD ENDED DECEMBER 31, 2013

Rs in Lacs except share data

Sr. No.	Particulars	Standalone					
		3 months ended	3 months ended	Corresponding 3	9 months ended	Corresponding 9	Year ended
		31.12.2013	30.09.2013	months ended	31.12.2013	months ended	31.03.2013
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
PART - 1							
1	Income from operations						
(a)	Net Income from Operations	31,403.43	80,477.91	61,907.34	181,810.19	178,456.42	250,902.02
(b)	Other Operating Income	404.77	268.45	192.33	1,019.60	7,484.79	7,744.79
	Total Income from operations (net)	31,808.20	80,746.36	62,099.67	182,829.79	185,941.21	258,646.81
2	Expenses						
(a)	Cost of Materials Consumed	3,819.99	11,337.10	3,802.82	23,824.14	25,271.74	28,016.07
(b)	Purchase of Stock - in - trade	2,170.22	11,707.32	26,554.11	38,356.15	66,763.37	106,939.89
(c)	Changes in Inventories of scrap and stock-in-trade	(27.99)	7,134.25	(43.26)	122.71	232.37	251.20
(d)	Employees benefits expense	1,314.79	1,316.56	1,287.12	4,126.29	3,720.72	5,309.49
(e)	Depreciation and amortisation expense	4,002.12	3,997.91	3,147.08	11,950.50	9,165.26	12,269.77
(f)	Cost Estimated for Revenue Recognised (Refer Note No. 05)	7,773.80	4,131.42	1,356.36	23,059.78	13,374.35	16,913.89
(g)	Other Expenditure (Refer Note No. 07)	4,256.54	30,418.27	15,032.18	51,026.73	36,148.23	47,719.20
	Total Expenses	23,309.47	70,042.83	51,136.41	152,466.30	154,676.04	217,419.51
3	Profit from operations before Other Income, Finance Costs & Exceptional Items (1-2)	8,498.73	10,703.53	10,963.26	30,363.49	31,265.17	41,227.30
4	Other Income	1,003.90	818.73	887.92	2,615.85	1,997.63	2,656.18
5	Profit from ordinary activities before Finance Costs and Exceptional Items (3+4)	9,502.63	11,522.26	11,851.18	32,979.34	33,262.80	43,883.48
6	Finance Costs	10,198.78	10,793.39	10,363.08	31,785.47	30,249.70	39,745.96
7	Profit from ordinary activities after Finance Costs but before Exceptional Items (5-6)	(696.15)	728.87	1,488.10	1,193.87	3,013.10	4,137.52
8	Exceptional Items	-	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	(696.15)	728.87	1,488.10	1,193.87	3,013.10	4,137.52
10	Tax Expense (Including Deferred Tax)	(219.51)	275.18	483.16	488.62	965.45	1,265.42
11	Net Profit from Ordinary Activities after Tax (9-10)	(476.64)	453.69	1,004.94	705.25	2,047.65	2,872.10
12	Extraordinary items (Net of Tax Expense)	-	-	-	-	-	-
13	Net Profit for the Period (11-12)	(476.64)	453.69	1,004.94	705.25	2,047.65	2,872.10
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	73,620.63	73,620.63	70,119.84	73,620.63	70,119.84	70,119.84
15	Reserves excluding Revaluation Reserves as per audited Balance Sheet of previous year						134,445.83
16	Earnings Per Share (EPS) (Not Annualised)						
(a)	Basic EPS (Rs.)	(0.06)	0.06	0.15	0.10	0.29	0.41
(b)	Diluted EPS (Rs.)	(0.06)	0.06	0.15	0.10	0.29	0.41

PART - 2							
A - PARTICULARS OF SHAREHOLDING							
Sr No.	Particulars	3 months ended	3 months ended	3 months ended	3 months ended	3 months ended	3 months ended
		31.12.2013	30.09.2013	31.12.2012	31.12.2013	31.12.2012	31.12.2012
1	Public Shareholding						
	- Number of Shares	408,442,046	408,442,046	385,422,208	408,442,046	385,422,208	381,227,917
	- Percentage of Shareholding	55.48%	55.48%	54.97%	55.48%	54.97%	54.37%
2	Promoters & Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of Shares	326,659,222	326,659,222	301,671,179	326,659,222	301,671,179	310,322,481
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.66%	99.66%	95.53%	99.66%	95.53%	96.98%
	- Percentage of shares (as a % of the total share capital of the Company)	44.37%	44.37%	43.02%	44.37%	43.02%	44.25%
	b) Non-Encumbered						
	- Number of Shares	1,105,001	1,105,001	14,105,001	1,105,001	14,105,001	9,647,990
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.34%	0.34%	4.47%	0.34%	4.47%	3.02%
	- Percentage of shares (as a % of the total share capital of the Company)	0.15%	0.15%	2.01%	0.15%	2.01%	1.38%

Sr No.	Particulars	3 months ended
		31.12.2013
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 31.12.2013	3 months ended 30.09.2013	Corresponding 3 months ended 31.12.2012	9 months ended 31.12.2013	Corresponding 9 months ended 31.12.2012	Year ended 31.03.2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
a) Ship-building & Fabrication	29,616.83	61,698.04	35,288.00	144,075.09	118,483.20	150,624.48
b) Trading	2,191.37	19,048.32	26,811.67	38,754.70	67,458.01	108,022.33
Total	31,808.20	80,746.36	62,099.67	182,829.79	185,941.21	258,646.81
Less : Inter-segment Revenue	-	-	-	-	-	-
Net Income from Operations	31,808.20	80,746.36	62,099.67	182,829.79	185,941.21	258,646.81
2. Segment Results (Profit before tax & interest from each segment)						
a) Ship-building & Fabrication	8,104.36	13,657.93	12,283.13	36,927.65	37,122.57	48,318.40
b) Trading	21.15	190.13	257.56	398.55	505.66	1,082.44
Total	8,125.51	13,848.06	12,540.69	37,326.20	37,628.23	49,400.84
Less : i) Finance Costs	10,198.78	10,793.39	10,363.08	31,785.47	30,249.70	39,745.96
ii) Other unallocable expenditure net off unallocated income	(1,377.12)	2,325.80	689.51	4,346.86	4,365.43	5,517.36
Total Profit Before Tax	(696.15)	728.87	1,488.10	1,193.87	3,013.10	4,137.52
3. Capital Employed (Segment Assets - Segment Liabilities)						
a) Ship-building & Fabrication	743,290.81	732,709.56	591,225.07	743,290.81	591,225.07	633,964.77
b) Trading	22,901.41	20,831.05	12,668.85	22,901.41	12,668.85	16,288.91
c) Unallocated	(532,634.84)	(519,506.58)	(398,105.20)	(532,634.84)	(398,105.20)	(443,640.51)
Total	233,557.38	234,034.03	205,788.72	233,557.38	205,788.72	206,613.17

Segments have been identified based on the organisational structure, internal management reporting system, nature of production process and infrastructure facilities used. Accordingly the Company has identified two segments within the meaning of AS-17 on Segment Reporting:

- i) Ship building and Fabrication includes shipbuilding, block manufacturing, ship and rig repairs, fabrication etc. at its SEZ and EOU units situated at Pipavav, Gujarat.
ii) Trading includes steel trading activities.

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, 2014, 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 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. 1,020.21 Lacs and Rs. 7,736.70 Lacs for the quarter ended and period nine months ended December 31, 2013 respectively has been recognised as revenue including in respect of Ships including those under construction on proportionate completion basis as at December 31, 2013.
- 04 The Company's expansion plan, affected during monsoon due to heavy rainfall in the preceeding quarter, has picked the momentum and the project is progressing reasonably well.
- 05 In respect of vessels other than commercial vessels, including offshore support vessels, the Company accounts the contract revenue and expenses based on the proportionate completion of contract as certified by technical experts. With an aim to allocate the profit on the said contract to whole of the contract period a provision for proportionate cost to be incurred has been made and charged to profit and loss account as "cost estimated for revenue recognised".
- 06 During the nine months period ended the Company has issued 35,007,881 equity shares on preferential basis / on conversion of warrants which resulted in increase in Share Capital and Securities Premium by Rs. 3,500.79 Lacs and 24,785.67 Lacs respectively.
- 07 Other Expenditure includes:
i. Net foreign exchange differences of Rs. (1,163.18) Lacs (gain) and Rs. 16,453.68 Lacs for the quarter and nine month period ended December 31, 2013.
ii. Reversal of subsidy receivables of Rs. 5,684.73 Lacs for the quarter and period ended December 31, 2013.
- 08 The above results are prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) -25 - "Interim Financial Reporting" as those followed in previous years. Previous quarter / year 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**

Place :- Mumbai
Date :- February 14, 2014

**Bhavesh P. Gandhi
Executive Vice Chairman**