

Pipavav Defence and Offshore Engineering Company Limited

CIN: L35110GJ1997PLC033193

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

STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2015

Rs in Lacs except share data

Sr. No.	Particulars	3 months ended 30.06.2015	Preceding 3 months ended 31.03.2015	Corresponding 3 months ended 30.06.2014	Year ended 31.03.2015
		Unaudited	Refer Note No 6	Unaudited	Audited
PART - 1					
1	Income from operations				
(a)	Net Income from Operations	10,628.80	4,935.72	31,553.36	82,402.91
(b)	Other Operating Income	66.98	100.15	93.68	697.79
	Total Income from operations (net)	10,695.78	5,035.87	31,647.04	83,100.70
2	Expenses				
(a)	Cost of Materials Consumed	1,985.47	2,025.81	1,054.18	7,977.65
(b)	Purchase of Stock - in - trade	-	-	1,804.01	13,245.55
(c)	Changes in Inventories of scrap and work in progress	(713.08)	(772.68)	(15.72)	(889.63)
(d)	Employees benefits expense	1,732.40	1,825.34	1,602.31	6,213.90
(e)	Depreciation and amortisation expense	5,321.71	5,052.96	4,770.12	19,716.32
(f)	Labour and Fabrication Charges	2,141.64	1,947.61	2,965.11	9,358.11
(g)	Cost Estimated for Revenue Recognised (Refer Note No. 04)	599.70	(1,709.41)	4,297.44	6,031.03
(h)	Other Expenditure	5,979.62	14,814.78	5,901.91	31,763.78
	Total Expenses	17,047.46	23,184.41	22,379.36	93,416.71
3	Profit / (Loss) from operations before Other Income, Finance Costs & Exceptional Items (1-2)	(6,351.68)	(18,148.54)	9,267.68	(10,316.01)
4	Other Income	579.81	579.06	1,200.40	3,107.21
5	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3+4)	(5,771.87)	(17,569.48)	10,468.08	(7,208.80)
6	Finance Costs	11,234.47	13,849.89	9,470.20	45,269.29
7	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5-6)	(17,006.34)	(31,419.37)	997.88	(52,478.09)
8	Exceptional Items	-	-	-	-
9	Profit / (Loss) from Ordinary Activities before Tax (7+8)	(17,006.34)	(31,419.37)	997.88	(52,478.09)
10	Tax Expense (Including Deferred Tax - Credit)	(279.28)	(6,215.99)	185.63	(9,106.89)
11	Net Profit / (Loss) from Ordinary Activities after Tax (9-10)	(16,727.06)	(25,203.38)	812.25	(43,371.20)
12	Extraordinary items (Net of Tax Expense)	-	-	-	-
13	Net Profit / (Loss) for the Period (11-12)	(16,727.06)	(25,203.38)	812.25	(43,371.20)
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	73,620.63	73,620.63	73,620.63	73,620.63
15	Reserves excluding Revaluation Reserves as per audited Balance Sheet of previous accounting year				1,23,046.65
16	Earnings Per Share (EPS) (* Not Annualised)				
(a)	Basic EPS (Rs.)	* (2.27)	* (3.42)	* 0.11	(5.89)
(b)	Diluted EPS (Rs.)	* (2.27)	* (3.42)	* 0.11	(5.89)

PART - 2

A - PARTICULARS OF SHAREHOLDING					
1	Public Shareholding				
-	Number of Shares	42,52,05,441	42,52,05,441	40,84,42,046	42,51,05,441
-	Percentage of Shareholding	57.76%	57.74%	55.48%	57.74%
2	Promoters & Promoter Group Shareholding				
a)	Pledged / Encumbered				
-	Number of Shares	31,10,00,828	30,99,95,827	32,66,59,222	30,99,95,827
-	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	99.64%	99.66%	99.64%
-	Percentage of shares (as a % of the total share capital of the Company)	42.24%	42.11%	44.37%	42.11%
b)	Non-Encumbered				
-	Number of Shares	-	11,05,001	11,05,001	11,05,001
-	Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.00%	0.36%	0.34%	0.36%
-	Percentage of shares (as a % of the total share capital of the Company)	0.00%	0.15%	0.15%	0.15%

Sr No.	Particulars	3 months ended 30.06.2015
B - INVESTOR COMPLAINTS		
01	Pending at the beginning of the quarter	-
02	Received during the quarter	5
03	Disposed off during the quarter	5
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 except share data

Particulars	3 months ended 30.06.2015	Preceding 3 months ended 31.03.2015	Corresponding 3 months ended 30.06.2014	Year ended 31.03.2015
	Unaudited	Refer Note No 6	Unaudited	Audited
1. Segment Revenue				
a) Ship-building & Fabrication	10,695.78	5,035.87	29,824.67	69,715.95
b) Trading	-	-	1,822.37	13,384.75
Total	10,695.78	5,035.87	31,647.04	83,100.70
Less : Inter-segment Revenue	-	-	-	-
Net Income from Operations	10,695.78	5,035.87	31,647.04	83,100.70
2. Segment Results				
(Profit before tax & interest from each segment)				
a) Ship-building & Fabrication	(3,990.63)	(14,120.69)	10,264.70	(4,123.70)
b) Trading	-	-	18.36	139.20
Total	(3,990.63)	(14,120.69)	10,283.06	(3,984.50)
Less : i) Finance Costs	11,234.47	13,849.89	9,470.20	45,269.29
ii) Other unallocable expenditure net off unallocated income	1,781.24	3,448.79	(185.02)	3,224.30
Total Profit Before Tax	(17,006.34)	(31,419.37)	997.88	(52,478.09)
3. Capital Employed				
(Segment Assets - Segment Liabilities)				
a) Ship-building & Fabrication	8,85,684.35	8,53,865.27	8,41,800.08	8,53,865.27
b) Trading	-	-	-	-
c) Unallocated	(6,46,353.60)	(5,97,778.96)	(5,43,854.99)	(5,97,778.96)
Total	2,39,330.75	2,56,086.31	2,97,945.09	2,56,086.31

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:

- i) Ship building and Fabrication includes shipbuilding, block manufacturing, ship and rig repairs, fabrication etc. at its SEZ and EOU units situated at Pipavav,
- 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 August 14th, 2015, and approved for release.
- 02 The Statutory auditors of the Company have carried out a Limited Review of the above results.
- 03 The Company has voluntarily early adopted Indian Accounting Standards (Ind AS) from the current financial year. Accordingly, the Company has valued its assets & liabilities at fair value and the net amount has been taken to retained earnings. Had the Company not adopted Ind AS, depreciation and loss for the quarter ended June 30, 2015 would have been lower by Rs. 1,645.49 lakhs.
- 04 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 statement of profit and loss as "Cost Estimated for Revenue Recognised".
- 05 On March 4, 2015 Reliance Infrastructure Limited together with its wholly owned subsidiary Reliance Defence Systems Private Limited ("the Acquirer") have entered into an agreement with the Company and its existing promoters for acquisition of 17.66% of shareholding of the Company from the existing promoters of the Company and acquiring sole management control in the Company. The process for getting necessary approvals for acquiring 26% of the equity shares of the Company from the existing public shareholders through open offer is in progress.
- 06 The figures for the quarter ended March 31, 2015 are the balancing figures between audited figures in respect of full financial year and the year to date figure up to the third quarter of financial year 2014-15. Previous quarter / year figures have been reworked, regrouped, rearranged and reclassified, wherever necessary, to make them comparable.

For Pipavav Defence and Offshore Engineering Company Limited

[Signature]

Bhavesh P. Gandhi
Executive Vice Chairman
DIN: 00030623



Place :- Mumbai
Date :- August 14, 2015