

THE SHIPPING CORPORATION OF INDIA LTD.
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2013

PART I					Amount in ₹lakhs
SR NO	PARTICULARS	QUARTER ENDED 30.06.2013 (UNAUDITED)	QUARTER ENDED 31.03.2013 (AUDITED)	QUARTER ENDED 30.06.2012 (UNAUDITED)	YEAR ENDED 31.03.2013 (AUDITED)
1 a)	Net Sales/Income from Operations	91,765	96,069	1,15,495	4,15,252
b)	Other Operating Income	4,139	(481)	6,507	8,707
c)	Profit on Sale of Ships	1,709	1,769	4,297	12,101
	Total Income	97,613	97,357	1,26,299	4,36,060
2	Expenditure -				
a)	Cost of Materials Consumed	NA	NA	NA	NA
b)	Purchases of stock - in - trade	NA	NA	NA	NA
c)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	NA	NA	NA	NA
d)	Employee Cost (ashore & floating)	12,599	11,866	11,915	47,823
e)	Bunker	32,682	39,487	44,714	1,58,158
f)	Port dues	8,914	9,420	10,419	38,680
g)	Cargo Handling Expenses	5,164	8,420	8,783	22,088
h)	Repairs & Maintenance	5,364	7,468	6,600	27,278
i)	Charter Hire	7,642	7,536	12,688	44,464
j)	Provisions	151	10,328	471	13,211
k)	Depreciation	20,477	20,238	16,833	76,052
l)	Other Expenditure	10,731	10,028	10,168	42,424
m)	Total	1,03,724	1,24,791	1,22,591	4,70,178
3	Profit / (Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	(6,111)	(27,434)	3,708	(34,118)
4 a)	Interest Income	2,709	2,364	3,195	10,729
b)	Other Income	114	2,083	278	2,751
c)	Total	2,823	4,447	3,473	13,480
5	Profit / (Loss) before finance cost and Exceptional Items(3+4)	(3,288)	(22,987)	7,181	(20,638)
6	Finance Costs	4,982	5,096	11,038	16,181
7	Profit / (Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(8,270)	(28,083)	(3,857)	(36,819)
8	Exceptional Items	-	-	-	-
9	Profit / (Loss) from Ordinary Activities before Tax (7-8)	(8,270)	(28,083)	(3,857)	(36,819)
10	Tax Expense				
a)	Provision for Taxation	1,600	786	1,630	5,010
b)	Excess Provision Written Back	-	(424)	-	(424)
c)	Total	1,600	362	1,630	4,586
11	Net Profit / (Loss) from Ordinary Activities after Tax (9-10)	(9,870)	(28,445)	(5,487)	(41,405)
12	Extra Ordinary Items	-	(301)	-	(29,974)
13	Net Profit/ (Loss) for the period (11-12)	(9,870)	(28,144)	(5,487)	(11,431)
14	Paid Up Equity Share Capital (Face value Rs.10 each)	46,580	46,580	46,580	46,580
15	Reserves excluding Revaluation Reserves				6,15,035
16	Earning per Share (in Rs.)				
a)	Basic and diluted EPS before Extraordinary Items	(2.12)	(6.11)	(1.18)	(8.89)
b)	Basic and diluted EPS after Extraordinary Items	(2.12)	(6.04)	(1.18)	(2.45)

NA indicates Not Applicable

PART II**Select Information for the Quarter ended 30/06/2013**

A PARTICULARS OF SHAREHOLDING					
1	Public Shareholding				
	- No. of Shares	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
2	Promoters and promoters group Shareholding				
	a) Pledged / Encumbered				
	- No. of Shares	NIL	NIL	NIL	NIL
	- % of Shares (as a % of a total shareholding of promoter and promoter group)	NIL	NIL	NIL	NIL
	- % of Shares (as a % of a total share capital of the company)	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
	- % of Shares (as a % of a total shareholding of promoter and promoter group)	100	100	100	100
	- % of Shares (as a % of a total share capital of the company)	63.75	63.75	63.75	63.75

Particulars		3 Months ended 30.06.2013
B INVESTORS COMPLAINTS		
Pending at the beginning of the quarter		0
Received during the quarter		2
Disposed of during the quarter		2
Remaining unresolved at the end of the quarter		0

Segment-wise Revenue, Results and Capital Employed					Amount in ₹lakhs	
SR NO	PARTICULARS	QUARTER ENDED 30.06.2013	QUARTER ENDED 31.03.2013	QUARTER ENDED 30.06.2012	YEAR ENDED 31.03.2013	
1	Segment Revenue					
	i. Liner Segment	24,311	25,817	33,487	1,15,689	
	ii. Bulk Segment	63,064	60,906	85,062	2,79,901	
	iii. Others	10,238	10,634	7,750	40,470	
	Total	97,613	97,357	1,26,299	4,36,060	
	Unallocated Revenue	114	2,384	278	32,725	
	Total	97,727	99,741	1,26,577	4,68,785	
2	Segment Results					
	Profit/(Loss) before Tax and Interest					
	i. Liner Segment	(495)	(3,680)	(4,050)	(3,157)	
	ii. Bulk Segment	(10,189)	(18,117)	5,010	(36,774)	
	iii. Others	4,621	4,163	2,679	15,597	
	Total	(6,063)	(17,634)	3,639	(24,334)	
	Less: Unallocated Expenditure (Net of Income)	(66)	7,717	(347)	7,033	
	Profit before Interest and Tax	(5,997)	(25,351)	3,986	(31,367)	
	Less: Interest Expenses	4,982	5,096	11,038	16,181	
	Add: Interest Income	2,709	2,364	3,195	10,729	
	Profit before Tax	(8,270)	(28,083)	(3,857)	(36,819)	
3	Capital Employed					
	i. Liner Segment	1,00,698	1,00,905	87,095	1,00,905	
	ii. Bulk Segment	11,07,746	10,61,444	9,90,053	10,61,444	
	iii. Others	1,47,724	1,16,908	98,531	1,16,908	
	Total Capital Employed in Segments	13,56,168	12,79,257	11,75,679	12,79,257	
	Unallocable Capital Employed	45,176	71,464	1,75,380	71,464	
	Total Capital Employed in Company	14,01,344	13,50,721	13,51,059	13,50,721	

Notes:

1. The above results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held on 8th August, 2013.
2. Segment Results:
 - a. Segment definitions: Liner segment includes breakbulk and container transport. Bulk segment includes tankers (both crude and product), dry bulk carriers, gas carriers and phosphoric acid carriers. Others include offshore vessels, passenger vessels and services and ships managed on behalf of other organisations. Unallocable items and interest income/expenses are disclosed separately.
 - b. All assets/liabilities and revenue items are allocated vessel wise wherever possible. Assets/liabilities 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.
 - c. The components of capital employed that cannot be directly identified are allocated on the basis of GRT method.
3. The details of foreign exchange loss/gain for the period is as under:

	Capitalised to cost of vessels	Charged to interest expense in accordance with ASI 10 to AS – 16 “Borrowing cost”	Included in “Other expenditure”/”Other income”
For the quarter ended 30 th June 2013	79657 lakhs (loss)	NIL	2837 lakhs (gain)
For the quarter ended 31 st March, 2013	4567 lakhs (gain)	NIL	49 lakhs (loss)
For the year ended 31 st March, 2013	74654 lakhs (loss)	NIL	2365 lakhs (loss)
For the quarter ended 30 th June 2012	55829 lakhs (loss)	7614 lakhs (loss)	5079 lakhs (gain)

4. During the quarter ended 30th June, 2013, the Company took delivery of one Kamsarmax Bulk Carrier M.V Vishva Chetna DWT 81734.
5. During the quarter ended 30th June, 2013, the Company sold one AHTSV (Anchor handling towing cum supply vessel) SCI-05 DWT 1818 and one bulk carrier M.V. Lok Pratap DWT 26718.
6. The auditors in their audit report for the year ended 31st March, 2013 have brought out that;
 - a. The accuracy of exchange gain / loss in respect of customer reconciliation / advances received from customers / trade payables recognized on revaluation as per accounting standard-11- “The effects of changes in foreign exchange rates” remains unverifiable and unascertainable.
 - b. Failure to correct material weaknesses in the internal control systems in relation to timely and proper recording of the transactions relating to the expenses and revenue in the various operational softwares, subsystems used by the Corporation.

The management’s views on the abovementioned points are as below:

- a. The company has developed software to match the collectibles and collections related to customers. Substantial progress has been achieved in this regard upto 30th June 2013.

In case of vendors, the expenditure incurred by the agents are prefunded through Proforma Disbursement Account after scrutiny of the prefunding claims. The final claims for the expenditure booked by the agent are received through Final Disbursement Account which are verified after the physical documents are received from the agent. This process takes time due to the nature of the business.

We do not expect any material impact on the profit/loss due to this.

- b. SCI has a worldwide network of agents through which it conducts its business. The expenses and revenue booked in the subsystems are accounted for on a real time basis. Though all efforts are made to ensure timely recording of transactions, due to the nature of the business, the final disbursement accounts of agents are received after a time gap of 1-2 months which is normal in the shipping industry. Provisions are made for all expenses for which prefunding has been made to agents pending the receipt of the actual invoices from the agent.

We do not expect any material impact on the profit/loss due to this.

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.

B.K.Mandal
Chairman & Managing Director

Place: Mumbai
Date: 08/08/2013