

VARUN SHIPPING COMPANY LIMITED

CIN No. L61100MH1971PLC014985 FINANCIAL RESULTS FOR THE QUARTER ENDED 31ST MARCH, 2015

Total Income	PART						₹ in lacs
Record From operations	Sr.No	PARTICULARS					
			ended 31.03.2015	ended 31.12.2014	ended 31.03.2015	ended 31.03.2014	ended 31.03.2014
Profit of Safe of Ship(s) and other assets (Net)	1						
2 Expenses 95.170 969.11 3.837,94 550.37 7.2138 1.5126			,	-		(2,516,55)	0.91
a) Employee cost b) Blanker cost		Total Income	2,931.55	3,033.37	5,964.92	(2,518.35)	17,532.34
b) Dishare cost: c) Port appearse d) Silores Lubes & Virtualing d) Silores & Virtual	2	Expenses	ì				
c) Plot sepentees d) Slores_Libes & Attualling e) Repairs & Maintenance instuding cost of spares and Survey e) Repairs & Maintenance instuding cost of spares and survey e) Repairs & Maintenance instuding cost of spar							7,215.83
d) Sinore Lubes & Virtualling 138.05 127.88 513.45 153.73 927.52 c) Papersal Maintenance including cost of spares and Survey 2,686.55 4,311.29 13,124.73 27.32 c) Papersal Maintenance including cost of spares and Survey 2,686.55 4,311.29 13,124.73 27.32 c) Papersal Maintenance including cost of spares and Survey 2,686.55 4,311.29 13,124.73 27.34 c) Papersal Maintenance including cost of spares and Survey 2,686.55 4,311.29 13,124.73 27.34 c) Profit (Loss) From Operations before Other Income, Finance Costs and Exceptional Items (1-2.1) 1,045.80 1,003.93 127.07 2,481.10 696.86 4,450.81 c) Profit (Loss) From Operations before Costs and Exceptional Items (1-2.1) 1,045.80 1,003.93 c) Profit (Loss) From operations before Exceptional Items (1-2.1) 1,045.80 1,003.93 c) Profit (Loss) From operations before Exceptional Items (1-2.1) 1,045.80 1,003.93 c) Exceptional Items (2-1.2) 1,045.80 1,003.93 c) Exceptional Items (3 pixel 4) 1,003.93 1,003.93 c) Exceptional Items (3 pixel 4) 1,003.93 c) Exceptional Items (3 pixel 4) 1,003.93 c) Exceptional Items (4 pixel 4) 1,003.93 c) Exceptional Items (5 minus 6) 1,003.93 c) Exceptional Items (5 minus 6) 1,003.93 c) Exceptional Items (5 minus 6) 1,003.93 c) Exceptional Items (2 pixel 4) 1,003.93 c) Exceptional Items (2 pixel 4) 1,003.93 c) Exceptional Items (5 minus 6) 1,003.93 c) Exceptional Items (6 pixel 4) 1,003.93 c) Exceptional Items (7 pixel 4) 1,003.93 c) Exceptional Items (8 pixel 4) 1,003.93 c) Exceptional Items (8 pixel 4)		'		I		1	
a Repairs & Maintenance instuding cost of spares and Survey 2,569.76 2,560.77 13,124.73 27,43 127,83 12,263.03 19 for finance foodball receivables 1,269.86 7,265.56 7, 20,550.77 1,000.70 1,000						I	
1) Depreciation 2,259,79 2,550,77 10,130,27 1,164,88 12,259,15 1,104,58 1,045,15		·					
N) Provision for doublind receivables 1,000.003 127.07 2,481.10 955.86 4,400.31 1,000.003 1,000.00		, ,					12.263.64
1) Other expenditure		g) Hire of inchartered ships	-	-			7,825.50
Total Profit (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2) (4,871.69) (4,820.44) (26,780.10) (7,388.46) (36,886.7) (30,57) (107.48) (419.76 449.60) (30,57) (3		h) Provision for doubtful receivables	-	- {	- 1	-	14,000.00
Profit (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2) (4,817.65) (4,820.46) (25,780.10) (7,389.45) (35,989.71 (10.5.77 10.5.77 11.5.16		1'	, , , , ,	1			4,493.81
and Exceptional Items (1-2) (4,517.65) (4,820.46) (25,780.10) (7,389.46) (35,980.77) (30,580.76) (10,748) (40,90.86) (4,411.98) (26,380.34) (6,928.77) (32,265.16) (4,410.88) (4,410.89	3		7,449.20	7,853.81	32,745.02	4,871.10	53,429.05
Profit (Loss) from ordinary activities before Finance Costs and Exceptional Items (2) bits 4 (4,414.08)	3		(4,517.65)	(4,820.46)	(26,780.10)	(7,389.45)	(35,896.71)
Secondonal items (a plus 4) (4,414.08) (4,712.99) (25,863.49) (6,929.77) (32,285.16)	4		103.57	107.48	419.76	459.69	3,631.61
Profit (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 minus 1) (2011) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,000,000) (1,151,513) (1,150,000,000) (1,151,513)	5		(4,414.08)	(4,712.98)	(26,360.34)	(6,929.77)	(32,265.10
Respective Res	6	Finance Costs	4,421.22	5,147.91	17,351.87	3,472.32	23,865.74
Exceptional terms (Exchange gain / (loss) (Refer Note - 2)	_						
Profit (Loss) from Ordinary Activities before tax (7 minus 8) (7,950.44) (10,789.36) (44,814.51) (11,918.40) (48,907.7;			1 '' 4	, , ,			
Current Tax						1 1	
Current Tax (Excess)short provision of income tax for prior years (Excess)short provision of income tax for tax expenses) 11 Net Priofit (Loss) after taxes (If minus 12) (7,950.44) (10,789.36) (44,814.51) (12,004.27) (48,993.51) (15,007.76) (15,007.			(7,950.44)	(10,769.36)	(44,614.51)	(11,910.40)	(40,907.72
(Excess)/short provision of income tax for prior years 11 Net Profit / (Loss) from Ordinary Activities after tax (9 minus 10) 12 Extraordinary Item (net of -t ax expense) 13 Net Profit / (Loss) after taxes (11 minus 12) 14 Share of Profit / (Loss) a sociates 15 Minority interest 16 Net Profit / (Loss) as associates 17 Minority interest 18 Net Profit / (Loss) for the period after taxes and minority interest & her of profit / (Loss) of associates (13 plus 14 plus 15) 18 Paid-up equity share capital (Face value ₹ 10 ^{1/-}) 19 Paid-up equity share capital (Face value ₹ 10 ^{1/-}) 19 Reserves excluding revaluation reserves 10 Earnings Per Share (EPS) (in ₹) 20 JBasic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized) 10 JBasic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized) 11 PART-II Particulars of Shareholding 12 Permetage of shares (EPS) (in ₹) 13 Dasic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized) 16 JPART-II Particulars of Shareholding 17 Number of shares 18 JPART-II Particulars of Shareholding 19 Padded (Fig. 10 ft) 20 JPART-II Particulars of Shareholding 21 Public shareholding 22 Premoters and Promoter Group Shareholding 23 JPART-II Particulars of Shareholding 24 Premoters and Promoter Group Shareholding 25 JPART-II Particulars of Shareholding 26 JPART-II Particulars of Shareholding 27 JPART-II Particulars of Shareholding 28 JPART-II Particulars of Shareholding 29 JPART-II Particulars of Shareholding 30 JPART-II Particulars of Shareholding 31 JPART-II Particulars of Shareholding 32 JPART-II Particulars of Shareholding 33 JPART-II Particulars of Shareholding 34 JPART-II Particulars of Shareholding 34 JPART-II Particulars of Shareholding 35 JPART-II Particulars of Shareholding 36 JPART-II JPART-II Particulars of Shareholding 37 JPART-II Particulars of Shareholding 38 JPART-II	10			.	_]	85.87	85 87
Net Profit / (Loss) from Ordinary Activities after tax (9 minus 10)			_	. 1	-	-	-
12 Extraordinary Item (net of - tax expense) (7,950,44) (10,789,36) (44,814.51) (12,004.27) (48,993,51 14 15 15 15 15 15 15	11		(7.950.44)	(10.789.36)	(44.814.51)	(12.004.27)	(48.993.59
Share of Profit / (Loss) of associates Met Profit / (Loss) of rise period after taxes and minority interest & tenter of profit / (loss) of associates (13 plus 14) into 15) Paid- up equity share capital (Face value 17 10) Reserves excluding revaluation reserves Earnings Per Share (EPS) (in ?) a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized) PART-II Particulars of Shareholding Public shareholding Promoters and Promoter Group Shareholding a) Pledged/Encumbered Number of shares Percentage of shares (as a % of the total share capital of the company) D) Non-Encumbered Non-Encumbered Number of shares 34,124,895 33,391,562 34			,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	- ,	,	- 1	(10,000.00
15 Minority Interest	13	Net Profit / (Loss) after taxes (11 minus 12)	(7,950.44)	(10,789.36)	(44,814.51)	(12,004.27)	(48,993.59
Net Profit (Loss) for the period after taxes and minority interest & share of profit (Ross) of associates (13 plus 14 plus 15) (7,950.44) (10,789.36) (44,814.51) (12,004.27) (48,993.55)	14	Share of Profit / (Loss) of associates			ì		
16 share of profit f(ioss) of associates (13 plus 14 plus 15) (7,950,44) (10,789,35) (44,814,51) (12,004,27) (48,993,51) (7,950,44) (10,789,35) (44,814,51) (12,004,27) (48,993,51) (7,950,44) (10,789,35) (44,814,51) (12,004,27) (46,993,51) (7,950,47) (7,950,07) (7,	15		-	- 1	-	- [-
Paid- up equity share capital (Face value ₹ 10/-) 15,000.78	16		(7.950.44)	(10,789,36)	(44,814,51)	(12,004,27)	(48.993.59
Reserves excluding revaluation reserves Reserves excluding revaluation reserves			1 '' '1				15,000.78
a) Basic and diluded EPS before Extraordinary Items for the period, for the year to date and for the previous year (not annualized) (5.30) (7.19) (29.87) (8.00) (32.66)	18				1		20,246.32
var to date and for the previous year (not annualized) (5.30) (7.19) (29.87) (8.00) (32.6)	19	Earnings Per Share (EPS) (in ₹)		1	1	1	
Earnings Per Share (EPS) (in ₹) b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized) PART-II Particulars of Shareholding Public shareholding - Number of shares - Percentage of shareholding - Number of shares - Percentage of shareholding - Number of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares - Percentage - Perc				47.40	(00.07)	(0.00)	(00.00
b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized) PART-II Particulars of Shareholding Public shareholding - Number of shares - Percentage of shareholding a) Piedged/Encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the company) b) Non-Encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share - Percentage of shares (as a % of the			(5.30)	(7.19)	(29.87)	(8.00)	(32.66
Year to date and for the previous year (not annualized) (5.30) (7.19) (29.87) (8.00) (32.66)			ì			1	
Particulars of Shareholding Public shareholding Public shareholding Purpose of shares Percentage of shareholding Promoters and Promoter Group Shareholding a) Piedged/Encumbered - Number of shares Percentage of shares (as a % of the total share capital of the company) b) Non-Encumbered - Number of shares 34,124,895 Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Particulars 3 Months Ended 31,03,2015 Investor Complaints Pending at the beginning of the quarter Disposed off during the quarter Disposed off during the quarter			(5.30)	(7.19)	(29.87)	(8.00)	(32.66
Particulars of Shareholding Public shareholding Percentage of shares 92,949,455 93,316,211 92,949,455 93,316,211 93,3		PART-II					
Public shareholding Number of shares Percentage of shareholding Promoters and Promoter Group Shareholding Percentage of shareholding Percentage of shares Percentage of shares Percentage of shares Percentage of shares (as a % of the total share capital of the company) Non-Encumbered Number of shares Percentage of shares (as a % of the total share capital of the company) Non-Encumbered Percentage of shares Percentage of shares (as a % of the total share capital of the company) Non-Encumbered Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Percentage of shares (as a % of the total share capital of the company) Particulars Junestor Complaints Pending at the beginning of the quarter Percented during the quarter Disposed off during the quarter Disposed off during the quarter Disposed off during the quarter	4	Particulars of Shareholding]	
- Number of shares 92,949,455 93,316,211 92,949,455 93,316,211 92,3316,211 93,316,211 92,346,211 93,316,211 94,110 93,316,211 93,316,211 94,110 94,110 94,1	1)			1	
Promoters and Promoter Group Shareholding a) Pledged/Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company) b) Non-Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company) Particulars 3 Months Ended 31,03,2015 Investor Complaints Pending at the beginning of the quarter Disposed off during the quarter		· · ·	92,949,455	93,316,211	92,949,455	93,316,211	93,316,211
a) Pledged/Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares - Number of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Particulars - Nonths Ended 31,03,2015 - Investor Complaints - Pending at the beginning of the quarter - Disposed off during the quarter - Disposed off during the quarter							62.21
- Number of shares 22,933,423 23,300,000 22,933,423 23,300,000 23,000,000 23,	2	Promoters and Promoter Group Shareholding		1	-	Į.	
- Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) b) Non-Encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital share cap					ļ		
Shareholding of promoter and promoter group) 40.19 41.10 40.19 41.10 41.10 - Percentage of shares (as a % of the total share capital of the company) 15.29 15.53 15.29 15.53 15.50 - Number of shares 34,124,895 33,391,562 34,124,895 33,391,562 33,391,562 - Percentage of shares (as a % of the total share capital of the company) 59.81 58.90 59.81 58.90 58.90 - Percentage of shares (as a % of the total share capital of the company) 22.75 22.26 22.75 22.26 22.26 - Particulars 3 Months Ended 31,03,2015 - Investor Complaints - Pending at the beginning of the quarter 5 - Disposed off during the quarter 5 - Disposed off during the quarter 5 - Percentage of shares (as a % of the total share capital of the company) 27.74 - Pending at the beginning of the quarter 5 - Pendi		- Number of shares	22,933,423	23,300,000	22,933,423	23,300,000	23,300,000
- Percentage of shares (as a % of the total share capital of the company) 15.29 15.53 15.29 15.53 15.29 15.53 15.50 15.55 15.55 15.55 15.55 15.50 15.5		- Percentage of shares (as a % of the total	i i]	
capital of the company 15.29 15.53 15.29 15.53 15.55 b) Non-Encumbered 34,124,895 33,391,562 32,242 32,242 32,242 32,243 32		shareholding of promoter and promoter group)	40.19	41.10	40.19	41.10	41.10
b) Non-Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the company) - Percentage of shares (as a % of the total share capital of the company) - Particulars - Another Ended 31,03,2015 Investor Complaints - Pending at the beginning of the quarter - Disposed off during the quarter - Disposed off during the quarter					45.00	45.50	45.50
- Number of shares 34,124,895 33,391,562 34,124,895 33,391,562 32,391 32,391,562 32,391 32,39] -	15.29	15.53	15.29	15,53	15.53
Percentage of shares (as a % of the total share (as a % of the total share holding of promoter and promoter group) Percentage of shares (as a % of the total share capital of the company) Particulars Investor Complaints Pending at the beginning of the quarter Received during the quarter Disposed off during the quarter Total Company Secure 1988		(*	24404555	22 204 500	24 404 005	22 204 500	22 204 500
shareholding of promoter and promoter group) 59.81 58.90 59.81 58.90 58.90 59.81 58.90 58.90 59.81 58.90 59.81 58.90 58.90 59.81			34,124,895	33,391,562	34,124,895	33,391,562	33,391,562
Particulars Particulars Investor Complaints Pending at the beginning of the quarter Disposed off during the quarter Piercentage of shares (as a % of the total share 22,75 22,26			59.81	58 90	59.81	58.90	58.90
capital of the company) 22,75 22.26 22.25 22.26			39,61	30,50	39.01	30,30	30.90
Particulars 3 Months Ended 31,03.2016 Investor Complaints Pending at the beginning of the quarter 774 Received during the quarter 5 Disposed off during the quarter -			22,75	22.26	22.75	22.26	22.26
Investor Complaints Pending at the beginning of the quarter Received during the quarter 5 Disposed off during the quarter -				3 Mont			
Pending at the beginning of the quarter 774 Received during the quarter 5 Disposed off during the quarter -	В						
Received during the quarter 5 Disposed off during the quarter -			774				
Disposed off during the quarter -		-	5				
Remaining unresolved at the end of the quarter 779			-				
		Remaining unresolved at the end of the quarter	779				

Mr.h.

Registered Office :

Laxmi Building, 6, Shoorji Vallabhdas Marg,

arg,

Tel.: (91-22) 6635 0100 - 109

Ballard Estate, Mumbai-400 001, India.

Fax: (91-22) 6635 0274 / 280

Website: www.varunship.com

VARUN SHIPPING COMPANY LIMITED

Notes:

		Standalone	Standalone
STATEMENT OF ASSETS AND LIABILITIES			
		Rs in lacs	Rs in lacs
Particulars		As at	As at
		31.03.2015	31.03.2014
A) FOURTY AND LIABILITIES		(Unaudited)	(Audited)
A) EQUITY AND LIABILITIES	l	. [
Shareholders' Fund			
(a) Capital		15,000.78	15,000.7
b) Reserves and Surplus	ì	(24,568.20)	20,246.3
Von-current liabilities			
a) Long-term borrowings	-	32,242.32	80,217.8
) Long-term provisions		249.99	460.6
c) Finance Lease Payable	l	-	-
Current liabilities		.)	
a) Short-term borrowings	Į.	17.011.31	16,840.0
) Trade payables		43.231.79	37,102.4
c) Other current liabilities		88,326.08	40,258.8
f) Short-term provisions	}	709.25	498.0
) Finance Lease Payable		2,455.63	2,354.4
	TOTAL	174,658.95	212,979.9
B) ASSETS	- [
Non-current assets			
a) Fixed assets	1		
) Tangible assets		51,843.84	61,419.4
o) Non-current investments	1	37,525.76	34,854.2
) Long-term loans and advances		10,499.21	12,467.6
f) Foreign Currency Monetary Item Translation Difference	l	853.29	824.1
Current assets			
i) Inventories	1	285.26	719.1
) Trade receivables		60,305.38	54,001.5
Cash and Cash Equivalents		652.69	219.0
f) Short-term loans and advances		6,061.63	40,344.7
e) Other current assets		6,631.89	8,130.0
•	TOTAL	174.658.95	212,979.9

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Registered Office :

Laxmi Building, 6, Shoorji Vallabhdas Marg,

Ballard Estate, Mumbai-400 001, India.

Tel.: (91-22) 6635 0100 - 109

ax: (91-22) 6635 0200 - 280

Website: www.varunship.com

VARUN SHIPPING COMPANY LIMITED

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- 2) The Statutory Auditors have carried out a "Limited Review" for the quarter ended 31st March, 2015.
- 3) The above results were reviewed by the Audit Committee and were taken on record by the Board of Directors at their meetings held on 6th July, 2015
- 4) During the quarter under review three ships of the Company were under dry dock and hence there is less operating income. However, currently, four ships of the Company are operational. These ships are given on Bare Boat Charter basis to Varun Global Limited. Hence the operating cost for the previous periods is not comparable.
- The Composite Scheme of Arrangement and Amalgamation between Varun Shipping Company Limited, Varun Gas Infrastructure Limited, Tarun Shipping and Industries Limited, Varun Global Limited, Varun Maritime Limited and Varun Resources Limited and their respective Shareholders and Creditors under the Provisions of Sections 391 to 394, read with Section 100 to 103 of the Companies Act, 1956 has been sanctioned and approved by the Honorable High Court of Judicature at Bombay vide its Order dated May 9, 2014 and further validated by its Order dated September 24, 2014, a certified copy of which was received on November 20, 2014. The certified copy of the said Order, along with the Scheme, has been filed with the Registrar of Companies, Mumbai on December 8, 2014. As per the High Court order once the above Scheme comes into effect the Company shall without any further act or deed, stand dissolved without winding up. As per the records of the Registrar of Companies (ROC) Maharashtra the name of the Company "Varun Shipping Company Limited" has been struck off the records of the ROC and hence the Company's ability to continue to operate as a going concern does not arise.
- 6) Exchange gain of ₹ 884.86 Lacs during the quarter and loss of ₹ 1102..30 Lacs for the 12 month period is due to net exchange loss on revaluation of short term and long term foreign currency monetary assets and liabilities. Above mentioned accounting treatment is in conformity with the Accounting Standard 11 (Revised) issued by the Institute of Chartered Accountants of India and the notification issued by the Ministry of Corporate Affairs.
- The Company has made long term strategic investments which are carried "at cost" and has exposures in various subsidiaries and associates in which there has been a temporary reduction in revenues due to lack of working capital that has affected the operation of the vessels. While there is a degree of uncertainty as to the final outcome, the Management is in the process of raising resources to streamline the operations of the vessels in the future. The subsidiaries and associates are taking steps to fully operationalise their vessels, to enable them to repay their liabilities to the Company. These being long term investments, the Management is of the view that diminution in the value of these investments is temporary in nature, the balance outstandings are good and recoverable and consequently no further provision has been made during the quarter under review.
- 8) During the quarter ended 31st March, 2015, the Company has provided Depreciation on Fixed Assets considering useful lives specified in Schedule II of the Companies Act, 2013, or as reassessed by the Company. Accordingly the useful life of certain assets required a change from the previous estimates. Management believes that the revised useful lives of the assets reflect the periods over which these Assets are expected to be used. As a result of the change, the charge on account of Depreciation for the quarter ended 31st March, 2015 is higher by ₹ 162.81 Lacs and Rs. 686.19 Lacs for the year ended 31st March 2015, for the assets held as on 1st April 2014 as compared to the method used and useful lives estimated in the earlier periods.
- 9) As per the latest audited accounts of VSC International Pte Ltd (the "Company") as at 31st March,2012, the statutory auditors of the Company have given a disclaimer in their report to the shareholders of the Company to the effect that they are unable to and do not express their opinion on whether the financial statements are properly drawn up in accordance with the provisions of the Singapore Companies Act and Singapore Financial Reporting Standards so as to give a true & fair view of the state of affairs of the Company as at 31st March,2012.
 - The Management is of the opinion that on account of this qualification there is no impact on the financial results of VSC International Pte. Ltd. and consequently there is no permanent diminution in the value of investments of Varun Shipping Company Limited in the shares of VSC International Pte. Ltd.
- At the Annual General Meeting held on 4th February, 2013, the shareholders of the company had approved payment of dividend of ₹ 0.50 paise per equity share for the 18 month period ended 30th September, 2012 aggregating to ₹ 750.04 lacs. Due to paucity of funds and economic slow down in shipping industry, the amount of dividend relating to non-promoter shareholding (public shareholders) were paid in the month of April, 2015 aggregating to ₹ 466.58 lakhs (together with interest of ₹ 111.98 lakhs) out of ₹ 750.04 lacs. The Dividend Distribution Tax of ` 121.68 lacs has remained unpaid till date.
- 11) Remuneration of ₹ 12.00 Lacs for the quarter ended 31st March, 2015 and ₹ 48.00 Lacs for the twelve months period ended 31st March, 2015, payable to the Chairman and Managing Director is subject to the approval of the Central Government.
- 12) The Company is primarily engaged in shipping business and there are no separate reportable segments as per the Accounting Standard 17.
- 13) Since the Company has incurred loss for period of 3 months under audit, it has not made any provision for income tax for this period.
- 14) The figures for the previous periods have been restated / regrouped, wherever necessary to make them comparable.

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For VARUN SHIPPING COMPANY LIMITED

YUDHISHTHIR D. KHATAU Chairman and Managing Director

Place: Mumbai Date: 6th July 2015

Registered Office:

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ividig,

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