

Date: May 30, 2019

The Manager  
Listing Department  
**BSE Limited**  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400 001  
Fax: +91 22 2272 2082/3132  
BSE Code: 533704

Essar Shipping Limited  
Essar House  
11 K. K. Marg  
Mahalaxmi  
Mumbai - 400 034  
India

Corporate Identity Number  
L61200GJ2010PLC060285

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The Manager  
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**National Stock Exchange of India Limited**  
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Bandra Kurla Complex  
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NSE Code: ESSARSHPNG

The Manager  
Wholesale Debt Department  
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Mumbai – 400 051  
NSE Code: ESSARSHPNG

Dear Sir / Ma'am,

**Sub: Outcome of Board Meeting – Audited Financial Results (Standalone & Consolidated) for the quarter/ year ended March 31, 2019**

With regard to the captioned subject matter, we would like to inform you that the Board of Directors at their meeting held today i.e. on May 30, 2019, have approved and taken on record the Audited Financial Statements (Standalone and Consolidated) along with the Auditors' Report for the quarter and year ended March 31, 2019.

In view of the loss for the year and accumulated losses for the earlier years, the Board of Directors has not recommended any dividend for the FY 2018-19.

Kindly acknowledge the same and take it on your record.

Thanking you,

Yours' faithfully,

For Essar Shipping Limited

  
Awaneesh Srivastava  
Company Secretary



**Encl : Standalone and Consolidated Financial Statements along with the Auditors' Report thereon.**

Date: May 30, 2019

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Dear Sir / Ma'am,

**Sub: Declaration pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015**

**Ref: Unmodified Opinion in the Auditors' Report for Financial Year 2018-19**

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, we hereby declare that M/s. C N K Associates LLP, the Statutory Auditors of the Company have issued the Auditors' Report with unmodified opinion in respect to the Audited Financial Results (Standalone and Consolidated) for the Financial Year ended March 31, 2019, the copies of which are annexed.

We request you to kindly take the above information on record.

Thanking you,

Yours' faithfully,  
For Essar Shipping Limited

  
Awaneesh Srivastava  
Company Secretary



**Independent Auditor's Report on Quarterly Standalone Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended**

**To the Board of Directors of Essar Shipping Limited**

1. We have audited the standalone annual financial results of Essar Shipping Limited ("the Company") for the year ended 31 March 2019 ('Standalone Annual financial results'), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Listing Regulations'). Attention is drawn to the fact that the figures for the last quarter ended 31 March 2019 and the corresponding quarter ended in the previous year as reported in these standalone annual financial results are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up-to the end of the third quarter of the relevant financial year. Also, the figures up-to the end of the third quarter had only been reviewed and not subjected to audit.
2. These standalone annual financial results have been prepared on the basis of the annual financial statements and reviewed quarterly financial results which are the responsibility of the Company's management. Our responsibility is to express an opinion on these standalone annual financial results based on our audit of the standalone annual financial results which have been prepared in accordance with the recognition and measurement principles laid down in the (Companies Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the standalone annual financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. In our opinion and to the best of our information and according to the explanations given to us, these quarterly standalone financial results as well as the year to date results:
  - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
  - ii. give a true and fair view of the net loss and other financial information for the quarter ended 31 March 2019 as well as the year to date results for the period from 1 April 2018 to 31 March 2019.
5. Attention is invited to Note 9 of the standalone audited financial results regarding figures for the quarter ended 31 March 2019, being balancing figures between the audited figures in respect of the full financial





year and the published year to date figures up to the third quarter of the relevant financial year. Also the figures up to the end of the third quarter had only been reviewed and not subjected to audit.

**6. Emphasis of Matter**

- a. We draw attention to Note 6 of the standalone audited financial results wherein the Company had recognized revenue in the previous year amounting to Rs. 369.81 crores (including accrued interest upto 31 March 2018) based on compensation granted to the Company by arbitration proceedings for breach of contract terms by a charterer and the same remains outstanding as on 31 March 2019. The Company is confident of full recovery of its claims. However pending conclusion of the same, no further interest is accrued on the income.
- b. We draw attention to Note 5 of the standalone audited financial results wherein in view of the fact that current liabilities exceed the current assets, there is an indication of material uncertainty on the Company's ability to continue as a going concern. The Company has, however, represented that, as mentioned in the said note, necessary steps are being taken to remedy the said mismatch.

Our opinion on the standalone financial results is not modified for the above matters.

**For C N K & Associates LLP**

Chartered Accountants

Firm's Registration Number: 101961W / W-100036

**Himanshu Kishnadwala**

Partner

Membership No.37391

Mumbai

Date: 30 May 2019



**ESSAR SHIPPING LIMITED**

Regd. Office: EBTSL Premises, ER-2Building (Admin Building) Salaya, 44 KM, P.O. Box No.7, Taluka Khambalia, Devbhumi Dwarka, Gujarat - 361305  
 esl.secretarial@essar.com, website: www.essar.com, CIN:L61200GJ2010PLC060285

Head Office: Essar House, 11, Keshavrao Khadye Marg, Mahalaxmi, Mumbai 400 034

**Statement of Standalone Audited Financial Results for the quarter and year ended 31st March, 2019**

		₹ in crore				
Sl.No.	Particulars	Quarter ended			Year ended	
		31.03.2019 (Refer note 9)	31.12.2018 (Refer note 9)	31.03.2018 (Refer note 9)	31.03.2019 (Audited)	31.03.2018 (Audited)
I	Income from operations	113.64	75.75	163.04	491.92	643.41
II	Other income	30.57	38.39	26.79	43.12	60.14
III	<b>Total income from operations (I+II)</b>	<b>144.21</b>	<b>114.14</b>	<b>189.83</b>	<b>535.04</b>	<b>703.55</b>
IV	<b>Expenses</b>					
	a) Operating expenses	59.55	39.44	94.96	294.11	372.20
	b) Employee benefit expenses	14.53	12.98	22.50	65.43	94.28
	c) Finance costs	62.34	46.70	71.54	206.17	265.24
	d) Depreciation and amortisation expenses	25.89	24.47	30.76	103.33	125.04
	e) Other expenses	6.83	4.52	12.37	58.04	21.69
	<b>Total expenses</b>	<b>169.14</b>	<b>128.11</b>	<b>232.13</b>	<b>727.08</b>	<b>878.45</b>
V	<b>Loss for the period / year before exceptional items and tax (III-IV)</b>	<b>(24.93)</b>	<b>(13.97)</b>	<b>(42.30)</b>	<b>(192.04)</b>	<b>(174.90)</b>
VI	<b>Exceptional items</b>					
	Income	-	-	369.81	-	369.81
	Expense	(1,400.00)	-	(145.50)	(1,400.00)	(145.50)
VII	<b>(Loss) / Profit for the period / year before tax and after exceptional items (V+VI)</b>	<b>(1,424.93)</b>	<b>(13.97)</b>	<b>182.01</b>	<b>(1,592.04)</b>	<b>49.41</b>
VIII	Tax expenses	(0.25)	(0.25)	(1.44)	(1.45)	(3.24)
IX	<b>(Loss) / Profit after tax (VII+VIII)</b>	<b>(1,425.18)</b>	<b>(14.22)</b>	<b>180.57</b>	<b>(1,593.49)</b>	<b>46.17</b>
X	Other comprehensive income net of tax	0.67	0.25	(0.13)	1.42	0.75
XI	<b>Total comprehensive (loss) / profit net of tax (IX+X)</b>	<b>(1,424.51)</b>	<b>(13.97)</b>	<b>180.44</b>	<b>(1,592.07)</b>	<b>46.92</b>
XII	Paid-up equity share capital (face value of ₹10/- each)	206.98	206.98	206.98	206.98	206.98
XIII	Reserves excluding revaluation reserves				(8.26)	1,583.81
XIV	<b>Earnings per share before exceptional items (EPS)</b>					
	(a) Basic (in ₹)	*(1.22)	*(0.69)	*(2.11)	(9.35)	(8.61)
	(b) Diluted (in ₹)	*(1.22)	*(0.69)	*(2.11)	(9.35)	(8.61)
XV	<b>Earnings per share after exceptional items (EPS)</b>					
	(a) Basic (in ₹)	*(68.86)	*(0.69)	*8.72	(76.99)	2.23
	(b) Diluted (in ₹)	*(68.86)	*(0.69)	*8.72	(76.99)	2.23
	* Not annualised					



Notes:			
1 Statement of standalone assets and liabilities as at 31st March, 2019			
Particulars	As at 31st March, 2019 ₹ In crore (Audited)	As at 31st March, 2018 ₹ In crore (Audited)	
<b>ASSETS</b>			
<b>Non-current assets</b>			
(a) Fixed assets			
Property, plant and equipment	842.38	914.17	
(b) Investments in subsidiaries and associates	3,017.37	4,417.37	
(c) Financial assets			
- Other financial assets	19.50	-	
(d) Other non-current assets	7.45	17.01	
	<b>3,886.70</b>	<b>5,348.55</b>	
<b>Current assets</b>			
(a) Inventories	11.58	13.93	
(b) Investments in mutual fund	0.01	-	
(c) Financial assets			
i. Trade and other receivables	39.92	56.36	
ii. Cash and cash equivalents	7.25	30.44	
iii. Loans	19.57	23.01	
iv. Other financial assets	446.30	371.66	
(d) Other current assets	85.27	58.49	
(e) Asset classified as held for sale	-	65.38	
	<b>609.91</b>	<b>619.27</b>	
<b>TOTAL ASSETS</b>	<b>4,496.61</b>	<b>5,967.82</b>	
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Equity share capital	206.98	206.98	
<b>Other Equity</b>			
Reserves and surplus	(8.26)	1,583.81	
<b>Total equity</b>	<b>198.72</b>	<b>1,790.79</b>	
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
Borrowings	2,261.63	2,051.25	
<b>Total non-current liabilities</b>	<b>2,261.63</b>	<b>2,051.25</b>	
<b>Current liabilities</b>			
(a) Financial liabilities			
i. Trade payables			
Due to Micro and Small Enterprises	0.00	0.19	
Due to Others	133.47	120.56	
ii. Other financial liabilities	1,537.73	1,623.10	
(b) Employee benefit obligations	5.19	6.13	
(c) Other current liabilities	359.87	375.80	
<b>Total current liabilities</b>	<b>2,036.26</b>	<b>2,125.78</b>	
<b>Total liabilities</b>	<b>4,297.89</b>	<b>4,177.03</b>	
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>4,496.61</b>	<b>5,967.82</b>	





2 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 30th May, 2019.

3 The Company has only one reportable business segment of Fleet Operating and Chartering.

4 **Exceptional Items comprise of the following:**

₹ in crore

	Quarter ended			Year ended	
	31.03.2019	31.12.2018	31.03.2018	31.03.2019 (Audited)	31.03.2018 (Audited)
<b>a) Income</b>					
Compensation receivable by the Company for breach of contract by a charterer including accrued interest	-	-	369.81	-	369.81
<b>Total</b>	-	-	<b>369.81</b>	-	<b>369.81</b>
<b>b) Expenses</b>					
Provision for impairment in the fair value of the subsidiary based on management assessment *	(1,400.00)	-	(67.66)	(1,400.00)	(67.66)
Provision for impairment in value of vessel held-for-sale	-	-	(77.84)	-	(77.84)
<b>Total</b>	<b>(1,400.00)</b>	-	<b>(145.50)</b>	<b>(1,400.00)</b>	<b>(145.50)</b>

\* The impairment of Company's investments in certain subsidiary companies, as per Ind AS 36 "Impairment of assets", is evaluated by the Management and the process of validating various operational assumptions impacting the estimated future cash flows from certain subsidiary companies and consequent effect on the investments. Accordingly the impairment of ₹ 1,400 crore has been considered.

5 The Company's Current Liabilities exceed its Current Assets by ₹ 1,426.35 crore as at 31st March, 2019. The following steps are being taken to rectify this mismatch:

1) Loan from a public financial institution along with interest accrued thereon amounting to ₹ 1,215.32 crore classified as Current Liability is expected to be settled.

2) Advance from a subsidiary for purchase of vessel amounting to ₹ 331.26 crore is to be adjusted upon sale of vessel.

3) Certain loans classified as current owing to defaults are expected to rescheduled such that they will not be repayable within one year.

6 During the previous year 2017-18, the Company has recognized income from an Arbitration Award along with interest accrued thereon amounting to ₹ 369.81 crore. The dispute in this regard has been adjudged in favour of the Company by the Arbitrator. On the direction of the Supreme Court, the contractor has deposited 50% of the awarded amount with the Court, pending disposal of the case. The interest on the awarded amount for the current year will be considered on final adjudication of the case. The statutory auditors have drawn attention to this note in their report.

7 Subsequent to the Balance sheet date, the company has been served with a Notice by Debt Recovery Tribunal, Delhi summoning the company for a case filed by a Lender towards corporate guarantee of ₹ 158 crore executed on behalf of a subsidiary company. The company is defending the proceedings.

8 Two vessels which could not be deployed, have significantly impacted the revenue of the Company. These vessels are back into operation during the 4th quarter.

9 The figures for the quarter ended 31st March, 2019 and quarter ended 31st March, 2018 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.

10 The figures of the previous period(s) / year have been regrouped / reclassified wherever necessary.

Place: Mumbai  
Date: 30th May, 2019

For and on behalf of the Board

  
Ranjit Singh  
Executive Director & CEO



**Independent Auditor's Report on Annual Consolidated Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended**

**To the Board of Directors of Essar Shipping Limited**

1. We have audited the accompanying Statement of Consolidated financial results of Essar Shipping Limited ("the Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), which comprise the consolidated Balance Sheet as at 31 March 2019, and the consolidated results attached herewith, being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Listing Regulations').
2. These consolidated annual financial results have been prepared from consolidated annual financial statements which are the responsibility of the Holding Company's Management. Our responsibility is to express an opinion on these consolidated annual financial results based on our audit of such consolidated annual financial statements which have been prepared in accordance with the recognition and measurement principles laid down in the (Companies Indian Accounting Standards) Rules, 2015 as per Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
3. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated annual financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. **Emphasis of Matter**
  - a. We draw attention to Note 5 of the consolidated financial results wherein in view of the fact that current liabilities exceed the current assets, there is an indication of material uncertainty on the group's ability to continue as a going concern. The group has, however, represented that, as mentioned in the said note, necessary steps are being taken to remedy the said mismatch.
  - b. We draw attention to Note 6 of the consolidated financial results wherein the Company had recognized revenue in the previous year amounting to Rs. 369.81 crores (including accrued interest upto 31 March 2018) based on compensation granted to the company by arbitration proceedings for breach of contract terms by a charterer and the same remains outstanding





as on 31 March 2019. The Company is confident of full recovery of its claims. However pending conclusion of the same, no further interest is accrued on the income.

- c. In case of certain subsidiaries, the respective auditors have pointed out that the concerned financial statements have been prepared on going concern basis, in view of the representation by the management that it is confident of rolling over its short term borrowings to address cash flow mismatches.

Our opinion on the consolidated financial results is not modified for the above matters.

**5. Other Matters**

- a. We did not audit the financial statements of one subsidiary, whose financial statements reflect total assets of Rs. 1,630.62 crores as at 31 March 2019 and total revenue of Rs. 80.51 crores for the year ended 31 March 2019, as considered in the consolidated financial statements. These financial statements and other financial information have been audited by other auditor whose report is furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, is based solely on the reports of the other auditor.

- b. The statement also includes unaudited figures in respect of three step down subsidiaries and three associates which are as certified by their management, whose financial statements reflect total assets of Rs. 1,004.64 crores as on 31 March 2019 and total revenues of Rs. 883.62 crores for the year ended on 31 March 2019.

6. In our opinion and to the best of our information and according to the explanations given to us the consolidated financial results:

- i. includes the results of the entities as per attached annexure;  
ii. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and  
iii. give true and fair view of the net loss and other financial information for the year ended 31 March 2019 as well as the year to date results for the period from 1 April 2018 to 31 March 2019.

**For C N K & Associates LLP**

Chartered Accountants

Firm's Registration Number: 101961W / W-100036

**Himanshu Kishnadwala**

Partner

Membership No.37391

Mumbai

Date: 30 May 2019



## Annexure to the Limited Review Report on Consolidated Financial Results of Essar Shipping Limited

### List of Subsidiaries/step down subsidiaries

1. Essar Oilfield Services Limited(Mauritius)
2. OGD Services Limited (formerly known as Essar Oilfield Services India Limited)
3. Energy Transportation International Limited
4. Energy II Limited
5. Essar Shipping DMCC
6. Essar Oilfields Middle East DMCC
7. Cosmic Drilling Services Limited (Upto Feb 12, 2019)
8. Starbit Oilfields Services India Limited

### List of Associates

1. Varada Drilling One Pte Limited
2. Varada Drilling Two Pte Limited
3. Arkay Logistics Limited



**ESSAR SHIPPING LIMITED**

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Khambhalia, Devbhumi Dwarka Gujarat – 361305 esl.secretarial@essar.com, website: www.essar.com,  
CIN:L61200GJ2010PLC060285

Head Office: Essar House, 11, Keshavrao Khadye Marg, Mahalaxmi, Mumbai 400 034

**Statement of Consolidated Financial Results for the year ended 31st March, 2019**

Sl.No.	Particulars	₹ in crore	
		Year ended	
		31.03.2019 (Audited)	31.03.2018 (Audited)
1	a) Income from operations		
	Fleet operating and chartering	937.10	920.47
	Rig operating and chartering	361.51	273.86
	b) Other operating income	10.57	13.42
	Other income	57.30	79.48
	<b>Total income from operations</b>	<b>1,366.48</b>	<b>1,287.23</b>
2	<b>Expenses</b>		
	a) Operating expenses	782.71	780.22
	b) Employee benefits expenses	125.59	143.18
	c) Other expenses	69.11	38.26
	d) Finance costs	395.74	386.80
	e) Depreciation	282.49	304.12
	<b>Total expenses</b>	<b>1,655.64</b>	<b>1,652.58</b>
3	<b>Loss before exceptional items, tax and share of profit of associate</b>	<b>(289.16)</b>	<b>(365.35)</b>
4	<b>Exceptional items (refer note 3)</b>		
	Income	-	369.81
	Expense	(3,486.97)	(1,650.31)
5	<b>Loss after exceptional items and before tax</b>	<b>(3,776.13)</b>	<b>(1,645.85)</b>
6	Tax expenses	(1.45)	(3.24)
7	<b>Loss for the year after tax before share of profit of associate</b>	<b>(3,777.58)</b>	<b>(1,649.09)</b>
8	Share of profit / (loss) of associate	6.21	(35.77)
9	<b>Loss for the year after share of profit / (loss) of associate</b>	<b>(3,771.37)</b>	<b>(1,684.86)</b>
	Attributable to:		
	-Shareholders of the Parent	(3,775.31)	(1,664.83)
	-Non-controlling interests	3.93	(20.03)
10	Other comprehensive income net of tax	1.48	0.88
11	<b>Total comprehensive loss net of tax</b>	<b>(3,769.89)</b>	<b>(1,683.98)</b>
	Attributable to:		
	-Shareholders of the Parent	(3,773.82)	(1,663.95)
	-Non-controlling interests	3.93	(20.03)
12	Paid-up equity share capital (face value of ₹10/- each)	<b>206.98</b>	<b>206.98</b>
13	Total Reserves	(2,116.51)	1,163.02
14	<b>Earnings per share before exceptional items (EPS)</b>		
	(a) Basic (in ₹)	<b>(182.14)</b>	<b>(19.54)</b>
	(b) Diluted (in ₹)	<b>(182.14)</b>	<b>(19.54)</b>
15	<b>Earnings per share after exceptional items (EPS)</b>		
	(a) Basic (in ₹)	<b>(350.61)</b>	<b>(81.40)</b>
	(b) Diluted (in ₹)	<b>(350.61)</b>	<b>(81.40)</b>





## NOTES:

1 Statement of consolidated assets and liabilities as at 31st March, 2019		
Particulars	As at 31st March, 2019 ₹ in crore	As at 31st March, 2018 ₹ in crore
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property, plant and equipment	1,812.42	2,625.19
Capital work-in-progress	10.80	77.95
Goodwill on consolidation	1,336.31	2,627.82
Investments in associates	41.98	-
Financial assets		
- Other financial assets	19.50	-
Other non-current assets	7.45	17.05
<b>Total non-current assets</b>	<b>3,228.46</b>	<b>5,348.01</b>
<b>Current assets</b>		
Investment in mutual fund	0.01	-
Inventories	30.01	71.95
Financial assets		
i. Trade and other receivables	155.63	99.16
ii. Cash and cash equivalents	24.64	55.41
iii. Loans	380.35	358.18
iv. Other financial assets	562.87	1,503.23
Other current assets	180.62	143.32
Assets classified as held for sale	-	65.38
<b>Total current assets</b>	<b>1,334.13</b>	<b>2,296.63</b>
<b>Total assets</b>	<b>4,562.59</b>	<b>7,644.64</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	206.98	206.98
<b>Other equity</b>		
Reserves and surplus	(2,116.51)	1,163.02
<b>Non- controlling interests</b>	261.80	191.77
<b>Total equity</b>	<b>(1,647.73)</b>	<b>1,561.77</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial Liabilities		
Borrowings	1,904.19	1,754.48
<b>Total non-current liabilities</b>	<b>1,904.19</b>	<b>1,754.48</b>
<b>Current liabilities</b>		
Financial liabilities		
i. Borrowings	-	445.83
ii. Trade payables	284.84	294.60
iii. Other financial liabilities	3,916.39	3,469.50
Employee benefit obligations	5.47	6.88
Current tax liabilities	16.92	21.47
Other current liabilities	82.51	90.11
<b>Total current liabilities</b>	<b>4,306.13</b>	<b>4,328.39</b>
<b>Total liabilities</b>	<b>6,210.32</b>	<b>6,082.87</b>
<b>Total equity and liabilities</b>	<b>4,562.59</b>	<b>7,644.64</b>



2 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 30th May, 2019.

3 **Exceptional Items comprise of the following:**

Particulars	₹ in crore	
	Year ended	
	31.03.2019 (Audited)	31.03.2018 (Audited)
<b>a) Income</b>		
Compensation receivable by the Company for breach of contract by a charterer including accrued interest	-	369.81
<b>Total</b>	-	<b>369.81</b>
<b>b) Expenses</b>		
Provision for doubtful / impairment of receivables	(1,110.59)	(1,518.24)
Provision for impairment in value of fixed assets / vessel held-for-sale	(687.62)	(77.84)
Cancellation of finance lease	-	(54.23)
Impairment of goodwill	(1,688.76)	-
<b>Total</b>	<b>(3,486.97)</b>	<b>(1,650.31)</b>

4 The results for the year ended 31st March, 2019 are available on the Bombay Stock Exchange website (URL: www.bseindia.com/corporates), the National Stock Exchange website (URL: www.nseindia.com/corporates) and on the Company's website (URL: www.essar.com).

5 The Company's current liabilities exceed its current assets by ₹ 2,972 crore as at 31<sup>st</sup> March, 2019, the following steps are being taken to rectify this mismatch:

- Loan from a public financial institution along with interest accrued thereon amounting to ₹ 1,215.32 crore classified as Current is expected to be rescheduled.
- Loan from an NBFC along with interest accrued thereon amounting to ₹ 32.28 crore will not be repaid out of the Company's current assets.
- Loans amounting to ₹ 612 crore borrowed by a subsidiary and classified as current (as per contractual maturity) are expected to be rolled forward by one more year.
- Loans amounting to ₹ 695 crore borrowed by a subsidiary and classified as current (as per contractual maturity) are expected to be settled
- Certain loans classified as current owing to covenant defaults are expected to be rescheduled such that they will not be repayable within one year.

6 During the previous year 2017-18, the Company has recognized income from an Arbitration Award along with interest accrued thereon amounting to ₹ 369.81 crore. The dispute in this regard has been adjudged in favour of the Company by the Arbitrator. On the direction of the Supreme Court, the contractor has deposited 50% of the awarded amount with the Court, pending disposal of the case. The interest on the awarded amount for the current year will be considered on final adjudication of the case. The statutory auditors have drawn attention to this note in their report.

7 One of the lender of the group company has filed an application in Debt Recovery Tribunal for enforcement of Corporate Guarantee amounting to ₹ 158 crore. The principal borrower is negotiating with the lender for one time settlement.

8 The figures of the previous year have been regrouped / reclassified wherever necessary.

For and on behalf of the Board



**Ranjit Singh**  
Executive Director  
and Chief Executive Officer

Place: Mumbai  
Date: 30th May, 2019





**ESSAR SHIPPING LIMITED**

Regd. Office: EBTSL Premises, ER-2 Building (Admin Building) Salaya, 44 KM, P.O. Box No. 7 Taluka  
Khambhalia, Devbhumi Dwarka, Gujarat – 361305  
email: esl.secretarial@essar.com, website: www.essar.com, CIN:L61200GJ2010PLC060285

Head Office: Essar House, 11, Keshavrao Khadye Marg, Mahalaxmi, Mumbai 400 034

Audited consolidated segment wise revenue, Results and Capital employed for the year ended 31st March, 2019

Particulars	₹ in crore	
	Year ended	
	31.03.2019 (Audited)	31.03.2018 (Audited)
<b>Segment Revenue</b>		
<b>Operating Income</b>		
Fleet operating and chartering	979.76	977.78
Rig operating and chartering	442.14	307.56
<b>Total</b>	<b>1,421.90</b>	<b>1,285.34</b>
Less: Inter segment revenue	(112.72)	(77.59)
<b>Total Income from operations</b>	<b>1,309.18</b>	<b>1,207.75</b>
Other income unallocated	57.30	79.48
<b>Total Income</b>	<b>1,366.48</b>	<b>1,287.23</b>
<b>Segment Results</b>		
Fleet operating and chartering	113.22	138.67
Rig operating and chartering	(6.64)	(117.22)
<b>Total</b>	<b>106.58</b>	<b>21.45</b>
Less: Unallocated interest and finance costs	(395.74)	(386.80)
<b>Loss before tax</b>	<b>(289.16)</b>	<b>(365.35)</b>
Exceptional items	(3,486.97)	(1,280.50)
<b>Loss for the year after exceptional items</b>	<b>(3,776.13)</b>	<b>(1,645.85)</b>
Less: Tax expense	(1.45)	(3.24)
<b>Loss before share of profit of associates</b>	<b>(3,777.58)</b>	<b>(1,649.09)</b>
Share of profit / (loss) of associate	6.21	(35.77)
<b>Loss for the year after share of profit / (Loss) of associate</b>	<b>(3,771.37)</b>	<b>(1,684.86)</b>
<b>Capital employed (segment assets-segment liabilities)</b>		
Fleet operating and chartering	(686.60)	(692.07)
Oilfields services	772.45	2,867.68
Unallocated	170.61	1,140.65
<b>Total</b>	<b>256.46</b>	<b>3,316.26</b>

For and on behalf of the Board

  
Ranjit Singh

Executive Director  
and Chief Executive Officer

Place: Mumbai

Date: 30th May, 2019

