

DOLPHIN OFFSHORE ENTERPRISES (INDIA) LIMITED  
1001, RAHEJA CENTRE, 214, NARIMAN POINT, MUMBAI - 400 021.  
STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2013.

(Rupees in lacs)

	STANDALONE					CONSOLIDATED	
	QUARTER ENDED			YEAR ENDED		YEAR ENDED	
	31.03.2013	31.12.2012	31.03.2012	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Unaudited	Unaudited	Unaudited	Audited	Audited	Audited	Audited
<b>1 INCOME</b>							
a. Income from operations	91,93.17	1,43,22.43	45,00.83	3,40,29.10	1,74,98.31	4,15,60.17	2,00,00.87
b. Other operating income	2,01.62	6,80.36	11,21.77	12,00.06	28,31.60	15,05.56	33,16.69
<b>TOTAL INCOME FROM OPERATIONS</b>	<b>93,94.79</b>	<b>1,50,02.79</b>	<b>56,22.60</b>	<b>3,52,29.16</b>	<b>2,03,29.91</b>	<b>4,30,65.73</b>	<b>2,33,17.56</b>
<b>2 EXPENSES</b>							
a. Cost of services and material							
i) Subcontractor charges	9,98.48	20,77.21	5,37.52	51,12.68	53,26.66	63,22.79	61,69.85
ii) Vessel charter and related cost	9,76.04	46,95.45	12,39.42	88,92.83	48,66.33	81,99.63	48,96.75
iii) Equipment related expenditure	2,14.00	1,74.92	3,00.19	6,28.29	4,76.55	7,38.89	5,66.41
iv) Material, stores and spares	(30,12.04)	1,25,05.40	5,82.79	1,08,81.21	8,37.84	1,15,53.58	14,22.93
b. Changes in inventories	68,92.66	(79,94.35)	-	(13,20.28)	-	(13,20.28)	-
c. Employee benefits expense	10,71.17	11,11.80	6,05.14	36,30.75	23,78.38	41,44.37	28,97.55
d. Depreciation and amortisation expense	1,11.56	1,11.56	1,02.21	4,38.29	4,06.72	19,22.85	13,15.87
e. Other expenses	10,45.00	8,91.84	10,84.96	30,68.68	22,18.89	37,57.99	28,29.27
<b>TOTAL EXPENSES</b>	<b>82,96.87</b>	<b>1,35,73.83</b>	<b>44,52.23</b>	<b>3,13,32.45</b>	<b>1,65,11.37</b>	<b>3,53,19.82</b>	<b>2,00,98.63</b>
<b>3 PROFIT FROM OPERATIONS BEFORE OTHER INCOME, FINANCE COSTS AND TAX</b>	<b>10,97.92</b>	<b>14,28.96</b>	<b>11,70.37</b>	<b>38,96.71</b>	<b>38,18.54</b>	<b>77,45.91</b>	<b>32,18.93</b>
4 Other Income	-	-	-	-	-	6.58	87.91
<b>5 PROFIT BEFORE FINANCE COSTS &amp; TAX</b>	<b>10,97.92</b>	<b>14,28.96</b>	<b>11,70.37</b>	<b>38,96.71</b>	<b>38,18.54</b>	<b>77,52.49</b>	<b>33,06.84</b>
6 Finance costs	5,04.61	4,04.94	3,49.77	17,82.37	16,43.88	22,78.56	21,44.77
<b>7 PROFIT BEFORE TAX</b>	<b>5,93.31</b>	<b>10,24.02</b>	<b>8,20.60</b>	<b>21,14.34</b>	<b>21,74.66</b>	<b>54,73.93</b>	<b>11,62.07</b>
<b>8 TAX EXPENSES</b>							
a. Current tax	1,68.00	3,42.00	2,07.00	6,75.00	6,57.00	8,09.53	7,42.26
b. Deferred tax	(31.29)	(9.46)	(3.89)	(43.74)	(8.74)	(46.70)	(9.46)
<b>9 NET PROFIT AFTER TAX</b>	<b>4,56.60</b>	<b>6,91.48</b>	<b>6,17.49</b>	<b>14,83.08</b>	<b>15,26.40</b>	<b>0.39</b>	<b>0.27</b>
10 Minority Interest (Share of Loss)	-	-	-	-	-	-	-
<b>11 NET PROFIT AFTER TAXES &amp; MINORITY INTEREST</b>	<b>4,56.60</b>	<b>6,91.48</b>	<b>6,17.49</b>	<b>14,83.08</b>	<b>15,26.40</b>	<b>47,10.71</b>	<b>4,29.00</b>
12 Paidup Equity Share Capital (Face value Rs. 10/- each)	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25
13 Reserves excluding revaluation reserves	-	-	-	2,34,26.29	2,21,94.80	2,58,77.74	2,24,16.83
14 Earnings per share (not annualised)							
- Basic (Rs.)	2.72	4.12	3.68	8.84	9.10	28.09	2.56
- Diluted (Rs.)	2.72	4.12	3.68	8.84	9.10	28.09	2.56
<b>A. PARTICULARS OF SHAREHOLDING</b>							
1. Public Shareholding							
- Number of Shares	76,07,906	76,36,300	76,56,047	76,07,906	76,56,047	76,07,906	76,56,047
- Percentage of Shareholding	45.36	45.53	45.65	45.36	45.65	45.36	45.65
2. Promoters and Promoter Group Shareholding							
a) Pledged / Encumbered							
- Number of Shares	30,61,116	30,61,116	30,93,316	30,61,116	30,93,316	30,61,116	30,93,316
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	33.40	33.51	33.93	33.40	33.93	33.40	33.93
- Percentage of Shares (as a % of the total share capital of the Company)	18.25	18.25	18.44	18.25	18.44	18.25	18.44
b) Non - Encumbered							
- Number of Shares	61,03,496	60,75,102	60,23,155	61,03,496	60,23,155	61,03,496	60,23,155
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	66.60	66.49	66.07	66.60	66.07	66.60	66.07
- Percentage of Shares (as a % of the total share capital of the Company)	36.39	36.22	35.91	36.39	35.91	36.39	35.91
<b>B. INVESTOR COMPLAINTS</b>							
Pending at the beginning of the quarter	-	-	-	-	-	-	-
Received during the quarter	2	2	2	2	2	2	2
Disposed of during the quarter	2	2	2	2	2	2	2
Remaining unresolved at the end of the quarter	-	-	-	-	-	-	-

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**Notes :**

1 Disclosure of Balance Sheet items as per Clauses 41(l)(ea) of the listing agreement for the year ended March 31, 2013

Rs. in lacs

Particulars	STANDALONE		CONSOLIDATED	
	31.03.2013	31.03.2012	31.03.2013	31.03.2012
	Audited	Audited	Audited	Audited
<b>EQUITY AND LIABILITIES</b>				
<b>Shareholders' funds</b>				
(a) Share Capital	16,77.25	16,77.25	16,77.25	16,77.25
(b) Reserves and Surplus	2,34,26.29	2,21,94.80	2,58,77.74	2,24,16.83
<b>Sub Total - Shareholders' funds</b>	2,51,03.54	2,38,72.05	2,75,54.99	2,40,94.08
<b>Minority Interest</b>			8.07	7.69
<b>Non-current liabilities</b>				
(a) Long-term borrowings	8,62.00	24,33.50	30,19.27	68,11.75
(b) Deferred tax liability (Net)	29.38	73.11	25.10	71.80
(d) Long-term provisions	1,36.46	85.30	1,56.73	98.91
<b>Sub Total - Non-current liabilities</b>	10,27.84	25,91.91	32,01.10	69,82.46
<b>Current liabilities</b>				
(a) Short-term borrowings	88,60.90	68,92.12	91,96.57	72,51.85
(b) Trade payables	1,19,94.43	29,97.03	1,12,85.61	38,36.03
(c) Other current liabilities	58,89.44	36,93.78	1,04,93.37	67,36.77
(d) Short-term provisions	3,41.38	2,72.94	3,54.45	2,75.36
<b>Sub Total - Current liabilities</b>	2,70,86.15	1,38,55.87	3,13,30.00	1,81,00.01
<b>TOTAL EQUITY AND LIABILITIES:</b>	<b>5,32,17.53</b>	<b>4,03,19.83</b>	<b>6,20,94.16</b>	<b>4,91,84.24</b>
<b>ASSETS</b>				
<b>Non-current assets</b>				
Fixed assets	31,62.17	29,84.89	1,96,70.08	2,08,31.31
Goodwill on consolidation	-	-	11,47.01	11,47.01
Non-current investments	20,19.32	20,19.32	27.00	27.00
Long-term loans and advances	11,20.15	7,99.63	15,54.71	12,08.28
<b>Sub Total - Non-current assets</b>	63,01.64	58,03.84	2,23,98.80	2,32,13.60
<b>CURRENT ASSETS</b>				
Inventories	26,19.96	11,32.16	27,20.31	11,82.50
Trade receivables	2,10,60.95	1,81,96.00	2,16,96.61	1,83,00.29
Cash and cash equivalents	12,58.87	8,84.83	18,31.73	11,88.37
Short-term loans and advances	1,08,59.20	1,16,01.78	22,84.09	25,05.97
Other current assets	1,11,16.91	27,01.22	1,11,62.62	27,93.51
<b>Sub Total - Current assets</b>	4,69,15.89	3,45,15.99	3,96,95.36	2,59,70.64
<b>TOTAL ASSETS:</b>	<b>5,32,17.53</b>	<b>4,03,19.83</b>	<b>6,20,94.16</b>	<b>4,91,84.24</b>

2 The board has recommended, subject to the approval of shareholders a dividend of Rs. 1.50 per equity share of Rs. 10/- each resulting in an outflow of Rs. 2,51.59 lacs

3 The Auditors' report on the financial statements contains qualification/reservation as under:--

a) Sundry debtors include outstanding from a customer amounting to Rs. 25,25.82 lacs (March 31, 2012 - Rs. 25,25.82 lacs). This relates to a subcontract job done during 2006-07 and amount outstanding relates to change orders, which is still under process of resolution by the ultimate customer. The Management believes that this amount will be received and hence no provision has been made in the books till date.

b) Sundry debtors also includes outstanding from another customer on account of the following:--

i) The Company has taken extra time to complete two of its EPC contracts beyond the scheduled contract completion date as the Company had to execute significant additional work and also on account of delays not attributable to the Company. The potential liability for liquidated damages resulting from the extended completion date as on March 31, 2013 amounts to Rs. 18,40.10 lacs (2012- Rs. 30,39.76 lacs). As the Company believes that the liquidated damages will be waived for the reasons stated above, no provision for the same has been made in the books till date.

ii) During the previous year, the Company has incurred additional expenditure on executing additional work under its EPC contracts. The Company has quantified and submitted some of its claims for extra work done and has commenced discussions with the clients for finalising the same. However, as a matter of abundant caution, only a portion of these extra claims amounting to Rs. 33,84.45 lacs (2012- Rs. 33,84.45 lacs) have been recognised as revenue. The balance of the additional claims will be recognised as revenues as and when the same are accepted by the clients.

c) Inventory of Stores & Spares include items valued at Rs. 10,00.23 lacs which are in transit from the Offshore Work Sites to the Company's Godown and Workshop

d) Considering the nature of projects being executed by the Company and its main client, the consequential claims and counter claims towards liquidated damages, change order, etc., as per general practice prevalent in the industry, the balances outstanding as trade receivables and balances payables towards contractors and vendors of the company are not confirmed. However, the management is confident that such receivables/ payables are stated at their realisable/ payable value and adequate provisions are made in the accounts, wherever required.

e) Long term contracts are progressively evaluated at the end of each accounting period. On Contracts under execution which have reasonably progressed, profit is recognized by evaluation of the percentage of work completed at the end of the accounting period, whereas, foreseeable losses are fully provided for in the respective accounting period. The percentage of work completed is determined by the percentage of work completed as certified by the client.

Additional claims (including for escalation), which in the opinion of the management are recoverable on the contracts, are recognised at the time of evaluation the job.

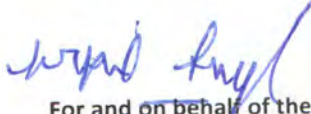
4 As the Company has only one business segment, namely Offshore Services, the segment reporting requirement is not applicable.

5 The figures for last quarter of the current year and for the previous year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter.

6 Prior period figures have been reclassified as necessary for comparative purpose only.

7 The above results have been reviewed by the Audit Committee and have been adopted by the Board at its meeting held on April 29, 2013.

Place : Mumbai  
Date : April 29, 2013.

  
For and on behalf of the Board  
Rear Admiral Kirpal Singh  
Executive Chairman

**AUDITOR'S REPORT  
TO THE BOARD OF DIRECTORS OF  
DOLPHIN OFFSHORE ENTERPRISES (INDIA) LIMITED**

1. We have audited the accompanying Statement of Standalone and Consolidated Financial Results ("the Statement") of **DOLPHIN OFFSHORE ENTERPRISES (INDIA) LIMITED** ("the Company") and its subsidiary and jointly controlled entity (the Company, its subsidiary and jointly controlled entity constitute "the Group") for the year ended March 31, 2013, being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges. This Statement has been prepared on the basis of the related annual financial statements, which are the responsibility of the Company's Management and have been approved by the Board of Directors. Our responsibility is to express an opinion on the Statement, based on our audit of the related annual financial statements, which have been prepared in accordance with the Accounting Standards notified under the Companies (Accounting Standards) Rules, 2006 and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement 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 Statement is free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and the disclosures in the Statement. An audit also includes assessing the accounting principles used and the significant estimates made by the Management, as well as evaluating the overall Statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. The Statement includes Consolidated Financial Results and Consolidated Financial Information of the following entities:

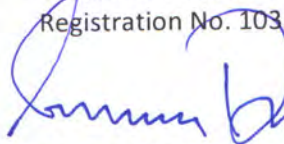
Name of the entity	Relationship
Dolphin Offshore Shipping Limited	Wholly owned Subsidiary
Dolphin Offshore Enterprises (Mauritius) Private Limited	Wholly owned Subsidiary
Global Dolphin Drilling Co Limited	Subsidiary
IMPac Oil and Gas Engineering (India) Private Limited	Jointly Controlled Entity

4. Attention is invited to Note 5 of the Statement regarding figures for the quarter ended March 31, 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.
5. We did not audit the financial statements of two subsidiaries, whose financial statements reflect total assets (net) of Rs. 17033 lacs as at March 31, 2013, total net revenues of Rs. 6817 lacs and net cash inflows amounting to Rs. 252 lacs for the year then ended. We also did not audit the financial statements of one jointly controlled entity, whose aggregate share of net loss amounting to Rs. 8 lacs is also included in the consolidated financial statements. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion is based solely on the reports of the other auditors.



6. Without qualifying our opinion, we draw attention to:
- Note no. 3(a) to the results, with regard to long outstanding of sundry debtors amounting to Rs. 2526 lacs, which has been considered by the management as good and recoverable
  - Note no. 3(b)(ii) to the results, with regard to recognition of Rs. 3384 lacs being only a portion of extra claim for additional work carried out as revenue.
  - Note no. 3(c) to the results, with regard to inventorisation of value of materials in transit.
  - Note no. 3(d) to the results, with regard to non availability of confirmations of balances in respect of trade receivables and trade payables.
  - Note no. 3(e) to the results, with regard to revenue recognition from projects involving technical judgement in respect of percentage of work completed, cost yet to be incurred, etc. which have been relied upon by us, being a technical matter.
7. As stated in note no. 3(b)(i) to the results, for reasons stated therein, no provision has been made for liquidated damages amounting to Rs. 1840 lacs as at March 31, 2013.
8. In our opinion and to the best of our information and according to the explanations given to us, *subject to our observation in paragraph 7 above* and read with our comments in paragraph 6 above, the statement:
- is presented in accordance with the requirements of Clause 41 of the Listing Agreements with the Stock Exchanges and;
  - gives a true and fair view of the net profit and other financial information of the Company and Group for the year ended March 31, 2013.
9. Further, we also report that we have traced from the details furnished by the Management, the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding, pledged/encumbered shares and the non-encumbered shares of promoter and promoter group shareholders, in terms of Clause 35 of the Listing Agreements.

For Haribhakti & Co.  
Chartered Accountants  
Registration No. 103523W

  
Chetan Desai  
Partner  
Membership No. 17000



Mumbai, April 29, 2013