

DOLPHIN OFFSHORE ENTERPRISES (INDIA) LTD.

P. O. BOX 11600,
NARIMAN POINT,
MUMBAI - 400 021.
INDIA

PHONE : 2832226/2832234/2832242
FAX : (91)-22-2875403
E-mail : headoffice@dolphinoffshore.com



REF : CORP/SECT/AM/B4
DATE : SEPTEMBER 11, 2017

The General Manager
The Corporate Relation Department
Bombay Stock Exchange Limited
PhirozaJeejeebhoy Towers
14th Floor, Dalal Street
Mumbai 400 023

The National Stock Exchange India Ltd.
Listing Department
Exchange Plaza
Bandra Kurla Complex
Bandra (East)
Mumbai 400 051

SYMBOL: 522261

DOLPHINOFF

SUB : INFORMATION PURSUANT TO REGULATION 30 AND 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.

Dear Sir,

Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we are submitting herewith, the Un-audited Financial Results along with the Limited Review Report for the first quarter ended 30th June, 2017, which were approved by the Board of Directors of the Company at its Meeting held today, that commenced at 11 a.m. and concluded at 2.30 p.m.

Also we would like to inform you that, the Board of Directors in their meeting held on September 11th, 2017, interalia have accorded the following item:

- 1) Approved unaudited Financial Results of the Company for the first quarter ended 30th June, 2017.
- 2) Appointed Mr. Rohan Singh and Mr. Tarun Singh as Alternate Directors to Rear Admiral Kirpal Singh and Mrs. Manjit Kirpal Singh respectively.

Kindly take note of the same.

Thanking you,
Yours faithfully,

For **DOLPHIN OFFSHORE ENTERPRISES (INDIA) LTD.**


V. SURENDRAN
VP (CORP & LEGAL) AND COMPANY SECRETARY

Encl. : As above

Limited Review Report on the Unaudited Financial Results for the quarter ended June 30, 2017 pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

Review Report to

The Board of Directors

Dolphin Offshore Enterprises (India) Limited

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Dolphin Offshore Enterprises (India) Limited ('the Company') for the quarter ended June 30, 2017 ('the Statement'), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/ 62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" as prescribed under Section 133 of Companies Act, 2013 ("the Act") read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We believe that the review evidences obtained by us is sufficient and appropriate to provide a reasonable basis for our qualified opinion on the Statement.



4. We are unable to assess the recoverability of following financial assets of the Company as stated in:
- Note No. 6(a) to the statement regarding trade receivable aggregating Rs. 802.25 lacs receivable from a party which has been wound up;
 - Note No. 6(b) to the statement regarding Trade Receivable and accrued income aggregating Rs. 891.65 lacs receivable from a party which has been declared sick;
 - Note No. 6(c) to the statement regarding Trade receivable aggregating Rs. 99.28 lacs receivable from a related party having negative net worth;
 - Note No. 6(d) to the statement regarding advance recoverable aggregating Rs. 213.18 lacs which is outstanding for a long period time, payment of which are not forthcoming; and
 - Note No. 6(e) to the statement regarding non provision for impairment loss for Financial Assets as per expected credit losses as required under Ind AS 109 - 'Financial Instruments'. In absence of required information for computation of Expected Credit Losses, if any, on financial assets, we are unable to comment on the possible effects on the losses for the reporting periods.
5. Based on our review conducted as above and subject to the possible effects of the matters described in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with aforesaid accounting standard and other recognised accounting practices and policies have not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



HARIBHAKTI & CO. LLP

Chartered Accountants

6. We draw attention to :

- a. Note No. 6(f) to the Statement, with regard to non availability of confirmations of balances in respect of receivable and payables; and
- b. Note No. 6(g) and 6(h) to the Statement, with regard to recognition of aggregate revenue of Rs.1,26,89.38 lacs and the status of admission of amounts claimed by the Company.

Our report is not modified in respect of these matters.

7. As stated in Note No. 2 to the Statement, figures pertaining to the quarter ended June 30, 2016 have not been subject to limited review or audit.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W/W100048

Snehal Shah

Partner

Membership No.: 048539



Place: Mumbai

Date: September 11, 2017

DOLPHIN OFFSHORE ENTERPRISES (INDIA) LIMITED

CIN: L11101MH1979PLC021302

1001, RAHEJA CENTRE, 214, NARIMAN POINT, MUMBAI - 400 021.

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2017

(Rupees in lacs)

	FOR THE PERIOD ENDED	
	30.06.2017	30.06.2016
	Unaudited	Unaudited (Refer Note 2)
INCOME		
I Revenue from operations (Gross)	17,47.11	19,13.19
II Other income	36.63	17.97
III TOTAL INCOME FROM OPERATIONS (I+II)	17,83.74	19,31.16
IV EXPENSES		
a. Cost of services and material	13,10.66	10,15.94
b. Changes in inventories	46.85	23.14
c. Employee benefits expense	2,55.33	2,69.83
d. Finance costs	2,98.44	2,65.04
e. Depreciation and amortization expense	66.81	76.47
f. Other expenses	1,10.70	1,77.90
TOTAL EXPENSES	20,88.79	18,28.32
V PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX (III - IV)	(3,05.05)	1,02.84
VI Exceptional items (Refer note. 7)	-	25,70.89
VII LOSS BEFORE TAX (V - VI)	(3,05.05)	(24,68.05)
VIII TAX EXPENSES		
a. Current tax	-	-
b. Deferred tax	4.53	4.78
	4.53	4.78
IX LOSS FOR THE PERIOD FROM CONTINUING OPERATIONS (VII-VIII)	(3,09.58)	(24,72.83)
X OTHER COMPREHENSIVE INCOME		
A (i) Items that will not be reclassified to profit or loss		
(a) Remeasurement of Defined Benefit scheme	2.27	0.50
(b) Income tax relating to above	(0.70)	(0.15)
B (i) Items that will be reclassified to profit or loss		
Other Comprehensive Income for the year (net of tax)	1.57	0.35
XI Total Comprehensive Income for the period (IX + X)	(3,08.01)	(24,72.48)
XII Paid up equity share capital (face value of Rs 10/- each)	16,77.25	16,77.25
XIII Earnings per share (not annualised)		
(a) Basic earnings per share (Rs)	(1.84)	(14.74)
(b) Diluted earnings per share (Rs)	(1.84)	(14.74)



Notes :

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors ("The Board") at their meeting held on September 11, 2017 and the above results for the quarter ended June 30, 2017 have been subjected to Limited Review by the Statutory Auditors.
- 2 The Ind-AS compliant financial results as above pertaining to corresponding quarter of the previous period have not been subjected to limited review or audit. The Management has exercised necessary due diligence to ensure that the said financial results provide a true and fair view of affairs.
- 3 The format for unaudited financial results as prescribed in SEBI's circular CIR/CFD/CMD/15/2015 dated 30th November,2015 has been modified to comply with the requirements of SEBI's circular dated 5th July,2016, Ind-AS and Schedule III (Division II) to the Companies Act,2013, which are applicable to companies that are required to comply with Ind-AS.
- 4 In Compliance of MCA Notification dated 16-02-2016, the company has adopted Indian Accounting Standards ("Ind-AS") from April 01,2017. Based on SEBI circular CIR/CFD/FAC/62/2016 dated July 05,2016, the Company has presented Ind-AS compliant financial results for the previous period [subject to Note 6(e)] and provided below the reconciliation of Net profit/(Loss) in accordance with the Ind-AS.

Reconciliation of net profit between Ind-AS and previous GAAP for the earlier period

Particulars	Quarter Ended June 30,2016
Net loss as per previous IGAAP	(24,61.48)
(a) Effect of measurement of financial guarantees contract in accordance with Ind AS 109	(11.47)
(b) Actuarial gain/ (loss) on employee defined benefit funds recognised in other comprehensive income	(0.50)
(c) Deferred tax adjustments (net)	0.62
Net loss for the quarter ended 30th June 2016 as per Ind AS	(24,72.83)
Other comprehensive income, net of tax	
- Actuarial (gain)/ loss on employee defined benefit fund	0.35
Total Comprehensive Income for the period as per Ind AS	(24,72.48)

- 5 There is a possibility that these quarterly financial results may require adjustment before constituting the final Ind AS financial statements as of and for the year ending March 31,2018 due to changes in financial reporting requirements arising from new or revised standards or interpretations issued by MCA or changes in the use of one or more optional exemptions from full retrospective application as permitted under Ind-AS 101.
- 6 **The Auditor's report on the financial statements contains qualification/reservation as under :-**
 - a) Trade receivable include Rs.16,40.99 lacs, (March 31, 2017 Rs.16,41.77 lacs) due from a party which is wound up and the claim is being lodged with Official liquidator. However, the Management is confident that provision amounting to Rs. 8,38.74 lacs (March 31, 2017 Rs. 8,38.74 lacs) made against such receivable is adequate.
 - b) Trade receivable and accrued income include Rs.13,17.77 lacs, (March 31, 2017 Rs.13,17.77 lacs) due from a party which is declared Sick and the claim is being lodged. However, the Management is confident that provision amounting to Rs.4,26.12 lacs (March 31, 2017 Rs. 4,26.12 lacs) made against such receivable is adequate.
 - c) Trade receivable includes Rs. 99.28 lacs (March 31, 2017 Rs.99.28 lacs) due from a related party having negative net worth and is outstanding for a long period of time. However, the Management is confident that no provision is required against such receivable.
 - d) Advances recoverable includes Rs. 2,13.18 lacs (March 31, 2017 Rs.2,13.18 lacs) from a vendor which has not been refunded/ adjusted for a long period of time. However, the Management is confident that such amount will be refunded/adjusted.



e) The Company is in the process of compiling information for computation of Expected Credit Losses on financial assets as required under Ind AS 109 - 'Financial Instruments', accordingly no provision is being made for the reporting periods.

f) Considering the nature of projects being executed by the Company and its main customers, 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 (which also include interest charged as per contract terms), billable costs, advances to/balances payables towards contractors and vendors of the Company are not confirmed and against some of them the Company has also initiated legal actions. 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.

g) During the year 2013-14 and 2014-15, the Company has incurred additional expenditure on executing additional work in terms of an EPC contract. The Company has quantified the value of extra work done at Rs. 1,01,76.44 lacs (March 31, 2017 - Rs. 1,00,35.13 lacs) and has commenced discussions with the customer for finalising it. Further, the matter has also been referred to the Outside Expert Committee (OEC) for resolution. Out of this, invoices for Rs. 22,99.74 lacs (March 31, 2017 - Rs. 21,58.43 lacs) have been raised on the customer and the balance amount of Rs. 78,76.70 lacs (March 31, 2017 - Rs. 78,76.70 lacs) accrued on this account is included under other current assets. The recognition of such revenue is subject to acceptance by the customer.

h) During the year 2016-17, the Company has recognised revenue of Rs. 25,12.94 lacs from one of its charter hire contract. The admission of such receivable is disputed by the customer and has raised the counter claim for damages of Rs. 15,83.03 lacs against the Company. However the Management is confident that no provision is required against such receivable and the counter claim raised by the customer is not tenable.

7 Exceptional items amounting to Rs. Nil (June 30, 2016 - 25,70.89) include the following :

		Rs. in lacs
	<u>30/06/2017</u>	<u>30/06/2016</u>
- Debts written off *	-	25,70.89
* On account of extended litigation / resolution	-	25,70.89
	TOTAL :	<u>25,70.89</u>

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

9 Previous quarter figures have been reclassified/re-grouped as necessary for comparative purpose only.

For and on behalf of the Board of
Dolphin Offshore Enterprises (India) Limited




Sabyasachi Hajara
Chairman
DIN No. 00004485

Place : Mumbai
Date : September 11, 2017

