

ABG

06th November, 2015

The General Manager
Department of Corporate Services
The Bombay Stock Exchange Ltd
Mumbai Samachar Marg
Mumbai-400 001.
Fax: 2272 2037/39/41/61

National Stock Exchange of India Ltd.
Exchange Plaza, Plot C-1, G Block
Bandra-Kurla Complex, Bandra E)
Mumbai – 400 051
Fax – 26598237/38

Scrip Code : 532682

Symbol: ABGSHIP- Series EQ

Dear Sir,

Sub: Outcome of Board Meeting held on 06th November, 2015

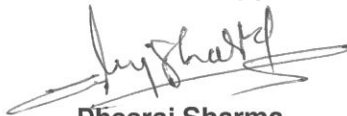
With reference to the subject matter, we would like to inform you that the Board of Directors of the Company at their meeting held today, i.e. 06th November, 2015 have approved the un-audited financial results for the quarter and half year ended 30th September, 2015.

A copy of the results for the quarter and half year ended 30th September, 2015 along with Limited Review Report of the Auditors on the same are enclosed herewith for your reference.

You are requested to kindly take a note of the above and oblige.

Thanking you,

Yours faithfully
For ABG Shipyard Limited



Dheeraj Sharma
Company Secretary

ABG Shipyard Ltd.

5th Floor, Bhupati Chambers, 13, Mathew Road, Mumbai - 400 004. Tel.: 91-22-6656 3000 Fax. 91-22-6622 3050
E-mail : shipyard@abgindia.com CIN : L61200GJ1985PLC007730
Regd. Office:- Near Magdalla Port. Dumas Road, Surat - 395 007. Tel.: 91-0261 - 2725191



ABG SHIPYARD LIMITED

Registered Office: Near Magdalla Port, Dumas Road, Surat-395007, Gujarat. Email: shipyard@abgindia.com Website: abgindia.com
Corporate Office: 5th Floor, Bhupati Chambers, 13 Mathew Road, Mumbai - 400 004. Tel.:022-66563000 Fax: 022-66223050
CIN: L61200PLCGJ1985007730

UNAUDITED FINANCIAL RESULTS **FOR THE QUARTER AND HALF YEAR ENDED 30th SEPTEMBER, 2015**

(Rs. in crores)

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2015	30.06.2015	30.09.2014	30.09.2015	30.09.2014	31.03.2015
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Net Sales / Income from Operations	9.34	20.88	70.62	30.22	334.66	385.73
Other Operating Income	-	-	2.89	-	4.80	6.39
Total Income from operations	9.34	20.88	73.51	30.22	339.46	392.12
Expenses:						
a. Cost of Material consumed	22.09	16.69	8.27	38.78	54.38	135.84
b. Purchase of Stock in Trade	-	-	0.61	-	0.61	0.61
c. Change in inventories of finished goods, Work in progress and stock in trade	170.00	(1.96)	44.54	168.04	100.72	90.97
d. Employees benefit expenses	11.28	15.60	15.85	26.88	31.07	65.45
e. Depreciation and amortisation expenses	20.51	20.29	11.18	40.80	24.37	99.18
f. Other Expenses	67.28	21.47	28.51	88.75	84.55	390.73
Total Expenses	291.16	72.09	108.96	363.25	295.70	782.78
Profit from operation before other income, finance cost and exceptional items	(281.82)	(51.21)	(35.45)	(333.03)	43.76	(390.66)
Other Income	1.08	0.76	0.83	1.84	13.67	9.55
Profit from ordinary activities before finance cost & exceptional items	(280.74)	(50.45)	(34.62)	(331.19)	57.43	(381.11)
Finance cost	197.44	199.17	227.16	396.61	403.41	804.78
Profit from ordinary activities after finance cost but before exceptional items	(478.18)	(249.62)	(261.78)	(727.80)	(345.98)	(1,185.89)
Exceptional Items	-	-	-	-	-	-
Profit from ordinary activities before tax	(478.18)	(249.62)	(261.78)	(727.80)	(345.98)	(1,185.89)
Tax Expense	-	-	(88.98)	-	(117.60)	(288.19)
Net Profit from Ordinary activities after tax	(478.18)	(249.62)	(172.80)	(727.80)	(228.38)	(897.70)
Extraordinary items (Net of Tax Expense)	-	-	-	-	-	-
Net Profit for the period	(478.18)	(249.62)	(172.80)	(727.80)	(228.38)	(897.70)
Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	54.03	53.90	50.92	54.03	50.92	53.84
Reserves and Surplus (excluding Revaluation Reserve)	-	-	-	-	-	453.03
Basic Earning Per Share before extraordinary items (In Rupees)	(88.76)	(46.36)	(33.93)	(135.11)	(44.85)	(172.91)
Diluted Earning Per Share before extraordinary items (In Rupees) (Not Annualised)	(88.76)	(46.36)	(31.64)	(135.11)	(41.82)	(172.91)
Basic Earning Per Share after extraordinary items (In Rupees)	(88.76)	(46.36)	(33.93)	(135.11)	(44.85)	(172.91)
Diluted Earning Per Share after extraordinary items (In Rupees) (Not Annualised)	(88.76)	(46.36)	(31.64)	(135.11)	(41.82)	(172.91)
PARTICULARS OF SHAREHOLDING						
Public Shareholding						
- Number of Shares	30,565,791	23,871,934	17,540,744	30,565,791	17,540,744	22,253,529
- Percentage of Shareholding	56.57%	44.29%	34.44%	56.57%	34.44%	41.33%
Promoter and Promoter Group Shareholding						
a. Pledged / Encumbered						
- Number of shares	22,390,711	28,562,369	31,511,715	22,390,711	31,511,715	30,116,698
-Percentage of shareholding (as a % of total shareholding of promoter and promoter group)	95.42%	95.11%	94.40%	95.42%	94.40%	95.35%
-Percentage of shareholding (as a % of total share capital of the company)	41.44%	52.99%	61.88%	41.44%	61.88%	55.94%
b. Non- Encumbered						
- Number of shares	1,074,346	1,469,342	1,869,342	1,074,346	1,869,342	1,469,342
-Percentage of shareholding (as a % of total shareholding of promoter and promoter group)	4.58%	4.89%	5.60%	4.58%	5.60%	4.65%
-Percentage of shareholding (as a % of total share capital of the company)	1.99%	2.73%	3.68%	1.99%	3.68%	2.73%

ABG Shipyard Ltd.		Half Year Ended	Year Ended
STATEMENT OF ASSETS AND LIABILITIES		30.09.2015	31.03.2015
PARTICULARS		Unaudited	Audited
A. EQUITIES AND LIABILITIES :			
1. Shareholders Fund :			
a. Share Capital		387.68	310.93
b. Reserves & Surplus		(232.07)	491.55
		155.61	802.48
2. Share Application money pending allotment			
3. Non Current Liabilities			
a. Long Term Borrowings		4,616.95	4,356.03
b. Deferred Tax Liabilities (net)		19.38	19.38
c. Long-Term Provisions		7.29	6.19
		4,643.62	4,381.60
4. Current Liabilities			
a. Short term borrowings		2,312.97	2,257.93
b. Trade Payables		595.42	504.62
c. Other Current Liabilities		4,673.53	4,352.00
d. Short term Provisions		54.84	55.96
		7,638.76	7,170.51
		12,435.99	12,354.59
TOTAL EQUITIES AND LIABILITIES			
B. ASSETS			
1. Non Current Assets			
a. Fixed Assets		2,687.41	2,719.59
b. Non Current Investments		220.13	220.13
c. Long Term loans and Advances		310.19	317.23
		3,217.73	3,256.95
2. Current Assets			
a. Inventories		4,796.01	4,950.41
b. Trade Receivables		83.54	79.53
c. Cash and cash Equivalents		45.28	50.85
d. Short terms Loans and Advances		3,709.42	3,437.67
e. Other Current Assets		584.01	579.18
		9,218.26	9,097.64
		12,435.99	12,354.59
TOTAL ASSETS			

Notes:

- The above results were reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on 06th November, 2015. The Statutory Auditors have carried out the 'Limited Review' of the results.
- The global shipbuilding industry is passing through a very bad phase with all the major shipyards globally showing huge losses in results declared in recent past. As such, the company's performance is in line with the industry trend.
- During the quarter the company has continued to make efforts to enhance its operations but progress of construction of the vessels was affected due to factors such as unavailability of working capital finance resulting into non availability of required materials, reduced production levels at various yards, etc. On the instruction of the lenders, the company is in the process of completing the pending work on few identified vessels only. Due to such exceptional circumstances, the manufacturing process over the remaining vessels is suspended. Hence overhead absorption over such vessels has also been suspended. Accordingly, overhead and interest absorption had been done only over ongoing vessels resulting in increased losses.
- The company has completed the first phase of evaluation of carrying cost and net realizable value of Work in progress in respect of certain ships under construction, taking into consideration the present economic and shipping industry scenario. On the basis of such evaluation an impairment of Rs.170 crores has been considered in the inventory of Work in Progress. The company is in the process of evaluating remaining Work in Progress of ships and rigs.
- Consumption of material for the quarter includes exchange difference due to translation as per AS 11, of Rs 13.55 crores (P.Y. Rs. 46.77 crores)
- The Corporate Debt Restructuring ("the CDR") Package was approved by the CDR (EG) at its meeting held on 24th March 2014, and communicated to the Company by the CDR Cell vide provisional Letter of approval dated 27th March 2014 bearing reference number CDR (PMJ) NO.1193/2013-14. The status of CDR is as follow:
 - Priority debts disbursed till date Rs. 444.05 Crores.
 - Pursuant to the scheme of CDR, the Company has allotted total 33,36,46,056 Nos. of 0.01 % Compulsorily Convertible Preference Shares (CCPS) of Face Value Rs.10/- each to CDR lenders towards conversion of the Funded Interest Term Loan (FITL)/ Interest on FITL, if any, till 30th Sep 2015.
 - Pursuant to the scheme of CDR, the company has allotted total 31,09,047 nos. of equity shares of Rs. 10 /-each at a premium of Rs. 265.92 per equity shares to the CDR lenders towards conversion of the Funded Interest Term Loan (FITL)/Interest on FITL, if any, till 30th Sep 2015.
- The management is of the view that the company is an operative company and will be able to meet its obligation to lenders as well as customers/creditors. In view of the same, the management considers the company to be a going concern.
- Cash and cash equivalents include Rs.11.17 crores having lien with banks.
- The company has one identifiable, reportable segment, namely 'Construction of Ships & Rigs' as per quantitative criteria of Accounting Standard -17 'Segment Reporting'.
- Owing to current year's losses no current tax liability has been provided.
- Figures for the previous year / period have been regrouped and / or reclassified wherever considered necessary.
- Investor Complaints:

Pending at the beginning of the quarter	Nil
Received during the quarter	4
Resolved during the quarter	4
Unresolved at the end of the quarter	Nil

For ABG Shipyard Limited

(Managing Director)

Place: Mumbai
Date : 06th November, 2015



NISAR & KUMAR

CHARTERED ACCOUNTANTS

A/17-18, Everest Building, Tardeo Rd,
Tardeo, Mumbai - 400 034.
Tel. : 2351 54 14 • Fax : 2351 55 27.
Email : nisar@vsnl.net
Website : www.nisarkumar.com

LIMITED REVIEW REPORT

To,
The Board of Directors,
ABG SHIPYARD LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results ('the statement') of **ABG SHIPYARD LIMITED (the company)** for the quarter and half year ended 30th September, 2015, prepared by the Company pursuant to the requirement of clause 41 of the Listing Agreements with the stock exchanges in India, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been reviewed by us. This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. 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 Engagements (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 Financial Statements are free of material misstatements. A review is limited primarily to inquiries of 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 have only traced the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' in the statement from the disclosures made by the Management and are, therefore, not expressing a review opinion thereon.
4. Attention is invited to the following matters read with notes forming part of the statement:

Emphasis of Matter

- a. *The company follows accounting practice of recognizing revenue under Accounting Standard 7 on the basis of estimated cost; cost so far incurred and estimated profit out of shipbuilding contract. The cost estimates are done by the management and we have relied on the same;*
- b. *The company has completed the first phase of evaluation of carrying cost and net realizable value of Work in progress in respect of certain ships under construction, taking into consideration the present economic and shipping industry scenario. On the basis of such evaluation an impairment of Rs.170 crores has been considered in the inventory of Work in Progress.*
The company is in the process of evaluating remaining Work in Progress of ships and rigs.



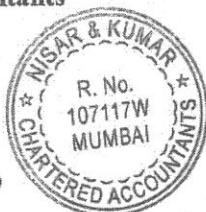
- c. *Loan statements pertaining to certain loans have not been received / reconciled and due to pending clarification from banks for certain current/ cash credit accounts, entries have not been reconciled, hence the effect, if any, of the pending reconciliation on financial statements remains unascertained;*
- d. *The company has defaulted in repayment of certain loans and covenants of the CDR scheme of lenders. The company's ability to continue as going concern depends upon further financing options and execution and completion of contracts.*

Our report is not modified in respect of the above matters.

5. Based on our review conducted as stated above, except for 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 of Unaudited Financial Results, has not been prepared in accordance with Accounting Standards as per Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and other recognized accounting practices and policies generally accepted in India and has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement with the Stock Exchanges including the manner in which it is to be disclosed or that it contains any material misstatement.

For NISAR & KUMAR
Chartered Accountants
FRN. 107117W


CA M N AHMED
Partner
M No. 018380



PLACE: Mumbai
DATE : 06th November, 2015