



GLOBAL OFFSHORETM SERVICES LTD.

Regd. Office: 101, Swapnabhoomi, "A" Wing, S. K. Bole Road, Dadar (W), Mumbai - 400 028. Tel.: +91-22-2423 4000 Fax : +91-22-2436 2764
CIN No.: L61100MH1976PLC019229

Ref : GOSL/2019/534

May 30, 2019

1. BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001
Scrip Code : 501848
2. National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza,
Bandra Kurla Complex,
Bandra (East)
Mumbai - 400 051
Equity Series : GLOBOFFS

Dear Sirs,

Sub: Outcome of Board Meeting dated 30th May, 2019.

This is to inform that at the meeting of the Board of Directors of the Company held today the following were considered and approved.

- 1] Audited Financial Results for the quarter and year ended 31st March, 2019 alongwith Auditors Report thereon (enclosed).
- 2] Standalone and Consolidated Financial Results for the year ended 31st March, 2019, alongwith the Auditors' Report thereon (enclosed).

Thanking you,

Yours faithfully,

for **GLOBAL OFFSHORE SERVICES LIMITED**

A.C.CHANDARANA
COMPANY SECRETARY &
PRESIDENT - LEGAL & ADMIN.



Global Offshore Services Ltd.

Registered Office : 101, Swapnabhoomi, 'A' Wing, S. K. Bole Road, Dadar (West), Mumbai - 400 028.

CIN No : L61100MH1976PLC019229

Statement of Standalone And Consolidated Audited Financial Results for the Quarter and Year Ended March 31, 2019

Rs. In Lakhs

Sr. No.	Particulars	Standalone			Year Ended		Consolidated	
		Quarter Ended			Year Ended		Year Ended	
		31/03/2019 (Audited)	31/12/2018 (Unaudited)	31/03/2018 (Audited)	31/03/2019 (Audited)	31/03/2018 (Audited)	31/03/2019 (Audited)	31/03/2018 (Audited)
1	Revenue from Operations							
	Fleet Chartering Earnings (Net)	1,658.63	1,570.15	1,917.12	6,481.60	7,626.41	12,778.82	13,575.20
	Other Operating Income	-	-	-	-	-	-	-
	Total Income from Operations	1,658.63	1,570.15	1,917.12	6,481.60	7,626.41	12,778.82	13,575.20
2	Other Income	38.95	5.87	69.23	54.98	168.88	451.44	213.01
3	Total Revenue	1,697.58	1,576.02	1,986.35	6,536.58	7,795.29	13,230.26	13,788.21
4	Expenditure							
	a) Cost of Material Consumed	N. A.	N. A.	N. A.	N. A.	N. A.	N. A.	N. A.
	b) Change in Inventories of Finished Goods, work-in-progress and Stock-in-trade	N. A.	N. A.	N. A.	N. A.	N. A.	N. A.	N. A.
	c) Fleet Operating Expenses	636.11	535.33	1,307.12	2,482.87	3,449.32	14,042.50	13,321.54
	d) Employee Benefits Expenses	556.19	518.75	549.18	2,088.89	2,056.20	4,634.34	4,607.84
	e) Finance Cost	667.49	696.69	568.75	2,654.15	2,124.69	8,001.54	6,462.02
	f) Depreciation and Amortisation Expenses	586.00	584.99	600.42	2,341.82	2,369.12	5,943.60	6,082.81
	g) Other Expenditure	199.16	123.33	622.81	493.95	907.39	1,063.04	1,552.26
	Total Expenses (a to g)	2,644.95	2,459.09	3,648.28	10,061.68	10,906.72	33,685.02	32,026.47
5	Profit/(Loss) before Exceptional Items and Tax	(947.37)	(883.07)	(1,661.93)	(3,525.10)	(3,111.43)	(20,454.76)	(18,238.26)
6	Exceptional Items Debit / (Credit)	1,091.61	(1,376.76)	12,477.39	3,647.35	12,049.88	49,101.95	8,015.32
7	Profit/(Loss) before Tax	(2,038.98)	493.69	(14,139.32)	(7,172.45)	(15,161.31)	(69,556.71)	(26,253.58)
8	Tax Expenses							
	Current Tax - Debit / (Credit)	(5.43)	3.73	(31.68)	3.50	-	7.00	(4.24)
	Tax for earlier year	-	-	0.23	-	0.23	-	0.23
	Total Tax Expenses	(5.43)	3.73	(31.45)	3.50	0.23	7.00	(4.01)
9	Net Profit / (Loss) for the period from continuing operations	(2,033.55)	489.96	(14,107.87)	(7,175.95)	(15,161.54)	(69,563.71)	(26,249.57)
	Profit / (Loss) for the period from discontinuing operations before tax	-	-	-	-	-	-	-
11	Tax expenses of discontinuing operations	-	-	-	-	-	-	-
12	Net Profit / (Loss) for the period from continuing operations after tax	-	-	-	-	-	-	-
13	Net Profit / (Loss) for the period	(2,033.55)	489.96	(14,107.87)	(7,175.95)	(15,161.54)	(69,563.71)	(26,249.57)
14	Other Comprehensive Income							
	A. Items that will not be reclassified to profit and loss							
	- Actuarial loss on defined benefit plans	0.35	1.33	9.98	4.34	5.33	4.34	5.33
	- Equity instruments through Other Comprehensive Income	0.13	(0.32)	(4.63)	(1.74)	(5.94)	(1.74)	(5.94)
	B. Items that will be reclassified to profit and loss							
	- Effective portion of cash flow hedge	-	-	-	-	-	-	-
	- Exchange differences in translating the financial statements of foreign operations	-	-	-	-	-	648.76	(120.23)
15	Total comprehensive income for the period (Comprising Profit / (Loss) and Other Comprehensive income for the period)	(2,033.07)	490.97	(14,102.52)	(7,173.35)	(15,162.15)	(68,912.35)	(26,370.41)
16	Total Comprehensive Income attributable to							
	- Owners of the parent	(2,033.07)	490.97	(14,102.52)	(7,173.35)	(15,162.15)	(48,951.11)	(19,347.64)
	- Non Controlling interest	-	-	-	-	-	(19,961.24)	(7,022.77)
17	Of the Total Comprehensive income above , Profit for the year attributable to							
	- Owners of the parent	(2,033.55)	489.96	(14,107.87)	(7,175.95)	(15,161.54)	(49,380.20)	(19,261.54)
	- Non Controlling interest	-	-	-	-	-	(20,183.51)	(6,988.03)
18	Of the Total Comprehensive income above , Other Comprehensive income for the year attributable to							
	- Owners of the parent	0.48	1.01	5.35	2.60	(0.61)	429.09	(86.10)
	- Non Controlling interest	-	-	-	-	-	222.27	(34.74)
19	Paid up Equity Share Capital (Face Value of Rs. 10/-)	2,472.88	2,472.88	2,472.88	2,472.88	2,472.88	2,472.88	2,472.88
20	Other Equity	-	-	-	16,672.98	23,846.33	(36,874.34)	12076.77
21	Earning Per Share (For continuing operations) -In INR							
	Basic	(8.22)	1.98	(57.05)	(29.02)	(61.31)	(199.69)	(77.89)
	Diluted	(8.22)	1.98	(57.05)	(29.02)	(61.31)	(199.69)	(77.89)
22	Earning Per Share (For discontinuing operations) -In INR							
	Basic	-	-	-	-	-	-	-
	Diluted	-	-	-	-	-	-	-
23	Earning Per Share (For continuing and discontinuing operations) -In INR							
	Basic	(8.22)	1.98	(57.05)	(29.02)	(61.31)	(199.69)	(77.89)
	Diluted	(8.22)	1.98	(57.05)	(29.02)	(61.31)	(199.69)	(77.89)
24	Dividend per share							
	Interim dividend	-	-	-	-	-	-	-
	Final dividend	-	-	-	-	-	-	-
	Total dividend	-	-	-	-	-	-	-

By Order of the Board

M. M. Honkan
M. M. Honkan
Whole Time Director

Place : Mumbai
Date : 30th May, 2019

Notes :

1. The above audited financial results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on May 30, 2019. These audited financial results have been prepared in accordance with the Indian Accounting Standards ("IND-AS") as specified under section 133 of the Companies Act, 2013 read with rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and the provisions of the Companies Act, 2013.
2. Upon being treated as an NPA, State Bank of India had converted the Company's foreign currency loans into INR. The Company has not accepted the switch over of the loans into Rupees and is continuing to provide interest as per the original terms. Similarly, the current maturities are determined with respect to the original terms. The Company is in dialogue with the Bank for a settlement of debts.
3. Exceptional items : Standalone
 - Foreign exchange loss on restatement of long term loans Rs. 2161.58 lakhs.
 - Provision for impairment of assets Rs. 1485.77 lakhs.

Exceptional items : Consolidated

- Provision for doubtful debt Rs. 692.72 lakhs.
 - Provision for doubtful loans and advances Rs. 350.25 lakhs.
 - Provision for impairment of assets Rs. 47337.61 lakhs.
 - Profit on settlement of loan and write back of financial liabilities Rs. 1531.97 lakhs
4. The Company does not have any foreign exchange derivatives exposure.
 5. The Company is engaged in only one type of business i.e. charter of offshore support vessel. Hence, there are no separate reportable segments as per Ind AS 108.
 6. The figures for the corresponding quarter of the previous year are regrouped/ reclassified wherever necessary to make them comparable with that of the quarter under review.
 7. The figures of last quarter of 31st March, 2019 and 31st March, 2018 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.

By Order of the Board,



M. M. Honkan
Whole Time Director

Place : Mumbai
Date : 30th May, 2019



Global Offshore Services Limited

Registered Office : 101, 'A' Wing, Swapnabhoomi, S. K. Bole Road, Dadar (West), Mumbai - 400 028.

CIN No : L61100MH1976PLC019229

Statement of Assets and Liabilities As At March 31, 2019

Rs. In lakhs

Consolidated		Particulars	Stand Alone - Parent Company	
As at			As at	
31/03/2019 (Audited)	31/03/2018 (Audited)		31/03/2019 (Audited)	31/03/2018 (Audited)
		ASSETS		
		Non-current assets		
83,939.61	130,518.33	(a) Property, Plant and Equipment	46,276.65	49,226.50
		(b) Financial Assets		
		(i) Investments		
	-	(a) Investments in subsidiaries	11,332.10	11,332.10
3.75	5.50	(b) Other investments	3.75	5.50
3,594.76	4,540.91	(ii) Other Financial Assets	-	2.46
10.50	10.50	(c) Other non - current assets	10.50	10.50
87,548.62	135,075.24	Total non-current assets	57,623.00	60,577.06
		Current assets		
4,672.74	5,165.88	(a) Inventories	4,002.97	4,199.41
		(b) Financial Assets		
1,863.47	3,036.28	(i) Trade receivables	1,063.45	1,343.41
1,940.41	1,854.17	(ii) Cash and cash equivalents	399.65	399.74
208.46	266.65	(iii) Bank balances other than (ii) above	208.46	266.65
-	-	(iv) Loans	-	-
76.95	54.45	(v) Other financial assets	12.71	8.21
1,456.07	1,525.07	(c) Other current assets	109.57	242.74
783.31	831.50	(d) Income Tax Assets	783.31	831.50
-	-	(e) Assets Classified as held for sale	-	-
11,001.41	12,734.00	Total current assets	6,580.12	7,291.66
98,550.03	147,809.24	Total Assets	64,203.12	67,868.72
		EQUITY AND LIABILITIES		
		EQUITY		
2,472.88	2,472.88	(a) Equity Share capital	2,472.88	2,472.88
(36,874.34)	12,076.77	(b) Other equity	16,672.98	23,846.33
(20,445.23)	(483.99)	(c) Non Controlling Interest		
(54,846.69)	14,065.66	Total Equity	19,145.86	26,319.21
		LIABILITIES+E20		
		Non-current liabilities		
		(a) Financial liabilities		
62,716.80	85,331.12	(i) Borrowings	17,064.60	20,776.18
18,584.89	10,323.47	(ii) Other financial liabilities	-	27.23
21.33	21.90	(b) Provisions	21.33	21.90
81,323.02	95,676.49	Total non-current liabilities	17,085.93	20,825.31
		Current liabilities		
		(a) Financial Liabilities		
7,880.78	7,085.52	(i) Borrowings	4,517.53	4,682.70
		(ii) Trade payables		
-	-	- Total outstanding dues of Micro, Small and Medium Enterprises	0.00	-
4,455.93	4,956.72	- Total outstanding dues of creditor's other than Micro, Small and Medium Enterprises	787.70	790.21
59,573.14	25,922.67	(iii) Other financial liabilities	22,547.67	14,995.73
13.53	10.61	(b) Provisions	13.53	10.61
40.51	34.80	(c) Income Tax Liabilities		
109.81	56.77	(d) Other current liabilities	104.90	244.95
72,073.70	38,067.09	Total current liabilities	27,971.33	20,724.20
98,550.03	147,809.24	Total Liabilities	64,203.12	67,868.72

By Order of the Board


M. M. Honkan
Whole Time Director

Place : Mumbai
Date : 30th May, 2019



D. KOTHARY & CO.

Chartered Accountants

Auditor's Report on Quarterly and Annual Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of
Global Offshore Services Limited

1. We have audited the accompanying statement of standalone financial results of **Global Offshore Services Limited** (the Company) for the quarter and year ended 31st March 2019, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016. This statement, which is the responsibility of the Company's management and approved by Board of Directors. Our responsibility is to express an opinion on these financial results, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards for Interim Financial Reporting (Ind AS 34), specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.
2. 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 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.
3. We draw attention to the following points:
 - a) Out of the Foreign Currency Term Loans (FCTL) for Acquisition / Modification of vessels, an amount of Rs. 36,290.19 lakhs are due to State Bank of India (SBI). On account of the default in repayment of installment due and interest, SBI has treated the same as an Non Performing Assets. Subsequently, the bank has converted FCTL into rupee loans and propose to charge higher interest rate. The Company has not accepted the switchover of the loans into rupees and is continuing to provide interest as per the original terms, the amount of interest on rupee loan is not quantifiable.

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

4. In our opinion and to the best of our information and according to the explanations given to us the statement:
 - (i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and





D. KOTHARY & CO.

Chartered Accountants

- (ii) gives a true and fair view in conformity with the Ind-AS and other accounting policies generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter and year ended 31st March 2019.

For D. Kothary & Co.
Chartered Accountants
Firm Registration No. 105335W

Mehul N. Patel
(Partner)
Membership No. 132650
Place: Mumbai
Date: 30th May 2019





GLOBAL OFFSHORETM SERVICES LTD.

Regd. Office: 101, Swapnabhoomi, "A" Wing, S. K. Bole Road, Dadar (W), Mumbai - 400 028. Tel.: +91-22-2423 4000 Fax : +91-22-2436 2764

CIN No.: L61100MH1976PLC019229

Ref : GOSL/2019/533

May 30, 2019

1. The General Manager
Dept. of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Mumbai - 400 001

Scrip Code : 501848

2. The General Manager
Dept. of Corporate Services
National Stock Exchange of India Ltd.
5th Floor, Exchange Plaza,
Bandra Kurla Complex,
Bandra (East),
Mumbai - 400 051

Equity Series : GLOBOFFS

Dear Sir/Madam,

**Sub.: Declaration pursuant to Regulation 33(3) (d) of SEBI
(Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir/Madam,

With reference to the captioned subject, please note that the Board of Director in their meeting held on Thursday, May 30th, 2019 approved Standalone Audited Financial Statements for the quarter and year ended March 31st, 2019.

Further as required in terms of Regulation 33(3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 it is hereby declared that the Auditor's Report on Standalone Audited Financial Statements for the quarter and year ended March 31st, 2019 **is with un-modified opinion.**

Kindly take the same on your record.

Thanking you,

Yours faithfully,
for **GLOBAL OFFSHORE SERVICES LIMITED**

**A.C.CHANDARANA
COMPANY SECRETARY &
PRESIDENT - LEGAL & ADMIN.**





D. KOTHARY & CO.

Chartered Accountants

Auditor's Report on Quarterly and Annual Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To Board of Directors of
Global Offshore Services Limited

1. We have audited the accompanying statement of consolidated financial results of **Global Offshore Services Limited** ('the Company') comprising its subsidiaries (together 'the Group') for the year ended 31st March 2019, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with circular no. CIR/CFD/FAC/62/2016 dated 5th July 2016. These financial results 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 these financial results, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards for Interim Financial Reporting (IndAS 34) specified under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder; or by the Institute of Chartered Accountants of India, as applicable and other accounting principles generally accepted in India.
2. 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 financial results are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in 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.
3. We did not audit the financial results/statements and other information of one foreign subsidiary namely Garware Offshore International PTE Limited included in the consolidated year to date results, whose financial statements reflect total assets of Rs. 210.72 lakhs as at 31st March 2019 and total revenue of Rs. 419.71 lakhs and profit of Rs. 685.70 lakhs for the year ended on that date respectively. These financial results/statements and other financial information have been audited by other auditors whose report have been furnished to us by the management. Our opinion, in so far as it relates to the affairs of such subsidiary is based solely on the report of other auditors in which they have reported the following qualified opinion: -
 - The Management has unable to provide the sufficient appropriate audit evidence with respect to the import tax refundable amount of Rs. 135.26 lakhs, therefore we are unable to determine the existence, basis of settlement arrangement and recoverability of the same.
 - We draw attention that the net worth in the financial statements of Garware Offshore International PTE Limited has been eroded and is negative Rs.1825.99 lakhs, that may cast significant doubt on the company's ability to continue as a going concern.
4. We have reviewed the financial results/statements and other information of one foreign subsidiary namely Global Offshore Services B.V., fit for consolidation purpose which is included in the consolidated year to date results, whose financial statements reflect total assets of Rs. 45,468.30 lakhs as at 31st March 2019 and total revenue of Rs. 5,841.09 lakhs and loss of Rs. 63,073.48 lakhs for the year ended on that date respectively, which are certified by the management. This should not be construed as audit of the subsidiary.





D. KOTHARY & CO.

Chartered Accountants

5. We draw attention to the following points:

- a) Out of the Foreign Currency Term Loans (FCTL) for Acquisition / Modification of vessels, an amount of Rs. 36,290.10 lakhs are due to State Bank of India (SBI). On account of the default in repayment of installment due and interest, SBI has treated the same as an Non Performing Assets. Subsequently, the banks has converted FCTL into rupee loans and propose to charge higher interest rate. The Company has not accepted the switchover of the loans into rupees and is continuing to provide interest as per the original terms, the amount of interest on rupee loan is not quantifiable.
- b) We draw attention that the net worth in the financial statements of Global Offshore Services B.V has been eroded and is negative Rs. 63,891.38 lakhs, as per explanation and information given by the management regarding the current status of restructuring plan with the bank, no further impairment is to be made of investment in the subsidiary till the outcome of ongoing restructuring process has been finalized and to be continue as a going concern.

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

6. In our opinion except above and to the best of our information and according to the explanations given to us the statement:

- (i) include the year to date financial results of the entities as given above.
- (ii) is presented in accordance with 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 5th July 2016, in this regard; and
- (iii) gives a true and fair view in conformity with the IndAS and other accounting policies generally accepted in India of the net profit and other comprehensive income and other financial information for the year ended 31st March 2019.

For D. Kothary & Co.
Chartered Accountants
Firm Registration No. 105335W


Mehul N. Patel
(Partner)

Membership No. 132650
Place: Mumbai
Date: 30th May, 2019



**Statement on Impact of Audit Qualifications (for audit report with modified opinion)
submitted along-with Annual Audited Financial Results –
(Standalone and Consolidated separately)**

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2019				
[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
1.	Sl. No.	Particulars	Consolidated Audited Figures (as reported before adjusting for Rs. In Lakhs)	Consolidated Adjusted Figures (audited figures after adjusting for qualifications) Rs. In Lakhs
	1.	Turnover/Total income	13230.26	13095.00
	2.	Total Expenditure	82142.61	82142.61
	3.	Net Profit/(Loss)	(68912.35)	(69047.61)
	4.	Earnings Per Share	(199.69)	(200.23)
	5.	Total Assets	98550.03	98414.77
	6.	Total Liabilities	98550.03	98414.77
	7.	Net Worth	(54846.69)	(54981.95)
	8.	Any other financial item(s) (as felt appropriate by the management)	NIL	NIL
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification: As per Annexure - I			
	b. Type of Audit Qualification : Qualified Opinion / Disclaimer of Opinion / Adverse Opinion – As per Annexure - I			
	c. Frequency of qualification: Whether appeared first time / repetitive / since how long continuing – As per Annexure - I			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Managements Views: As per Annexure - I			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Managements estimation on the impact of audit qualification:			
	(ii) If management is unable to estimate the impact, reasons for the same:			
	(iii) Auditors' Comments on (i) or (ii) above:			
III.	Signatories:			
	For GLOBAL OFFSHORE SERVICES LIMITED			
	M. M. HONKAN	P. S. SHAH	A. K. THANAVALA	
	WHOLE TIME DIRECTOR	CHIEF FINANCIAL OFFICER	AUDIT COMMITTEE CHAIRMAN	
	For D. Kothary & Co			
	Chartered Accountants			
	Firm Regd No 105335W			
	Mehul N. Patel (FCA)			
	Partner / M.No 132650			
	Place : Mumbai			
	Date : 30.05.2019			

ANNEXURE - I
AUDIT QUALIFICATION

Sr. No.	Particulars
1.	a. Details of Audit Qualification : The Management has unable to provide the sufficient appropriate audit evidence with respect to the import tax refundable amount of Rs. 135.26 lakhs, therefore we are unable to determine the existence, basis of settlement arrangement and recoverability of the same.
	b. Type of Audit Qualification Qualified Opinion.
	c. Frequency of qualification. First time.
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views. Consolidated loss will be increased by Rs.135.26 Lakhs. The Management has been informed that the import tax paid in Brazil at the time the Vessel was imported will be refunded since the verdict of the Legal case filed by the Company against the State of Rio De Jenario for refund is in favour of the subsidiary viz. Garware Offshore International Services Pte. Ltd. (GOISPL) Lawyers in Brazil have informed GOISPL that as per the Government of Brazil rules, the refund may be paid by the State in suitable instalments over 5 years.
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Management's estimation on the impact of audit qualification: NIL
	(ii) If Management is unable to estimate the impact, reasons for the same: NIL
	(iii) Auditors' Comments on (i) or (ii) above: Auditors' qualification are self explanatory.



Sr. No.	Particulars
2.	a. Details of Audit Qualification : We draw attention that the net worth in the financial statements of Garware Offshore International PTE Limited has been eroded and is negative Rs.1825.99 lakhs, that may cast significant doubt on the company's ability to continue as a going concern.
	b. Type of Audit Qualification Qualified Opinion.
	c. Frequency of qualification. Repetitive.
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views. NIL
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:
	(i) Managements estimation on the impact of audit qualification: NIL
	(ii) If management is unable to estimate the impact, reasons for the same: Garware Offshore International Services Pte. Ltd. (GOISPL) during the year returned a Vessel that was on charter to it. The owners upon returning the Vessel, all obligations of the Company – past, present and future stands removed. However, there is presently no activity in the Company and recurring costs are minimal, which are being defrayed by sale of stock of stores, spares / recoveries of debt. GOISPL is now actively seeking chartering opportunities as a strategy of continuing operations.
	(iv) Auditors' Comments on (i) or (ii) above: : Auditors' qualification are self explanatory.

