SEAMEC LIMITED

A member of Subsea 7

SEAMEC/NSE/SMO/246/14

11th August, 2014

To,
The Manager,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051.
Maharashtra, India.
Symbol: SEAMECLTD
ISIN: INE497B01018
Email: cmlist@nse.co.in

Sub : Financial Results of the Company for the quarter ended 30.06.2014 - Clause 41 of the Listing Agreement – Limited Review Report

Dear Sir,

We wish to inform you that the Board of Directors of the Company in its meeting held on 11th August 2014 considered and have taken on record the unaudited financial results of the Company for the Quarter ended 30th June, 2014, in terms of Clause 41 of the Listing Agreement. The text of above results is enclosed herewith.

We are also enclosing herewith the Limited review Report furnished by M/s. S. R. Batliboi & Co.LLP., the Auditors of the Company.

Thanking you

Yours faithfully,
For **SEAMEC LIMITED**

S.N. Mohanty
Chief Legal Officer & Company Secretary

SEAMEC Limited
Registered Office: A 901-905, 215 Atrium
Andheri – Kurla Road, Andheri (East), Mumbai 400 093, India
Phone: + 91 22 6694 1800 Telefax: + 91 22 6694 1818 e-mail: seamec@bom5.vsnl.net.in

Financial results for the three months and period ended June30, 2014 (₹ in Lacs)

	Particulars	Quarter ended as on			Year to date ended
		30th June,2014	30th June,2013	31st March,2014	31st March,2014
		Unaudited	Unaudited	Audited	Audited
1	(a) Income from Operations	11,427	8,531	13,681	40,761
	(b) Other Operating Income	4	0	16	33
	Total Income (1(a)+1(b))	11,431	8,531	13,697	40,794
2	Expenditure				
	a. Consumables & Spares consumed	890	799	950	3,952
	b. Employee benefit expenses (including offshore staff)	2,067	1,823	2,279	8,371
	c. Dry Dock Expenditure Incurred	0	817	(65)	4,500
	d. Depreciation and amortisation	818	925	982	3,785
	e. Diving sub contractor cost	3,114	2,257	4,146	11,115
	f. Bare Boat Charter Expenses	1,069	1,004	1,092	4,319
	g. Other Expenditure	1,337	1,241	1,183	5,771
	h. Total	9,295	8,866	10,567	41,813
3	Profit from Operations before Other Income, Finance cost & Exceptional Items (1-2)	2,136	(335)	3,130	(1,019)
4	Other Income	458	1,087	(33)	1,545
5	Profit before Finance cost & Exceptional Items (3+4)	2,594	752	3,097	526
6	Finance Cost	2	0	8	13
7	Profit after Finance cost but before Exceptional Items (5-6)	2,592	752	3,089	513
8	Exceptional Items	0	0	0	0
9	Profit (+)/ Loss (-) from ordinary activities before tax (7+8)	2,592	752	3,089	513
10	Tax expense	103	200	13	408
11	Profit (+)/ Loss (-) from ordinary activities after tax (9-10)	2,489	552	3,076	105
12	Extraordinary items	0	0	0	0
13	Net Profit (+) /Loss (-) for the period (11-12)	2,489	552	3,076	105
14	Paid up equity share capital	3,390	3,390	3,390	3,390
	(face value : Rs 10/- each)				
15	Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year				43,793
16	Earning Per Share (EPS)				
	(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	7.34	1.63	9.07	0.31
	(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	7.34	1.63	9.07	0.31
17	Dividend per share (par value Rs 10/- each)	0	0	0	0
18	Public shareholding				
	- Number of shares	16,611,000	8,475,000	8,475,000	8,475,000
	- Percentage of shareholding (%)	49	25	25	25
19	Promoters and promoter group shareholding				
	(a) Pledged/Encumbered				
	- Number of shares	0	0	0	0
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0	0	0	0
	- Percentage of shares (as a % of the total share capital of the Company)	0	0	0	0
	(b) Non-encumbered				
	- Number of shares	17,289,000	25,425,000	25,425,000	25,425,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100
	- Percentage of shares (as a % of the total share capital of the Company)	51	75	75	75

1 During the quarter revenue has decreased compared to previous quarter, due to lower deployment days. One of the vessel is in routine dry dock and another one is in dock for upgradation to meet requirements of new contract, in the next quarter.

2 During the year 2011 , the Directorate of Revenue Intelligence (DRI) had instituted an enquiry in relation to payment of customs duty towards repairs/drydock undertaken on Company's vessels SEAMEC-I, SEAMEC-II and SEAMEC-III incurred outside India since 2002. The DRI provisionally assessed customs duty of Rs 1,266 lakhs, which the company has paid under protest subject to adjudication in December 2011.
The Company has furnished bank guarantee of Rs 821 lakhs and Bond of Rs 8,210 lakhs as directed by the Hon'ble High Court, Bombay, vide order dated 17th January, 2012. Hon'ble High Court observed that no duty to be charged on the acquisition cost as the vessel was originally imported prior to 2001 when import duty was not applicable on such vessel.
Commissioner of Customs has issued order dated 28th March 2013 received by Company on 16th April 2013 on the adjudication proceedings . The Commissioner of Customs , vide order dated 28th March 2013 , made total claim to Company ,including duty , penalty , interest and confiscation fine ,calculated to Rs 11,970 lakhs after adjustment of duty already paid by Company in Dec 2011 under protest.

The Company has since obtained stay from Hon'ble Customs, Excise & Service Tax Appellate Tribunal, customs. (CESTAT) against the order of commissioner of customs for vessel SEAMEC-III , SEAMEC II & SEAMEC-I. Pursuant to order of Hon'ble CESTAT ,the company has submitted bank guarantee for ₹ 60 lakhs and ₹ 30 lakhs .

The Company is of the view that it has a strong case on merit and is contesting the same. Hence no further provision made towards the claim made to the Company as stated in the order of The Commissioner of Customs .

3 Foreign Exchange violation case related to import of Land Drilling Rig continues to be pending before Hon'ble High Court at Mumbai .The Company believes there was no contravention of FERA , hence no provision has been made against the penalty of ₹ 1,000 lakhs imposed by Directorate of Enforcement.

4 Following Shareholders' approval, the Company sought approval of the Central Government for payment of excess remuneration of Rs 105.10 lakhs to Managing Director for the year 2010-11, due to absence of profit. The Central Government had sanctioned Rs 76.26 lakhs. The Company has made representation for review of partial sanction. Decision is awaited.

5 Coflexip Stena Offshore (Mauritius) Limited (CSOML), the erstwhile promoter entered into a share purchase agreement with HAL Offshore Limited(HAL) dated 22nd April,2014 for disinvestment of it's holding between 51% to 75% to HAL in two tranches. Accordingly first tranch of 51% shares transferred on 3rd June,2014, following which HAL become the promoter and acquired management control.



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(₹ in Lacs)

6	Segment Report: -	Quarter ended as on			Year to date ended
	Geographic Segment	30th June,2014	30th June,2013	31st March,2014	31st March,2014
		Unaudited	Unaudited	Audited	Audited
1	Segment Revenue (net income from each segment)				
a.	Domestic	7,134	5,403	9,256	24,846
b.	Overseas	4,297	3,128	4,441	15,948
	Total	11,431	8,531	13,697	40,794
	Less: Inter segment revenue	NIL	NIL	NIL	NIL
	Net Income from Operations	11,431	8,531	13,697	40,794
2	Segment results: (Profit/(Loss) before tax and Finance cost from each segment)				
a.	Domestic	1,274	(51)	(552)	(1,549)
b.	Overseas	1,005	189	3,442	1,451
	Total	2,279	138	2,890	(98)
	Adjustment for				
c.	Finance Cost	4	0	27	32
d	Other income	317	614	226	642
	Total Profit before tax	2,592	752	3,089	512
3	Capital Employed*	49,671	47,630	47,183	47,183

* Capital employed has not been identified with any of the reportable segments, as the assets used in the Company's business and the liabilities contracted are used interchangeably between segments.

7 The previous period figures have been regrouped / reclassified where necessary.

8 Information on investor complaints for the Quarter (Nos): Opening Balance – NIL Additions – 1 Disposals - 1 Closing Balance- NIL.

9 The above results have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors at a meeting held on 11/08/2014.

Limited Review : The Limited Review by Statutory Auditors for the quarter as required under clause 41 of the Listing Agreement has been completed and the related Report is being forwarded to the Stock Exchanges. This Report does not have any impact on the above Results and Notes which need to be explained.

For & On Behalf of Board of Directors

Captain C J Rodricks
Managing Director

Place: Mumbai
Date: 11th August,2014

SEAMEC LIMITED MUMBAI

S.R. BATLIBOI & CO. LLP
Chartered Accountants

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Limited Review Report

Review Report to
The Board of Directors
SEAMEC Limited

1. We have reviewed the accompanying statement of unaudited financial results of SEAMEC Limited ('the Company') for the quarter ended June 30, 2014 (the "Statement"), 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/ committee of 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 Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. BATLIBOI & CO. LLP
ICAI Firm registration number: 301003E
Chartered Accountants

S.R. BATLIBOI & CO. LLP MUMBAI CHARTERED ACCOUNTANTS

per Hemal Shah
Partner
Membership No.:42650

Place: Mumbai
Date: 11 August 2014