

Ref No: SSSL/18/2024-25

Date: 13th June 2024

To,
National Stock Exchange of India Ltd (NSE)
Exchange Plaza,
Bandra Kurla Complex,
Bandra (E), Mumbai – 400 051.
NSE Symbol: SHREYAS

Dear Sir/ Madam,

Subject: Reply to the clarification sought towards the quick result submitted to the Exchange by the Company on 23rd May 2024 for the quarter and financial year ended on 31st March 2024

This is with reference to the email dated 10th June 2024 from your good office seeking clarification in relation to the Statement on impact of audit qualification on the Audited Financial Results for the financial year ended on 31st March 2024 with respect to a quick result submitted to NSE.

We wish to inform you that, we have submitted the Statement on Impact of Audit qualifications on both Standalone and Consolidated Financial statements along with respective Audit Report filed on 23rd May 2024 for the financial year ended on 31st March 2024, signed by the Managing Director of the Company.

However, we inadvertently missed to include the signatures of CFO, Audit Committee Chairman and Statutory Auditor as per the format as prescribed by SEBI vide circular no. CIR/CFD/CMD/56/2016 dated 27th May 2016.

We are hereby enclosing the rectified ANNEXURE I- Statement on Impact of Audit Qualifications for both Standalone and Consolidated Financial statements signed by the Managing Director, Chief Financial Officer, Audit Committee Chairman and Statutory Auditor of the Company as per the format prescribed by SEBI vide circular no. CIR/CFD/CMD/56/2016 dated 27th May 2016.

We request your good office to kindly take the Quick Results filed for the quarter and year ended 31st March 2024 on record and trust the above submission will satisfy your query raised.

Thanking you,
Yours faithfully,
For **SHREYAS SHIPPING AND LOGISTICS LIMITED**

NAMRATA MALUSHTE
COMPANY SECRETARY & COMPLIANCE OFFICE

ANNEXURE I

Statement on Impact of Audit Qualifications for the Standalone Financial Year ended March 31, 2024

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (Rs. In Lakhs)	Adjusted Figures (Rs. In Lakhs)
			(as reported before adjusting for qualifications)	(audited figures after adjusting for qualifications)
	1.	Turnover / Total income	32,821	32,821
	2.	Total Expenditure	37,923	41,012
	3.	Net Profit/(Loss)	(5,102)	(8,191)
	4.	Earnings Per Share	(23.24)	(37.30)
	5.	Total Assets	1,24,705	1,21,616
	6.	Total Liabilities	48,053	48,053
	7.	Net Worth	76,652	73,563
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:** Attention is invited to note 7 to the Statement which explains the Company's basis for recording the reimbursement claim on cost of repairs resulting from a fire inside at its vessel MV SSL Brahmaputra and recognizing the amount of ₹ 3,089 lakhs recoverable from the insurers. We believe that the insurance claim should be recognised only upon acknowledgement of liability by the insurers. Had the income against the insurance claim not been recognised, the net profit after tax for the quarter and net loss for the year would have converted into a loss of Rs. 2,851 lakhs and Rs. 8,191 lakhs respectively, total comprehensive loss would have been Rs. 2,871 lakhs and Rs. 7,986 lakhs respectively, earnings per share would have converted to negative earnings per share of Rs. 12.98 and Rs. 37.30 respectively for the quarter and year ended March 31, 2024, and shareholders' funds and other current financial assets would have reduced by Rs. 3,089 lakhs as at March 31, 2024. Further, the Company expects that there won't be any liability towards potential cargo claims as it is adequately insured towards such liability.

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:** During quarter ended March 31, 2024, vessel MV "SSL Brahmaputra" of the Company met with fire onboard on January 1, 2024. The Company has charged the cost of repairs and estimated loss adjustment expenditure incurred upto March 31, 2024 of Rs. 3,089 lakhs. On the basis of management's assessment, duly supported by an Initial Survey Report of an independent expert, Company has recognised the corresponding insurance claim of Rs. 3,089 lakhs as exceptional items in the Statement of Profit and Loss. The Company is in discussion with the Insurance Company and their appointed Surveyor to settle the claim under the Vessel's Hull & Machinery Insurance cover of Rs. 19,000 Lac. Based on past experiences of settlement of marine insurance claims of the company, the management is confident of recovering the same in full.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor: N.A.**


(i) **Management's 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. For PKF Sridhar & Santhanam LLP
Chartered Accountants
Firm's Registration No. 003990S/S200018

For Shreyas Shipping and Logistics Limited


Dhiraj Kumar Birla, Partner
Membership No. 131178




R.S. Krishnan
Audit Committee Chairman


Capt. Milind Patankar
Managing Director


Bajesh Desai
Chief Financial Officer

Place: Navi Mumbai

Date: May 23, 2024

ANNEXURE I

Statement on Impact of Audit Qualifications for the Consolidated Financial Year ended March 31, 2024

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

I.	Sl. No.	Particulars	Audited Figures (Rs. In Lakhs)	Adjusted Figures (Rs. In Lakhs)
			(as reported before adjusting for qualifications)	(audited figures after adjusting for qualifications)
	1.	Turnover / Total income	32,822	32,822
	2.	Total Expenditure	37,923	41,012
	3.	Net Profit/(Loss)	(5,101)	(8,190)
	4.	Earnings Per Share	(23.23)	(37.30)
	5.	Total Assets	1,24,706	1,21,617
	6.	Total Liabilities	48,053	48,053
	7.	Net Worth	76,653	73,564
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

II. Audit Qualification (each audit qualification separately):

a. **Details of Audit Qualification:** Attention is invited to note 7 to the Statement which explains the Company's basis for recording the reimbursement claim on cost of repairs resulting from a fire inside at its vessel MV SSL Brahmputra and recognizing the amount of ₹ 3,089 lakhs recoverable from the insurers. We believe that the insurance claim should be recognised only upon acknowledgement of liability by the insurers. Had the income against the insurance claim not been recognised, the net profit after tax for the quarter and net loss for the year would have converted into a loss of Rs. 2,851 lakhs and Rs. 8,190 lakhs respectively, total comprehensive loss would have been Rs. 2,871 lakhs and Rs. 7,985 lakhs respectively, earnings per share would have converted to negative earnings per share of Rs. 12.98 and Rs. 37.30 respectively for the quarter and year ended March 31, 2024, and shareholders' funds and other current financial assets would have reduced by Rs. 3,089 lakhs as at March 31, 2024. Further, the Company expects that there won't be any liability towards potential cargo claims as it is adequately insured towards such liability.

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:** During quarter ended March 31, 2024, vessel MV "SSL Brahmputra" of the Company met with fire onboard on January 1, 2024. The Company has charged the cost of repairs and estimated loss adjustment expenditure incurred upto March 31, 2024 of Rs. 3,089 lakhs. On the basis of management's assessment, duly supported by an Initial Survey Report of an independent expert, Company has recognised the corresponding insurance claim of Rs. 3,089 lakhs as exceptional items in the Statement of Profit and Loss. The Company is in discussion with the Insurance Company and their appointed Surveyor to settle the claim under the Vessel's Hull & Machinery Insurance cover of Rs. 19,000 Lac. Based on past experiences of settlement of marine insurance claims of the company, the management is confident of recovering the same in full.

e. **For Audit Qualification(s) where the impact is not quantified by the auditor: N.A.**

(i) **Management's 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:**

<p>III. For PKF Sridhar & Santhanam LLP Chartered Accountants Firm's Registration No. 003990S/S200018</p> <p><i>Dhiraj Kumar Birla</i></p> <p>Dhiraj Kumar Birla, Partner Membership No. 131178</p> 	<p>For Shreyas Shipping and Logistics Limited</p> <p><i>R. Krishnan</i></p> <p>R.S. Krishnan Audit Committee Chairman</p> <p><i>Capt. Milind Patankar</i></p> <p>Capt. Milind Patankar Managing Director</p> <p><i>Rajesh Desai</i></p> <p>Rajesh Desai Chief Financial Officer</p>
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Place: Navi Mumbai
Date: May 23, 2024