

**VARUN SHIPPING COMPANY LIMITED**Our Ref: **795**13th November, 2013

Bombay Stock Exchange Ltd.,
Corporate Relations Department,
Phiroze Jeejeebhoy Towers,
Dalal Street,
MUMBAI - 400 001.

SCRIP CODE NO.500465

Dear Sirs,

Re : Unaudited financial results for the quarter ended 30th September, 2013

In terms of Clause 41 of the Listing Agreement, we enclose herewith the following documents:

1. Unaudited financial results for the quarter ended 30th September, 2013.
2. Limited Review Report of M/s.Sorab S. Engineer & Co., auditors of the company, on the unaudited financial results for quarter ended 30th September, 2013.

Kindly acknowledge receipt.

Thanking you,

Yours faithfully,

For Varun Shipping Company Limited

Yudhishtir D. Khatau
Chairman & Managing Director

Encl: as above

Registered Office :

Laxmi Building, 6, Shoorji Vallabhdas Marg,

Ballard Estate, Mumbai-400 001, India.

Website : www.varunship.com**Tel. :** (91-22) 6635 0100 - 109**Fax :** (91-22) 6635 0274 / 280



VARUN SHIPPING COMPANY LIMITED

STATEMENT OF STANDALONE RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2013

PART - I

Sr. No	PARTICULARS	Rs. in lacs				
		Standalone Quarter ended 30.09.2013 Unaudited	Standalone Quarter ended 30.06.2013 Unaudited	Standalone 12 months ended 30.09.2013 Unaudited	Standalone Quarter ended 30.09.2012 Unaudited	Standalone 18 months ended 30.09.2012 Audited
1	Income from operations					
	Freight & charter hire					
	Profit on Sale of Ship(s) and other assets (Net)	3,563.03	5,585.78	19,316.36	8,581.55	46,550.23
				0.84		13,862.68
	Total Income	3,563.03	5,585.78	19,317.20	8,581.55	60,412.91
2	Expenses					
	a) Employee cost	1,219.38	1,460.37	5,314.63	1,761.41	10,853.58
	b) Bunker cost	987.21	1,033.07	3,895.36	1,455.17	5,257.08
	c) Port expenses	114.37	179.38	523.13	172.67	1,060.08
	d) Stores, Lubers & Victualling	95.75	239.90	753.84	311.43	1,942.40
	e) Repairs & Maintenance including cost of spares and Survey	150.48	158.17	568.19	49.42	3,796.08
	f) Depreciation	2,871.84	2,159.17	8,391.81	1,462.80	14,438.83
	g) Hire of Inchartered ships	1,069.04	1,543.34	5,710.66	1,632.52	11,401.99
	h) Other expenditure	834.07	797.45	3,091.71	1,269.83	6,125.20
	Total	7,341.94	7,570.85	28,249.33	8,115.25	54,675.24
3	Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(3,778.91)	(1,985.07)	(8,932.13)	466.30	5,737.67
4	Other Income	589.29	486.46	2,686.95	(444.65)	10,782.54
5	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 plus 4)	(3,189.62)	(1,498.61)	(6,245.18)	21.65	16,520.21
6	Finance Costs (net)	5,129.80	3,098.23	15,857.30	4,834.36	28,821.32
7	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 minus 6)	(8,319.42)	(4,594.84)	(22,102.48)	(4,812.71)	(12,301.11)
8	Exceptional Items (Exchange gain / (loss) (Refer Note - 3)	2,825.82	4,799.99	10,644.02	(6,790.54)	16,073.77
9	Profit / (Loss) from Ordinary Activities before tax (7 minus 8)	(5,493.60)	205.15	(11,458.46)	(11,603.25)	3,772.66
10	Tax Expense					
	Current Tax					175.00
	(Excess)/short provision of income tax for prior years					(238.88)
11	Net Profit / (Loss) from Ordinary Activities after tax (9 minus 10)	(5,493.60)	205.15	(11,458.46)	(11,603.25)	3,836.54
12	Extraordinary Item (net of - tax expense)					
	Loss on equity share capital (face value Rs.10/-)	15,000.78	15,000.78	15,000.78	15,000.78	15,000.78
15	Reserves excluding revaluation reserves					69,239.91
16	Earnings Per Share (EPS) (in Rs.)					
	a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized)	(3.66)	0.14	(7.64)	(7.74)	2.56
	Earnings Per Share (EPS) (in Rs.)					
	b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	(3.66)	0.14	(7.64)	(7.74)	2.56
PART - II						
A	Particulars of Shareholding					
1	Public shareholding					
	- Number of shares	93,316,211	93,316,211	93,316,211	93,316,211	93,316,211
	- Percentage of shareholding	62.21	62.21	62.21	62.21	62.21
2	Promoters and Promoter Group Shareholding					
	a) Pledged/Encumbered					
	- Number of shares	23,300,000	23,300,000	23,300,000	15,200,000	15,200,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	41.10	41.10	41.10	26.81	26.81
	- Percentage of shares (as a % of the total share capital of the company)	15.53	15.53	15.53	10.13	10.13
	b) Non-Encumbered					
	- Number of shares	33,391,562	33,391,562	33,391,562	41,491,562	41,491,562
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	58.90	58.90	58.90	73.19	73.19
	- Percentage of shares (as a % of the total share capital of the company)	22.26	22.26	22.26	27.66	27.66
B	Particulars	3 Months Ended 30.09.2013				
	Investor Complaints					
	Pending at the beginning of the quarter					
	Received during the quarter		289			
	Disposed off during the quarter		138			
	Remaining unresolved at the end of the quarter		18			
			409			

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VARUN SHIPPING COMPANY LIMITED

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Notes:-

1 STATEMENT OF ASSETS AND LIABILITIES		Standalone	Standalone
Particulars		Rs in lacs As at 30.09.2013 (Unaudited)	Rs in lacs As at 30.09.2012 (Audited)
A) EQUITY AND LIABILITIES			
Shareholders' Fund			
(a) Capital			
(b) Reserves and Surplus		15,000.78	15,000.78
		57,781.45	69,239.91
Non-current liabilities			
a) Long-term borrowings		89,773.95	66,982.96
b) Long-term provisions		633.22	705.20
c) Finance Lease Payable		16,685.24	2,860.26
Current liabilities			
a) Short-term borrowings		18,560.27	14,739.09
b) Trade payables		31,837.08	33,454.38
c) Other current liabilities		36,708.70	67,260.13
d) Short-term provisions		1,587.83	1,515.85
e) Finance Lease Payable		4,737.55	3,522.73
TOTAL		273,306.07	275,281.29
B) ASSETS			
a) Fixed assets			
i) Tangible assets			
		85,036.35	65,328.10
b) Non-current investments		32,228.16	5,034.08
c) Long-term loans and advances		11,659.51	10,069.91
d) Finance Lease Receivable		-	2,722.04
e) Foreign Currency Monetary Item Translation Difference		2,103.51	92.41
Current assets			
a) Inventories		622.72	761.77
b) Trade receivables		72,446.05	78,316.14
c) Cash and Cash Equivalents		11,961.14	33,475.75
d) Short-term loans and advances		42,021.15	60,244.61
e) Other current assets		15,227.48	16,333.77
f) Finance Lease Receivable		-	2,902.71
TOTAL		273,306.07	275,281.29

2 The Board of Directors at its meeting held on 31st March 2012 had considered and approved the composite scheme of arrangement and amalgamation between Varun Shipping Company Limited, Varun Gas Infrastructure Limited, Varun Shipping and Industries Limited, Varun Global Private Limited, Varun Maritime Private Limited and Varun Resources Private Limited and their respective shareholders and creditors under the provisions of Sections 391 to 394 read together with Sections 100 to 103 and other applicable provisions of the Companies Act, 1956, so as to segregate shipping business, ship management and shipping investment business into separate entities ("Scheme"). The Company had filed an application with the Hon'ble Bombay High Court in November, 2012 for obtaining its approval. At the court convened meeting of the shareholders held on 8 January 2013, the Scheme has been approved with requisite majority of 97.1831% in number and 99.9996% in value, of the shareholders present at the said meeting and voting in person or by proxy or through its authorized representative. The Company has filed the petition before the Hon'ble Bombay High Court on 21 January 2013 for approving the Scheme. The process for the arrangement and amalgamation is in the process.

3 Exchange gain of Rs. 2,825.82 lacs during the quarter, is due to the net exchange gain on revaluation of short term and long term foreign currency monetary assets and liabilities.

Above mentioned accounting treatment is in conformity with the Accounting Standard 11 (Revised) issued by The Institute of Chartered Accountants of India and the notification issued by the Ministry of Corporate Affairs.

4 Other income includes mainly management fees earned in respect of ships which have been taken on technical and commercial management and interest on unsecured loans.

5 The Company is engaged primarily in shipping business and there are no separate reportable segments as per the Accounting Standard 17.

6 Figures for the previous accounting periods have been regrouped wherever necessary.

7 The above results have been reviewed by Audit Committee at its meeting held on 13th November, 2013 and have been approved by the Board of Directors of the Company at its meeting held on 13th November 2013.

For VARUN SHIPPING COMPANY LIMITED

YUDHISHIR D. KHATAU
Chairman & Managing Director

Place : Mumbai
Date : November 13, 2013

Registered Office:

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SORAB S. ENGINEER & CO. (Regd.)
CHARTERED ACCOUNTANTS

TELEPHONE : 2204 17 89
2204 08 61
FAX : (022) 2284 63 19
EMAIL : sorabsengineer@yahoo.com
WEB : www.sseco.in



ISMAL BUILDING,
381, DR. D. NAOROJI ROAD, FORT,
MUMBAI - 400 001

Ref No : 285 / 826

Review Report to the Board of Directors
Varun Shipping Company Ltd.,
Laxmi Building, 6 Shoorji Vallabhdas Marg,
Ballard Estate,
Mumbai - 400001

Dear Sirs,

We have reviewed the accompanying statement of unaudited financial results of Varun Shipping Company Limited for the period of 3 months ended 30th September 2013 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 audited 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 these financial statements based on our review.

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 financial statements are 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited quarterly financial results prepared in accordance with applicable accounting standards notified pursuant to Companies (Accounting Standards) Rules, 2006 and / or Accounting Standards issued by Institute of Chartered Accountants of India 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 Sorab S. Engineer & Co.
Chartered Accountants
Firm Registration Number: 110417W

CA M.P. Antia
CA M.P. Antia
Partner
(Membership No. 7825)

Place: Mumbai

Date : 13th November, 2013.



VARUN SHIPPING COMPANY LIMITED

STATEMENT OF STANDALONE RESULTS FOR THE QUARTER ENDED 30TH SEPTEMBER, 2013

PART - I

Sr. No.	PARTICULARS	Rs in lacs				
		Standalone Quarter ended 30.09.2013 Unaudited	Standalone Quarter ended 30.08.2013 Unaudited	Standalone 12 months ended 30.09.2013 Unaudited	Standalone Quarter ended 30.09.2012 Unaudited	Standalone 18 months ended 30.09.2012 Audited
1	Income from operations					
	Freight & charter hire					
	Profit on Sale of Ship(s) and other assets (Net)	3,563.03	5,585.78	19,316.36	8,581.55	46,550.23
				0.84	-	13,862.88
	Total Income	3,563.03	5,585.78	19,317.20	8,581.55	60,412.91
2	Expenses					
a	Employee cost	1,219.38	1,460.37	5,314.63	1,781.41	10,853.58
b	Bunker cost	987.21	1,033.07	3,885.36	1,455.17	5,257.08
c	Port expenses	114.37	179.38	523.13	172.67	1,060.08
d	Stores, Lubes & Victualling	95.75	239.90	753.84	311.43	1,942.40
e	Repairs & Maintenance including cost of spares and Survey	150.48	158.17	568.19	49.42	3,796.08
f	Depreciation	2,871.64	2,159.17	8,391.81	1,462.80	14,438.83
g	Hire of inchartered ships	1,069.04	1,543.34	5,710.66	1,632.52	11,401.99
h	Other expenditure	834.07	797.45	3,091.71	1,289.83	6,125.20
	Total	7,341.94	7,570.85	28,249.33	8,115.25	54,675.24
3	Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(3,778.91)	(1,985.07)	(8,932.13)	466.30	5,737.67
4	Other Income	589.29	486.46	2,666.95	(444.65)	10,782.54
5	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 plus 4)	(3,189.62)	(1,498.61)	(6,265.18)	21.65	16,520.21
6	Finance Costs (net)	5,129.80	3,096.23	15,857.20	1,000.00	12,301.11
7	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (5 minus 6)	(8,319.42)	(4,594.84)	(22,102.48)	(4,812.71)	(12,301.11)
8	Exceptional Items (Exchange gain / (loss) (Refer Note - 3)	2,825.82	4,799.99	10,844.02	(6,790.54)	16,073.77
9	Profit / (Loss) from Ordinary Activities before tax (7 minus 8)	(5,493.60)	205.15	(11,458.46)	(11,603.25)	3,772.66
10	Tax Expense					
	Current Tax	-	-	-	-	175.00
	(Excess)/short provision of income tax for prior years	-	-	-	-	(238.88)
11	Net Profit / (Loss) from Ordinary Activities after tax (9 minus 10)	(5,493.60)	205.15	(11,458.46)	(11,603.25)	3,836.54
12	Extraordinary item (net of - tax expense)					
13	Net Profit / (Loss) after taxes (11 minus 12)	(5,493.60)	205.15	(11,458.46)	(11,603.25)	3,836.54
14	Paid-up equity share capital (Face value Rs.10/-)	15,000.78	15,000.78	15,000.78	15,000.78	15,000.78
15	Reserves excluding revaluation reserves					69,239.91
16	Earnings Per Share (EPS) (in Rs.)					
a	Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not annualized)	(3.66)	0.14	(7.64)	(7.74)	2.56
	Earnings Per Share (EPS) (in Rs.)					
b	Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not annualized)	(3.66)	0.14	(7.64)	(7.74)	2.56
PART - II						
A	Particulars of Shareholding					
1	Public shareholding					
	- Number of shares	93,316,211	93,316,211	93,316,211	93,316,211	93,316,211
	- Percentage of shareholding	62.21	62.21	62.21	62.21	62.21
2	Promoters and Promoter Group Shareholding					
a	Pledged/Encumbered					
	- Number of shares	23,300,000	23,300,000	23,300,000	15,200,000	15,200,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	41.10	41.10	41.10	26.81	26.81
	- Percentage of shares (as a % of the total share capital of the company)	15.53	15.53	15.53	10.13	10.13
b	Non-Encumbered					
	- Number of shares	33,391,562	33,391,562	33,391,562	41,491,562	41,491,562
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	58.90	58.90	58.90	73.19	73.19
	- Percentage of shares (as a % of the total share capital of the company)	22.26	22.26	22.26	27.66	27.66
B	Investor Complaints					
	Pending at the beginning of the quarter					
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VARUN SHIPPING COMPANY LIMITED

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Notes:-

1 STATEMENT OF ASSETS AND LIABILITIES		
Particulars	Standalone	Standalone
	Rs in lacs As at 30.09.2013 (Unaudited)	Rs in lacs As at 30.09.2012 (Audited)
A) EQUITY AND LIABILITIES		
Shareholders' Fund		
(a) Capital	15,000.78	15,000.78
(b) Reserves and Surplus	57,781.45	69,239.91
Non-current liabilities		
a) Long-term borrowings	89,773.95	66,982.96
b) Long-term provisions	633.22	705.20
c) Finance Lease Payable	16,865.24	2,860.26
Current liabilities		
a) Short-term borrowings	18,560.27	14,739.09
b) Trade payables	31,637.08	33,454.38
c) Other current liabilities	36,708.70	67,260.13
d) Short-term provisions	1,587.83	1,515.85
e) Finance Lease Payable	4,737.55	3,522.73
TOTAL	273,306.07	275,281.29
B) ASSETS		
a) Fixed assets		
i) Tangible assets	85,036.35	65,328.10
b) Non-current investments	32,228.16	5,034.08
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e) Foreign Currency Monetary Item Translation Difference	2,103.51	92.41
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a) Inventories	622.72	761.77
b) Trade receivables	72,446.05	78,316.14
c) Cash and Cash Equivalents	17,961.14	33,478.75
d) Short-term loans and advances	42,021.15	60,244.61
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5 The Company is engaged primarily in shipping business and there are no separate reportable segments as per the Accounting Standard 17.

6 Figures for the previous accounting periods have been regrouped wherever necessary.

Company at its meeting held on 13th November 2013.

As per our report of even date attached
For SORAB S. ENGINEER & CO.
Chartered Accountants
Firm Registration No. 110417W

For VARUN SHIPPING COMPANY LIMITED

CA M.P. Antia
Partner
Membership No. 7825

YUDHISHTHIR D. KHATAU
Chairman & Managing Director

Place : Mumbai
Date : November 13, 2013

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