



VARUN SHIPPING COMPANY LIMITED

STATEMENT OF STANDALONE RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2013

PART - I

Sr. No.	PARTICULARS	Standalone Quarter ended 31.12.2013 Unaudited	Standalone Quarter ended 30.09.2013 Unaudited	Standalone 15 months ended 31.12.2013 Unaudited	Standalone Quarter ended 31.12.2012 Unaudited	Standalone 18 months ended 30.09.2012 Audited
Rs in lacs						
1	Income from operations					
	Freight & charter hire	733.42	3,563.03	20,049.78	5,629.32	46,550.23
	Profit on Sale of Ship(s) and other assets (Net)	0.07		0.91	0.84	13,862.68
	Total Income	733.49	3,563.03	20,050.69	5,630.16	60,412.91
2	Expenses					
a)	Employee cost	1,310.83	1,219.38	6,625.46	1,503.13	10,653.58
b)	Bunker cost	715.76	987.21	4,611.12	1,012.18	5,257.08
c)	Port expenses	(49.45)	114.37	473.68	156.85	1,060.08
d)	Stores, Lubes & Victualling	90.06	95.75	843.90	196.26	1,942.40
e)	Repairs & Maintenance including cost of spares and Survey	22.18	150.48	590.38	161.69	3,796.08
f)	Depreciation	2,706.97	2,871.64	11,098.78	1,683.47	14,438.83
g)	Hire of Inchartered ships	1,069.04	1,069.04	6,779.70	1,571.90	11,401.69
h)	Provision for doubtful receivables	14,000.00	-	14,000.00	-	-
i)	Other expenditure	443.20	834.07	3,534.92	756.28	6,125.20
	Total	20,308.59	7,341.94	48,557.94	7,041.74	54,675.24
3	Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(19,575.10)	(3,778.91)	(28,507.25)	(1,411.58)	5,737.67
4	Other Income	484.96	589.29	3,171.91	989.33	10,782.54
5	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 plus 4)	(19,090.14)	(3,189.62)	(25,335.34)	(442.25)	16,520.21
6	Finance Costs (net)	4,536.12	5,129.80	20,393.42	4,092.94	28,821.32
7	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 minus 6)	(23,626.26)	(8,319.42)	(45,728.76)	(4,535.19)	(12,301.11)
8	Exceptional Items (Exchange gain / (loss) (Refer Note - 2)	(1,904.59)	2,825.82	8,739.43	3,137.11	16,073.77
9	Profit / (Loss) from Ordinary Activities before tax (7 minus 8)	(25,530.85)	(5,493.60)	(36,989.33)	(1,398.08)	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)	(25,530.85)	(5,493.60)	(36,989.33)	(1,398.08)	3,636.54
12	Extraordinary item (net of - tax expense)					
13	Net Profit / (Loss) after taxes (11 minus 12)	(25,530.85)	(5,493.60)	(36,989.33)	(1,398.08)	3,636.54
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)	(17.02)	(3.66)	(24.66)	(0.93)	2.56
b)	Basic and diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year (not annualized)	(17.02)	(3.66)	(24.66)	(0.93)	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	23,300,000	15,200,000
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	41.10	41.10	41.10	41.10	26.81
	- Percentage of shares (as a % of the total share capital of the company)	15.53	15.53	15.53	15.53	10.13
b)	Non-Encumbered					
	- Number of shares	33,391,562	33,391,562	33,391,562	33,391,562	41,491,562
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	58.90	58.90	58.90	58.90	73.19
	- Percentage of shares (as a % of the total share capital of the company)	22.26	22.26	22.26	22.26	27.66
B	Investor Complaints	3 Months Ended 31.12.2013				
	Pending at the beginning of the quarter		409			
	Received during the quarter		121			
	Disposed off during the quarter		18			
	Remaining unresolved at the end of the quarter		512			

Registered Office :

Laxmi Building, 6, Shoorji Vallabhdas Marg,

Tel. : (91-22) 6635 0100 - 109

Ballard Estate, Mumbai-400 001, India.

Fax : (91-22) 6635 0274 / 280

Website : www.varunship.com

VARUN SHIPPING COMPANY LIMITED

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Notes:-

- 1 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 other applicable provisions of the Companies Act, 1986, 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 99.9998% 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.
- 2 Exchange loss of Rs. 1,904.58 lacs during the quarter, is due to the net exchange loss 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.
- 3 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.
- 4 The Company is engaged primarily in shipping business and there are no separate reportable segments as per the Accounting Standard 17.
- 5 Figures for the previous accounting periods have been regrouped wherever necessary.
- 6 The above results have been reviewed by Audit Committee at its meeting held on 13th February, 2014 and have been approved by the Board of Directors of the Company at its meeting held on 13th February, 2014.

For VARUN SHIPPING COMPANY LIMITED


 YUDHISHTHIR D. KHATAU
 Chairman & Managing Director

Place : Mumbai
 Date : February 13, 2014

Registered Office:

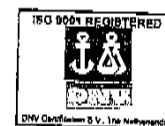
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SORAB S. ENGINEER & CO. (Regd.)
CHARTERED ACCOUNTANTS

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2204 08 61
FAX : (022) 2284 63 19
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ISMAIL BUILDING,
381, DR. D. NAOROJI ROAD, FORT,
MUMBAI-400 001.

February 13, 2014

Ref: 285/881

Review Report to The Board of Directors
Varun Shipping Company Limited,
6, Shoorji Vallabhdas Marg,
Mumbai- 400001

Dear Sirs,

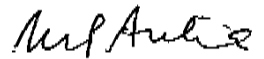
1. We have reviewed the accompanying statement of unaudited financial results of **VARUN SHIPPING COMPANY LIMITED**, for the period of three months ended 31st December, 2013, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced 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.
2. 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 the 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.

Handwritten signature

SORAB S. ENGINEER & CO. (Regd.)

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 quarterly financial results prepared in accordance with applicable Accounting Standards notified under the Companies Act, 1956, read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of Section 133 of the Companies Act, 2013 and other recognized 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 Regn. No. 110417W**



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



VARUN SHIPPING COMPANY LIMITED

STATEMENT OF STANDALONE RESULTS FOR THE QUARTER ENDED 31ST DECEMBER, 2013

PART - I

Sr. No.	PARTICULARS	Rs. in 'lacs				
		Standalone Quarter ended 31.12.2013 Unaudited	Standalone Quarter ended 31.12.2012 Unaudited	Standalone 12 months ended 31.12.2013 Unaudited	Standalone 12 months ended 31.12.2012 Unaudited	Standalone 18 months ended 30.09.2012 Audited
1	Income from Operations					
	Freight & charter hire	733.42	5,863.51	20,049.78	5,629.22	46,850.23
	Profit on Sale of Ship(s) and other assets (Net)	0.07	0.91	0.91	0.84	13,862.66
	Total Income	733.49	5,864.42	20,050.69	5,630.06	60,712.89
2	Expenses					
a)	Employee cost	1,310.89	1,310.89	6,625.46	3,503.13	10,653.58
b)	Bunker cost	1,310.89	1,310.89	6,625.46	3,503.13	10,653.58
c)	Port expenses	46.45	46.45	473.59	156.85	1,060.08
d)	Stores, Lubricants & Victualling	85.06	85.06	843.90	196.26	1,942.40
e)	Repairs & Maintenance including cost of spares and Survey	222.18	222.18	590.30	1,011.69	3,796.08
f)	Depreciation	2,296.37	2,296.37	11,056.75	3,653.47	14,438.83
g)	Hire of Inchartered ships	1,035.04	1,035.04	6,778.70	3,371.90	11,401.99
h)	Provision for doubtful receivables	4,000.00	4,000.00	14,000.00		
i)	Other expenditure	443.20	443.20	3,534.92	706.26	6,125.20
	Total	12,744.08	12,744.08	48,557.94	7,044.74	54,675.24
	Profit / (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1 - 2)	(12,010.59)	(6,879.66)	(28,507.25)	(1,414.68)	5,737.67
3	Other Income	19,875.10	3,778.91	28,507.25	1,414.68	5,737.67
	Profit / (Loss) from ordinary activities before Finance Costs and Exceptional Items (3 plus 4)	7,864.51	(3,100.75)	3,171.91	800.33	10,782.54
4	Finance Costs (net)	(19,790.14)	(3,110.42)	(25,335.34)	(442.20)	16,620.21
	Profit / (Loss) from ordinary activities after Finance Costs but before Exceptional Items (5 minus 6)	(11,925.63)	(6,211.17)	(22,163.43)	(341.87)	26,402.75
7	Exceptional Items (5 minus 6)	23,626.26	(8,318.42)	(45,728.78)	(4,535.19)	(12,301.11)
8	Exceptional Items (Exchange gain / (loss) / Refer Note - 2)	1,930.90	2,659.52	8,739.43	3,137.11	16,073.77
	Profit / (Loss) from Ordinary Activities before tax (7 minus 8)	(12,594.53)	(13,888.11)	(33,424.03)	(7,678.98)	14,101.64
10	Tax Expense					
	Current Tax					175.00
	(Short)/Long provision of Income tax for prior years					(238.88)
	Net Profit / (Loss) from Ordinary Activities after tax (9 minus 10)	(12,594.53)	(13,888.11)	(33,424.03)	(7,678.98)	13,862.76
11	Extraordinary Item (net of - tax expense)					3,836.54
	Net Profit / (Loss) after taxes (11 minus 12)	(12,594.53)	(13,888.11)	(33,424.03)	(7,678.98)	17,699.30
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)	(7.06)	(9.25)	(22.46)	(5.12)	2.56
b)	Earnings Per Share (EPS) (in Rs.)					
a)	Basic and diluted EPS after Extraordinary Items for the period, for the year to date and for the previous year (not annualized)	(17.03)	(3.66)	(24.66)	(0.33)	2.56

PART - II

A. Particulars of Shareholding

1. Public shareholding

- Number of shares

93,316,211

62.21

93,316,211

62.21

93,316,211

62.21

2. Promoters and Promoter Group Shareholding

a) Pledged/Encumbered

- Number of shares

23,300,000

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23,300,000

23,300,000

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- Percentage of shares (as a % of the total shareholding of promoter and promoter group)

41.10

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- Percentage of shares (as a % of the total share capital of the company)

16.53

16.53

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10.13

b) Non-Encumbered

- Number of shares

33,391,562

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- Percentage of shares (as a % of the total shareholding of promoter and promoter group)

58.90

58.90

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58.90

- Percentage of shares (as a % of the total share capital of the company)

22.26

22.26

22.26

22.26

27.66

Particulars

3 Months Ended 31.12.2013

Investor Complaints

Pending at the beginning of the quarter

409

Received during the quarter

121

Disposed off during the quarter

15

Refrain from investing at the end of the quarter

512

VARUN SHIPPING COMPANY LIMITED

Notes:-

1 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.

2 Exchange loss of Rs. 1,904.59 lacs during the quarter, is due to the net exchange loss 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.

3 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.

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

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

6 The above results have been reviewed by Audit Committee at its meeting held on 13th February, 2014 and have been approved by the Board of Directors of the Company at its meeting held on 13th February, 2014.

As per our report of even date attached

For VARUN SHIPPING COMPANY LIMITED

Chartered Accountants

Firm Registration No. 110417W

CA M.P. Andle

Partner

Membership No. 7855

Place : Mumbai

Date : February 13, 2014

For VARUN SHIPPING COMPANY LIMITED

YUDHISHTHIR D. KHATAU

Chairman & Managing Director