



A Navratna Company
ISO 9001:2008

भारतीय नौवहन निगम लिमिटेड

(भारत सरकार का उद्यम)

पंजीकृत कार्यालय: शिपिंग हाउस, 245 मादाम कामा रोड, मुंबई - 400 021.

फोन: 91-22-2202 6666, 2277 2000 फैक्स: 91-22-2202 6905 वेबसाइट: www.shipindia.com

The Shipping Corporation Of India Ltd.

(A GOVERNMENT OF INDIA ENTERPRISE)

Regd. Office: Shipping House, 245, Madame Cama Road, Mumbai-400 021. Ph: 91-22 2202 6666, 2277 2000

Fax: 91-22 22026905 • Website: www.shipindia.com

सीआईएन/CIN-L63030MH1950G01008033

Ref.No.: A10-SEC- BD-808-16

16.11.2016

To,

Corporate Relationship Department, Bombay Stock Exchange Ltd , 1 st Floor, New Trading Ring, Rotunda Building, P.J. towers, Dalal Street, Fort, Mumbai – 400 001	The Manager, Listing Department, The National Stock Exchange of India Ltd. , 'Exchange Plaza' Bandra-Kurla Complex, Bandra (East) MUMBAI - 400 051.
The Secretary The Calcutta Stock Exchange Association Ltd. 7, Lyons Range, KOLKATA 700 001.	

Dear Sir,

Compliance of Regulations 30 and 33 of SEBI (Listing Obligations And Disclosure Requirements) Regulations, 2015.

At the meeting of Board of Directors of SCI held on 16.11.2016, the unaudited Standalone Financial Results for quarter ended on 30.09.2016 were approved.

The copy of unaudited standalone Financial Statements set out in compliance with Indian Accounting Standards (Ind-AS) along with limited review report is enclosed herewith.

The Meeting of the Board of Directors commenced at 2 pm and concluded at 6.05 pm.

Thanking You,

Yours faithfully,

कृते भारतीय नौवहन निगम लिमिटेड
For THE SHIPPING CORPORATION OF INDIA LTD.


दिपांकर हालदार/DIPANKAR HALDAR
कार्यकारी निदेशक (विधिक मामले) एवं कंपनी सचिव
Executive Director (Legal Affairs) & Company Secretary

THE SHIPPING CORPORATION OF INDIA LTD.

STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER & HALF YEAR ENDED SEPTEMBER 30, 2016

(₹ in lakhs)

Sr No.	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED	
		30.09.2016 (UNAUDITED)	30.06.2016 (UNAUDITED)	30.09.2015 (UNAUDITED)	30.09.2016 (UNAUDITED)	30.09.2015 (UNAUDITED)
1 a)	Income from Operations	74,977	81,437	1,08,338	1,56,414	2,14,303
b)	Other Operating Income	898	1,518	784	2,416	1,856
	Total Income from Operations	75,875	82,955	1,09,122	1,58,830	2,16,159
2	Expenditure -					
a)	Employee Cost (shore & floating)	9,994	11,283	11,784	21,277	22,200
b)	Bunker	15,110	14,203	19,210	29,313	37,988
c)	Port dues	9,729	9,263	8,861	18,992	17,826
d)	Cargo Handling Expenses	3,761	4,677	5,764	8,438	9,210
e)	Repairs & Maintenance	7,973	6,368	5,541	14,341	10,916
f)	Charter Hire	6,844	6,349	15,999	13,193	29,710
g)	Provisions	227	444	678	671	847
h)	Depreciation	14,047	13,485	13,500	27,532	26,319
i)	Other Expenses	8,935	8,994	10,628	17,929	21,330
	Total Expenses	76,620	75,066	91,965	1,51,686	1,76,346
3	Profit/(Loss) from Operations before Other Income, finance costs & Exceptional Items (1-2)	(745)	7,889	17,157	7,144	39,813
4 a)	Interest Income	2,978	2,704	2,692	5,682	5,870
b)	Other Income	1,724	843	2,616	2,567	2,775
	Total	4,702	3,547	5,308	8,249	8,645
5	Profit before finance cost and Exceptional Items(3+4)	3,957	11,436	22,465	15,393	48,458
6	Finance Costs	4,182	4,170	4,382	8,352	8,679
7	Profit/(Loss) from ordinary activities after finance cost but before Exceptional Items (5-6)	(225)	7,266	18,083	7,041	39,779
8	Exceptional Items	-	-	-	-	-
9	Profit/(Loss) from Ordinary Activities before Tax (7-8)	(225)	7,266	18,083	7,041	39,779
10	Provision for Current Tax	1,775	1,675	1,900	3,450	3,500
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	(2,000)	5,591	16,183	3,591	36,279
12	Extra Ordinary Items	-	-	-	-	-
13	Net Profit/(Loss) (11-12)	(2,000)	5,591	16,183	3,591	36,279
14	Share of Profit/ (Loss) of associates*	-	-	-	-	-
15	Minority Interest*	-	-	-	-	-
16	Net Profit/ (Loss) after taxes, minority interest and share of profit/ (loss) of associates (13+14+15)	(2,000)	5,591	16,183	3,591	36,279
17	Other Comprehensive Income/(Loss) (after tax)					
	<i>Items that will not be reclassified subsequently to profit or loss</i>					
	Remeasurement of the net defined benefit plans	1,197	(271)	122	926	244
18	Total Comprehensive Income/(Loss) (after tax) (16+17)	(803)	5,320	16,305	4,517	36,523
19	Paid Up Equity Share Capital (Face value Rs.10 each)	46,580	46,580	46,580	46,580	46,580
20	Earning per Share (in Rs.) (not annualised)					
a)	Basic and diluted EPS before Extraordinary Items	(0.43)	1.20	3.47	0.77	7.79
b)	Basic and diluted EPS after Extraordinary Items	(0.43)	1.20	3.47	0.77	7.79

* in case of consolidated results

Segment-Wise Revenue, Results, Assets and Liabilities					(₹ in lakhs)	
SR NO	PARTICULARS	QUARTER ENDED			HALF YEAR ENDED	
		30.09.2016 (UNAUDITED)	30.06.2016 (UNAUDITED)	30.09.2015 (UNAUDITED)	30.09.2016 (UNAUDITED)	30.09.2015 (UNAUDITED)
1	Segment Revenue					
	i. Liner	10,541	9,031	13,826	19,572	30,219
	ii. Bulk Carrier	5,341	4,824	6,364	10,165	12,781
	iii. Tanker	56,353	63,158	79,197	1,19,511	1,54,911
	iv. Technical & Offshore	3,907	5,320	9,209	9,227	17,560
	v. Others	305	622	525	927	685
	Total	76,447	82,955	1,09,121	1,59,402	2,16,156
	Unallocated Revenue	1,152	843	2,617	1,995	2,778
	Total	77,599	83,798	1,11,738	1,61,397	2,18,934
2	Segment Results					
	Profit/(Loss) before Tax and Interest					
	i. Liner	(3,213)	(4,762)	(5,305)	(7,975)	(6,644)
	ii. Bulk Carrier	(4,971)	(5,395)	(3,625)	(10,366)	(5,947)
	iii. Tanker	8,174	16,394	22,175	24,568	45,593
	iv. Technical & Offshore	(333)	1,176	3,515	843	6,424
	v. Others	210	507	479	717	568
	Total	(133)	7,920	17,239	7,787	39,994
	Add: Unallocated income (Net of expenditure)	1,112	812	2,534	1,924	2,594
	Profit before Interest and Tax	979	8,732	19,773	9,711	42,588
	Less: Interest Expenses	4,182	4,170	4,382	8,352	8,679
	Add: Interest Income	2,978	2,704	2,692	5,682	5,870
	Profit/(Loss) before Tax	(225)	7,266	18,083	7,041	39,779
3	Segment Assets					
	i. Liner	61,911	56,761	64,367	61,911	64,367
	ii. Bulk Carrier	1,78,275	1,84,037	1,86,953	1,78,275	1,86,953
	iii. Tanker	6,80,881	6,89,757	7,09,339	6,80,881	7,09,339
	iv. Technical & Offshore	1,26,769	1,29,342	1,34,474	1,26,769	1,34,474
	v. Others	532	534	146	532	146
	Total Segment Assets	10,48,368	10,60,431	10,95,279	10,48,368	10,95,279
	Unallocable Assets	3,90,176	3,98,318	3,45,316	3,90,176	3,45,316
	Total Assets	14,38,544	14,58,749	14,40,595	14,38,544	14,40,595
4	Segment Liabilities					
	i. Liner	85,748	91,822	85,823	85,748	85,823
	ii. Bulk Carrier	10,774	8,913	635	10,774	635
	iii. Tanker	63,696	58,535	46,645	63,696	46,645
	iv. Technical & Offshore	12,820	13,509	13,162	12,820	13,162
	v. Others	467	54	165	467	165
	Total Segment Liabilities	1,73,505	1,72,833	1,46,430	1,73,505	1,46,430
	Unallocable Liabilities	5,46,599	5,70,343	6,66,686	5,46,599	6,66,686
	Total Liabilities	7,20,104	7,43,176	8,13,116	7,20,104	8,13,116

THE SHIPPING CORPORATION OF INDIA LTD.

Unaudited Statement of Standalone Assets and Liabilities as at September 30, 2016

(₹ in lakhs)

Particulars	As at 30.09.2016
ASSETS	
Non-Current Assets	
Property, plant And equipment	11,57,568
Capital work-in-progress	287
Other Intangible assets	136
Financial Assets	
i. Investments	2,734
ii. Loans	29,406
iii. Other Financial Assets	320
Income Tax Assets(Net)	10,828
Other non-current assets	6,073
Total non-current assets	12,07,352
Current assets	
Inventories	9,376
Financial assets	
i. Investments	10
ii. Trade receivables	50,991
iii. Cash and cash equivalents	19,148
iv. Bank balances other than (iii) above	1,05,786
v. Other financial assets	22,782
Other current assets	23,032
	2,31,125
Asset classified as held for sale	67
Total current assets	2,31,192
Total assets	14,38,544
EQUITY AND LIABILITIES	
Equity	
Equity share capital	46,580
Other Equity	6,71,860
Total Equity	7,18,440
LIABILITIES	
Non-current liabilities	
Financial liabilities	
i. Borrowings	3,94,100
ii. Other financial liabilities	30
Provisions	14,031
Total non-current liabilities	4,08,161
Current liabilities	
Financial liabilities	
i. Borrowings	27,825
ii. Trade payables	1,00,944
iii. Other financial liabilities	1,59,542
Other current liabilities	21,917
Provisions	1,715
Total current liabilities	3,11,943
Total liabilities	7,20,104
Total equity and liabilities	14,38,544



Notes:

1. The above results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 16.11.2016.
2. The Company has adopted Indian Accounting Standards (Ind- AS) with the transition date of April 1, 2015. The impact of transition to Ind-AS as on transition date has been provided in the Opening Reserves as on 01.04.2015. Financial results for the quarter and half year ended 30th September 2016 are in compliance with Indian Accounting Standards (Ind-AS) notified by the Ministry of Corporate Affairs. Consequently, results for the quarter and half year ended 30th September 2015 have been restated to comply with Ind-AS to make them comparable. The financial results for the quarter and half year ended 30th September 2015 and 30th September 2016 have been prepared in accordance with the recognition and measurement principles laid down in Ind AS – 34 “Interim Financial Reporting” prescribed under section 133 of the Companies Act, 2013 read with relevant rules there under and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI circular dated July 05, 2016.
3. The format for unaudited quarterly results as prescribed in SEBI’s circular dated November 30, 2015 has been modified to comply with the requirements of SEBI’s circular dated July 5, 2016, Ind AS and Schedule III to the Companies Act, 2013.
4. The statement does not include Ind AS compliant financial results and balance sheet for the previous year ended 31st March 2016 as the same is not mandatory as per SEBI’s circular dated 5th July 2016.
5. The auditors of the company have jointly carried out a Limited Review of the financial results for the quarter and half year ended September 30, 2016. The Ind AS compliant corresponding figures of the corresponding quarter and half year ended 30.09.2015 have not been subjected to a limited review or an audit. However, the management has exercised due diligence to ensure that such financial results provide a true and fair view.
6. **Reconciliation of Profit between IND AS and Previous GAAP**

(₹ in lakhs)

Nature of Adjustments	Profit Reconciliation	
	Quarter Ended 30.09.2015 (Unaudited)	Half Year Ended 30.09.2015 (Unaudited)
Net Profit/(Loss) as reported under previous GAAP	16,121	32,475
Re- classification of Net Actuarial gain on Employee defined benefit obligations	(122)	(244)
Accounting for Incomplete Voyage revenue and expense	(1,062)	1,478
Impact on depreciation and Repair Costs due to fair valuation of certain items of Property, Plant and Equipment and capitalization of dry-dock expenses	3,106	4,815
Effective Interest Rate Accounting	(272)	(544)
Others	(1,588)	(1,701)
Net Profit under Ind AS	16,183	36,279

7. Segment Results:

- a. Segment definitions: Liner segment includes break-bulk, container transport passenger vessels and research vessels managed on behalf of other organisations. Bulk Carriers include dry bulk carriers. Tankers segment includes both crude and product carriers, gas carriers, phosphoric acid carriers. Technical and Offshore services segment includes company owned offshore vessels, offshore vessels managed on behalf of other organisations and income from technical consultancy. Others segment include income earned from Maritime Training Institute. Unallocable items and interest income/expenses are disclosed separately.
- b. Expense and Revenue items are allocated vessel wise wherever possible. Expenses and revenue items that cannot be allocated vessel wise are allocated on the basis of unit cum GRT method i.e. 50% allocated on the basis of units and balance 50% on the basis of adjusted GRT. For vessels which are bigger than 20000 GRT, GRT is adjusted to one third of GRT or 20000 GRT, whichever is more.
- c. Agent Advances are allocated to segments in the ratio of expenses booked by agents during the period.

8. The details of foreign exchange loss/gain for the period/year is as under:

₹ in lakhs

Period	Capitalised to cost of vessels	Included in 'Other Income'
For the quarter ended 30 th Sep 2016	6,469 lakhs (gain)	1,097 lakhs (gain)
For the quarter ended 30 th June 2016	10,121 lakhs (loss)	1,949 lakhs (loss)
For the quarter ended 30 th Sep 2015	20,924 lakhs (loss)	1,311 lakhs (gain)
For the half year ended 30 th Sep 2016	3,652 lakhs (loss)	852 lakhs (loss)
For the half year ended 30 th Sep 2015	32,924 lakhs (loss)	1,279 lakhs (gain)

9. The auditors in their audit report for the quarter ended 30th September 2016 have brought out that;

- a) Adherence to Internal control systems including cut off procedures needs to be strengthened.
- b) The company is in the process of completing the exercise of ascertaining and accounting the impacts, if any, consequent to transition to Indian Accounting Standards issued under Companies (Indian Accounting Standards) Rules 2015 in respect of estimation and accounting of expected credit losses and fair valuation of employee loans.

The management's views on the above observation are as below:

- a) Noted. However, the company does not expect any material impact of this on the statement of profit and loss.
- b) The Company has been making provision for doubtful debts in respect of all receivables outstanding for more than 3 years and on case to case basis in respect of receivables outstanding for less than 3 years. Expected credit losses policy and fair valuation of employee loan is under process. However, the company does not expect any material impact on the statement of profit and loss.

10. During the quarter ended 30th September 2016, the Company sold a Bulk Carrier Vessel M.V. Goa of 45801 DWT and the profit on sale of vessel is shown under Other Income.
11. During the quarter ended 30th September 2016, a wholly owned subsidiary company "Inland and Coastal Shipping Limited" was incorporated on 29th September 2016.
12. The figures of the previous year/ period have been regrouped or rearranged wherever necessary / practicable to conform to current year / period's transactions.

For The Shipping Corporation of India Ltd.



Capt. Anoop Kumar Sharma
Chairman and Managing Director

Place: Mumbai
Date: 16.11.2016



INDEPENDENT AUDITORS' REVIEW REPORT

**TO,
THE BOARD OF DIRECTORS,
THE SHIPPING CORPORATION OF INDIA LIMITED**

1. We have reviewed the accompanying statement of 'Unaudited Standalone Financial Results of The Shipping Corporation of India Limited ('the Company')' for the quarter and the half year ended on September 30, 2016, prepared by the Company pursuant to Regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. CIR/CFD/CMD/15/2015 dated 30th November, 2015 and SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, which has been initialed by us for identification purposes. The Indian Accounting Standard (IND AS) compliant figures of the corresponding quarter and half year of the previous year have not been subjected to a limited review or an audit and are based on the previously published financial results as adjusted for differences arising on the transition to IND AS. 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 results based on our review.
2. The review has been conducted jointly by us viz. M/s. GMJ & Co, Chartered Accountants and by M/s. G. D. Apte & Co, Chartered Accountants, 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. These standards require 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.
3. Basis For Qualified Conclusion:
 - a) Adherence to Internal control systems including cut off procedures needs to be strengthened.
 - b) The company is in the process of completing the exercise of ascertaining and accounting the impacts, if any, consequent to transition to Indian Accounting Standards issued under Companies (Indian Accounting Standards) Rules 2015 in respect of estimation and accounting of expected credit losses and fair valuation of employee loans.
4. Based on our review conducted as above, except for the effects of the matter described in the Basis for Qualified Conclusion paragraph, impact of which cannot be ascertained, nothing has come to our attention that causes us to believe that the accompanying Statement of Unaudited Financial Results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.



GMJ & Co.
Chartered Accountants
3rd & 4th Floor, 'B' Wing'
Vaastu Darshan, Azad Road,
Andheri East, Mumbai 400 069

G.D. Apte & Co.
Chartered Accountants
Office No. 83-87, 8th Floor,
Mittal Tower- 'B' Wing
Nariman Point, Mumbai – 400 021

5. **Emphasis of Matter:**

We draw attention to the following:

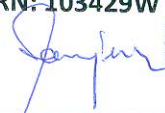
The direct access of certain overseas foreign agents to fund collected on account of freight and other charges without adequate security and regular monitoring mechanism is prone to risk of non /short-payment.

Our conclusion is not qualified in respect of this matter.

For GMJ & Co.

Chartered Accountants

FRN: 103429W


CA Sanjeev Maheshwari

Partner

ICAI Membership No. 38755

Place: Mumbai

Date: 16th November, 2016



For G. D. Apte & Co

Chartered Accountants

FRN: 100515W


CA Chetan. R. Sapre

Partner

ICAI Membership No. 116952

Place: Mumbai

Date: 16th November, 2016

