

AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011

Rs in lacs

	Year ended March 31	
	(Audited) 2011	(Audited) 2010
1 Income		
Freight & charter hire	49,142.66	66,622.27
Profit on Sale of Ship (s) and other assets (Net)	34,542.07	23,042.40
Total Income	83,684.73	89,664.67
2 Expenditure		
a) Staff cost (ashore and floating)	10,364.15	12,154.66
b) Bunker cost	6,773.89	6,764.40
c) Port expenses	1,457.15	2,001.21
d) Stores,Lubes & Victualling	2,696.27	3,850.43
e) Repairs & Maintenance including cost of Spares and Survey	7,067.58	6,651.79
f) Depreciation	17,789.25	23,649.33
g) Hire of inchartered ships	12,169.90	4,594.03
h) Other expenditure	6,457.83	6,586.11
Total	64,776.02	66,251.96
3 Profit from Operations before Other Income, Interest & Exceptional Items	18,908.71	23,412.71
4 Other Income	4,374.80	594.78
5 Profit before Interest & Exceptional Items (3 plus 4)	23,283.51	24,007.49
6 Interest	21,601.31	19,319.94
7 Profit from ordinary activities (5 minus 6)	1,682.20	4,687.55
8 Exceptional Item	-	701.06
9 Profit before tax	1,682.20	5,388.61
10 Tax Expense		
Current Tax (Refer note 4)	335.24	4,135.85
Excess provision of income tax for prior years written back	(127.81)	-
Fringe Benefit Tax	-	(2.53)
11 Net Profit from Ordinary Activities after tax	1,474.77	1,255.29
12 Paid- up equity share capital (face value Rs.10/-)	15,000.78	15,000.78
13 Reserves excluding revaluation reserves	66,275.10	66,195.06
14 EPS -Basic	0.98	0.84
15 Public shareholding		
- Number of shares	90,100,350	85,401,847
- Percentage of shareholding	60.06	56.93
16 Promoters and promoter group Shareholding		
a) Pledged/Encumbered		
- Number of shares	16,900,000	26,300,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	28.21	40.71
- Percentage of shares (as a % of the total share capital of the company)	11.27	17.53
b) Non-encumbered		
- Number of shares	43,007,423	38,305,926
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	71.79	59.29
- Percentage of shares (as a % of the total share capital of the company)	28.67	25.54

Notes:-

1 STATEMENT OF ASSETS AND LIABILITIES		
Particulars	Rs in lacs	
	As at 31.03.2011 Audited	As at 31.03.2010 Audited
SHAREHOLDERS' FUNDS		
(a) Capital	15,000.78	15,000.78
(b) Reserves and Surplus	66,275.10	66,195.06
LOAN FUNDS	270,365.47	273,934.54
FOREIGN CURRENCY MONETARY ITEM TRANSLATION		
DIFFERENCE	639.92	526.14
TOTAL	352,281.27	355,656.52
FIXED ASSETS	189,230.43	294,690.44
INVESTMENTS	2,732.19	4,222.93
FINANCE LEASE RECEIVABLE/(PAYABLES) (NET)	108,465.30	(204.73)
CURRENT ASSETS, LOANS AND ADVANCES		
(a) Inventories	634.91	1,598.08
(b) Sundry debtors	14,260.54	33,192.40
(c) Cash and Bank Balances	1,621.20	3,406.09
(d) Loans and Advances	61,696.58	35,723.56
TOTAL	78,213.23	73,920.13
LESS :- CURRENT LIABILITIES AND PROVISIONS		
(a) Liabilities	23,833.76	10,673.99
(b) Provisions	2,526.12	6,298.26
	26,359.88	16,972.25
NET CURRENT ASSETS	51,853.35	56,947.88
TOTAL	352,281.27	355,656.52

- 2 During the last quarter of the financial year ended March 31, 2011, the Company sold 1 Crude Carrier and 1 Anchor Handling Towing and Supply Vessel.
- 3 The Directors have recommended a dividend of Rs 0.80 per share (previous year Rs 0.80 per equity share) and the total outgo will be Rs 1,394.74 lacs (Previous year Rs 1,399.38 lacs)
- 4 The Company has decided to opt out of the tonnage tax scheme from the Assessment Year 2011-12 and therefore the provisions of Chapter XII-G of the Income Tax Act, 1961 are not applicable in computing the taxable income. Hence, provision for taxation is made on the basis of general provisions of the Income Tax Act, 1961.
- 5 Subsequent to the year ended March 31, 2011 the company has formed a 100% subsidiary company viz. Varun Gas Infrastructure Limited.
- 6 There were 2 investor complaints pending as on December 31, 2010. 19 investor complaints were received during the quarter and 19 complaints were disposed off during the quarter. Hence 2 complaints remained unresolved on March 31, 2011.
- 7 The Company is engaged primarily in shipping business and there are no separate reportable segments as per Accounting Standard 17.
- 8 Figures for the previous accounting periods have been regrouped wherever necessary.
- 9 The above results have been reviewed by Audit Committee at its meeting held on May 26, 2011 and have been approved by the Board of Directors of the Company at its meeting held on May 26, 2011.

For VARUN SHIPPING COMPANY LIMITED

ARUN MEHTA
Chairman & Managing Director

Place : Mumbai
Date : May 26, 2011