

P. R. DUBASH & CO.

Chartered Accountants

1/1-A, ASHOKA APARTMENTS, OFF ARTHUR BUNDER ROAD, COLABA, MUMBAI-400 005.
TEL. : 2283 0894 / 2285 6050 E-MAIL : prdubashco@gmail.com

Haribhakti & Co.

Chartered Accountants

701, Leela Business Park,

Andheri (East),

Mumbai 400 059.

We have been requested by Dolphin Offshore Enterprises (India) Limited to prepare the audited financial statements of **Dolphin Offshore Enterprises (Mauritius) Private Limited** as set out in pages 5 to 21 of the Financial Statements for the year ended 31st March, 2013, in accordance with the provisions of the Companies Act, 1956. We have been informed that preparation of the accounts in accordance with the provisions of the Companies Act, 1956 is required for the purpose of disclosure of the said financial statements in the audited financial statements of Dolphin Offshore Enterprises (India) Limited for the year ended 31st March, 2013 as required under section 212(2) of the Companies Act, 1956.

We accordingly certify that the audited financial statements of Dolphin Offshore Enterprises (Mauritius) Private Limited for the year ended 31st March, 2013 have been translated to the reporting currency (Indian Rupees) of the reporting enterprise (Dolphin Offshore Enterprises (India) Limited) in accordance with the provisions of the Companies Act, 1956 and are stated in pages I to II annexed to this certificate (duly stamped and initialed for identification).

We have neither audited the financial statements of Dolphin Offshore Enterprises (Mauritius) Private Limited nor are responsible for their preparation.

For P.R.DUBASH & CO.

Chartered Accountants



P.R.DUBASH

(Proprietor)

Membership No.31945

Firm Registration No.102767W

Place : Mumbai

Dated: 24th April, 2013.

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
BALANCE SHEET AS AT MARCH 31, 2013

(Amounts in US\$/INR)

	Note	Rs.	US \$	Rs.	US \$
		Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
EQUITY AND LIABILITIES					
Shareholders' Funds					
Share capital	3	11,68,000	25,000	11,68,000	25,000
Reserves and surplus	4	6,40,35,542	32,49,333	(8,86,58,488)	(17,44,545)
		6,52,03,542	32,74,333	(8,74,90,488)	(17,19,545)
Non Current Liabilities					
Long-term borrowings	5	1,09,21,92,333	2,01,10,336	1,34,71,60,687	2,64,77,215
Current Liabilities					
Short-term borrowings	6	2,71,55,000	5,00,000	2,54,40,000	5,00,000
Trade payables		8,31,50,993	15,31,044	21,01,52,717	41,30,360
Other current liabilities	7	43,35,97,104	79,83,743	26,67,84,090	52,43,398
Short-term provisions		-	-	-	-
		54,39,03,097	1,00,14,787	50,23,76,807	98,73,758
TOTAL		1,70,12,98,972	3,33,99,456	1,76,20,47,006	3,46,31,428
ASSETS					
NON CURRENT ASSETS					
Fixed assets	8				
Tangible Assets		1,59,36,90,025	3,14,18,993	1,71,99,86,495	3,38,04,766
Intangible Assets		25,91,361	46,794	-	-
Capital Work-in-progress		-	-	-	-
		1,59,62,81,386	3,14,65,787	1,71,99,86,495	3,38,04,766
CURRENT ASSETS					
Inventories (Fuel on board)		48,42,660	89,167	29,18,731	57,366
Trade receivables	9	5,29,71,498	9,75,354	1,70,05,675	3,34,231
Cash and cash equivalents	10	2,78,30,997	5,12,447	27,63,497	54,319
Short-term loans and advances	11	1,93,16,220	3,55,666	1,75,94,558	3,45,805
Other current assets	12	56,311	1,033	17,78,052	34,946
		10,50,17,586	19,33,669	4,20,60,511	8,26,662
TOTAL		1,70,12,98,972	3,33,99,456	1,76,20,47,006	3,46,31,428

The accompanying notes form integral part of this Balance Sheet
As per our report of even date.

Chartered Accountants

Place: Mauritius

Dated:

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DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

	Note	Rs.	US \$	Rs.	US \$
		2012-13	2012-13	2011-12	2011-12
INCOME					
Revenue from operations - Sale of services	12	68,17,47,437	1,28,53,645	14,05,34,312	29,41,847
Other income	13	5,27,58,184	9,94,702	7,62,53,767	15,96,243
Total revenue		73,45,05,621	1,38,48,347	21,67,88,079	45,38,090
EXPENSES					
Cost of services availed	15	25,31,37,644	47,72,649	15,46,20,422	32,36,716
Finance costs	16	4,45,06,876	8,39,132	4,27,76,105	8,95,443
Depreciation and amortization expense	8	13,88,56,241	26,17,953	7,99,20,868	15,70,871
Other expenses	17	4,06,08,067	7,65,623	2,47,47,025	5,18,042
Total expenses		47,71,08,828	89,95,357	30,20,64,420	62,21,072
PROFIT / (LOSS) BEFORE TAX		25,73,96,793	48,52,990	(8,52,76,341)	(16,82,982)
TAX EXPENSES					
Current tax		(99,15,048)	(1,86,938)	(51,76,329)	(1,08,358)
Deferred tax		-	-	-	-
PROFIT / (LOSS) AFTER TAX		24,74,81,745	46,66,052	(9,04,52,670)	(17,91,340)

The accompanying notes form integral part of this Profit and Loss Account
As per our report of even date.

Chartered Accountants

Place: Mauritius

Dated:

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DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

1 Corporate Information

Dolphin Offshore Enterprises (Mauritius) Private Limited ("the Company") was incorporated in Mauritius on November 03, 2000 as a wholly owned subsidiary of Dolphin Offshore Enterprises (India) Limited. The Company has been established to provide services to offshore units primarily engaged in the exploration and production of oil and gas.

2 Summary of significant accounting policies

Basis of preparation

The financial statements have been prepared under the historical cost convention. It is the policy of the Company to prepare its financial statements on the mercantile system of accounting.

Fixed Assets and Depreciation

(a) Fixed assets are valued at cost which includes the purchase price of the asset and other direct costs incurred in getting the assets at the appropriate location and into a condition where they can be put to use. Financing costs incurred up to the date the asset is ready to be used are included in the cost of the asset.

(b) Depreciation on office equipment, computers and computer software is calculated @ 50% on the declining balance method. Depreciation on vessels is provided @ 7% on straight line basis. Additional capital costs on vessels existing as at the commencement of the financial year are amortised uniformly over the residual life of the asset.

(c) Fixed assets are carried at fair value using the exchange rate at the balance sheet date. Accordingly, depreciation on fixed assets has been provided on the carrying amount of the fixed asset using the exchange rates at the balance sheet date.

(d) Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the asset may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of the asset's fair value less cost to sell and the value in use. For the purposes of assessing impairment, assets are grouped at the lowest level for which there are identifiable cash flows (cash generating units).

Recognition of Revenue and Expenses

Revenue from charter of vessels is recognised in the year in which it is receivable. Interest income is accounted as it accrues, unless its collectibility is in doubt.

Expenses:

Expenses are accounted on accrual basis.

Borrowing Costs:

Financing costs incurred up to the date the asset is ready to be used is included in the cost of the asset. All other borrowing cost is

Reporting Currency and Translation Policies:

The Company holds a Category I Global Business Licence under the Financial Services Development Act, 2001, which requires that

Accounting Standard:

(a) The operations of the Company are in the nature of non-integral operations in terms of Accounting Standard 11, "The effects of changes in foreign exchange rates". All monetary and non-monetary assets and liabilities are translated at the exchange rate prevailing on the balance sheet date. All revenue and expenses transactions during the year are reported at the average rate. The resultant translation adjustment is reflected as "Foreign Currency Translation Reserve" and included in Reserves and Surplus.

(b) Revenue items have been translated into the reporting currency of the Company at the average rate. For this purpose, "average rate" is the mean of the exchange rates in force during the accounting period.

(c) Monetary and non-monetary items including additions to fixed assets during the year have been translated into the reporting currency of the Company using the closing rate of exchange.

(d) Share capital has been translated at the historic exchange rate prevailing at the date of subscription to equity shares. The resulting difference has been recognised as Foreign Currency Translation Reserve.

(e) The unsecured loan from the holding company is denominated in Indian Rupees. The difference in the exchange rate of the US\$ and India Rupees as prevailing in Mauritius and as prevailing in India has been shown under Reserves and Surplus as "Foreign Exchange Difference on Rupee Denominated Loan".

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

3 Share Capital

	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Authorised Share Capital				
25,000 (2011 - 25,000) equity shares of US \$1 each	11,68,000	25,000	11,68,000	25,000
Issued, subscribed and fully paid up shares				
25,000 (2011 - 25,000) equity shares of US \$1 each	11,68,000	25,000	11,68,000	25,000
Total Issued, subscribed and fully paid-up share capital	11,68,000	25,000	11,68,000	25,000

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at March, 2013	As at March, 2012
Shares outstanding at the beginning of the year	25,000	25,000
Shares issued during the year	-	-
Shares bought back during the year	-	-
Shares outstanding at the end of the year	25,000	25,000

(b) Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date

Particulars	Year (Aggregate No. of Shares) - No. in lacs				
	2008-09	2009-10	2010-11	2011-12	2012-13
Equity Shares :					
Fully paid up pursuant to contract(s) without	-	-	-	-	-
Fully paid up by way of bonus shares	-	-	-	-	-
Shares bought back	-	-	-	-	-

(c) Details of shareholders holding more than 5% shares in the Company

Name of Shareholder	31-Mar-13		31-Mar-12	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Dolphin Offshore Enterprises (India) Limited	25,000	100.00%	25,000	100.00%

4 Reserves and surplus

	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Profit and Loss Account				
Opening Balance	(7,41,85,189)	(14,03,358)	1,62,67,481	3,87,982
Profit/(Loss) for the year	24,74,81,745	46,66,052	(9,04,52,670)	(17,91,340)
Closing Balance	17,32,96,556	32,62,694	(7,41,85,189)	(14,03,358)
Foreign Currency Translation Reserve	(10,92,61,014)	-	(1,44,73,299)	-
Foreign Exchange Difference on Rupee Denominated Loan	-	(13,361)	-	(3,41,187)
	6,40,35,542	32,49,333	(8,86,58,488)	(17,44,545)

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

5 Long Term Borrowings

	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Term loan from bank (Secured by exclusive mortgage on the assets being financed and personal guarantees of the whole time directors of Offshore Enterprises (India) Limited and pledge of 30% shares of the Company in favour of the bank)	18,98,13,932	34,95,009	32,28,32,837	63,44,985
Long term maturities of lease finance obligations (Secured against mortgage of the vessel financed)	2,59,13,039	4,77,132	9,83,62,488	19,33,225
Unsecured loan from the Holding Company	87,64,65,362	1,61,38,195	92,59,65,362	1,81,99,005
	1,09,21,92,333	2,01,10,336	1,34,71,60,687	2,64,77,215

6 Short Term Borrowings

	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Secured Loans repayable on demand from a Bank (Secured by exclusive mortgage on the assets being financed and personal guarantees of the whole time directors of Offshore Enterprises (India) Limited and pledge of 30% shares of the Company in favour of the bank)	2,71,55,000	5,00,000	2,54,40,000	5,00,000
	2,71,55,000	5,00,000	2,54,40,000	5,00,000

7 Other Current Liabilities

	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Current maturities of long term debt	18,19,37,197	33,49,976	18,63,79,647	36,65,122
Current maturities of lease finance obligations	7,90,80,411	14,56,093	6,50,46,722	12,78,434
Interest accrued but not due on borrowings	50,79,959	95,776	22,39,839	44,022
Accrued expenses	1,76,55,423	3,22,846	1,31,17,882	2,57,820
Other liabilities	14,98,44,114	27,59,052	-	-
	43,35,97,104	79,83,743	26,67,84,090	52,43,398

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

§ Fixed Assets

				(US\$)
Tangible Assets	Vessels	Office Equipment	Computers	Total
Gross Block				
Balance as at 01.04.2011	1,41,61,645	2,394	3,995	1,41,68,034
Additions during the year	2,25,30,383	-	874	2,25,31,257
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2012	3,66,92,028	2,394	4,869	3,66,99,291
Balance as at 01.04.2012	3,66,92,028	2,394	4,869	3,66,99,291
Additions during the year	2,16,053	-	1,593	2,17,646
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2013	3,69,08,081	2,394	6,462	3,69,16,937
Depreciation				
Balance as at 01.04.2011	13,20,627	1,248	1,779	13,23,654
For the year	15,69,332	472	1,067	15,70,871
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2012	28,89,959	1,720	2,846	28,94,525
Balance as at 01.04.2012	28,89,959	1,720	2,846	28,94,525
For the year	26,02,073	277	1,069	26,03,419
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2013	54,92,032	1,997	3,915	54,97,944
Net Block				
Previous Year	3,38,02,069	674	2,023	3,38,04,766

Intangible Assets

	Computer Software	Total
Gross Block		
Balance as at 01.04.2011	-	-
Additions during the year	-	-
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2012	-	-
Balance as at 01.04.2012	-	-
Additions during the year	61,328	61,328
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2013	61,328	61,328
Depreciation		
Balance as at 01.04.2011	-	-
For the year	-	-
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2012	-	-
Balance as at 01.04.2012	-	-
For the year	14,534	14,534
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2013	14,534	14,534
Net Block		
Previous Year	46,794	46,794

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DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31 2013

(Amounts in US\$/INR)

8 Fixed Assets

	(US\$)			
Tangible Assets	Vessels	Office Equipment	Computers	Total
Gross Block				
Balance as at 01.04.2011	1,41,61,645	2,394	3,995	1,41,68,034
Additions during the year	2,25,30,383	-	874	2,25,31,257
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2012	3,66,92,028	2,394	4,869	3,66,99,291
Balance as at 01.04.2012	3,66,92,028	2,394	4,869	3,66,99,291
Additions during the year	2,16,053	-	1,593	2,17,646
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2013	3,69,08,081	2,394	6,462	3,69,16,937
Depreciation				
Balance as at 01.04.2011	13,20,627	1,248	1,779	13,23,654
For the year	15,69,332	472	1,067	15,70,871
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2012	28,89,959	1,720	2,846	28,94,525
Balance as at 01.04.2012	28,89,959	1,720	2,846	28,94,525
For the year	26,02,073	277	1,069	26,03,419
Deductions/Adjustments during the year	-	-	-	-
Balance as at 31.03.2013	54,92,032	1,997	3,915	54,97,944
Net Block				
Previous Year	3,38,02,069	674	2,023	3,38,04,766

Intangible Assets

	Computer Software	Total
Gross Block		
Balance as at 01.04.2011	-	-
Additions during the year	-	-
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2012	-	-
Balance as at 01.04.2012	-	-
Additions during the year	61,328	61,328
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2013	61,328	61,328
Depreciation		
Balance as at 01.04.2011	-	-
For the year	-	-
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2012	-	-
Balance as at 01.04.2012	-	-
For the year	14,534	14,534
Deductions/Adjustments during the year	-	-
Balance as at 31.03.2013	14,534	14,534
Net Block		
Previous Year	46,794	46,794



DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)
(INR)

Tangible Assets

Gross Block

Balance as at 01.04.2011
 Additions during the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2012

Vessels	Office Equipment	Computers	Total
67,42,00,555	1,07,433	1,80,527	67,44,88,515
1,14,63,45,887	-	-	1,14,63,45,887
4,63,43,892	14,374	67,208	4,64,25,474
1,86,68,90,334	1,21,807	2,47,735	1,86,72,59,876

Balance as at 01.04.2012
 Additions during the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2013

1,86,68,90,334	1,21,807	2,47,735	1,86,72,59,876
1,17,33,838	-	86,516	1,18,20,354
-	-	-	-
1,87,86,24,172	1,21,807	3,34,251	1,87,90,80,230

Depreciation

Balance as at 01.04.2011
 For the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2012

6,32,46,720	56,029	79,869	6,33,82,618
7,98,42,575	23,994	54,299	7,99,20,868
39,51,819	7,440	10,636	39,69,895
14,70,41,114	87,463	1,44,804	14,72,73,381

Balance as at 01.04.2012
 For the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2013

14,70,41,114	87,463	1,44,804	14,72,73,381
13,80,13,939	14,717	88,168	13,81,16,824
-	-	-	-
28,50,55,053	1,02,180	2,32,972	28,53,90,205

Net Block

Previous Year

1,59,35,69,119	19,627	1,01,279	1,59,36,90,025
1,71,98,49,220	34,344	1,02,931	1,71,99,86,495

Intangible Assets

Gross Block

Balance as at 01.01.2011
 Additions during the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2012

Computer Software	Total
-	-
-	-
-	-
-	-

Balance as at 01.04.2012
 Additions during the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2013

-	-
33,30,778	33,30,778
-	-
33,30,778	33,30,778

Depreciation

Balance as at 01.04.2011
 For the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2012

-	-
-	-
-	-
-	-

Balance as at 01.04.2012
 For the year
 Deductions/Adjustments during the year
 Balance as at 31.03.2013

-	-
7,39,417	7,39,417
-	-
7,39,417	7,39,417

Net Block

Previous Year

25,91,361	25,91,361
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DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

9 Trade Receivables

Outstanding for a period exceeding six

Unsecured, considered good

Other receivables

Unsecured, considered good

Rs.	US \$	Rs.	US \$
Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
-	-	-	-
5,29,71,498	9,75,354	1,70,05,673	3,34,231
5,29,71,498	9,75,354	1,70,05,673	3,34,231

10 Cash and Cash Equivalents

Balances with banks

Rs.	US \$	Rs.	US \$
Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
2,78,30,997	5,12,447	27,63,497	54,314
2,78,30,997	5,12,447	27,63,497	54,314

11 Short Term Loans and Advances
(Unsecured considered good)

Advances recoverable in cash or in kind

Rs.	US \$	Rs.	US \$
Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
1,93,16,220	3,55,666	1,75,94,558	3,45,805
1,93,16,220	3,55,666	1,75,94,558	3,45,805

12 Other Current Assets

Insurance Claim

Billable Cost

Accrued Income

Interest accrued but not due

Rs.	US \$	Rs.	US \$
Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
56,211	1,035	9,66,720	19,000
-	-	-	-
-	-	8,11,332	15,946
-	-	-	-
56,211	1,035	17,78,052	34,946

13 Revenue from Operations

Charter hire of vessels

Rs.	US \$	Rs.	US \$
2012-13	2012-13	2011-12	2011-12
68,17,47,437	1,28,53,645	14,05,34,312	29,41,847
68,17,47,437	1,28,53,645	14,05,34,312	29,41,847

14 Other Income

Interest received

Applicable gains/(loss) on foreign currency transactions and translations

Rs.	US \$	Rs.	US \$
2012-13	2012-13	2011-12	2011-12
26,229	495	79,08,837	1,65,558
5,27,31,955	9,94,207	6,83,44,930	14,30,685
5,27,58,184	9,94,702	7,62,53,767	15,96,243

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

15 Cost of Services

	Rs.	US \$	Rs.	US \$
	2012-13	2012-13	2011-12	2011-12
Subcontractor charges	10,26,22,553	19,34,842	6,67,74,368	13,97,808
Vessel Charter and Related Costs	9,25,35,957	17,44,670	6,42,08,717	13,43,933
Equipment related expenses	3,40,99,198	6,42,905	1,07,07,006	2,24,133
Consumption of stores and spare parts	2,38,79,936	4,50,232	1,29,38,331	2,70,842
	25,31,37,644	47,72,649	15,46,29,422	32,36,716

16 Finance Cost

	Rs.	US \$	Rs.	US \$
	2012-13	2012-13	2011-12	2011-12
Interest on Term Loan	2,27,20,126	4,28,365	1,46,58,843	3,06,858
Finance Lease	1,73,73,849	3,27,566	2,31,69,014	4,85,004
Other Borrowing Costs	44,12,901	83,201	49,48,248	1,03,581
	4,45,06,876	8,39,132	4,27,76,105	8,95,443

17 Other Expenses

	Rs.	US \$	Rs.	US \$
	2012-13	2012-13	2011-12	2011-12
Agency /Port Fees	74,33,756	1,40,156	34,31,224	71,828
Travel and conveyance expenses	41,96,740	79,125	25,00,234	52,339
Rents, rates and taxes	2,29,554	4,328	1,44,695	3,029
Legal and professional fees	86,95,968	1,63,954	19,80,491	41,463
Directors' commission	1,11,44,921	2,10,126	-	-
Miscellaneous Expenses	79,51,192	1,49,534	28,18,567	59,003
Loss on Cancellation of Berth Contract	-	-	1,31,57,503	2,75,450
Payment to Auditor (Refer details below)	9,75,936	18,400	7,14,311	14,950
	4,06,08,067	7,65,623	2,47,47,025	5,18,642

**Payment to Auditor
As Auditor**

Audit fee

	Rs.	US \$	Rs.	US \$
	2012-13	2012-13	2011-12	2011-12
Audit fee	9,75,936	18,400	7,14,311	14,950
	9,75,936	18,400	7,14,311	14,950

18 Borrowing Costs

Finance costs incurred upto the date the asset is ready to be used are included in the cost of the asset, if they are significant.

All other borrowing costs are treated as revenue expenses. During the year the Company incurred the following borrowing costs which are charged to revenue:

	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Interest on Term Loan	2,27,20,126	4,28,365	1,46,58,843	3,06,858
Finance Lease	1,73,73,849	3,27,566	2,31,69,014	4,85,004
Other Borrowing cost	44,12,901	83,201	49,48,248	1,03,581
Total Borrowing Costs	4,45,06,876	8,39,132	4,27,76,105	8,95,443

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

19 Operating Lease commitments

The minimum amounts payable in future towards non-cancellable lease agreements for a Vessel taken on lease is as follows:

Particulars	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Gross carrying amount of asset taken on lease	33,20,48,570	61,13,949	31,09,66,806	61,11,769
Accumulated depreciation of asset taken on lease	7,95,36,020	15,45,373	5,67,82,182	11,16,002
Depreciation for the year as per Profit & Loss Account	2,27,73,838	4,29,371	2,18,69,331	4,29,864

Particulars	Rs.	US \$	Rs.	US \$
	Mar. 31, 13	Mar. 31, 13	Mar. 31, 12	Mar. 31, 12
Payment not later than one year	7,90,80,411	14,56,093	6,50,46,722	12,78,434
Payment later than one year and not later than five years	2,59,13,039	4,77,132	9,83,62,488	19,33,225
Payment later than five years	-	-	-	-
TOTAL	10,49,93,450	19,33,225	16,34,09,210	32,11,659

20 Related Party Transactions

(a) Loans given by the Holding company where no repayment scheduled is prescribed.

Name of the Holding Company	Rs.	US \$	Rs.	US \$
	Amount Outstanding		Maximum Balance Outstanding during the year	
Dolphin Offshore Enterprises (India) Limited	87,94,11,680	1,61,92,445	-	-

(b) Amounts payable

Name of the Holding Company	Rs.	US \$	Rs.	US \$
	31-Mar-13	31-Mar-13	31-Mar-12	31-Mar-12
Dolphin Offshore Enterprises (India) Limited	29,46,318	54,250	2,54,15,259	4,99,563
Name of Fellow Subsidiary Company	Rs.	US \$	Rs.	US \$
Dolphin Offshore Shipping Limited	6,57,15,263	12,10,003	12,70,19,196	23,38,781

(c) Key management personnel compensation

	Rs.	US \$	Rs.	US \$
	31-Mar-13	31-Mar-13	31-Mar-12	31-Mar-12
Directors' commission	1,11,44,921	2,10,126	-	-

Directors' commission as stated in Note 16 - Other Expenses

21 Debtors and Creditors

Balances in respect of creditors and debtors are subject to confirmation/reconciliation, wherever required.

22 Prior period comparatives

The prior year figures have been reclassified wherever necessary for comparative purposes.

23 Other Information

Other Information required to be given in the revised schedule VI, to the extent not applicable, as not been given

DOLPHIN OFFSHORE ENTERPRISES (MAURITIUS) PRIVATE LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2013

(Amounts in US\$/INR)

	Rs. 2012-13	US \$ 2012-13	Rs. 2011-12	US \$ 2011-12
CASH FLOW FROM OPERATING ACTIVITIES				
NET PROFIT BEFORE TAX	25,73,96,793	48,52,990	(8,52,76,398)	(16,82,981)
Adjusted for:				
Depreciation and amortizations	13,88,56,241	26,17,953	7,99,20,868	15,70,871
Loss on cancellation of contract for vessel construction	-	-	1,31,57,551	2,75,433
Interest Income	(26,229)	(495)	(79,08,833)	(1,65,558)
Interest Expenses	4,00,93,975	7,55,931	3,78,27,857	7,91,862
Foreign Exchange Gains/Loss	(4,35,73,585)	(8,21,535)	(6,40,47,324)	(11,26,167)
Operating Profit/(Loss) before working capital changes	39,27,47,195	74,04,844	(2,63,26,279)	(3,36,540)
Adjustments for				
Inventories	(19,23,929)	(31,801)	(7,14,197)	(7,936)
Trade and Other Receivables	(3,42,43,984)	(6,07,212)	1,70,50,122	4,42,463
Trade and Other Payables	2,73,79,931	2,24,762	(11,07,03,214)	17,04,947
Loans and Advances	(17,21,662)	(9,861)	-	-
CASH GENERATED FROM OPERATIONS	38,22,37,551	69,80,732	(12,06,93,568)	18,02,934
Direct Taxes Paid	(99,15,048)	(1,86,938)	(51,76,345)	(1,08,358)
NET CASH FLOW FROM OPERATING ACTIVITIES	37,23,22,503	67,93,794	(12,58,69,913)	16,94,576
CASH FROM INVESTMENT ACTIVITIES				
Purchase of Fixed Assets	(1,51,51,132)	(2,78,974)	(12,07,94,269)	(42,74,647)
Disposal of Fixed Assets	-	-	9,53,01,150	19,95,000
Interest Received	26,229	495	79,08,833	1,65,558
Foreign Exchange Translation	(9,47,87,714)	-	4,17,61,453	-
NET CASH FLOW FROM INVESTMENT ACTIVITIES	(10,99,12,617)	(2,78,479)	2,41,77,167	(21,14,089)
CASH FLOW FROM FINANCING ACTIVITIES				
Proceeds from Issue of Share Capital	-	-	-	-
Proceeds from Long Term Borrowing (Net)	(14,33,87,770)	(40,74,571)	52,05,486	56,75,000
Proceeds/(Repayment) from/of Short Term Borrowings	17,15,000	-	13,69,57,614	(34,39,730)
Repayment of Finance Lease	(5,84,15,760)	(12,78,434)	-	(10,28,691)
Interest Paid	(3,72,53,855)	(7,04,177)	(3,78,27,857)	(7,35,465)
NET CASH FLOW FROM FINANCING ACTIVITIES	(23,73,42,385)	(60,57,182)	10,43,35,243	4,71,114
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	2,50,67,501	4,58,133	26,42,497	51,601
CASH AND CASH EQUIVALENTS AS ON 01.04	27,63,496	54,314	1,20,999	2,713
CASH AND CASH EQUIVALENTS AS ON 31.03	2,78,30,997	5,12,447	27,63,496	54,314

As per our report of even date.

Chartered Accountants

Place: Mauritius

Dated: