

DOLPHIN OFFSHORE ENTERPRISES (INDIA) LIMITED

CIN: L11101MH1979PLC021302

1001, RAHEJA CENTRE, 214, NARIMAN POINT, MUMBAI - 400 021.

STATEMENT OF CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(Rs. in lacs)

PARTICULARS	CONSOLIDATED RESULTS				
	QUARTER ENDED			YEAR ENDED	YEAR ENDED
	31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
	Audited (Refer Note 6)	Unaudited	Audited (Refer Note 6)	Audited	Audited
1 INCOME					
a. Revenue from operations	47,51.80	54,79.95	34,80.00	2,07,53.66	1,58,28.10
b. Other income	6,38.53	6,22.98	3,25.44	21,08.29	10,49.42
TOTAL INCOME	53,90.33	61,02.93	38,05.44	2,28,61.95	1,68,77.52
2 EXPENSES					
a. Cost of services and material	8,75.12	12,37.75	6,38.81	54,71.83	39,99.57
b. Changes in inventories	85.65	3.11	99.89	1,48.42	28.48
c. Employee benefits expense	4,00.19	4,07.91	3,46.77	16,28.27	17,06.53
d. Finance costs	3,51.9	2,30.58	3,03	10,42.77	11,76.99
e. Depreciation and amortization expense	6,70.94	4,95.24	5,07.22	21,11.79	21,36.7
f. Other expenses	60,42.02	14,30.38	24,67.34	85,27.41	33,78.95
TOTAL EXPENSES	84,25.82	38,04.97	43,63.03	1,89,30.49	1,24,27.22
3 PROFIT/(LOSS) BEFORE EXCEPTIONAL ITEMS AND TAX	(30,35.49)	22,97.96	(5,57.59)	39,31.46	44,50.30
4 Exceptional items (Refer note. 4)	-	-	-	24,48.52	-
5 PROFIT/(LOSS) BEFORE TAX	(30,35.49)	22,97.96	(5,57.59)	14,82.94	44,50.30
6 TAX EXPENSES					
a. Current Tax	83.87	38.34	(20.74)	1,40.61	3,33.42
b. Deferred Tax	0.90	4.08	8.14	8.36	0.54
c. Provision for short/excess tax of earlier years	18.11	-	-	18.11	-
7 NET PROFIT/(LOSS) AFTER TAX	(3,138.37)	22,55.54	(5,44.99)	13,15.86	41,16.34
8 Minority Interest	(0.08)	(0.07)	0.08	(0.36)	(0.44)
9 NET PROFIT/(LOSS) AFTER TAXES & MINORITY INTEREST	(3,138.45)	22,55.47	(5,44.91)	13,15.50	41,15.90
10 Earnings per share (not annualised)					
- Basic (Rs.)	(18.71)	13.45	(3.25)	7.84	24.54
- Diluted (Rs.)	(18.71)	13.45	(3.25)	7.84	24.54



Notes :

1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 17, 2017.

2 Statement of Assets and Liabilities

Rs. in lacs

Particulars	CONSOLIDATED	
	31.03.2017	31.03.2016
EQUITY AND LIABILITIES		
SHAREHOLDERS' FUND		
(a) Share Capital	16,77.25	16,77.25
(b) Reserves and Surplus	4,33,76.25	4,27,53.48
Sub Total - Shareholders' funds	4,50,53.50	44,430.73
MINORITY INTEREST	9.68	9.31
NON-CURRENT LIABILITIES -		
(a) Long-term borrowings	48.00	38.50
(b) Deferred tax liability (Net)		
(d) Long-term provisions	95.28	91.24
Sub Total - Non-current liabilities	1,43.28	1,29.74
CURRENT LIABILITIES -		
(a) Short-term borrowings	57,27.81	60,30.18
(b) Trade payables	49,78.51	44,20.06
(c) Other current liabilities	53,74.40	52,06.88
(d) Short-term provisions	81.66	91.95
Sub Total - Current liabilities	1,61,62.38	1,57,49.07
TOTAL EQUITY AND LIABILITIES:	6,13,68.84	6,03,18.85
ASSETS		
NON CURRENT ASSETS		
Fixed assets	1,54,51.82	1,96,26.13
Goodwill on consolidation	11,47.01	11,47.01
Non-current investments	2.00	2.00
Trade receivables	10.54	10.54
Deferred tax asset (Net)	63.37	71.73
Long-term loans and advances	37,65.93	34,94.50
Other non current assets	3,55.85	3,33.05
Sub Total - Non-current assets	2,07,96.52	2,46,84.96
CURRENT ASSETS		
Inventories	7,69.07	8,78.32
Trade receivables	2,70,06.57	2,39,88.02
Cash and cash equivalents	10,44.74	8,67.85
Short-term loans and advances	12,68.67	8,80.22
Other current assets	1,04,83.27	90,19.48
Sub Total - Current assets	4,05,72.32	3,56,33.89
TOTAL ASSETS:	6,13,68.84	6,03,18.85

3 The Auditors' report on the financial statements contains qualification/reservation as under:--

- Trade receivable include Rs.16,41.77 lacs, (March 31, 2016 Rs.16,58.84 lacs) due from a party which is wound up and the claim is being lodged with Official liquidator. However, the Management is confident that provision amounting to Rs. 8,38.74 lacs (March 31, 2016 Rs. 8,38.74 lacs) made against such receivable is adequate.
- Trade receivable and accrued income include Rs.13,17.77 lacs, (March 31, 2016 Rs.13,17.77 lacs) due from a party which is declared Sick and the claim is being lodged. However, the Management is confident that provision amounting to Rs.4,26.12 lacs (March 31, 2016 Rs. 4,26.12 lacs) made against such receivable is adequate.
- Trade receivable includes Rs. 99.28 lacs (March 31, 2016 Rs.99.28 lacs) due from a related party having negative net worth and is outstanding for a long period of time. However, the Management is confident that no provision is required against such receivable.
- Advances recoverable includes Rs. 2,13.18 lacs (March 31, 2016 Rs.2,13.18 lacs) from a vendor which has not been refunded/adjusted for a long period of time. However, the Management is confident that such amount will be refunded/adjusted.



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- e) Considering the nature of projects being executed by the Company and its main customers, the consequential claims and counter claims towards liquidated damages, change order, etc. as per general practice prevalent in the industry, the balances outstanding as trade receivables (which also include interest charged as per contract terms), billable costs, advances to/balances payables towards contractors and vendors of the Company are not confirmed and against some of them the Company has also initiated legal actions. However, the Management is confident that such receivables/ payables are stated at their realisable/ payable value and adequate provisions are made in the accounts wherever required.
- f) During the year 2013-14 and 2014-15, the Company has incurred additional expenditure on executing additional work in terms of an EPC contract. The Company has quantified the value of extra work done at Rs. 1,00,35.13 lacs (March 31, 2016 - Rs. 1,02,00.76 lacs) and has commenced discussions with the customer for finalising it. Further, the matter has also been referred to the Outside Expert Committee (OEC) for resolution. Out of this, invoices for Rs. 21,58.43 lacs (March 31, 2016 - Rs. 23,24.07 lacs) have been raised on the customer and the balance amount of Rs. 78,76.69 lacs (March 31, 2016 - Rs. 78,76.69 lacs) accrued on this account is included under other current assets. The recognition of such revenue is subject to acceptance by the customer.
- g) During the year, the Company has recognised revenue of Rs. 25,12.94 lacs from one of its charter hire contract. The admission of such receivable is disputed by the customer and has raised the counter claim for damages of Rs. 15,83.03 lacs against the Company. However the Management is confident that no provision is required against such receivable and the counter claim raised by the customer is not tenable.
- h) Trade and other receivables include an amount of Rs. 1,81,81.98 lacs (March 31,2016 Rs.1,04,44.69 lacs) for which auditors of Subsidiary Company have not been able to obtain sufficient appropriate audit evidence as to its recoverability as at reporting date. However, the Management is confident that no provision is required against such receivables..
- i) Auditors of a Joint Venture Company (JVC) in their audit report have drawn attention to the accumulated losses and the consequential erosion of the net worth of the JVC. However, management of JVC is confident of reviving the business and accordingly accounts of the JVC are prepared on a going concern basis.

4 Exceptional items amounting to Rs. 24,48.52 (March 31, 2016 - Nil) include the following :

	Rs. in lacs	
	<u>31/03/2017</u>	<u>31/03/2016</u>
- Debts written off *	26,00.78	-
- Recovery of debts written off in earlier years *	(1,52.26)	-
* On account of extended litigation / resolution	<u>24,48.52</u>	<u>-</u>
TOTAL :	<u>24,48.52</u>	<u>-</u>

5 As the Company has only one business segment, namely Offshore Services, the segment reporting requirement is not applicable.

6 The figures for last quarter of the current year and for the previous year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter

7 Prior period figures have been reclassified as necessary for comparative purpose only.

For and on behalf of the Board of
Dolphin Offshore Enterprises (India) Limited



Sabyasachi Hajara
Chairman
DIN No. 00004485

Place : Mumbai
Date : May 17, 2017



Auditor's Report on Annual Consolidated Financial Results of the Company Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors
Dolphin Offshore Enterprises (India) Limited

1. We have audited the accompanying Statement of Annual Consolidated Financial Results of Dolphin Offshore Enterprises (India) Limited (hereinafter referred to as 'the Holding Company') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), and jointly controlled entity for the year then ended March 31, 2017 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. This Statement has been prepared on the basis of the annual consolidated financial statements. Our responsibility is to express an opinion on this Statement based on our audit of such annual consolidated financial statements, which have been prepared in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ('the Act') read with Rule 7 of the Companies (Account) Rules, 2014 and other accounting principles generally accepted in India.
2. We conducted our audit of the Statement in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes assessing the accounting principles used and significant estimates made by management.
3. We believe that the audit evidences obtained by us and obtained by the other auditors in terms of their report referred to in paragraph 7 below, is sufficient and appropriate to provide a reasonable basis for our opinion on the Statement.



4. We are unable to assess the recoverability of following receivables of the Group:
- a) Note No 3(a) to the Statement regarding trade receivable amounting to Rs. 8,03.03 lacs receivable from a party which has been wound up;
 - b) Note No 3(b) to the Statement regarding trade receivable and accrued income aggregating to Rs. 8,91.65 lacs receivable from a party which has been declared sick;
 - c) Note No 3(c) to the Statement regarding trade receivable amounting to Rs. 99.28 lacs receivable from a related party having negative net worth; and,
 - d) Note No 3(d) to the Statement regarding advances recoverable amounting to Rs. 2,13.18 lacs which is outstanding for a long period of time, payment for which are not forthcoming.
 - e) Note No 3(h) to the Statement regarding inability of auditors of subsidiary company to obtain sufficient appropriate audit evidence with respect to trade and other receivables amounting to Rs. 1,81,81.98 lacs.
5. In our opinion and to the best of our information and according to the explanations given to us, and on consideration of the reports of the other auditors and subject to the effects of the matter described in paragraph 4 above, the Statement:

- (i) includes the annual financial results of the following entities:

Sr. No.	Name of the Entity	Relationship
1	Dolphin Offshore Enterprises (India) Limited	Holding Company
2	Dolphin Offshore Enterprises (Mauritius) Private Limited	Subsidiary Company
3	Dolphin Offshore Shipping Limited	Subsidiary Company
4	Global Dolphin Drilling Company Limited	Subsidiary Company
5	Impac Oil and Gas Engineering (India) Private Limited	Jointly Controlled Entity



- (ii) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (iii) gives a true and fair view of the consolidated net profit and other financial information of the Group including its jointly controlled entity for the year ended March 31, 2017.

6. We draw attention to the notes to the Statement in respect of the matters stated below:
- a) Note No 3(e) to the Statement, with regard to non availability of confirmations of balances in respect of receivables and payables;
 - b) Note No 3(f) and 3(g) to the Statement, with regard to recognition of aggregate revenue of Rs. 1,25,48.07 lacs and the status of admission of amounts claimed by the Holding Company.
 - c) Note No 3(i) to the Statement, with regard to erosion of net worth of Joint Venture Company (JVC) and preparation of accounts of JVC on going concern basis.

Our report is not modified in respect of these matters.

7. We did not audit the financial statements of two subsidiaries and one jointly controlled entity included in the Statement, whose financial statements reflects total assets of Rs. 3,40,94.65 lacs as at March 31, 2017, total revenues of Rs. 1,43,25.61 lacs and total profit after tax of Rs. 39,77.31 lacs for the year ended on that date, as considered in the Statement. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries and jointly controlled entity is based solely on the reports of the other auditors.



HARIBHAKTI & CO. LLP

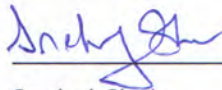
Chartered Accountants

8. The Statement includes the results for the Quarter ended March 31, 2017, being the balancing figure between audited figures in respect of full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration No.103523W/W100048



Snehal Shah

Partner

Membership No.: 048539



Place: Mumbai

Date: May 17, 2017