

DOLPHIN OFFSHORE ENTERPRISES (INDIA) LIMITED

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

STATEMENT OF UNAUDITED STANDALONE / CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2013

Rs. In lacs

PARTICULARS	STANDALONE RESULTS						CONSOLIDATED RESULTS					
	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013	30.09.2013	30.06.2013	30.09.2012	30.09.2013	30.09.2012	31.03.2013
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. INCOME												
a. Operating income	16,34.72	83,58.74	49,86.42	99,93.46	1,05,13.49	3,40,29.10	44,51.68	1,11,72.22	59,92.42	1,56,23.90	1,31,04.04	4,15,60.17
b. Other operating income	7,98.44	10,65.69	(1,91.86)	18,64.13	3,18.08	12,00.06	12,11.67	18,69.44	(8,02.18)	30,81.11	4,93.72	15,05.56
TOTAL INCOME FROM OPERATIONS	24,33.16	94,24.43	47,94.56	1,18,57.59	1,08,31.57	3,52,29.16	56,63.35	1,30,41.66	51,90.24	1,87,05.01	1,35,97.76	4,30,65.73
2. EXPENSES												
a. Cost of Services availed												
i) Subcontractor charges	1,28.43	25,43.27	7,62.85	26,71.70	20,36.98	51,12.68	2,78.32	27,47.78	10,82.19	30,26.10	27,11.05	63,22.79
ii) Vessel charter and related cost	82.53	24,35.56	12,88.16	25,18.09	32,21.34	88,92.83	2,90.64	19,74.22	15,78.79	22,64.86	35,17.37	81,99.63
iii) Equipment related expenditure	25.26	5,33.90	21.74	5,59.16	2,39.38	6,28.29	38.26	5,29.29	65.66	5,67.55	2,99.07	7,38.89
iv) Material, stores and spares	2,19.09	14,68.02	9,59.89	16,87.11	13,87.85	1,08,81.21	3,43.25	15,57.16	11,67.15	19,00.41	18,53.57	1,15,53.58
b. Changes in inventories	5,64.45	2,78.21	(2,58.44)	8,42.66	(2,18.58)	(13,20.28)	5,64.45	2,78.21	(2,58.44)	8,42.66	(2,18.58)	(13,20.28)
c. Employee benefits expense	6,12.09	9,14.21	7,00.30	15,26.30	14,47.78	36,30.75	7,28.53	10,30.83	8,15.04	17,59.36	16,78.70	41,44.37
d. Depreciation and amortisation expense	1,01.03	1,00.19	1,08.40	2,01.22	2,15.16	4,38.29	5,42.19	4,92.27	4,94.87	10,34.46	9,88.13	19,22.85
e. Other expenses	2,09.66	5,06.35	4,40.29	7,16.01	11,31.83	30,68.68	4,48.40	6,82.37	5,90.43	11,30.77	13,71.21	37,57.99
TOTAL EXPENSES	19,42.54	87,79.71	40,23.19	1,07,22.25	94,61.74	3,13,32.45	32,34.04	92,92.13	55,35.69	1,25,26.17	1,22,00.52	3,53,19.82
PROFIT FROM OPERATION BEFORE OTHER INCOME ,												
3. INTEREST AND TAX	4,90.62	6,44.72	7,71.37	11,35.34	13,69.83	38,96.71	24,29.31	37,49.53	(3,45.45)	61,78.84	13,97.24	77,45.91
4. Other Income	-	-	-	-	-	-	(2.88)	(2.18)	0.58	(5.06)	(0.37)	6.58
5. PROFIT BEFORE INTEREST & TAX	4,90.62	6,44.72	7,71.37	11,35.34	13,69.83	38,96.71	24,26.43	37,47.35	(3,44.87)	61,73.78	13,96.87	77,52.49
6. Finance costs	3,88.35	4,53.64	4,52.23	8,41.99	8,72.82	17,82.37	5,39.93	5,43.86	5,99.80	10,83.79	11,50.01	22,78.56
7. PROFIT BEFORE TAX	1,02.27	1,91.08	3,19.14	2,93.35	4,97.01	21,14.34	18,86.50	32,03.49	(9,44.67)	50,89.99	2,46.86	54,73.93
8. TAX EXPENSES												
a. Current Tax	35.00	57.00	1,09.00	92.00	1,65.00	6,75.00	40.02	1,51.89	1,45.82	1,91.91	2,68.29	8,09.53
b. Deferred Tax	(2.46)	5.85	(5.01)	3.39	(2.98)	(43.74)	(1.56)	6.90	(5.74)	5.34	(6.68)	(46.70)
9. NET PROFIT AFTER TAX	69.73	1,28.23	2,15.15	1,97.96	3,34.99	14,83.08	18,48.04	30,44.70	(10,84.75)	48,92.74	(14.75)	47,11.10
10. Minority Interest	-	-	-	-	-	-	(0.14)	(0.15)	(0.17)	(0.29)	(0.34)	(0.39)
11. NET PROFIT AFTER TAXES & MINORITY INTEREST	69.73	1,28.23	2,15.15	1,97.96	3,34.99	14,83.08	18,47.90	30,44.55	(10,84.92)	48,92.45	(15.09)	47,10.71
12. Paid up Equity Share Capital (Face value Rs. 10/- each)	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25	16,77.25
13. Reserves excluding revaluation reserves						2,34,26.29						2,58,77.74
14. Earnings per share (not annualised)												
- Basic (Rs.)	0.42	0.76	1.28	1.18	2.00	8.84	11.02	18.15	(6.47)	29.17	(0.09)	28.09
- Diluted (Rs.)	0.42	0.76	1.28	1.18	2.00	8.84	11.02	18.15	(6.47)	29.17	(0.09)	28.09

Notes :

- The Standalone unaudited results are given as per the requirements of Clause 41 of the Listing Agreement and have been subjected to limited review by Statutory Auditors. The consolidated results are given for information only and are not subjected to limited review by the Statutory Auditors'.
- Disclosure of Balance Sheet items as per Clauses 41(I)(ea) of the listing agreement for the half year ended September 30, 2013.

(Rs. in lacs)

Particulars	STANDALONE		CONSOLIDATED	
	30.09.2013	31.03.2013	30.09.2013	31.03.2013
EQUITY AND LIABILITIES				
SHAREHOLDERS' FUND				
(a) Share Capital	16,77.25	16,77.25	16,77.25	16,77.25
(b) Reserves and Surplus	2,36,24.25	2,34,26.29	3,24,86.49	2,58,77.74
Sub Total - Shareholders' funds	2,53,01.50	2,51,03.54	3,41,63.74	2,75,54.99
Minority Interest	-	-	8.35	8.07
NON-CURRENT LIABILITIES -				
(a) Long-term borrowings	83.65	8,62.00	16,84.56	30,19.27
(b) Deferred tax liability (Net)	32.77	29.38	30.44	25.10
(d) Long-term provisions	1,06.26	1,36.46	1,24.66	1,56.73
Sub Total - Non-current liabilities	2,22.68	10,27.84	18,39.66	32,01.10
CURRENT LIABILITIES -				
(a) Short-term borrowings	82,09.44	88,60.90	87,49.81	91,96.57
(b) Trade payables	1,10,78.71	1,19,94.43	98,88.46	1,12,85.61
(c) Other current liabilities	42,12.63	58,89.44	91,14.96	1,04,93.37
(d) Short-term provisions	29.58	3,41.38	44.96	3,54.45
Sub Total - Current liabilities	2,35,30.36	2,70,86.15	2,77,98.19	3,13,30.00
TOTAL EQUITY AND LIABILITIES:	4,90,54.54	5,32,17.53	6,38,09.94	6,20,94.16
ASSETS				
NON CURRENT ASSETS				
(a) Fixed assets	29,74.95	31,62.17	2,24,56.10	1,96,70.08
(b) Goodwill on consolidation	-	-	11,47.01	11,47.01
(c) Non-current investments	20,19.32	20,19.32	27.00	27.00
(d) Long-term loans and advances	14,61.07	11,20.15	17,98.88	15,54.71
Sub Total - Non-current assets	64,55.34	63,01.64	2,54,28.99	2,23,98.80
CURRENT ASSETS				
(a) Inventories	12,47.00	26,19.96	13,65.11	27,20.31
(b) Trade receivables	2,14,38.40	2,10,60.95	2,17,51.84	2,16,96.61
(c) Cash and cash equivalents	10,69.85	12,58.87	19,48.90	18,31.73
(d) Short-term loans and advances	1,00,69.51	1,08,59.20	45,07.91	22,84.09
(e) Other current assets	87,74.44	1,11,16.91	88,07.19	1,11,62.62
Sub Total - Current assets	4,25,99.20	4,69,15.89	3,83,80.95	3,96,95.36
TOTAL ASSETS:	4,90,54.54	5,32,17.53	6,38,09.94	6,20,94.16

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

- Sundry debtors include outstanding from a customer amounting to Rs.25,25.82 lacs (March 31, 2013 - Rs.25,25.82 lacs). This relates to a subcontract job done during 2006-07 and amount outstanding relates to change orders, which is still under process of resolution by the ultimate customer. The Management believes that this amount will be received and hence no provision has been made in the books till date.
- Sundry debtors also includes outstanding from another customer on account of the following:--
 - During the year 2009-10, the Company has taken extra time to complete two of its EPC contracts beyond the scheduled contract completion date as the Company had to execute significant additional work and also on account of delays not attributable to the Company. The potential liability for liquidated damages resulting from the extended completion date as on September 30, 2013 is Rs.22,25.76 lacs (March 31, 2013 - Rs.18,40.10 lacs). As the Company believes that the liquidated damages will be waived for the reasons stated above, no provision for the same has been made in the books till date

- ii) During the year 2010-11, the Company has incurred additional expenditure on executing additional work under its EPC contracts. The Company has quantified and submitted some of its claims for extra work done and has commenced discussions with the clients for finalising the same. However, as a matter of abundant caution, only a portion of these extra claims amounting to Rs.33,84.45 lacs (March 31, 2013- Rs.33,84.45 lacs) have been recognised as revenue. The balance of the additional claims will be recognised as revenues as and when the same are accepted by the clients.
- c) Considering the nature of projects being executed by the Company and its main client, 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 and balances payables towards contractors and vendors of the company are not confirmed. 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.
- d) Long term contracts are progressively evaluated at the end of each accounting period. On Contracts under execution which have reasonably progressed, profit is recognized by evaluation of the percentage of work completed at the end of the accounting period, whereas, foreseeable losses are fully provided for in the respective accounting period. The percentage of work completed is determined by the percentage of work completed as certified by the client.
- Additional claims (including for escalation), which in the opinion of the management are recoverable on the contracts, are recognised at the time of evaluation of the job completed.
4. As the Company has only one business segment, namely Offshore Services, the segment reporting requirement is not applicable.
5. Prior period figures have been reclassified as necessary for comparative purpose only.
6. The above results have been reviewed by the Audit Committee and have been adopted by the Board at its meeting held on November 11, 2013.

Place : Mumbai
Date : November 11, 2013.

For and on behalf of the Board
Rear Admiral Kirpal Singh
Executive Chairman