



VARUN SHIPPING COMPANY LIMITED

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED SEPTEMBER 30, 2011

	Rs in lacs				
	For the quarter ended 30.09.2011	Corresponding quarter in the previous year	Six months ended 30.09.2011	Corresponding six months in the previous year	Year ended March 31 2011
	(Unaudited) (1)	(Unaudited) (2)	(Unaudited) (3)	(Unaudited) (4)	(Audited) (5)
1 Income					
Freight & charter hire	7,251.12	15,405.51	15,567.14	28,626.38	49,142.66
Profit on Sale of Ship (s) and other assets (Net)		8,907.23	4,951.80	19,743.35	34,542.07
Exchange gain / (loss) (refer note 3a)	16,006.26	(1,033.27)	16,165.20	(37.87)	(465.41)
Total Income	23,257.38	23,279.47	36,684.14	48,331.86	83,219.32
2 Expenditure					
a) Staff cost (ashore and floating)	1,960.35	2,988.38	4,094.90	5,787.03	10,364.15
b) Bunker cost	689.21	2,812.09	1,293.31	4,466.68	6,773.89
c) Port expenses	191.15	313.53	367.63	868.45	1,457.15
d) Stores, Lubes & Victualling	304.16	768.16	821.11	1,644.60	2,696.27
e) Repairs & Maintenance including cost of Spares and Survey	2,067.01	1,994.98	4,859.28	4,873.26	7,067.58
f) Depreciation	2,526.40	4,638.11	5,800.43	9,780.93	17,789.25
g) Hire of inchartered ships	1,847.66	3,491.52	4,486.44	5,608.49	12,169.90
h) Other expenditure	1,141.71	1,521.91	2,254.77	3,161.03	5,992.42
Total	10,727.65	18,528.68	23,977.87	36,190.47	64,310.61
3 Profit from Operations before Other Income, Interest & Exceptional Items	12,529.73	4,750.79	12,706.27	12,141.39	18,908.71
4 Other income	4,249.28	797.26	6,763.62	1,303.86	4,374.80
5 Profit before Interest & Exceptional Items (3 plus 4)	16,779.01	5,548.05	19,469.89	13,445.25	23,283.51
6 Interest	6,738.97	5,387.57	12,955.14	10,745.10	21,601.31
7 Profit from ordinary activities before tax (5 minus 6)	10,040.04	160.48	6,514.75	2,700.15	1,682.20
8 Tax Expense					
Current Tax (refer note 5)	-	183.20	-	368.00	335.24
(Excess)/short provision of income tax for prior years	-	(80.27)	-	(80.27)	(127.81)
9 Net Profit from Ordinary Activities after tax	10,040.04	57.55	6,514.75	2,412.42	1,474.77
10 Paid-up equity share capital (face value Rs.10/-)	15,000.78	15,000.78	15,000.78	15,000.78	15,000.78
11 Reserves excluding revaluation reserves					66,275.10
12 EPS -Basic	6.69	0.04	4.34	1.61	0.98
13 Public shareholding					
- Number of shares	90,264,155	88,344,985	90,264,155	88,344,985	90,100,350
- Percentage of shareholding	60.17	58.89	60.17	58.89	60.06
14 Promoters and promoter group Shareholding					
a) Pledged/Encumbered					
- Number of shares	16,736,195	23,086,605	16,736,195	23,086,605	16,900,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	28.01	37.44	28.01	37.44	28.21
- Percentage of shares (as a % of the total share capital of the company)	11.16	15.39	11.16	15.39	11.27
b) Non-encumbered					
- Number of shares	43,007,423	38,576,183	43,007,423	38,576,183	43,007,423
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	71.99	62.56	71.99	62.56	71.79
- Percentage of shares (as a % of the total share capital of the company)	28.67	25.72	28.67	25.72	28.67

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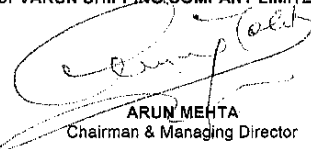
VARUN SHIPPING COMPANY LIMITED

Notes:-

1 STATEMENT OF ASSETS AND LIABILITIES	Rs in lacs	Rs in lacs
	As at 30.09.2011 (Unaudited)	As at 30.09.2010 (Unaudited)
Particulars		
SHAREHOLDERS' FUNDS		
(a) Capital	15,000.78	15,000.78
(b) Reserves and Surplus	72,789.85	68,607.48
LOAN FUNDS	290,024.74	272,682.13
TOTAL	377,815.37	356,290.39
FIXED ASSETS (NET)	126,418.68	261,315.23
INVESTMENTS	2,832.19	2,732.16
FINANCE LEASE RECEIVABLE (NET)	193,729.66	29,589.74
FOREIGN CURRENCY MONETARY ITEM TRANSLATION DIFFERENCE (REFER NOTE 3 b)	5,946.33	(542.68)
CURRENT ASSETS, LOANS AND ADVANCES		
(a) Inventories	735.09	1,267.84
(b) Sundry debtors	6,049.51	11,090.00
(c) Cash and Bank Balances	2,349.15	4,098.48
(d) Other Current Assets	8,133.84	-
(e) Loans and Advances	66,100.43	65,475.84
TOTAL	83,368.02	81,932.16
LESS :- CURRENT LIABILITIES AND PROVISIONS		
(a) Liabilities	34,174.10	15,904.29
(b) Provisions	305.41	2,831.93
	34,479.51	18,736.22
NET CURRENT ASSETS	48,888.51	63,195.94
TOTAL	377,815.37	356,290.39

- 2 During the quarter, Varun Gas Infrastructure Limited, a 100% subsidiary of the company, acquired one LPG Carrier.
- 3 (a) Exchange gain of Rs 16,006.26 lacs during the quarter, is due to the net exchange gain on revaluation of short term and long term foreign currency monetary assets and liabilities, on account of significant depreciation of Rupee as against US Dollar by 9.3% during the quarter.
(b) An exchange loss of Rs 5,946.33 lacs on revaluation of long term foreign currency liability is carried forward for amortising over subsequent two quarters.
Above mentioned accounting treatment is in conformity with Accounting Standard 11 (Revised) issued by The Institute of Chartered Accountant of India and the notification issued by the Ministry of Corporate Affairs.
- 4 Other income includes interest on finance lease receivable, interest on loans given and management fees earned in respect of ships sold on BBOD basis.
- 5 Due to uncertain global freight market, significant fluctuations in exchange rate of Rupee vis-à-vis US Dollar, in which freight rates are generally quoted and in view of provisions of the Income Tax Act under which taxable income is determined on an annual basis, it is considered appropriate to make provision for taxation at the end of the year.
- 6 There were no investor complaints pending as on June 30, 2011. 66 investor complaints were received during the quarter and 66 complaints were disposed off during the quarter. Hence no complaints remained unresolved on September 30, 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 November 14, 2011 and have been approved by the Board of Directors of the Company at its meeting held on November 14, 2011.

For VARUN SHIPPING COMPANY LIMITED



ARUN MEHTA
Chairman & Managing Director

Place : Mumbai

Date : November 14, 2011

Registered Office :

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