

TEBMA SHIPYARDS LIMITED

Registered office: No. 5/360 Rajiv Gandhi Salai, Okkiam Thoraipakkam, Chennai - 600 097
AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MAR 31, 2011

Rs. In Lakhs, Except share data, and where otherwise stated

S.No	PARTICULARS	Year ended	
		31-Mar-11	31-Mar-10
		(Audited)	(Audited)
1	Net sales / Income from operations	14,497.13	16,220.74
2	Other operating income	-	-
3	Total income (1+2)	14,497.13	16,220.74
4	Expenditure		
	Consumption of raw materials and components for shipbuilding projects	3,392.63	12,087.07
	Impact on Vessels Cancelled (refer note 4)	9,767.49	-
	Reinstatement of Project specific inventory (refer note 5)	(2,545.95)	-
	Employee cost	1,639.34	1,643.58
	Depreciation	2,274.85	2,105.63
	Other expenditure	5,214.75	18,819.49
	Total	19,743.11	34,655.77
5	Profit from Operations before Other Income, Interest and Exceptional Items (3-4)	(5,245.99)	(18,435.03)
6	Other income	922.88	4,670.81
7	Profit before Interest and Exceptional Items (5+6)	(4,323.11)	(13,764.22)
8	Interest & Finance charges	3,232.69	4,865.10
9	Profit after Interest but before Exceptional Items (7-8)	(7,555.80)	(18,629.32)
10	Exceptional items	-	-
11	Profit (+)/ Loss (-) from Ordinary Activities before tax (9+10)	(7,555.80)	(18,629.32)
12	Tax expense	(56.13)	
13	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (11-12)	(7,499.67)	(18,629.32)
14	Prior period items	19.10	(13.94)
15	Net Profit (+)/ Loss (-) from Ordinary Activities after tax and prior period items (13-14)	(7,480.57)	(18,643.26)
16	Extraordinary Items (net of tax expense Rs.)		-
17	Net Profit(+)/ Loss(-) for the period (15-16)	(7,480.57)	(18,643.26)
18	Paid-up Equity Share Capital of Rs.10/- each	7,736.15	777.82
19	Reserves excluding Revaluation Reserves as per balancesheet of the previous accounting year	12,194.71	5,793.04

20	Basic and Diluted Earnings per share (EPS) (i) Earnings Per Share (EPS) (in Rs) before extraordinary items for the period, for the year to date and for the previous year (not annualized)		
	a) Basic EPS	(9.67)	(239.69)
	b) Diluted EPS	(9.67)	(239.69)
21	Public Shareholding		
	Number of Shares	37,908,380	3,272,244
	Percentage of Shareholding	49.00	42.07
22	Promoters and Promoter Group		
	a) Pledged / Encumbered		
	Number of Shares	NIL	NIL
	Percentage of Shares (as a % of the total Share holding of promoter and promoter group)	NIL	NIL
	Percentage of Shares (as a % of the total Share Capital of the company)	NIL	NIL
	(b) Non-Encumbered		
	No of Shares	39,453,125	4,505,936
	Percentage of Shares (as a % of the total Share holding of promoter and promoter group)	100	100
	Percentage of Shares (as a % of the total Share capital of the company)	51.00	57.93

Notes:

1 Statement of Assets and Liabilities as on March 31, 2011

PARTICULARS	Year ended	Year ended
	31-Mar-11	31-Mar-10
	(Audited)	(Audited)
Shareholders Funds		
(a) Capital	20,236.15	777.82
(b) Advance for share Capital	1,915.00	7,700.00
(c) Reserves and Surplus	12,194.71	5,793.04
Loan Funds	37,795.21	42,960.86
TOTAL	72,141.07	57,231.72
Fixed Assets	18,589.71	19,833.51
Capital Work in Progress	474.95	1,294.74
Investments	1.32	1.32
Current Assets, Loans and Advances		
(a) Inventories	14,102.38	11,959.55
(b) Sundry Debtors	638.61	3,677.37
(c) Cash and Bank balances	21,403.23	8,502.26
(d) Other Current assets	25,317.96	11,410.89
(e) Loans and Advances	2,410.18	4,388.95
Less : Current Liabilities and Provisions		
(a) Liabilities	36,916.32	22,549.47
(b) Provisions	219.12	145.00
Profit and Loss A/c. (Debit Balance)	26,338.17	18,857.60
TOTAL	72,141.07	57,231.72

- 2 The above results have been taken on record by the Board of Directors at the meeting held on 1st July, 2011
- 3 The Company is mainly engaged in one primary segment i.e., construction of vessels and hence no separate segmental disclosures are required as per Accounting Standard 17 on Segment Reporting.
- 4 a) Certain contracts of the Company now stand covered under a consolidated settlement and compromise agreement entered into in october, 2010. The Financial impact from such settlement have been accounted for furign the year and resulted in positive impact of Rs.8545.52 lacs. This has been included under "Income from Operation".
b) Contracts with two customers were cancelled during the year and the consequential impact of the same amounting to Rs. 9767.49 Lac has been charged to the profit and loss account..
- 5 Due to deferment of construction of certain vessels, revenue recognized in the previous periods on items specially made for those contracts have been reversed and taken into inventory. This resulted in reversal of net revenue of Rs. 224 Lacs and subsidy recognized by Rs. 648 Lac; Inventory increased on account of reinstatement of project specific inventory by Rs. 2545.95 Lac.
- 6 The Contract price and the delivery dates for four vessels were modified during the year, pursuant to an agreement entered with the buyer on 28th March 2011. The revision in contract price in respect of these vessels resulted in reversal of revenues recognized till the date of agreement amounting to Rs 1323.88 Lac and the same has been deducted from the Income from ship building operations. Further, as the delivery dates have been postponed, the Liquidated Damages provided for as, per the terms of the erstwhile contract, during the first three quarters of the financial year was reversed.
- 7 The Company is obligated to pay liquidated damages as per the terms of the contracts for delays caused in deliveries of ships. In respect of ships already delivered but beyond the due dates liquidated damages levied by the customers and accounted amount to Rs. 104.98 Lac.
- 8 The company has allotted 3,94,53,125 Equity shares at a price of Rs. 19.20 per share on a preferential basis to M/s Nirupam Energy Projects Private Limited, a wholly owned subsidiary of M/s Bharti Shipyards Ltd. Further the company has also allotted 3,01,30,200 Equity shares at a price of Rs. 19.20 per share on a preferential basis to India Advantage Fund - VI (IAF VI) acting through its Investment Manager M/s ICICI Venture Funds Management Company Limited. The consideration payable by IAF VI has been set off against the advance subscription money provided by them earlier. The allotment was completed on 28th February 2011.
- 9 The secured lenders of the Company have approved a restructuring package under Corporate Debt Restructuring mechanism, formulated by RBI. The terms and conditions of the restructuring package has been communicated to the Company vide CDR Cell's letter dated 22nd November 2010. As per the package, the company has been sanctioned a concessional rate of interest and commission on various facilities. As part of implementation of the CDR package , the company has issued 12,50,00,000 Compulsorily Redeemable Preference Shares (CRPS) of Rs.10 each in consideration for the loan repayable to the lenders as on 1st April 2010 . The allotment was completed on 30th March 2011 and the CRPS shall be redeemable at the expiry of 10years with a put option available to the lenders from the 6th year onwards subject to availability of sufficient profits. The CRPS shall bear a fixed coupon rate of 6.5% p.a..
- 10 The figures for the previous year have been re-grouped / re-classified, wherever necessary, to conform with the current period's presentation.
- 11 The Company has not received any investor complaint during the quarter and no complaint is pending unresolved as on March 31, 2010.

By Order of the Board
For TEBMA SHIPYARDS LIMITED

P K Balasubramanian
Chairman

Place: Chennai
Date: July 1, 2011