

TEBMA SHIPYARDS LIMITED

Registered office: No. 5/360 Rajiv Gandhi Salai, Okkiam Thoraipakkam, Chennai - 600 097
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED DEC 31, 2010

All amounts in Indian Rupees lakhs, except share data

S.No	PARTICULARS	Quarter ended		Nine month ended		Year ended
		31-Dec-10	31-Dec-09	31-Dec-10	31-Dec-09	31-Mar-10
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Net sales / Income from operations	7,799.21	6,280.91	13,633.14	11,386.59	16,220.74
2	Other operating income	-	-	-	-	-
3	Total income (1+2)	7,799.21	6,280.91	13,633.14	11,386.59	16,220.74
4	Expenditure					
	Consumption of raw materials and components for shipbuilding projects	2,290.78	4,134.07	6,481.05	7,865.26	12,087.07
	Employee cost	332.28	360.62	1,070.21	1,174.99	1,643.58
	Depreciation	625.95	535.88	1,686.18	1,565.69	2,105.63
	Other expenditure	3,289.93	12,414.03	8,164.65	16,765.00	18,819.49
	Total	6,538.94	17,444.60	17,402.09	27,370.94	34,655.77
5	Profit from Operations before Other Income, Interest and Exceptional Items (3-4)	1,260.27	(11,163.69)	(3,768.95)	(15,984.35)	(18,435.03)
6	Other income	883.07	1,716.22	1,216.76	3,510.90	4,670.81
7	Profit before Interest and Exceptional Items (5+6)	2,143.34	(9,447.47)	(2,552.19)	(12,473.45)	(13,764.22)
8	Interest & Finance charges	28.40	1,213.18	2,717.11	3,645.92	4,865.10
9	Profit after Interest but before Exceptional Items (7-8)	2,114.94	(10,660.65)	(5,269.30)	(16,119.37)	(18,629.32)
10	Exceptional items	-	-	-	-	-
11	Profit (+)/ Loss (-) from Ordinary Activities before tax (9+10)	2,114.94	(10,660.65)	(5,269.30)	(16,119.37)	(18,629.32)
12	Tax expense	-	-	-	-	-
13	Net Profit (+)/ Loss (-) from Ordinary Activities after tax (11-12)	2,114.94	(10,660.65)	(5,269.30)	(16,119.37)	(18,629.32)
14	Prior period items	-	-	-	-	(13.94)
15	Net Profit (+)/ Loss (-) from Ordinary Activities after tax and prior period items (13-14)	2,114.94	(10,660.65)	(5,269.30)	(16,119.37)	(18,643.26)
16	Extraordinary Items (net of tax expense Rs.)	-	-	-	-	-
17	Net Profit(+)/ Loss(-) for the period (15-16)	2,114.94	(10,660.65)	(5,269.30)	(16,119.37)	(18,643.26)
18	Paid-up Equity Share Capital of Rs.10/- each	777.82	777.82	777.82	777.82	777.82
19	Reserves excluding Revaluation Reserves as per balancesheet of the previous accounting year	5,793.04	5,793.04	5,793.04	5,793.04	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	27.19	(137.06)	(67.74)	(207.24)	(239.69)
	b) Diluted EPS	27.19	(137.06)	(67.74)	(207.24)	(239.69)
21	Public Shareholding					
	Number of Shares	3,272,244	3,272,244	3,272,244	3,272,244	3,272,244
	Percentage of Shareholding	42.07	42.07	42.07	42.07	42.07
22	Promoters and Promoter Group					
	a) Pledged / Encumbered					
	Number of Shares	NIL	NIL	NIL	NIL	NIL
	Percentage of Shares (as a % of the total Share holding of promoter and promoter group)	NIL	NIL	NIL	NIL	NIL
	Percentage of Shares (as a % of the total Share Capital of the company)	NIL	NIL	NIL	NIL	NIL
	(b) Non-Encumbered					
	No of Shares	4,505,936	4,505,936	4,505,936	4,505,936	4,505,936
	Percentage of Shares (as a % of the total Share holding of promoter and promoter group)	100	100	100	100	100
	Percentage of Shares (as a % of the total Share capital of the company)	57.93	57.93	57.93	57.93	57.93

Notes:

1 Statement of Assets and Liabilities as on December 31, 2010

PARTICULARS	Period ended		Year ended
	30-Sep-10 (Unaudited)	31-Dec-09 (Unaudited)	31-Mar-10 (Audited)
Shareholders Funds			
(a) Capital	777.82	777.82	777.82
(b) Advance for share Capital	7,700.00	7,700.00	7,700.00
(c) Reserves and Surplus	5,793.04	5,793.04	5,793.04
Loan Funds	51,368.44	40,368.68	42,960.86
TOTAL	65,639.30	54,639.54	57,231.72
Fixed Assets	18,952.85	18,546.19	19,833.51
Capital Work in Progress	468.75	2,487.78	1,294.74
Investments	1.32	631.32	1.32
Current Assets, Loans and Advances			
(a) Inventories	13,192.03	12,852.98	11,959.55
(b) Sundry Debtors	1,239.02	2,352.18	3,677.37
(c) Cash and Bank balances	8,573.62	9,492.82	8,502.26
(d) Other Current assets	24,841.22	9,468.15	11,410.89
(e) Loans and Advances	1,652.82	3,261.38	4,388.95
Less : Current Liabilities and Provisions			
(a) Liabilities	27,298.54	20,658.33	22,549.47
(b) Provisions	143.18	128.64	145.00
Miscellaneous Expenditure (Not Written Off or Adjusted)	24,159.38	16,333.71	18,857.60
TOTAL	65,639.30	54,639.54	57,231.72

- 2 The above results have been taken on record by the Board of Directors at their meeting held on March 30, 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 The accumulated losses has resulted in negative net worth of the company by Rs.9,889 Lacs. However, the Going Concern assumption remains valid considering arrangements concluded by the Company for infusion of fresh capital. Further the Company is under the Corporate Debt Restructuring mechanism and its rehabilitation has been approved by the CDR empowered Group wide communication dated 22nd November, 2010 and confirmed by the lender bankers.
- 5 Certain contracts of the Company now stand covered under a consolidated Settlement and Comprimise agreement entered into in October 2010. The financial impact from such settlement are accounted in this quarter and resulted in positive impact of Rs 7,742
- 6 Consumption of vessel specific equipments are recorded at the time of purchases and such method has been changed to recording of consumption based on the issue for construction. Financial impact on account of this change in accounting policy resulted in reversal of net revenue recognised by Rs 224 Lacs and Subsidy recognised by Rs 648 Lacs; Closing Inventory increased on account of Reinstatement of project specific inventory by Rs 5850 Lacs.
- 7 One of the customers has withdrawn cancellation notice for two of its orders on 25th May 2010 and subsequently such orders were cancelled. The subsidy recognised on such contracts amounts to Rs. 1237 Lacs and revenue recognised on percentage of completion method amounts to Rs 5016 Lacs. Equivalent provision for subsidy and revenue recognised are made during this quarter. Inventories purchased specifically for these orders are revalued to the market value and credited to accounts for Rs 982 Lacs.
- 8 The company has provided towards liquidated damages Rs 105 Lacs on account of delayed delivery of a vessel and Rs 1220 Lacs on account of vessels yet to be delivered.
- 9 Pursuant to Resolutions passed by the Board and Shareholders the Company has allotted 3,94,53,125 equity shares of Rs.10/ each, on 28/02/2011, at a price of Rs.19.20 per share to M/s. Nirupam Energy Projects Private Limited, a wholly owned subsidiary of M/s. Bharti Shipyard Ltd., and received consideration aggregating to Rs.75.75 Crores, on a preferential basis. Further the company has also allotted 3,01,30,200 cash to India Advantage Fund - VI (IAF VI) acting through its Investment Manager M/s. ICICI Venture Funds Management Company Limited and the consideration payable by them was set off against the advance subscription money provided by them earlier.
- 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 December 31, 2010.

**By Order of the Board
For TEBMA SHIPYARDS LIMITED**

**P K Balasubramanian
Chairman**

Place: Chennai
Date: March 30, 2011