

**AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2011.**

*Rs in Lacs Except share data*

Sr No	Particulars	Standalone		Consolidated	
		Year Ended		Year Ended	
		31.03.2011	31.03.2010	31.03.2011	31.03.2010
		Audited		Audited	
1	<b>Income</b>				
(a)	Net Sales / Income from Operations	85,993.08	62,938.26	85,993.08	62,938.26
(b)	Other Operating Income	768.29	-	768.29	-
	<b>Total Income</b>	<b>86,761.37</b>	<b>62,938.26</b>	<b>86,761.37</b>	<b>62,938.26</b>
2	<b>Expenditure</b>				
(a)	(Increase) / Decrease in Stock in trade & Work in progress	2,235.06	11,294.30	2,235.06	11,294.30
(b)	Consumption of Raw Materials and Components	28,283.20	16,931.91	28,283.20	16,931.91
(c)	Purchase of Traded Goods	25,758.80	9,477.15	25,758.80	9,477.15
(d)	Employees Cost	2,739.93	2,162.85	2,773.33	2,197.76
(e)	Cost estimated for Revenue Recognised	(3,028.47)	11,400.78	(3,028.47)	11,400.78
(f)	Depreciation	4,873.26	3,654.73	5,198.09	3,773.62
(g)	Other Expenditure	14,750.69	12,333.50	13,785.59	11,761.60
	<b>Total</b>	<b>75,612.47</b>	<b>67,255.22</b>	<b>75,005.60</b>	<b>66,837.12</b>
3	<b>Profit from operations before Other Income, Interest &amp; Exceptional Items (1 - 2)</b>	<b>11,148.90</b>	<b>(4,316.96)</b>	<b>11,755.77</b>	<b>(3,898.86)</b>
4	Other Income	5,568.22	6,750.66	5,573.31	6,754.79
5	<b>Profit / (Loss) before Interest and Exceptional Items (3 + 4)</b>	<b>16,717.12</b>	<b>2,433.70</b>	<b>17,329.08</b>	<b>2,855.93</b>
6	Interest and Financial Charges	11,900.63	7,299.92	11,900.70	7,300.02
7	<b>Profit / (Loss) after Interest but before Exceptional Items (5 - 6)</b>	<b>4,816.49</b>	<b>(4,866.22)</b>	<b>5,428.38</b>	<b>(4,444.09)</b>
8	Exceptional Items	-	-	-	-
9	<b>Profit / (Loss) from Ordinary Activities before Tax (7 + 8)</b>	<b>4,816.49</b>	<b>(4,866.22)</b>	<b>5,428.38</b>	<b>(4,444.09)</b>
10	Tax Expense				
	- Current Tax	1,161.40	-	1,161.40	-
	- MAT Credit Entitlement	(1,127.65)	-	(1,127.65)	-
	- Deferred Tax Liability	794.20	-	1,011.47	146.70
	- Income Tax of the Earlier Years	11.39	15.83	14.03	15.83
11	<b>Net Profit / (Loss) from Ordinary Activities after Tax (9 - 10)</b>	<b>3,977.15</b>	<b>(4,882.05)</b>	<b>4,369.13</b>	<b>(4,606.62)</b>
12	Extraordinary items (Net of Tax Expenses)	-	-	-	-
13	<b>Net Profit / (Loss) for the year (11 - 12)</b>	<b>3,977.15</b>	<b>(4,882.05)</b>	<b>4,369.13</b>	<b>(4,606.62)</b>
14	Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	66,579.84	66,579.84	66,579.84	66,579.84
15	Reserves excluding Revaluation Reserves as on date	102,501.56	103,650.01	102,501.56	103,650.01
16	Earnings Per Share (EPS)				
(a)	Basic EPS (Rs.)	0.60	(0.82)	0.66	(0.77)
(b)	Diluted EPS (Rs.)	0.60	(0.82)	0.66	(0.77)
17	Aggregate of Public Share Holding				
	- No. of Shares	366,222,208	402,436,855	366,222,208	402,436,855
	- % of Shareholding	55.00%	60.44%	55.00%	60.44%
18	Promoter & Promoter Group Shareholding				
	<b>a) Pledged / Encumbered</b>				
	- Number of Shares	298,371,179	133,999,994	298,371,179	133,999,994
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.60%	50.88%	99.60%	50.88%
	- Percentage of shares (as a % of the total share capital of the company)	44.81%	20.13%	44.81%	20.13%
	<b>b) Non-Encumbered</b>				
	- Number of Shares	1,205,001	129,361,539	1,205,001	129,361,539
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.40%	49.12%	0.40%	49.12%
	- Percentage of shares (as a % of the total share capital of the company)	0.19%	19.43%	0.19%	19.43%

**Notes:**

- 1 The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on May 28, 2011.
- 2 As per the Revised Guidelines for the Shipbuilding Subsidy issued by the Government of India on March 25, 2009, the Company is eligible for subsidy at the rate of 30% of the contract price, in respect of the export order received for vessels for which the contracts with the customers were signed on or before August 14, 2007. Accordingly, Government Subsidy of Rs. 7,494.13 Lacs for the year ended March 31, 2011 (Previous Year: Rs. 8,814.91 Lacs) has been recognised as revenue in respect of Ships under construction on proportionate completion basis.
- 3 Proceeds from issue of 10% Compulsorily and mandatorily convertible unsecured Debentures of Rs. 17,780.00 Lacs and from issue of Convertible share warrants to Promoters of Rs. 6,254.96 Lacs have been fully utilized for Capital expenditures, Working capital requirements and for general corporate purposes.
- 4 Work on pending equipments / facilities have substantially been completed and one Goliath crane commissioned. The other Goliath Crane is in the process of Trial Commissioning.
- 5 In respect of Offshore Vessels (OSVs), the Company has accounted for contract revenue and expenses based on the proportion of completion of contracts certified by technical experts. "Cost estimated for Revenue Recognised" represents reversal of Rs. 3,028.47 Lacs for the year ended March 31, 2011 (Previous Year provision of Rs.11,400.78 Lacs) being the provision for proportionate cost to be incurred with an aim to allocate the profit on the said contract to whole of the contract.
- 6 STATEMENT OF ASSETS AND LIABILITIES IS AS UNDER:-

*Rs in Lacs*

Particulars	STANDALONE		CONSOLIDATED	
	As at 31.03.2011	As at 31.03.2010	As at 31.03.2011	As at 31.03.2010
	(Audited)	(Audited)	(Audited)	(Audited)
<b>SHAREHOLDERS' FUNDS</b>				
(a) Capital	66,579.84	66,579.84	66,579.84	66,579.84
(b) Reserves and Surplus	102,501.56	103,650.01	102,501.56	103,650.01
<b>CONVERTIBLE SHARE WARRANTS</b>	6,254.96	-	6,254.96	-
<b>LOAN FUNDS</b>	202,075.18	132,991.54	202,075.18	132,991.54
<b>DEFERRED TAX LIABILITY</b>	794.20	-	1,158.16	146.70
<b>TOTAL (LIABILITIES)</b>	<b>378,205.74</b>	<b>303,221.39</b>	<b>378,569.70</b>	<b>303,368.09</b>
<b>FIXED ASSETS (including Capital Work in Progress)</b>	270,017.47	243,666.35	285,024.33	258,303.11
<b>INVESTMENTS</b>	4,196.52	2,675.69	2,299.79	778.96
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>				
(a) Inventories	24,534.79	13,302.32	24,534.79	13,302.32
(b) Sundry Debtors	20,499.33	701.80	20,499.33	701.80
(c) Cash and Bank Balances	42,562.56	64,009.08	42,772.90	64,018.44
(d) Other current Assets	43,447.18	34,843.50	43,447.18	34,843.50
(e) Loans and Advances	48,312.70	29,716.83	37,726.15	19,023.47
Less: Current Liabilities and Provisions				
(a) Liabilities	(66,322.39)	(75,898.37)	(68,063.56)	(77,570.90)
(b) Provisions	(10,117.39)	(14,860.38)	(10,117.39)	(14,860.38)
<b>PROFIT AND LOSS ACCOUNT</b>	1,074.97	5,064.57	446.18	4,827.77
<b>TOTAL (ASSETS)</b>	<b>378,205.74</b>	<b>303,221.39</b>	<b>378,569.70</b>	<b>303,368.09</b>

- 7 The company has consolidated its results based on the Accounting Standards on Consolidation of Financial Statements (AS-21) as notified by Companies (Accounting Standard) Rules, 2006.
- 8 The Company's activities during the year predominantly revolved around the Shipbuilding, Ship repair and related activities, accordingly there is only one reportable segment.
- 9 There were no complaints pending from investors at the beginning of the quarter, 1 complaint received was resolved during the quarter ended 31st March 2011 and no complaints were outstanding as on 31st March 2011.
- 10 Previous year figures have been reworked, regrouped, rearranged and reclassified, wherever necessary to make them comparable with those of the current year.

Place :- Mumbai  
Date :- May 28, 2011

for Pipavav Shipyard Limited

**Bhavesh P. Gandhi**  
Executive Vice Chairman  
DIN - 00030623