

**AUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED 31st MARCH 2010**

Sr No	Particulars	<i>Rs in Lacs Except share data</i>			
		Standalone		Consolidated	
		Year Ended 31st March		Year Ended 31st March	
		2010	2009	2010	2009
		<b>Audited</b>		<b>Audited</b>	
1 <b>Income</b>					
(a) Net Sales / Income from Operation	62,938.26	-	62,938.26	-	
(b) Other Operating Income	-	-	-	-	
<b>Total Income</b>	<b>62,938.26</b>	<b>-</b>	<b>62,938.26</b>	<b>-</b>	
2 <b>Expenditure</b>					
(a) (Increase) / Decrease in value of Stock	11,294.30	-	11,294.30	-	
(b) Consumption of Raw Materials and Components	16,931.91	-	16,931.91	-	
(c) Purchases of Traded Goods	9,477.15	-	9,477.15	-	
(d) Employee Cost	2,162.85	767.69	2,197.76	767.69	
(e) Cost estimated for Revenue Recognised	11,400.78	-	11,400.78	-	
(f) Depreciation	3,654.73	15.25	3,773.62	16.34	
(g) Other Expenses	12,333.50	3,139.67	11,761.60	3,157.97	
<b>Total</b>	<b>67,255.22</b>	<b>3,922.61</b>	<b>66,837.12</b>	<b>3,942.00</b>	
3 <b>Profit / (Loss) before Interest &amp; Tax (1 - 2)</b>	<b>(4,316.96)</b>	<b>(3,922.61)</b>	<b>(3,898.86)</b>	<b>(3,942.00)</b>	
4 Other Income	6,750.66	6,177.80	6,754.79	6,177.83	
5 <b>Profit / (Loss) before Interest and Exceptional Items (3 + 4)</b>	<b>2,433.70</b>	<b>2,255.19</b>	<b>2,855.93</b>	<b>2,235.83</b>	
6 Interest and Finance Charges	7,299.92	1,295.80	7,300.02	1,295.80	
7 <b>Profit / (Loss) after Interest but before Exceptional Items (5 - 6)</b>	<b>(4,866.22)</b>	<b>959.39</b>	<b>(4,444.09)</b>	<b>940.03</b>	
8 Exceptional Items	-	-	-	-	
9 <b>Profit / (Loss) from Ordinary Activities before Tax (7 + 8)</b>	<b>(4,866.22)</b>	<b>959.39</b>	<b>(4,444.09)</b>	<b>940.03</b>	
10 Tax Expense (Current, Deferred & Prior period)	15.83	467.00	162.53	467.40	
11 <b>Net Profit / (Loss) from Ordinary Activities after Tax (9 - 10)</b>	<b>(4,882.05)</b>	<b>492.39</b>	<b>(4,606.62)</b>	<b>472.63</b>	
12 Extraordinary item (Net of Tax Expenses)	-	-	-	-	
13 <b>Net Profit / (Loss) for the period (11 - 12)</b>	<b>(4,882.05)</b>	<b>492.39</b>	<b>(4,606.62)</b>	<b>472.63</b>	
14 Paid-up Equity Share Capital (Face Value of Rs. 10/- each)	66,579.84	58,034.82	66,579.84	58,034.82	
15 Reserves excluding Revaluation Reserve as per Balance Sheet	103,650.01	67,472.85	103,650.01	67,448.02	
16 Earnings Per Share (EPS) (Rs.) (Not annualised)					
(a) Basic and Diluted EPS before Extra Ordinary Items	(0.82)	0.08	(0.77)	0.07	
(b) Basic and Diluted EPS after Extra Ordinary Items	(0.82)	0.08	(0.77)	0.07	
17 Aggregate of Public Share Holding					
- No. of Shares	402,436,855	316,986,630	402,436,855	316,986,630	
- % of Shareholding	60.44%	54.62%	60.44%	54.62%	
18 Promoter & Promoter Group Shareholding					
<b>a) Pledged / Encumbered</b>					
- Number of Shares	133,999,994	-	133,999,994	-	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	50.88%	NIL	50.88%	NIL	
- Percentage of shares (as a % of the total share capital of the company)	20.13%	NIL	20.13%	NIL	
<b>b) Non-Encumbered</b>					
- Number of Shares	129,361,539	263,361,533	129,361,539	263,361,533	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	49.12%	100.00%	49.12%	100.00%	
- Percentage of shares (as a % of the total share capital of the company)	19.43%	45.38%	19.43%	45.38%	

**Notes**

- The above results have been reviewed by the Audit Committee and taken on record by the Board of Directors at its meeting held on 28th May 2010 and approved for release.
- The Company's activities during the period predominantly revolved around the Shipbuilding activity. Considering the nature of the Company's business and operations, there is only one reportable segment (business and /or geographical) in accordance with the requirements of Accounting Standard 17 - "Segment Reporting" notified in the Companies (Accounting Standards) Rules 2006.
- As per the Revised Guidelines for the Shipbuilding Subsidy issued by the Government of India on 25th March 2009, the Company is eligible for subsidy at the rate of 30% of the contract price, suitably adjusted for any unintended benefits availed by the SEZ Unit in respect of the export order received for vessels for which the contracts with the customers were signed on or before 14th August 2007. Accordingly, Government Subsidy of Rs. 8,814.91 Lacs for the year ended on 31st March 2010 has been recognised as revenue in respect of Ships under construction on proportionate completion basis. This includes Rs. 4,422.85 lacs (including Rs. 3,724.02 lacs of customs duty), being the indirect tax benefits availed by the SEZ Unit. The company is of the view that the above tax benefits would in any case be available for export of ships irrespective of whether the ships are built in SEZ or otherwise and do not include any unintended benefits and hence need not be netted against the subsidy so recognised.
- Delay caused in commissioning of certain equipments / facilities due to changes in work permit rules applicable to foreign technicians has been resolved. Foreign technicians are at site for commissioning and installation of balance equipments / facilities, which are expected to be over by end of September 2010.
- (a) During the year, the company has allotted 85,450,225 Equity shares of Rs. 10 each pursuant to its Initial Public Offer (IPO) on 1st October 2009, which has resulted in net increase in Securities Premium Account by Rs. 36,201.98 Lacs.  
(b) The total proceeds from Initial Public Offer (IPO) aggregating to Rs.49,866.58 Lacs have been fully utilized as - Rs. 17,926.68 Lacs for Construction of Facilities for Shipbuilding, Ship Repairs and the Offshore Business; Rs. 24,403.80 Lacs for Working Capital; Rs. 2,416.51 Lacs for General Corporate Purpose and Rs. 5,119.59 Lacs for Share Issue Expenses.
- In respect of Offshore Vessels (OSVs), the Company has accounted for contract revenue and expenses based on the proportion of completion of contracts as accepted by the customer and certified by technical experts. With an aim to allocate the profit on the said contracts to whole of the contract a provision of Rs. 11,400.78 Lacs being the proportionate cost to be incurred has been charged to Profit & Loss account as "Cost estimated for Revenue Recognised".
- SKIL Infrastructure Limited ('SKIL'), SKIL Shipyard Holdings Private Limited ('SKIL Shipyard') and Punj Lloyd Limited executed a Share Purchase Agreement dated March 27, 2010 pursuant to which Punj Lloyd Limited has, as on date, sold 12,93,60,538 fully paid up Equity Shares of Rs. 10/- each of Pipavav Shipyard Limited ('the Company') representing 19.43% of the paid up share capital of the Company to SKIL and SKIL Shipyard in two tranches.
- STATEMENT OF ASSETS AND LIABILITIES ARE AS UNDER:-

Particulars	STANDALONE		CONSOLIDATED	
	Year ended 31.03.2010 (Audited)	Year ended 31.03.2009 (Audited)	Year ended 31.03.2010 (Audited)	Year ended 31.03.2009 (Audited)
<b>SHAREHOLDERS' FUNDS:</b>				
(a) Capital	66,579.84	58,034.82	66,579.84	58,034.82
(b) Reserves and Surplus	103,650.01	67,472.85	103,650.01	67,448.02
<b>LOAN FUNDS</b>	132,991.54	115,360.42	132,991.54	115,360.42
Deferred Tax Liability	-	-	146.70	-
<b>TOTAL (LIABILITIES)</b>	<b>303,221.39</b>	<b>240,868.09</b>	<b>303,368.09</b>	<b>240,843.26</b>
<b>FIXED ASSETS/FIXED CAPITAL EXPENDITURE</b>	243,666.35	219,800.77	258,303.13	233,727.57
<b>INVESTMENTS</b>	2,675.69	6,655.06	778.96	4,845.09
<b>CURRENT ASSETS, LOANS AND ADVANCES</b>				
(a) Inventories	13,302.32	31,829.30	13,302.32	31,829.30
(b) Sundry Debtors	701.80	-	701.80	1.00
(c) Cash and Bank Balances	64,009.08	66,180.00	64,018.44	66,183.35
(d) Other current Assets	34,843.50	-	34,843.50	-
(e) Loans and Advances	29,716.83	25,509.26	19,023.47	16,047.39
Less: Current Liabilities and Provisions				
(a) Liabilities	(75,898.37)	(107,891.14)	(77,570.90)	(110,586.02)
(b) Provisions	(14,860.38)	(1,215.16)	(15,152.89)	(1,215.56)
<b>MISCELLANEOUS EXPENDITURE (NOT WRITTEN OFF OR ADJUSTED)</b>	-	-	-	-
<b>PROFIT AND LOSS ACCOUNT</b>	5,064.57	-	5,120.26	11.14
<b>TOTAL (ASSETS)</b>	<b>303,221.39</b>	<b>240,868.09</b>	<b>303,368.09</b>	<b>240,843.26</b>

- 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.
- There were no complaints pending from investors at the beginning of the quarter, 107 complaints received were resolved during the quarter ended 31st March 2010 and no complaints were outstanding as on 31st March 2010.
- Previous year figures have been reworked, regrouped, rearranged and reclassified, wherever necessary to make them comparable with those of the current year.

Place : Mumbai  
Dated : 28.05.2010

For and on behalf of the Board of Directors  
**Pipavav Shipyard Limited**

Sd/-  
**(Bhavesh P. Gandhi)**  
Executive Vice Chairman  
DIN - 00030623