

Ref No.: nm/2014

Date: 11th November, 2014

The Bombay Stock Exchange, Mumbai
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai - 400 001

K.A.: Mr. S. Subramanian; DCS- CRD

Dear Sir,

Sub: Unaudited Financial results for the quarter and period ended 30th September, 2014

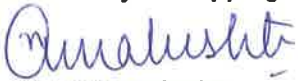
Pursuant to clause 41 of the Listing agreement, please find enclosed herewith unaudited financial results for the quarter and period ended 30th September, 2014 which were taken on record by the Board of Directors at its meeting held on 11th November, 2014 at Mumbai.

Pursuant to clause 41 of the Listing agreement, we are also enclosing herewith the Limited Review Report dated 11th November, 2014 from M/s. PKF Sridhar & Santhanam; Chartered Accountants, Statutory Auditors of the Company on the said unaudited consolidated financial results for the quarter and period ended 30th September, 2014.

Kindly acknowledge the receipt of this letter.

Thanking you,

Yours faithfully,
For Shreyas Shipping & Logistics Ltd


Namrata Malushte
Company Secretary



Encl: a/a

cc: National Stock Exchange of India Limited

Review Report

To,

The Board of Directors of Shreyas Shipping and Logistics Ltd

1. We have reviewed the accompanying statement of Un-audited consolidated financial results for the quarter/period ended September 30, 2014 of Shreyas Shipping and Logistics Ltd hereinafter referred to as 'Statement' except for the disclosures regarding "Public Shareholding and Promoter and Promoter Group Shareholding" and particulars relating to the investor complaints disclosed in Part II of the Statement, which have been traced from details furnished by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been prepared by the management on the basis of separate interim financial statements and other financial information regarding components in accordance with Accounting Standard 25 (AS-25) on Interim Financial Reporting specified under Companies Act, 1956(which is deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, for the quarter/period under review and has been approved by the Board of Directors. This Statement is being submitted by the Company pursuant to the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialed by us for identification purposes. Our responsibility is to issue a report on the Statement based on our limited review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. We report that the above referred 'Statement' has been prepared by the management of Shreyas Shipping and Logistics Ltd. in accordance with the requirements of Accounting Standard (AS) 21, Consolidated Financial Statements notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013.
5. We did not review the interim financial information of one subsidiary included in the 'Statement' whose interim financial information reflect total revenue of Rs 602.15 lacs for the quarter & Rs 1473.59 lacs for the half year ended on September 30, 2014 and a profit after tax of Rs 18.94 lacs for the quarter & Rs 62.19 lacs for the half year ended on September 30, 2014. The unaudited financial statement and other financial information of this subsidiary have been reviewed by another auditor whose report has been furnished to us, and our report on the 'Statement', to the extent they have been derived from such interim financial statement is based solely on the report of such other auditor.
6. a) *As per the Guidance provided by the Accounting Standards Board of The Institute of Chartered Accountants of India through frequently asked questions on AS 11 Notification, the exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to interest costs are to be considered as "borrowing costs" and accounted for in accordance with Accounting Standard 16 (AS16)-Borrowing Costs. Shreyas Shipping and Logistics Ltd has not considered the "borrowing costs" while adjusting the foreign currency differences to the cost of the assets. It has been clarified by the Ministry of Corporate affairs vide Circular No.25/2012 dated 9th August, 2012 that "borrowing costs" need not be*



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considered while capitalizing the eligible exchange differences. But this clarification is effective only from 1st April, 2011. In view of this, in respect of one ship which is still in use

- i) Cumulative foreign exchange loss is understated to the extent of Rs 102.97 lacs for the period prior to 1st April, 2011.
 - ii) Depreciation related to (i) above including the adjustment to opening reserves is cumulatively overstated to the extent of Rs 32.42 lacs (of this Rs 1.47 lacs relates to this quarter, Rs 1.46 lacs relates to previous quarter (Rs 2.93 lacs to period to date), Rs 5.84 lacs to the year ended 31st March 2014, Rs 23.65 lacs to the period earlier to 1st April, 2013)
- b) Company has deferred the dry dock expenses incurred in the previous years proportionately over next 30 months instead of charging off the same to Statement of Profit and loss on their incurrence as provided in AS 10 on fixed assets, due to which dry dock expenses are cumulatively understated to the extent of Rs 275.29 lacs (to the extent carried forward). Dry dock expenses of Rs 94.92 lacs is overstated for the current quarter and Rs 98.88 lacs is overstated for the previous quarter (Rs 193.80 lacs overstated for the period to date) and Rs 469.09 lacs is understated for the year ended 31st March, 2014. Consequently, cumulative loss for the period ended 30th September, 2014 is understated by Rs 275.29 Lacs.
- c) in view of (a) and (b) above, profit is understated to the extent of Rs 96.39 lacs for the current quarter, loss is overstated to the extent of Rs 100.34 lacs for the previous quarter (profit is understated to extent of Rs 196.73 lacs for the period to date) without considering the prior year impact of understatement of loss to the extent of Rs 542.57 lacs. The reserves as at 30th September, 2014 are stated higher to the extent of Rs 345.84 lacs. Correspondingly, Fixed assets, Non-current assets and Current assets are higher to the extent of Rs 70.55 lacs, Rs 18.10 lacs and Rs 257.19 lacs respectively.

7. Subject to our qualification in para 6, based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement prepared, fairly in all material respects, in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

8. **Emphasis of Matter:**

Without qualifying our report, we draw the attention of the Board to the fact that the Company awaits final order from Securities and Exchange Board of India (SEBI) in the matter of restating 31st March, 2013 financial statements to give effect to the qualifications in our report for that year.

For **PKF Sridhar & Santhanam**
Chartered Accountants
Firm Regn. No. 003990S



S. Ramakrishnan

S. Ramakrishnan
Partner
M. No. 18967

Place: **Mumbai**
Date: 11th November 2014

SHREYAS SHIPPING AND LOGISTICS LIMITED						
Consolidated Financial Results For The Quarter And Half Year Ended 30th September, 2014						
(₹ in Lacs)						
Part - I	Consolidated					
PARTICULARS	(UNAUDITED)			(AUDITED)		
	Quarter Ended		Sep-13	Half Year Ended		Year Ended
	Sep-14	Jun-14		Sep-14	Sep-13	
1) Income From Operations						
a) Net Sales / Income From Operations	13,946.78	12,200.06	12,277.84	26,146.84	23,494.94	48,698.80
b) Other Operating Income	0.06	5.65	5.95	5.71	17.02	32.25
Total	13,946.84	12,205.71	12,283.79	26,152.55	23,511.96	48,731.05
2) Expenditure						
a) Employees Benefits Expense	887.44	943.34	945.28	1,830.78	1,869.50	3,780.20
b) Fuel Consumption	2,689.04	2,758.04	2,697.79	5,447.08	5,143.29	11,762.75
c) Port & Marine Dues	2,465.00	2,270.90	2,077.81	4,735.90	3,828.14	8,432.69
d) Stores & Spares	199.42	225.04	289.27	424.46	488.41	953.54
e) Dry Dock Expenditure (Net of Capitalisation)	94.92	98.88	128.67	193.80	233.41	486.43
f) Ocean Freight Charges	1,019.56	390.85	527.27	1,410.41	975.18	2,560.48
g) Transportation Expenses	2,072.92	1,633.18	1,980.65	3,706.10	3,883.83	7,153.58
h) Freight Forwarding	356.47	779.18	1,113.99	1,135.66	2,609.20	3,881.29
i) Depreciation	265.69	372.61	566.82	638.30	999.03	1,805.62
j) Other Expenses	1,367.56	1,405.15	1,269.26	2,772.69	2,280.07	5,149.70
Total	11,418.02	10,877.17	11,596.81	22,295.18	22,310.06	45,966.28
3) Profit From Operations Before Other Income, Finance Costs & Exceptional Items (1-2)	2,528.82	1,328.54	686.98	3,857.37	1,201.90	2,764.77
4) Other Income						
a) Net Exchange Rate Fluctuation - Gain/(Loss)	36.29	(6.09)	(14.29)	30.20	57.41	-
b) Miscellaneous Income	36.59	53.16	32.41	89.75	44.30	162.19
Total	72.88	47.07	18.12	119.95	101.71	162.19
5) Profit From Ordinary Activities Before Finance Costs & Exceptional Items (3+4)	2,601.70	1,375.61	705.10	3,977.32	1,303.61	2,926.96
6) Finance Costs	255.94	267.42	305.24	523.36	579.86	1,161.64
7) Profit/(Loss) From Ordinary Activities After Finance Costs But Before Exceptional Items (5-6)	2,345.76	1,108.19	399.86	3,453.96	723.75	1,765.32
8) Exceptional Items	-	(2,955.93)	-	(2,955.93)	-	(1,909.91)
9) Profit/(Loss) From Ordinary Activities Before Tax (7-8)	2,345.76	(1,847.74)	399.86	498.03	723.75	(144.59)
10) Tax Expense	91.86	118.73	25.93	210.59	62.96	287.03
11) Net Profit/(Loss) For The Period (9-10)	2,253.90	(1,966.47)	373.93	287.44	660.79	(431.62)
12) Minority Interest (Refer Note 13)	9.26	21.15	-	30.41	-	28.63
13) Net Profit/(Loss) After Taxes And Minority Interest (11-12)	2,244.64	(1,987.62)	373.93	257.03	660.79	(460.25)
14) Paid Up Share Capital						
Equity Share Capital (Face Value Of ₹ 10/- Each)	2,195.75	2,195.75	2,195.75	2,195.75	2,195.75	2,195.75
15) Reserves Excluding Revaluation Reserves As Per Last Audited Balance Sheet before adjustment for depreciation as per Note no. 3	-	-	-	-	-	11,661.90
16) Earnings Per Share (Eps) Of ₹ 10/- Each (Not Annualised)						
- Basic (Net Of Tax)	10.09	(9.18)	1.57	0.90	2.75	(2.61)
- Diluted (Net Of Tax)	10.09	(9.18)	1.57	0.90	2.75	(2.61)
Part -II						
A. PARTICULARS OF SHAREHOLDING						
15) Public Shareholding						
- Number Of Shares	5,864,438	5,864,438	5,864,438	5,864,438	5,864,438	5,864,438
- Percentage Of Shareholding	26.71%	26.71%	26.71%	26.71%	26.71%	26.71%
A) Promoters And Promoter Group Shareholding						
1) Pledged/Encumbered						
- Number Of Shares	-	-	-	-	-	-
- Percentage Of Shares (As % Of The Total Shareholding Of Promoter And Promoter Group)	-	-	-	-	-	-
- Percentage Of Shares (As % Of The Total Share Capital Of The Company)	-	-	-	-	-	-
2) Non-Encumbered						
- Number Of Shares	16,093,095	16,093,095	16,093,095	16,093,095	16,093,095	16,093,095
- Percentage Of Shares (As % Of The Total Shareholding Of Promoter And Promoter Group)	100%	100%	100%	100%	100%	100%
- Percentage Of Shares (As % Of The Total Share Capital Of The Company)	73.29%	73.29%	73.29%	73.29%	73.29%	73.29%
B. Investor Complaints						
Particulars	Three Months Ended On 30th September 2014					
Pending at the beginning of the quarter	Nil					
Received during the quarter	4					
Disposed during the quarter	4					
Remaining unsolved at the end of the quarter	Nil					

NOTES :-

1) The above results were reviewed by the Audit Committee and approved by the Board at its Meeting held on November 11, 2014. The financial results for the period have been reviewed by the Statutory Auditors as required under clause 41 of the Listing Agreement.

2) The following companies have been considered for the purpose of preparing Consolidated Financial Statements as per Accounting Standard 21 on Consolidated Financial Statements.

Name of the Company
**Equity
Ownership %**

- a) Shreyas Relay Systems Ltd 100%
- b) SRS Freight Management Limited, (formerly known as Haytrans (India) Ltd, Subsidiary of Shreyas Relay Systems Ltd) 51.10%

3) During the half year ended on September 30, 2014, the Group has reassessed useful lives of its tangible fixed assets. On and from April 1, 2014, the revised useful lives and residual values, as assessed by Management, match those specified in Part C of Schedule II to the Companies Act, 2013, other than for a) useful life for Mobiles and Computers/ Laptops (whose residual value is taken as nil) and Trailers and b) residual value of Ships and Containers. Management believes that the revised useful lives/residual value of these assets are more realistic considering past experience, future plans for asset replacement and the substantial content of Steel in ships/ containers, when they are retired from use.

As a result of the change, the charge on account of Depreciation for the half year ended September 30, 2014, is lower by ₹ 68.75 lacs as compared to the useful lives/depreciation rates as used in earlier periods.

The net charge after retaining residual value for assets whose remaining useful life is nil, amounting to ₹ 6.63 lacs (net of deferred tax) has been debited to opening balance of retained earnings as per Schedule II to the Companies Act, 2013.

4) BSE has vide its letter dated 12th March 2014 advised the company to restate its financial statements for 2012-13 to give effect to auditor's qualifications in their report, in terms of SEBI Circular dated 13th August 2012 with regard to manner of dealing with Audit report filed by listed companies. The period allowed for restatement under the said SEBI circular ended on 11th May 2014. The company met SEBI officials on 10th April 2014 & 8th September 2014 and explained its stand clearly to them.

Also, the company has written on 21st April 2014 to SEBI, which was also followed up by further letters dated 08th May 2014 & 09th May 2014, that the restatement will not be in the interest of the company as the qualifications arose out of a mere change of opinion and not because of any violation of basic accounting principles.

The company awaits SEBI's final decision in this regard and therefore no restatement has been carried out.

5) The Company has a policy of amortising Dry dock Expenses over 30 months. Accordingly ₹ 94.92 Lacs out of unamortized amount at the beginning of the quarter have been charged to statement of profit and loss and balance amount of ₹ 275.29 lacs have been deferred to be amortised over the balance period. The Auditors have qualified their Review Report stating that this treatment is not in accordance with Accounting Standard and dry dock expenses are overstated to the extent of ₹ 94.92 lacs for the quarter, ₹ 98.88 lacs for the previous quarter and ₹ 17.76 lacs for the year ended March 31, 2014 (Cumulatively loss is understated by ₹ 469.09 lacs as of 31st March 2014). Cumulatively the loss is understated by ₹ 275.29 lacs as on September 30, 2014 (to the extent carried forward), and the entire expenses should have been charged off to statement of Profit and Loss in the respective quarter itself. However, in the opinion of the Board, the Company's accounting treatment reflects the profit for the quarter/year more correctly. Further, the capitalisation of dry-dock expenditure (major inspection/ overhaul expenditure) is permitted by the draft new accounting standard on 'Tangible Fixed Asset' under consideration by the ICAI (para 15 of draft AS 10 (revised)) and in the opinion of the Company, also required to be done as schedule II of the Companies Act, 2013 mandates componentisation. Dry dock is a 'non physical component' of a ship.

6) The Company has exercised the option provided by the Government notification dated 29th December, 2011, in furtherance to the earlier Government Notification dated 31st March, 2009, under Accounting Standard 11 to capitalise/adjust the foreign exchange differences arising on reporting of long term foreign currency monetary items in so far as they relate to acquisition of depreciable capital assets. Ministry of Corporate Affairs has clarified that borrowing costs as defined in Para 4(e) of Accounting Standard 16 (borrowing costs) need not be excluded for such capitalisation under Accounting Standard 11 notification w.e.f. 1st April, 2011. This has vindicated the Company's stand on the issue but only from 1st April, 2011. During the previous quarter two vessels have been sold and hence the net effect of adjustment of foreign exchange differences related to these ships to the extent of ₹ 77.36 Lacs have got added in loss on sale of ships included under exceptional item. If the capitalisation had been done, in respect of one other ship still in use, after adjusting the borrowing cost, depreciation for the quarter would have been less to the extent of ₹ 1.47 Lacs, cumulatively depreciation would have been less to the extent of ₹ 32.42 Lacs, an amount of ₹ 102.97 Lacs would have been charged to the statement of profit and loss as prior period expense and fixed assets and reserves would have been less by ₹ 70.55 lacs (net). The Auditors have qualified this due to non-adoption of FAQ issued by ICAI (till 31st March, 2011). The Company does not agree with this interpretation of ICAI of the notification.

7) Segment Reporting (Refer Annexure 1)

8) As per the Company's accounting policy, the notional loss amounting to ₹ 1,138.77 Lacs as on September 30, 2014 (including notional loss of ₹ 79.11 lacs for the quarter and notional gain of ₹ 19.19 lacs for the half year) on fair valuation of cross currency swap has been taken to the Hedging Reserve account.

9) Exceptional items in the half year represent loss on sale of vessels (net of Provision for Impairment recognised during the year ended on March 31, 2014) and in the previous year provision for impairment.

10) During the half year, the Company has purchased a second hand vessel 'SSL Mumbai' at a cost of ₹ 2,707.53 lacs.

11) Previous year/period figures have been regrouped/recast, wherever necessary.

12) Standalone Results of Shreyas Shipping & Logistics Limited is as under :

PARTICULARS	UNAUDITED Quarter Ended			UNAUDITED Half Year Ended		AUDITED Year Ended
	Sep-14	Jun-14	Sep-13	Sep-14	Sep-13	Mar-14
Net Sales / Income From Operations	7,276.82	6,234.07	6,081.61	13,510.89	11,324.92	24,816.26
Profit/(Loss) before Tax	2,078.05	(2,171.03)	343.02	(92.98)	592.81	(714.15)
Profit/(Loss) after Tax	2,058.05	(2,191.03)	328.23	(132.98)	557.52	(810.76)

13) Minority interest represents their share in profit/ losses of one of the subsidiaries.

For Shreyas Shipping and Logistics Limited

Place :- Mumbai
Date :- November 11, 2014



V.Ramnarayan
Executive Director

Annexure 1
Segment Reporting

(₹ in Lacs)

PARTICULARS	Consolidated					
	(UNAUDITED)					(AUDITED)
	Quarter Ended			Half Year Ended		Year Ended
	Sep-14	Jun-14	Sep-13	Sep-14	Sep-13	Mar-14
a) Segmentwise Revenue And Results						
Revenue By Segment						
Shipping	181.26	109.09	316.11	290.35	581.48	1,072.93
Logistics	16,592.09	14,445.47	13,888.27	31,037.56	26,048.47	54,654.26
Freight Forwarding	601.78	846.37	1,278.83	1,448.15	2,852.60	4,580.14
Others	0.06	5.65	5.95	5.71	17.02	32.25
Total	17,375.19	15,406.58	15,489.16	32,781.77	29,499.57	60,339.58
Less: Intersegment Revenue	3,428.35	3,200.87	3,205.37	6,629.22	5,987.61	11,608.53
Total Revenue	13,946.84	12,205.71	12,283.79	26,152.55	23,511.96	48,731.05
Segment Results						
Shipping	36.30	(5.01)	(99.98)	31.29	(151.88)	(86.77)
Logistics	2,465.91	1,301.11	627.86	3,767.02	1,164.61	2,755.85
Freight Forwarding	27.12	27.96	142.64	55.08	165.02	67.66
Others	(0.50)	4.48	16.46	3.98	24.15	28.03
Total	2,528.82	1,328.54	686.98	3,857.37	1,201.90	2,764.77
Add : Other Income	72.88	47.07	18.12	119.95	101.71	162.19
Less: i) Interest & Finance Charges	255.94	267.42	305.24	523.36	579.86	1,161.64
ii) Unallocated Expenditure	-	-	-	-	-	-
iii) Exceptional Items	-	(2,955.93)	-	(2,955.93)	-	(1,909.91)
Profit Before Tax	2,345.76	(1,847.74)	399.86	498.03	723.75	(144.59)
Depreciation						
Shipping	8.54	25.62	145.48	34.16	233.44	307.30
Logistics	250.68	340.06	416.56	590.74	755.73	1,478.12
Freight Forwarding	0.43	0.78	0.97	1.21	1.84	4.37
Unallocated	6.04	6.15	3.81	12.19	8.02	15.83
Total	265.69	372.61	566.82	638.30	999.03	1,805.62

PARTICULARS	(UNAUDITED)						(AUDITED)
	Quarter Ended					Year Ended	
	Sep-14	Jun-14	Sep-13	Sep-14	Sep-13	Mar-14	
b) Geographical Segment (Based On Location Of Customers)							
In India	11,743.34	9,811.49	9,492.16	21,554.83	18,646.01	38,188.80	
In Pakistan	152.66	76.57	78.33	229.23	188.36	460.26	
Rest Of The World	2,050.84	2,317.65	2,713.30	4,368.49	4,677.59	10,081.99	
Total	13,946.84	12,205.71	12,283.79	26,152.55	23,511.96	48,731.05	

i) The Group operates in three business segments viz Shipping, Logistics and Freight Forwarding.

ii) Shipping comprises Charter hire.

iii) Logistics includes Feeder , Domestic and Regional Services.

iv) Freight Forwarding includes Air Services of SRS Freight Management Limited.

v) Segment Capital Employed

Fixed Assets used in the company's business or liabilities contracted have not been identified to any of the reportable segments, as the fixed assets and services are used interchangeably between segments. Accordingly, no disclosure relating to individual segment assets and liabilities has been made. However, depreciation has been allocated amongst segments based on best estimates of usage of fixed assets in the respective segments in the respective period.

STATEMENT OF ASSETS AND LIABILITIES

(₹ in Lacs)

PARTICULARS	(UNAUDITED)		(AUDITED)
	As at 30th September 2014	As at 30th September 2013	As at 31st March 2014
I. EQUITY AND LIABILITIES			
Shareholders' Funds			
Share Capital	2,195.75	2,195.75	2,195.75
Reserves and Surplus	11,874.04	12,704.23	11,661.90
Minority Interest	1,126.76	1,024.40	1,038.91
Non-Current Liabilities			
Long-term borrowings	6,220.89	6,129.61	6,826.21
Deferred tax liabilities (Net)	196.36	197.37	204.73
Long term provisions	1,281.70	1,617.78	1,251.53
Current Liabilities			
Short-term borrowings	2,913.51	2,513.27	2,923.47
Trade payables	3,005.63	3,804.47	3,233.34
Other current liabilities	2,988.53	3,235.00	3,541.51
Short-term provisions	-	13.84	302.15
Total	31,803.17	35,435.72	33,179.50
II. ASSETS			
Non-current assets			
Fixed assets			
(i) Tangible assets	16,676.67	23,669.58	20,776.70
(ii) Intangible assets	0.25	0.30	0.28
Non-current investments	1.50	1.50	1.50
Other non-current assets	2,092.46	1,673.20	1,879.96
Current assets			
Current investments	1,627.70	7.03	258.19
Inventories	743.94	1,067.38	847.08
Trade receivables	6,338.93	6,099.01	5,438.49
Cash and cash equivalents	1,967.65	637.41	1,775.01
Short-term loans and advances	337.40	689.87	233.09
Other current assets	2,016.67	1,590.44	1,969.20
Total	31,803.17	35,435.72	33,179.50

Review Report

To,

The Board of Directors of Shreyas Shipping and Logistics Ltd

1. We have reviewed the accompanying statement of Un-audited financial results for the quarter/period ended September 30, 2014 of Shreyas Shipping and Logistics Ltd hereinafter referred to as 'Statement' except for the disclosures regarding "Public Shareholding and Promoter and Promoter Group Shareholding" and particulars relating to the investor complaints disclosed in Part II of the Statement, which have been traced from details furnished by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been prepared by the management on the basis of separate interim financial statements in accordance with Accounting Standard 25 (AS-25) on Interim Financial Reporting specified under Companies Act, 1956(which is deemed to be applicable as per Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014) and other accounting principles generally accepted in India, for the quarter/period under review and has been approved by the Board of Directors. This Statement is being submitted by the Company pursuant to the requirements of Clause 41 of the Listing Agreement with the Stock Exchanges in India, which has been initialed by us for identification purposes. Our responsibility is to issue a report on the Statement based on our limited review.
2. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures, applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. a) *As per the Guidance provided by the Accounting Standards Board of The Institute of Chartered Accountants of India through frequently asked questions on AS 11 Notification, the exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to interest costs are to be considered as "borrowing costs" and accounted for in accordance with Accounting Standard 16 (AS16)-Borrowing Costs. Company has not considered the "borrowing costs" while adjusting the foreign currency differences to the cost of the assets. It has been clarified by the Ministry of Corporate affairs vide Circular No.25/2012 dated 9th August 2012 that "borrowing costs" need not be considered while capitalizing the eligible exchange differences. But this clarification is effective only from 1st April 2011. In view of this, in respect of one ship which is still in use*
 - i) *Cumulative foreign exchange loss is understated to the extent of Rs 102.97 lacs for the period prior to 1st April, 2011.*
 - ii) *Depreciation related to (i) above including the adjustment to opening reserves is cumulatively overstated to the extent of Rs 32.42 lacs (of this Rs 1.47 lacs relates to this quarter, Rs 1.46 lacs relates to previous quarter (Rs 2.93 lacs to period to date), Rs 5.84 lacs to the year ended 31st March 2014, Rs 23.65 lacs to the period earlier to 1st April, 2013)*



b) Company has deferred the dry dock expenses incurred in the previous years proportionately over next 30 months instead of charging off the same to Statement of Profit and loss on their incurrence as provided in AS 10 on fixed assets, due to which dry dock expenses are cumulatively understated to the extent of Rs 275.29 lacs (to the extent carried forward). Dry dock expenses of Rs 94.92 lacs is overstated for the current quarter and Rs 98.88 lacs is overstated for the previous quarter (Rs 193.80 lacs overstated for the period to date) and Rs 469.09 lacs is understated for the year ended 31st March, 2014. Consequently, cumulative loss for the period ended 30th September, 2014 is understated by Rs 275.29 Lacs.

c) in view of (a) and (b) above, profit is understated to the extent of Rs 96.39 lacs for the current quarter, loss is overstated to the extent of Rs 100.34 lacs for the previous quarter (loss is overstated to extent of Rs 196.73 lacs for the period to date) without considering the prior year impact of understatement of loss to the extent of Rs 542.57 lacs. The reserves as at 30th September, 2014 are stated higher to the extent of Rs 345.84 lacs. Correspondingly, Fixed assets, Non-current assets and Current assets are higher to the extent of Rs 70.55 lacs, Rs 18.10 lacs and Rs 257.19 lacs respectively.

5. Subject to our qualification in para 4, based on our review conducted as above, nothing has come to our attention that causes us to believe that the Statement prepared, fairly in all material respects, in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with the General Circular 15/2013 dated 13th September 2013 of the Ministry of Corporate Affairs in respect of section 133 of the Companies Act, 2013 and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

6. Emphasis of Matter:

Without qualifying our report, we draw the attention of the Board to the fact that the Company awaits final order from Securities and Exchange Board of India (SEBI) in the matter of restating 31st March, 2013 financial statements to give effect to the qualifications in our report for that year.



For **PKF Sridhar & Santhanam**
Chartered Accountants
Firm Regn. No. 003990S

S. Ramakrishnan

S. Ramakrishnan
Partner
M. No. 18967

Place: Mumbai
Date : 11th November 2014

SHREYAS SHIPPING AND LOGISTICS LIMITED						
Financial Results For The Quarter And Half Year Ended 30th September, 2014						
(₹ in Lacs)						
Part - I	PARTICULARS	Standalone				
		(UNAUDITED)				(AUDITED)
		Quarter Ended		Half Year Ended		Year Ended
		Sep-14	Jun-14	Sep-13	Sep-14	Mar-14
1) Income From Operations						
a) Net Sales / Income From Operations		7,276.76	6,228.42	6,075.66	13,505.18	24,784.01
b) Other Operating Income		0.06	5.65	5.95	5.71	32.25
Total		7,276.82	6,234.07	6,081.61	13,510.89	24,816.26
2) Expenditure						
a) Employees Benefit Expenses		642.69	640.08	676.53	1,282.77	2,681.50
b) Fuel Consumption		2,689.04	2,758.04	2,697.79	5,447.08	11,763.00
c) Ocean Freight		-	1.20	6.96	1.20	388.39
d) Port & Marine Dues		816.39	800.78	780.71	1,617.17	3,302.70
e) Stores & Spares		199.42	225.04	289.27	424.46	953.54
f) Dry Dock Expenses(Net of Capitalisation)		94.92	98.88	128.67	193.80	486.43
g) Depreciation		214.98	324.10	502.02	539.08	1,546.57
h) Other Expenses		429.19	424.75	470.70	853.94	1,812.53
Total		5,086.63	5,272.87	5,552.65	10,359.50	22,934.66
3) Profit From Operations Before Other Income, Finance Costs & Exceptional Items (1-2)		2,190.19	961.20	528.96	3,151.39	1,881.60
4) Other Income						
a) Net Exchange Rate Fluctuation - Gain/(Loss)		38.92	(8.72)	(8.92)	30.20	(13.32)
b) Miscellaneous Income		20.29	20.75	49.92	41.04	175.74
Total		59.21	12.03	41.00	71.24	162.42
5) Profit From Ordinary Activities Before Finance Costs & Exceptional Items (3+4)		2,249.40	973.23	569.96	3,222.63	2,044.02
6) Finance Costs		171.35	188.33	226.94	359.68	848.26
7) Profit/(Loss) From Ordinary Activities After Finance Costs But Before Exceptional Items (5-6)		2,078.05	784.90	343.02	2,862.95	1,195.76
8) Exceptional Items (Net of Provision for Impairment)		-	(2,955.93)	-	(2,955.93)	(1,909.91)
9) Profit/(Loss) From Ordinary Activities Before Tax (7-8)		2,078.05	(2,171.03)	343.02	(92.98)	(714.15)
10) Tax Expense		20.00	20.00	14.79	40.00	96.61
11) Net Profit/(Loss) For The Period (9-10)		2,058.05	(2,191.03)	328.23	(132.98)	(810.76)
12) Paid Up Share Capital						
Equity Share Capital (Face Value Of ₹10/- Each)		2,195.75	2,195.75	2,195.75	2,195.75	2,195.75
13) Reserves Excluding Revaluation Reserves As Per Last Audited Balance Sheet before adjustment for depreciation as per Note no. 2		-	-	-	-	11,143.24
14) Earnings Per Share (Eps) of ₹10 Each/- (Not Annualised)						
a) Basic And Diluted Before Extraordinary Items (Net Of Tax)		9.37	(9.98)	1.49	(0.61)	(3.69)
b) Basic And Diluted After Extraordinary Items (Net Of Tax)		9.37	(9.98)	1.49	(0.61)	(3.69)
Part -II						
A. PARTICULARS OF SHAREHOLDING						
1) Public Shareholding						
- Number Of Shares		5,864,438	5,864,438	5,864,438	5,864,438	5,864,438
- Percentage Of Shareholding		26.71%	26.71%	26.71%	26.71%	26.71%
2) Promoters And Promoter Group Shareholding						
a) Pledged/Encumbered						
- Number Of Shares		-	-	-	-	-
- Percentage Of Shares (As % Of The Total Shareholding Of Promoter And Promoter Group)		-	-	-	-	-
- Percentage Of Shares (As % Of The Total Share Capital Of The Company)		-	-	-	-	-
b) Non-Encumbered						
- Number Of Shares		16,093,095	16,093,095	16,093,095	16,093,095	16,093,095
- Percentage Of Shares (As % Of The Total Shareholding Of Promoter And Promoter Group)		100%	100%	100%	100%	100%
- Percentage Of Shares (As % Of The Total Share Capital Of The Company)		73.29%	73.29%	73.29%	73.29%	73.29%
B. Investor Complaints						
Particulars	Three Months Ended On 30th September 2014					
Pending at the beginning of the quarter	Nil					
Received during the quarter	4					
Disposed during the quarter	4					
Remaining unsolved at the end of the quarter	Nil					

SHREYAS SHIPPING AND LOGISTICS LIMITED
Financial Results For The Quarter And Half Year Ended 30th September, 2014

NOTES :-

1) The above results were reviewed by the Audit Committee and approved by the Board at its Meeting held on November 11, 2014. The financial results for the period have been reviewed by the Statutory Auditors as required under clause 41 of the Listing Agreement.

2) During the half year ended on September 30, 2014, the Company has reassessed useful lives of its tangible fixed assets. On and from April 1, 2014, the revised useful lives and residual values, as assessed by Management, match those specified in Part C of Schedule II to the Companies Act, 2013, other than for a) useful life for Mobiles and Computers/ Laptops (whose residual value is taken as nil) and b) residual value of Ships. Management believes that the revised useful lives/residual value of these assets are more realistic considering past experience & based on technical justification, future plans for asset replacement and the substantial content of Steel in ships, when they are retired from use. As a result of the change, the charge on account of Depreciation for the half year ended September 30, 2014, is lower by ₹ 36.36 lacs as compared to the useful lives/depreciation rates as used in earlier periods.

The net charge after retaining residual value for assets whose remaining useful life is nil, amounting to ₹ 3.78 lacs has been debited to opening balance of retained earnings as per Schedule II to the Companies Act, 2013.

3) BSE has vide its letter dated 12th March 2014 advised the company to restate its financial statements for 2012-13 to give effect to auditor's qualifications in their report, in terms of SEBI Circular dated 13th August 2012 with regard to manner of dealing with Audit report filed by listed companies. The period allowed for restatement under the said SEBI circular ended on 11th May 2014. The company met SEBI officials on 10th April 2014 & 8th September 2014 and explained its stand clearly to them.

Also, the company has written on 21st April 2014 to SEBI, which was also followed up by further letters dated 08th May 2014 & 09th May 2014, that the restatement will not be in the interest of the company as the qualifications arose out of a mere change of opinion and not because of any violation of basic accounting principles.

The company awaits SEBI's final decision in this regard and therefore no restatement has been carried out.

4) The Company has a policy of amortising Dry dock Expenses over 30 months. Accordingly ₹ 94.92 Lacs out of unamortized amount at the beginning of the quarter have been charged to statement of profit and loss and balance amount of ₹ 275.29 lacs have been deferred to be amortised over the balance period. The Auditors have qualified their Review Report stating that this treatment is not in accordance with Accounting Standard and dry dock expenses are overstated to the extent of ₹ 94.92 lacs for the quarter, ₹ 98.88 lacs for the previous quarter and ₹ 17.76 lacs for the year ended March 31, 2014 (Cumulatively loss is understated by ₹ 469.09 lacs as of 31st March 2014). Cumulatively the loss is understated by ₹ 275.29 lacs as on September 30, 2014 (to the extent carried forward), and the entire expenses should have been charged off to statement of Profit and Loss in the respective quarter itself. However, in the opinion of the Board, the Company's accounting treatment reflects the profit for the quarter/year more correctly. Further, the capitalisation of dry-dock expenditure (major inspection/ overhaul expenditure) is permitted by the draft new accounting standard on 'Tangible Fixed Asset' under consideration by the ICAI (para 15 of draft AS 10 (revised)) and in the opinion of the Company, also required to be done as schedule II of the Companies Act, 2013 mandates componentisation. Dry dock is a 'non physical component' of a ship.

5) The Company has exercised the option provided by the Government notification dated 29th December, 2011, in furtherance to the earlier Government Notification dated 31st March, 2009, under Accounting Standard 11 to capitalise/adjust the foreign exchange differences arising on reporting of long term foreign currency monetary items in so far as they relate to acquisition of depreciable capital assets. Ministry of Corporate Affairs has clarified that borrowing costs as defined in Para 4(e) of Accounting Standard 16 (borrowing costs) need not be excluded for such capitalisation under Accounting Standard 11 notification w.e.f. 1st April, 2011. This has vindicated the Company's stand on the issue but only from 1st April, 2011. During the previous quarter two vessels have been sold and hence the net effect of adjustment of foreign exchange differences related to these ships to the extent of ₹ 77.36 Lacs have got added in loss on sale of ships included under exceptional item. If the capitalisation had been done, in respect of one other ship still in use, after adjusting the borrowing cost, depreciation for the quarter would have been less to the extent of ₹ 1.47 Lacs, cumulatively depreciation would have been less to the extent of ₹ 32.42 Lacs, an amount of ₹ 102.97 Lacs would have been charged to the statement of profit and loss as prior period expense and fixed assets and reserves would have been less by ₹ 70.55 lacs (net). The Auditors have qualified this due to non-adoption of FAQ issued by ICAI (till 31st March, 2011). The Company does not agree with this interpretation of ICAI of the notification.

6) Segment Reporting (Refer Annexure 1)

7) As per the Company's accounting policy, the notional loss amounting to ₹ 1,138.77 Lacs as on September 30, 2014 (including notional loss of ₹ 79.11 lacs for the quarter and notional gain of ₹ 19.19 lacs for the half year) on fair valuation of cross currency swap has been taken to the Hedging Reserve account.

8) Exceptional items in the half year represent loss on sale of vessels (net of Provision for Impairment recognised during the year ended on March 31, 2014) and in the previous year provision for impairment.

9) During the half year, the Company has purchased a second hand vessel 'SSL Mumbai' at a cost of ₹ 2,707.53 lacs.

10) Previous year/period figures have been regrouped/recast, wherever necessary.

For Shreyas Shipping and Logistics Limited

Place :- Mumbai
 Date :- November 11, 2014



V. Ramnarayan
 Executive Director

SHREYAS SHIPPING AND LOGISTICS LIMITED
Financial Results For The Quarter And Half Year Ended 30th September, 2014

Annexure 1

(₹ in Lacs)

PARTICULARS	Standalone					
	(UNAUDITED)					(AUDITED)
	Quarter Ended		Sep-13	Half Year Ended		Year Ended
	Sep-14	Jun-14		Sep-14	Sep-13	
A) Segment wise Revenue And Results						
Revenue By Segment						
Shipping	181.26	109.09	316.12	290.35	581.48	1,072.93
Logistics	7,095.50	6,119.33	5,759.54	13,214.83	10,726.42	23,711.08
Others	0.06	5.65	5.95	5.71	17.02	32.25
Total Revenue	7,276.82	6,234.07	6,081.61	13,510.89	11,324.92	24,816.26
Segment Results						
Shipping	36.31	(5.01)	(99.98)	31.30	(151.88)	(86.77)
Logistics	2,193.30	953.01	619.79	3,146.31	1,005.94	1,927.02
Others	(0.50)	4.48	9.15	3.98	18.79	28.03
Total	2,229.11	952.48	528.96	3,181.59	872.85	1,868.28
Add : Other Income	20.29	20.75	41.00	41.04	147.61	175.74
Less: i) Interest & Finance Charges	171.35	188.33	226.94	359.68	427.65	848.26
ii) Unallocated Expenditure	-	-	-	-	-	-
iii) Exceptional Items (Refer Note 8)	-	(2,955.93)	-	(2,955.93)	-	(1,909.91)
Profit Before Tax	2,078.05	(2,171.03)	343.02	(92.98)	592.81	(714.15)
Depreciation						
Shipping	8.54	25.62	145.48	34.16	233.44	307.30
Logistics	200.40	292.33	352.73	492.73	628.82	1,223.44
Unallocated	6.04	6.15	3.81	12.19	8.02	15.83
Total	214.98	324.10	502.02	539.08	870.28	1,546.57
B) Geographical Segment (Based On Location Of Customers)						
In India	5,897.07	4,306.87	3,960.12	10,203.94	7,517.24	16,119.65
In Pakistan	-	-	13.90	-	29.85	36.90
Rest of the world	1,379.75	1,927.20	2,107.59	3,306.95	3,777.83	8,659.71
Total	7,276.82	6,234.07	6,081.61	13,510.89	11,324.92	24,816.26

i) The Company operates in two business segments viz Shipping and Logistics.

ii) Shipping comprises Charter hire

iii) Logistics includes Feeder , Domestic and Regional Services.

iv) Segment Capital Employed

Fixed Assets used in the company's business or liabilities contacted have not been identified to any of the reportable segments, as the fixed assets and services are used interchangeably between segments. Accordingly, no disclosure relating to individual segment assets and liabilities has been made. However, depreciation has been allocated amongst segments based on best estimates of usage of fixed assets in the respective segments during the current quarter.

STATEMENT OF ASSETS & LIABILITIES

PARTICULARS	(UNAUDITED)		(₹ in Lacs)
	As at 30th	As at 30th	(AUDITED)
	September 2014	September 2013	As at 31st March 2014
Equity And Liabilities			
Shareholder's Funds			
Share Capital	2,195.75	2,195.75	2,195.75
Reserves And Surplus	11,025.68	12,335.79	11,143.24
Non-Current Liabilities			
Long-Term Borrowings	5,551.25	7,667.66	6,510.35
Long-Term Provisions	1,194.28	1,528.46	1,194.63
Current Liabilities			
Short Term Borrowings	982.25	684.78	953.79
Trade Payables	1,265.81	2,371.69	1,707.74
Other Current Liabilities	2,575.42	2,667.81	3,162.34
Short-Term Provisions	-	13.84	166.54
Total	24,790.44	29,465.78	27,034.38
Assets			
Non-Current Assets			
Fixed Assets			
(i) Tangible Assets	14,425.05	21,312.79	18,523.54
(ii) Intangible Assets	-	-	-
Non-Current Investments	951.50	951.50	951.50
Other Non-Current Assets	786.26	938.03	723.82
Current Assets			
Current Investments	1,577.70	7.03	258.19
Inventories	743.94	1,067.38	847.08
Trade Receivables	3,638.58	3,247.38	2,861.60
Cash And Cash Equivalents	1,741.51	548.00	1,640.05
Short-Term Loans And Advances	337.41	365.86	232.83
Other Current Assets	588.49	1,027.81	995.77
Total	24,790.44	29,465.78	27,034.38