

SEAMEC/NSE/SMO/350/14

14th November, 2014

To,
The Manager,
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra-Kurla Complex, Bandra (E),
Mumbai - 400 051.
Maharashtra, India.
Symbol: SEAMECLTD
ISIN: INE497B01018
Email: cmlist@nse.co.in

Sub : Financial Results of the Company for the quarter ended 30.09.2014 - Clause 41 of the Listing Agreement - Limited Review Report

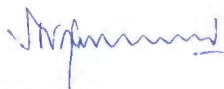
Dear Sir,

We wish to inform you that the Board of Directors of the Company in its meeting held on 11th November 2014 considered and have taken on record the unaudited financial results of the Company for the Quarter ended 30th September, 2014, in terms of Clause 41 of the Listing Agreement. The text of above results is enclosed herewith.

We are also enclosing herewith the Limited Review Report furnished by M/s. SRBC & Co. LLP., the Auditors of the Company.

Thanking you

Yours faithfully,
For **SEAMEC LIMITED**



S.N. Mohanty
Chief Legal Officer & Company Secretary

Financial results for the six months and period ended September 30, 2014

(₹ in Lacs)

Particulars	Quarter ended as on			Year to date ended as on		
	30th September, 2014	30th September, 2013	30th June, 2014	30th September, 2014	30th September, 2013	31st March, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited
1 (a) Income from Operations	4,742	5,914	11,427	16,169	14,441	40,761
(b) Other Operating Income	2	12	4	6	16	33
Total Income (1(a)+1(b))	4,744	5,926	11,431	16,175	14,457	40,794
2 Expenditure						
a. Consumables & Spares consumed	1,068	1,472	890	1,958	2,271	3,952
b. Employee benefit expenses (including offshore staff)	1,992	2,068	2,067	4,059	3,891	8,371
c. Dry Dock Expenditure Incurred	0	3,876	0	0	4,693	4,500
d. Depreciation and amortisation	768	923	818	1,586	1,848	3,785
e. Diving sub contractor cost	480	1,728	3,114	3,594	3,985	11,115
f. Bare Boat Charter Expenses	1,091	1,103	1,069	2,160	2,107	4,319
g. Other Expenditure	1,082	1,562	1,337	2,419	2,803	5,771
h. Total	6,481	12,732	9,295	15,776	21,598	41,813
3 Profit from Operations before Other Income, Finance cost & Exceptional Items (1-2)	(1,737)	(6,806)	2,136	399	(7,141)	(1,019)
4 Other Income	840	449	458	1,298	1,536	1,545
5 Profit before Finance cost & Exceptional Items (3+4)	(897)	(6,357)	2,594	1,697	(5,605)	526
6 Finance Cost	1	4	2	3	4	13
7 Profit after Finance cost but before Exceptional Items (5-6)	(898)	(6,361)	2,592	1,694	(5,609)	513
8 Exceptional items	0	0	0	0	0	0
9 Profit (+)/ Loss (-) from ordinary activities before tax (7+8)	(898)	(6,361)	2,592	1,694	(5,609)	513
10 Tax expense	184	190	103	287	390	408
11 Profit (+)/ Loss (-) from ordinary activities after tax (9-10)	(1,082)	(6,551)	2,489	1,407	(5,999)	105
12 Extraordinary items	0	0	0	0	0	0
13 Net Profit (+) /Loss (-) for the period (11-12)	(1,082)	(6,551)	2,489	1,407	(5,999)	105
14 Paid up equity share capital (face value : Rs 10/- each)	3,390	3,390	3,390	3,390	3,390	3,390
15 Reserves excluding Revaluation Reserves as per balance sheet of previous accounting year						43,793
16 Earning Per Share (EPS)						
(a) Basic and diluted EPS before Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(3.19)	(19.32)	7.34	4.15	(17.70)	0.31
(b) Basic and diluted EPS after Extraordinary items for the period, for the year to date and for the previous year (not to be annualized)	(3.19)	(19.32)	7.34	4.15	(17.70)	0.31
17 Dividend per share (par value Rs 10/- each)	0	0	0	0	0	0
18 Public shareholding						
- Number of shares	8,476,197	8,475,000	16,611,000	8,475,000	8,475,000	8,475,000
- Percentage of shareholding (%)	25	25	49	25	25	25
19 Promoters and promoter group shareholding						
(a) Pledged/Encumbered						
- Number of shares	0	0	0	0	0	0
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0	0	0	0	0	0
- Percentage of shares (as a % of the total share capital of the Company)	0	0	0	0	0	0
(b) Non-encumbered						
- Number of shares	25,423,803	25,425,000	17,289,000	25,425,000	25,425,000	25,425,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100	100	100	100	100	100
- Percentage of shares (as a % of the total share capital of the Company)	75	75	51	75	75	75

1 During the quarter revenue has decreased compared to previous quarter, due to lower deployment days. One of the vessel was in routine dry dock and another one is in dock for upgradation to meet requirements of new contract, in the next quarter.

2 During the year 2011, the Directorate of Revenue Intelligence (DRI) had instituted an enquiry in relation to payment of customs duty towards repairs/drydock undertaken on Company's vessels SEAMEC-I, SEAMEC-II and SEAMEC-III incurred outside India since 2002. The DRI provisionally assessed customs duty of ₹ 1,266 lakhs, which the company has paid under protest subject to adjudication in December 2011. DRI finally issued show cause notice following the above, adjudication proceedings carried before Commissioner of Customs who, vide order dated 28th March 2013, made total claim to Company, including duty, penalty, interest and confiscation fine, calculated to ₹ 11,970 lakhs after adjustment of duty already paid by Company in Dec 2011 under protest.

The Company has since obtained stay from Hon'ble Customs, Excise & Service Tax Appellate Tribunal, customs, (CESTAT) against the order of commissioner of customs for vessel SEAMEC-III, SEAMEC II & SEAMEC-I. Hearing of appeal is to commence the company has so far furnished bank guarantee to the tune of ₹ 1520 lakhs.

The Company is of the view that it has a strong case on merit and is contesting the same. Hence no further provision made towards the claim made to the Company as stated in the order of The Commissioner of Customs.

3 Foreign Exchange violation case related to import of Land Drilling Rig continues to be pending before Hon'ble High Court at Mumbai. The Company believes there was no contravention of FERA, hence no provision has been made against the penalty of ₹ 1,000 lakhs imposed by Directorate of Enforcement.

4 Following Shareholders' approval, the Company sought approval of the Central Government for payment of excess remuneration of Rs 105.10 lakhs to Managing Director for the year 2010-11, due to absence of profit. The Central Government had sanctioned ₹ 76.26 lakhs. The Company has made representation for review of partial sanction. Decision is awaited.

5 Coflexip Stena Offshore (Mauritius) Limited (CSOML), the erstwhile promoter entered into a share purchase agreement with HAL Offshore Limited (HAL) dated 22nd April, 2014 for disinvestment of its holding between 51% to 75% to HAL in two tranches. Accordingly first tranche of 51% shares transferred on 3rd June, 2014 and second tranche of 24% on 26th September, 2014, following which HAL become the promoter and acquired management control.

6 Consequent to the requirements of the Companies Act, 2013 relating to componentization, the Company has changed its accounting policy for expenditure incurred on dry-docking, which is now capitalized as a separate component of the cost of the relevant vessel, and amortized systematically over the interval until the subsequent scheduled dry-docking. Accordingly, the Company has capitalized dry-docking expenses of ₹ 1588.70 lacs incurred during the quarter, with an associated depreciation impact of ₹ 27.90 lacs. The dry-docking expenses were hitherto recognized as an expense as and when incurred.

7 Statement of assets & liabilities

Particulars	As at 30.09.2014	As at 31.03.2014
I. EQUITY AND LIABILITIES	Unaudited	Audited
(1) Shareholders' Funds		
(a) Share Capital	3,390	3,390
(b) Reserves and Surplus	45,199	43,793
(2) Current Liabilities		
(a) Short Term Borrowings	380	0
(b) Trade payables	6,901	6,936
(c) Other current liabilities	488	416
(d) Short term provision	120	123
Total	56,478	54,658
II. ASSETS		
(1) Non-current assets		
(a) Fixed assets:		
(i) Tangible assets	18,256	17,650
(ii) Intangible assets	13	15
(iii) Capital work-in-progress	2,082	26
(b) Non-current investments	257	257
(c) Long term loans and advances	5,315	5,438
(d) Other Non Current Assets	2,525	1,919
(2) Current assets		
(a) Inventories	3,404	2,477
(b) Trade receivables	7,312	14,869
(c) Cash and bank balances	14,979	10,036
(d) Short-term loans and advances	1,841	1,616
(e) Other current assets	365	225
Fixed assets held for sale	130	130
Total	56,478	54,658

(₹ in Lacs)

8 Segment Report:	Quarter ended as on			Year to date ended as on		
Geographic Segment	30th September, 2014	30th September, 2013	30th June, 2014	30th September, 2014	30th September, 2013	31st March, 2014
	Unaudited	Unaudited	Unaudited	Unaudited	Audited	Audited
1 Segment Revenue (net income from each segment)						
a. Domestic	841	3,453	7,134	7,975	8,856	24,846
b. Overseas	3,896	2,473	4,297	8,193	5,600	15,948
Total	4,737	5,926	11,431	16,168	14,456	40,794
Less: Inter segment revenue	NIL	NIL	NIL	NIL	NIL	NIL
Net Income from Operations	4,737	5,926	11,431	16,168	14,456	40,794
2 Segment results: (Profit/(Loss) before tax and Finance cost from each segment)						
a. Domestic	(2,005)	(3,818)	1,274	(731)	(3,869)	(1,549)
b. Overseas	716	(3,094)	1,005	1,721	(2,905)	1,451
Total	(1,289)	(6,912)	2,279	990	(6,774)	(98)
Adjustment for						
c. Finance Cost	(1)	4	4	3	4	32
d. Other un-allocable income	390	554	317	707	1,168	642
Total Profit before tax	(898)	(6,362)	2,592	1,694	(5,610)	512
3 Capital Employed*	48,589	41,079	49,671	48,589	41,079	47,183

* Capital employed has not been identified with any of the reportable segments, as the assets used in the Company's business and the liabilities contracted are used interchangeably between segments.

9 The previous period figures have been regrouped / reclassified where necessary.

10 Information on investor complaints for the Quarter (Nos): Opening Balance - NIL Additions - NIL Disposals - NIL Closing Balance- NIL.

11 The above results have been reviewed by the Audit Committee and approved and taken on record by the Board of Directors at a meeting held on 14 November 2014.

Limited Review : The Limited Review by Statutory Auditors for the quarter as required under clause 41 of the Listing Agreement has been completed and the related Report is being forwarded to the Stock Exchanges. This Report does not have any impact on the above Results and Notes which need to be explained.

Place: Mumbai
Date: 14 November 2014

For & on Behalf of Board of Directors

Captain C J Rodricks
Managing Director



Limited Review Report

Review Report to The Board of Directors of SEAMEC Limited,

1. We have reviewed the accompanying statement of unaudited financial results of SEAMEC Limited ('the Company') for the quarter ended September 30, 2014 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. This Statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review in accordance with the Standard on Review Engagements (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 Statement is free of material misstatement. 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.
3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", specified under the Companies Act, 1956 (which are 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 recognised 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.

For S R B C & CO LLP
ICAI Firm registration number: 324982E
Chartered Accountants


per Vinayak Pujare
Partner
Membership No.: 101143



Place: Mumbai
Date: 14 November 2014