

ESSAR SHIPPING PORTS & LOGISTICS LIMITED

Regd. Office: Administrative Bldg., Essar Refinery Complex, Okha Highway (SH-25), Taluka Khambalia, Dist. Jamnagar 361305, Gujarat, India

Head Office: Essar House, 11, Keshavrao Khadye Marg, Mahalaxmi, Mumbai 400 034

Unaudited Consolidated Financial Results for the quarter ended 30th September 2009

Particulars	Rupees in crore				
	Quarter ended		Half year ended		Year ended
	30.09.09	30.09.08	30.09.09	30.09.08	31.03.09
	(Unaudited)		(Unaudited)		(Audited)
1 Income					
(a) Net Sales/Income from Operations					
i) Fleet Operating and Chartering Earnings	251.00	462.64	535.53	864.70	1,492.59
ii) Income from other Logistics Services	172.60	142.98	335.91	267.82	501.04
iii) Income from Port and Terminal Services	112.33	90.70	195.65	174.80	386.73
iv) Income from Oilfields Services	135.25	-	280.19	-	193.83
(b) Other Operating Income					
Profit on Sale of Fleet	0.26	0.26	0.51	24.43	28.67
Total Operating Income	671.44	696.58	1,347.79	1,331.75	2,602.86
2 Expenditure					
a) Direct Voyage and Logistics Services	320.70	465.05	594.04	837.55	1,311.38
b) Dry Docking	3.64	12.22	11.24	13.95	28.89
c) Other Standing Costs	36.52	16.79	75.04	31.42	80.13
d) Operating and other Costs - Port and Terminal activities	14.43	13.83	27.27	26.30	65.48
e) Employee Costs	35.55	33.50	77.22	61.72	148.00
f) Depreciation	107.08	78.53	223.67	152.65	377.82
g) Other Expenditure	23.97	18.21	50.50	33.05	105.82
Total Operating Expenses	541.89	638.13	1,058.98	1,156.64	2,117.52
3 Profit from Operations before Other Income, Interest & Exceptional Item	129.55	58.45	288.81	175.11	485.34
4 Other Income					
a) Profit on Sale of Investments	-	-	-	-	1.09
b) Other Income (net)	8.31	6.20	23.26	14.90	41.84
5 Profit before Interest and Exceptional Item	137.86	64.65	312.07	190.01	528.27
6 Interest	128.59	97.09	263.66	185.57	434.80
7 Profit/(Loss) after Interest but before Exceptional Item	9.27	(32.44)	48.41	4.44	93.47
8 Exceptional Item	(2.75)	106.68	(22.28)	13.09	30.78
9 Profit from Ordinary Activities before Tax	6.52	74.24	26.13	17.53	124.25
10 Tax Expense	4.25	8.52	17.73	24.56	47.05
11 Profit/(Loss) for the quarter/half year/year	2.27	65.72	8.40	(7.03)	77.20
12 Paid-up Equity Share Capital (Face Value of Rs.10 each)	615.68	426.08	615.68	426.08	615.68
13 Reserves, excluding Revaluation Reserves as per last Balance Sheet					6,726.70
14 Earnings per Share (EPS) Basic and Diluted (in Rs.)	0.04*	1.54*	0.14*	(0.16)*	1.25
15 Debt Service Coverage Ratio**			1.03	1.30	1.32
16 Interest Service Coverage Ratio ***			1.95	1.92	2.15
17 Public Shareholding					
- Number of Shares	100,302,573		100,302,573		100,301,923
- Percentage of Shareholding	16.29		16.29		16.29
18 Promoters and Promoter group ****					
a) Pledged/Encumbered					
- Number of shares	64,219,095		64,219,095		64,219,095
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	12.46		12.46		12.46
- Percentage of shares (as a % of the total share capital of the Company)	10.43		10.43		10.43
b) Non-encumbered					
- Number of shares	451,161,652		451,161,652		451,162,302
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	87.54		87.54		87.54
- Percentage of shares (as a % of the total share capital of the Company)	73.28		73.28		73.28
* Not annualised					
** DSCR= Earnings before Depreciation, Interest and Tax/ (Interest + Principal Repayments)					
*** ISCR= Earnings before Depreciation, Interest and Tax/ Interest					
**** Figures of the corresponding previous quarter / half year are not required to be furnished					

NOTES:

- The Company has four reportable business segments viz. Sea Transportation, (Fleet Operating and Chartering), Logistics Services (Surface Transportation), Ports and Terminals Services and Oilfields Services as per annexure attached.
- The financials of the current quarter/half year include there of Essar Sisco Ship Management Co.Ltd. and India Shipping, Mauritius post merger and are therefore not comparable with those of corresponding previous quarter/half year.
- Following the option exercised by the Company effective 1st April, 2007, pursuant to notification issued by the Ministry of Company Affairs under Companies (Accounting Standards) Amendment Rules, 2009 dated March 31, 2009; the Company during the half year has adjusted the exchange gain of Rs.106.35 crore and Rs.2.37 crore arising on conversion/translation/settlement of long term foreign currency monetary items into the corresponding costs of fixed assets and to "Foreign Currency Monetary Item Translation Difference Account" respectively. Consequently the depreciation charge for the half year is less by Rs. 3.29 crore. The cumulative effect in the profit the half year would be Rs.105.43 crore.
- Exceptional item represents net exchange difference on foreign currency monetary items
- Tax expense for the current period(s) comprises of Income Tax, Tonnage Tax and Deferred Tax..
- The figures of the corresponding previous quarter / half year / year have been regrouped / reclassified wherever necessary.
- A limited review of the above financial results has been carried out by the Statutory Auditors.
- Information on investor complaints for the quarter ended 30th September 2009 is as under :
Pending at the beginning of the quarter: Nil; Received during the quarter: 31; Disposed during the quarter: 31; Pending at the end of the quarter: Nil.
- The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 30th October 2009.
- As per clause 41 of the Listing Agreement, the standalone results will be available on the Company's website www.essar.com

For and on behalf of the Board

V. Ashok
Wholetime Director

Place: Mumbai
Date: October 30, 2009

SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER ENDED 30TH SEPTEMBER 2009

Particulars	Rupees in crore				
	Quarter ended		Half year ended		Year ended
	30.09.2009	30.09.2008	30.09.2009	30.09.2008	31.03.2009
	(Unaudited)		(Unaudited)		Audited
Segment revenue					
Operating Income					
Fleet operating and chartering	274.65	538.74	610.40	1,008.73	1,716.58
Surface transport services	172.60	142.98	335.91	267.82	500.89
Port and terminal services	113.81	90.70	199.22	174.80	386.73
Oilfields services	135.25	-	280.19	-	193.83
Total	696.31	772.42	1,425.72	1,451.35	2,798.03
Less : Inter segment revenue	(24.87)	(75.84)	(77.93)	(119.60)	(195.17)
Net operating income (A)	671.44	696.58	1,347.79	1,331.75	2,602.86
Other income					
Unallocated	21.80	23.31	53.79	102.65	123.37
Less Intersegment income	(13.49)	(16.61)	(30.53)	(87.75)	(80.44)
Net other income (B)	8.31	6.20	23.26	14.90	42.93
Total income (A + B)	679.75	702.78	1,371.05	1,346.65	2,645.79
Segment results					
Fleet operating and chartering	2.93	20.84	58.61	106.52	221.18
Surface transport services	4.99	3.81	8.66	5.40	17.30
Port and terminal services	59.26	33.80	82.28	63.19	160.93
Oilfields services	62.37	-	139.26	-	85.93
Unallocated	8.31	6.20	23.26	14.90	42.93
Profit from operation before interest and finance charges	137.86	64.65	312.07	190.01	528.27
Less: Unallocable Interest and finance expense	(128.59)	(97.09)	(263.66)	(185.57)	(434.80)
Profit before tax and exceptional item	9.27	(32.44)	48.41	4.44	93.47
Less: Exceptional item	(2.75)	106.68	(22.28)	13.09	30.78
Profit before tax	6.52	74.24	26.13	17.53	124.25
Capital employed (segment assets - segment current liabilities)					
Fleet operating and chartering	2,390.41	2,747.73	2,390.41	2,747.73	2,438.70
Surface transport services	41.66	3.95	41.66	3.95	70.83
Port and terminal services	3,357.78	3,184.99	3,357.78	3,184.99	3,189.26
Oilfields services	2,586.00	-	2,586.00	-	2,786.67
Unallocated	724.54	622.81	724.54	622.81	677.09
Total	9,100.39	6,559.48	9,100.39	6,559.48	9,162.55
For and on behalf of the Board					
V. Ashok					
Wholetime Director					
Place: Mumbai					
Date: October 30, 2009					