

NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2016

1 CORPORATE INFORMATION

GOL Offshore Limited is a public Limited Company whose equity shares are listed on Bombay Stock Exchange Limited and National Stock Exchange of India Limited. The Company is India's prominent integrated offshore oilfield services provider offering a broad spectrum of services to upstream oil and gas producers to carry out offshore exploration and production (E&P) activities. The Company operates Drilling Rigs, Offshore Support Vessels and undertakes Marine Construction Projects and Services.

2 SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of accounting and preparation of financial statements

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act"), as applicable. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Fixed Assets and Special Survey Expenses

Fixed assets are stated at cost less accumulated depreciation. Cost includes expenses related to acquisition and financing costs on borrowings during construction period. Exchange differences on repayment are recognised in the Profit and Loss Statement and year end translation of foreign currency liabilities covered under Hedge Accounting relating to acquisition of assets are recognised in the Hedge Reserve.

The Company capitalises expenses incurred at the time of five yearly special surveys and / or life enhancement programmes by which class certificates / operating licences are renewed. These expenses are depreciated over a period of 5 years. Similarly, specific expenses incurred for charters for which future benefits are expected over the period of the charter are capitalised and depreciated over the charter period or five years whichever is lower.

2.4 Investments

- i) Investments are classified into long-term and current investments.
- ii) Long-term investments are carried at cost. Provision for diminution, if any, in the value of each long-term investment is made to recognise a decline, other than of a temporary nature.
- iii) Current investments are stated at lower of cost or fair value and the resultant decline, if any, is charged to revenue.

2.5 Inventories

Inventories of fuel oil, spares, stores & consumables on board the vessels are valued at lower of cost or net realisable value on the basis of weighted average for stores and spares and FIFO for fuel



2.6 Borrowing costs

Borrowing costs that are directly attributable to the acquisition / construction of the qualifying fixed assets are capitalised as a part of the cost of respective asset, upto the date of acquisition / completion of construction. A qualifying assets is one which takes sunstantial period of time to get ready for its intended use. All other borrowing cost are charged to Profit & Loss statement

2.7 Revenue recognition

- i) Charter hire earnings are recognised on accrual basis.
- ii) Revenue from long term turnkey offshore projects is recognised on the percentage of completion basis, based on costs incurred and the expected costs to complete

2.8 Other income

Interest income is accounted on accrual basis. Dividend income is accounted for when the right to receive it is established.

2.9 Operating Expenses

Operating expenses and standing charges are charged to revenue on accrual basis.

2.10 Employee Benefits:

- i) Short Term Employee Benefits
All employee benefits payable wholly within twelve months of rendering the services are classified as short term employee benefits. Benefits such as salaries, performance incentives, etc. are recognised as an expense at the undiscounted amount in the Profit and Loss Statement of the year in which the employee renders the related service.

- ii) Post Employee Benefits
Defined Contribution Plan
Employee benefits in the form of Provident Fund, Family Pension Fund, Superannuation Scheme and others Seamen's Welfare Contributions, are considered as defined contribution plans and the Contributions are charged to the Profit and Loss Statement of the year when the contributions to the respective funds are due.

Defined Benefit Plan

"The liability for Gratuity, a defined benefit obligation, is accrued and provided for on the basis of actuarial valuation as at the Balance Sheet date."

Other Long Term Benefits

Long term compensated absences & Pension benefits are provided on the basis of an actuarial valuation as at the Balance Sheet date. Actuarial gains and losses comprising of experience adjustments and the effects of changes in actuarial assumptions are recognised in the Profit and Loss Statement for the year as income or expense.

2.11 Depreciation and Amortisation

Depreciable amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value.

Depreciation on tangible fixed assets has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act of 2013. In case of second hand acquisitions, depreciation is provided on the straight line method, so as to write off the cost over the estimated useful life, as technically evaluated by the management / consultants at the time of acquisition (20 to 27 years), or at the rates prescribed in Schedule II to the Companies Act of 2013.

Tangible Assets

Fleet :	
New built vessels	20 years
Second hand vessels	20 Years / as per technical evaluation whichever is higher
Rigs :	7 / 10 Years
Barges :	7 / 10 Years
Lease Hold Land :	On straight Line method over the Lease Period
Properties :	20 years or such other longer period as estimated
Office Premises:	25 years
Other Assets :	
Computers	3 years
Vehicles	4 years
Furniture, Fixtures and Office equipments	5 years

Intangible Assets

Computer Software :	5 years
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2.12 Asset Impairment

The carrying amounts of the Company's tangible and intangible assets are reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amounts are estimated in order to determine the extent of impairment loss, if any. An impairment loss is recognised whenever the carrying amounts of an asset exceed its recoverable amount. The impairment loss, if any, is recognised in the Profit and Loss Statement in the period in which impairment take place.

Where an impairment loss subsequently reverses, the carrying amount of the assets is increased to the revised estimate of its recoverable amount, however subject to the increased carrying amount not exceeding the carrying amount that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised for the asset in prior accounting period.

2.13 Foreign Exchange Transactions

- (i) Transactions in foreign currency are recorded at standard exchange rates determined monthly. Monetary assets and liabilities other than foreign currency borrowings denominated in foreign currency, remaining unsettled at the period end are translated at closing rates. The difference in translation of these monetary assets and liabilities and realised gains and losses on foreign currency transactions is recognised in the Profit and Loss Statement.

Foreign currency derivative contracts which are embedded in the loan agreements and form an integral part of the agreement are translated at closing rates and the resultant gains or losses are recognised in the Hedge Reserve Account with the revaluation gains or losses of the hedged loans. The unrealised gains or losses arising on revaluation of other foreign currency swaps and options are carried forward under Loans and Advances or Other Liabilities until settlement in line with the underlying hedged assets / liabilities.

- (ii) The Company designates borrowing in foreign currency as hedge instrument to hedge its foreign currency risk of its firm commitment and highly probable or forecasted revenue



transaction to be accounted as cash flow hedge. The unrealised exchange gains or losses on transactions of foreign currency borrowing which qualify as effective hedge are recognised in the Hedge Reserve Account.

- (iii) Realised gains or losses on cancellation of forward exchange contracts are recognised in the Profit and Loss Statement of the period in which they are cancelled.

2.14 Taxes on income

Tax expense comprises of current and deferred tax.

- (i) Provision for current income-tax is made after taking into consideration benefits admissible under the provisions of Income Tax Act, 1961. Income from shipping activities is assessed on the basis of deemed tonnage income of the Company.
- (ii) Deferred income-tax is recognised on timing differences, between taxable income and accounting income which originate in one period and are capable of reversal in one or more subsequent periods, only in respect of the non-shipping activities of the Company. The tax effect is calculated on the accumulated timing differences at the year end based on tax rates and laws, enacted or substantially enacted as of the balance sheet date.
- (iii) Taxes on income related to foreign operations is determined on the basis of provisions of the relevant acts applicable in the respective foreign country and the same is accounted for in the year in which it accrues.

2.15 Provisions, Contingent Liabilities and Contingent Assets:

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Contingent Liabilities are not recognised in financial statements but are disclosed in the notes.

Contingent Assets are neither recognised nor disclosed in the financial statements.

2.16 Earning per share

Basic earnings per share is calculated by dividing the net profit for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares, if any.

2.17 Segment Reporting

The Company is mainly engaged in offshore business and has only one reportable segment and there is no separate reportable segments as per Accounting Standard (AS) 17.

2.18 Cash and cash equivalents (for purposes of Cash Flow Statement)

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.19 Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

2.20 Leases

Operating lease

Lease in which a significant portion of the risks and rewards of the ownership are retained by the lessor are classified as operating lease.

Payments under operating lease are charged to profit and loss statement on a systematic basis representative of time.

2.21 Insurance Claims

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

2.22 Service tax input credit

Service tax input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is reasonable certainty in availing / utilising the credits.

2.23 Operating Cycle

Based on the nature of activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

	₹ in Lakhs	
	As at March 31, 2016	As at March 31, 2015
NOTE 3 : SHARE CAPITAL		
Authorised:		
100,000,000 (Previous Year 100,000,000) Equity Shares of ₹10/- each	10,000	10,000
1,000,000 (Previous Year 1,000,000) 10% Cumulative Redeemable Preference Shares of ₹1000/- each	10,000	10,000
	20,000	20,000
Issued:		
37,313,594 (Previous Year 37,313,594) Equity Shares of ₹10/- each	3,731	3,731
Subscribed and paid-up: (Refer Note : 31)		
37,240,061 (Previous Year 37,240,061) Equity Shares of Rs.10/- each	3,724	3,724
3.1) 38,068,481 Equity Shares are allotted as fully paid up pursuant to a scheme of arrangement without payment being received in cash.		
3.2) Paid-up Equity Share Capital is net of Calls in Arrears of ₹ 0.08 Lakh. (Previous Year ₹ 0.08 lakh)		
	3,724	3,724



(a) Reconciliation of the number of Equity Shares outstanding at the beginning and at the end of the year

As at March 31, 2016

Particulars	Authorised		Issued		Subscribed and Paid-up	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
At 1st April, 2015	100,000,000	10,000	37,313,594	3,731	37,240,061	3,724
Changes during the year	-	-	-	-	-	-
At 31st March, 2016	100,000,000	10,000	37,313,594	3,731	37,240,061	3,724

As at March 31, 2015

Particulars	Authorised		Issued		Subscribed and Paid-up	
	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs	No. of Shares	₹ in Lakhs
At 1st April, 2014	100,000,000	10,000	37,313,594	3,731	37,240,061	3,724
Changes during the year	-	-	-	-	-	-
At 31st March, 2015	100,000,000	10,000	37,313,594	3,731	37,240,061	3,724

(b) Rights, Preferences and Restrictions attached to the shares

The company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The company declares and pays dividends in Indian Rupees. The dividend, if recommended by the Board of Directors, is subject to approval of the shareholders in the Annual General Meeting.

(c) List of shareholders holding more than 5% of the Share Capital along with number of shares held.

Name of the shareholder	As at March 31, 2016		As at March 31, 2015	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
Equity Share Capital				
Natural Power Ventures Private Limited	13,686,185	36.75	13,686,185	36.75
Dhanshree Properties Private Limited	4,828,167	12.97	4,828,167	12.97
First Carlyle Ventures Mauritius	1,902,000	5.11	1,902,000	5.11

Promoters of the Company have pledged 89,37,216 shares, out of their holding of 1,85,14,352 shares.

(d) Aggregate number and class of shares bought back during the period of five years immediately preceding the date of Balance sheet

NIL

- The company had issued and allotted 15,00,000, 10% Optionally Convertible Redeemable Cumulative Preference shares (OCRCPS) of Rs. 1000/- each during the year 2007-08 which were redeemed during the year 2008-09.
- The company had allotted 91,017 Equity Shares for part conversion of 7.25% Foreign Currency Convertible Bonds @ Rs. 875/- per share aggregating to USD 2 Million in the year 2009-10.

	₹ in Lakhs	
	As at March 31, 2016	As at March 31, 2015
NOTE 4 : RESERVES AND SURPLUS		
Capital redemption reserve		
As per last balance sheet	<u>15,098</u>	<u>15,098</u>
Securities Premium Account		
As per last balance sheet	<u>787</u>	<u>787</u>
Tonnage Tax Reserve Account under Section 115 VT of The Income Tax Act, 1961		
As per last balance sheet	12,250	12,000
Add: Transferred from Profit and Loss Statement	<u>750</u>	<u>250</u>
	<u>13,000</u>	<u>12,250</u>
Hedge Reserve (Refer Note : 32)		
As per last balance sheet	(23,016)	(36,493)
Addition / (deduction) during the year	<u>8,194</u>	<u>9,103</u>
	<u>(14,822)</u>	<u>(27,390)</u>
Adjustment for Provision made for exchange fluctuation in respect of recalled loan and installments due.	-	4,374
	<u>(14,822)</u>	<u>(23,016)</u>
General Reserve		
As per last balance sheet	<u>55,291</u>	<u>55,291</u>
	<u>55,291</u>	<u>55,291</u>
Balance in Profit and Loss Statement		
As per last balance sheet	49,602	51,131
Add : Profit / (loss) for the year	<u>(83,557)</u>	<u>(1,279)</u>
Less : Transfer to Tonnage Tax Reserve	<u>750</u>	<u>250</u>
	<u>(34,705)</u>	<u>49,602</u>
	<u>34,649</u>	<u>110,012</u>
NOTE 5 : LONG TERM BORROWINGS		
Secured Loans		
Term Loans		
From banks	59,484	72,271
From financial institutions	<u>46,600</u>	<u>27,067</u>
	<u>106,084</u>	<u>99,338</u>

Notes :

- (i) The company has availed foreign currency loans from banks, which carry interest rate of LIBOR plus 115 to 700 bps for USD loans and interest on INR loans from banks are at 14.50% to 16.00%. These loans are secured by mortgage of specified ships including one under construction. The principal payments are due monthly/quarterly / half yearly.
- (ii) Rupee loans availed from Financial Institutions carry interest rate of 12% to 14%. The loan is secured by mortgage of ships including one under construction and second charge on a rig. The principal payment is due monthly.
- (iii) The company has also availed general purpose loans in Foreign currency from banks, which carry interest rate of LIBOR plus 190 to 900 bps and INR loans from banks at the rate of 11.08% to 15.75%. The loans are secured by mortgage of ships, first / second charge / building of the company. The principal payments / interest thereon are due monthly /quarterly/half yearly.
- (iv) The company has also availed loan from joint lender banks, which carry interest rate on INR loans from banks at the rate of 12% to 12.25%. These loans are secured by mortgage of ships of the company and personal guarantee of P.C. Kapoor & Vijay Kumar (promotor directors). The principal payments / interest thereon are due monthly /quarterly/half yearly.



(v) Repayments are as under:

	Current Year	Previous Year
Period of Repayment		
– between one to three years	53,614	58,240
– between three to five years	29,005	29,134
– over five years	23,465	11,964
	<u>106,084</u>	<u>99,338</u>

The Company has made certain defaults in repayment of loans and interest thereon

The details of continuing defaults as at 31st March, 2016 are as follows :

Particulars	Delay in days					Total
	upto 60 days	61– 90 days	91 – 130 days	131 - 365 days	more than 365 days	
Banks	5,589	15,593	4,089	2,614	316	28,201
Financial Institutions	568	1,425	-	4,990	9477	16,460
Others	364	25	-	-	-	389
Total	6,521	17,043	4,089	7,604	9,793	45,050

NOTE 6 : DEFERRED TAX LIABILITIES (NET)

Upon the introduction of Section 115 V in the Income Tax Act, 1961, the Company has opted for computation of its income from shipping activities under the Tonnage Tax Scheme. Thus income from the business of operating ships is assessed on the basis of deemed Tonnage Income of the Company and no deferred tax is applicable to this income as there is no timing differences.

Deferred Tax is accounted for in respect of the timing differences under the non-tonnage activity of the Company. The break-up of net deferred tax assets/ (liabilities) is as under:

	As at March 31, 2016	As at March 31, 2015
Deferred Tax Assets:		
Provision for Doubtful Debts and Advances	-	35
Expenses	-	367
	-	<u>402</u>
Deferred Tax Liabilities:		
Difference between book and tax depreciation	1,421	2,282
	<u>1,421</u>	<u>1,880</u>

NOTE 7 : OTHER LONG TERM LIABILITIES

Trade payables	-	19
Other Liabilities	2	2
Payable for procuring vessels	30,006	30,006
	<u>30,008</u>	<u>30,027</u>

NOTE 8 : LONG TERM PROVISIONS

Provisions for Employee Benefits		
Leave Encashment	27	27
Others		
VAT / Sales Tax	219	219
Custom Duty	11	11
Others	-	105
	<u>257</u>	<u>362</u>

NOTE 9 : SHORT TERM BORROWINGS

₹ in Lakhs

	As at March 31, 2016	As at March 31, 2015
Secured Loans		
From Banks (Note 9.1)	3,438	3,300
Unsecured Loans		
Banks	-	141
Loans from Subsidiaries	-	2,062
From Related Parties :		
Inter Corporate Deposits	1,868	1,868
Loans from Promoters/Directors	744	694
	6,050	8,065

Note 9.1 : The company has availed loan from bank/financial institution which carry interest at the rate of 11% - 13%. The loans are secured against stock, debtors & receivable and specified vessel.

₹ in Lakhs

	As at March 31, 2016	As at March 31, 2015
NOTE 10 : TRADE PAYABLES		
Due to Micro and Small enterprises (Refer Note 40)	1,144	199
Due to other creditors (Refer Note 41)	21,544	21,672
	22,688	21,871

The details of amounts outstanding to Micro, Small and Medium Enterprises based on available Information with Company is as under :

Principal amount remaining Unpaid as at the end of accounting year	1,097	126
Interest due on above and remaining unpaid as at the end of accounting year	47	73
Amount of Interest paid alongwith amount of payment made to supplier beyond the appointed day	25	-
Interest due on principal amounts paid beyond the due date during the year but without the interest amounts under this act.	-	-
Interest accrued and remaining unpaid	-	-
Amount of Further Interest remaining due and payable in succeeding years	47	73



NOTE 11 : OTHER CURRENT LIABILITIES

₹ in Lakhs

	As at March 31, 2016	As at March 31, 2015
Current maturities of Long Term Borrowings	77,527	93,360
Interest accrued and due on borrowings	8,989	6,576
Credit Balance in Bank Accounts	-	614
Project Income received in advance	-	7,414
Unclaimed dividend	49	77
Due to Directors	270	261
Other Payables		
Income tax	3,199	1,973
Other Operating Payables	-	234
Salary/ Employee Benefits payables	6,062	4,790
VAT / Sales tax Payables	32	-
Service Tax payables	1,771	-
Withholding Tax / TDS payables	2,265	3,657
Provident Fund payables	114	37
Finance Charges Payable	332	330
Advance from Customers	187	116
Others	1	-
	100,798	119,439

NOTE 12 : SHORT TERM PROVISIONS

Provision for Employee Benefits (Refer Note 43)

Gratuity	245	258
Leave Encashment	235	254

Other Provisions

Provision for Mark to Market losses on derivatives Instruments	4,932	8,381
Tax on overseas operations	14	694
Service tax	1,054	1,054
	6,480	10,641

NOTE 13 : FIXED ASSETS SCHEDULE

₹ in Lakhs

PARTICULARS	Gross Block - At Cost				As At March 31,2016	DEPRECIATION					Net Block – WDV	
	As at April 1,2015	Additions	"Deletions/ Adjustments"	Reclas- sified as held for sale		Upto March 31, 2015	For the Year	"Disposal/ Adjust- ments"	Reclas- sified as held for sale	Upto March 31,2016	As At March 31,2016	As At March 31,2015
Tangible Assets												
Leasehold Land	254	-	-	-	254	14	3	-	-	17	237	240
(Previous Year)	(254)	-	-	-	(254)	(11)	(3)	-	-	(14)	(240)	(242)
Fleet	203,965	325	2,493	-	201,797	119,147	11,090	2,492	-	127,745	74,052	84,817
(Previous Year)	(201,676)	(5,275)	(2,986)	(2,493)	(201,472)	(108,008)	(13,423)	(2,284)	(2,492)	(116,655)	(84,817)	(93,668)
Plant & Machinery -Rigs	30,369	-	-	-	30,369	22,210	2,467	-	-	24,677	5,692	8,159
(Previous Year)	(30,038)	(331)	-	-	(30,369)	(19,315)	(2,895)	-	-	(22,210)	(8,159)	(10,724)
Plant & Machinery - Others	234	-	-	-	234	194	40	-	-	234	(0)	40
(Previous Year)	(234)	-	-	-	(234)	(152)	(42)	-	-	(194)	(40)	(82)
Office Premises	1,224	-	-	-	1,224	891	24	-	-	915	309	333
(Previous Year)	(1,224)	-	-	-	(1,224)	(866)	(25)	-	-	(891)	(333)	(358)
Furniture & Fixtures	171	-	-	-	171	171	0	-	-	171	0	0
(Previous Year)	(171)	-	-	-	(171)	(171)	-	-	-	(171)	(0)	(1)
Office Equipment	368	2	-	-	370	362	4	-	-	366	4	6
(Previous Year)	(365)	(3)	-	-	(368)	(352)	(10)	-	-	(362)	(6)	(13)
Computers	533	12	0.43	-	545	521	7	0	-	528	17	12
(Previous Year)	(526)	(7)	-	-	(533)	(517)	(4)	-	-	(521)	(12)	(9)
Vehicles	512	14	63	-	463	363	47	43	-	367	96	149
(Previous Year)	(491)	(102)	(81)	-	(512)	(388)	(44)	(69)	-	(363)	(149)	(103)
Total Tangible Assets	237,630	353	2,556	(2,493)	235,427	143,873	13,682	2,535	-	155,020	80,407	93,756
(Previous Year)	(234,979)	(5,718)	(3,067)	(2,493)	(235,137)	(129,780)	(16,446)	(2,353)	(2,492)	(141,381)	(93,756)	(105,200)
Intangible Assets												
Computer Software	290	-	-	-	290	290	-	-	-	290	-	-
(Previous Year)	(290)	-	-	-	(290)	(232)	(58)	-	-	(290)	-	(58)
Total Intangible Assets	290	-	-	-	290	290	-	-	-	290	-	-
Grand Total	237,920	353	2,556	(2,493)	235,717	144,163	13,682	2,535	-	155,310	80,407	93,756
(Previous Year)	(235,269)	(5,718)	(3,067)	(2,493)	(235,427)	(130,012)	(16,504)	(2,353)	(2,492)	(141,671)	(93,756)	(105,258)
Capital Work in Progress (Refer Note 38)											94,955	94,192
(Previous Year)											(94,192)	
Less : Provision for Impairment Loss (Refer Note No. 38)											5,666	-
(Previous Year)											-	
Net Capital Work In Progress											89,289	94,192
(Previous Year)											(94,192)	(116,995)
TOTAL											169,696	187,948



₹ in Lakhs

As at
March 31, 2016

As at
March 31, 2015

NOTE 14 : NON-CURRENT INVESTMENTS

Long Term Investments – Trade at cost
Unquoted Investments, Fully paid
up Investment in Wholly Owned Subsidiary Companies

a) Equity shares

1,50,000 (PY : 1,50,000) GOL Offshore Fujairah L.L.C. - FZE, incorporated in Fujairah, U.A.E of US \$ 1 each	66	66
Less : Provision for Diminution in Value of Investment (Refer Note No. 34)	(66)	-
100,000 (PY : 100,000) Deep Water Services (India) Ltd. of Rs. 10 each Out of the above 50,000 shares are issued at the premium of Rs.7,990 per share	4,005	4,005
3,00,000 (PY: 3,00,000) Great Offshore (International) Ltd, Incorporated in Cayman Islands of US \$ 1 each	155	155
Less : Provision for Diminution in Value of Investment (Refer Note No. 36)	(155)	-
259,20,000 (PY : 259,20,000) KEI RSOS Maritime Ltd of Rs.10 each (Refer Note No. 30)	16,374	16,374
28,104 (PY: 28,104) GOL Salvage Services Ltd. of Rs.100 each	501	501
50,000 (PY: 50,000) GOL Ship Repairs Ltd. of Rs. 10 each	5	5

b) Preference Shares

40,00,000 (PY 40,00,000) 1% Cumulative Redeemable Preference Shares of Rs.10 each at a premium of Rs. 115 per share in KEI-RSOS Maritime Ltd.	5,000	5,000
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Investment in Joint Venture (Refer Note 48)

Equity shares

13,00,000 (PY: 13,00,000) United Helicharterers Pvt. Ltd. of Rs.10 each	57	57
	<u>25,942</u>	<u>26,163</u>

NOTE 15 : LONG TERM LOANS AND ADVANCES

Unsecured

Loans and advances to subsidiaries (Refer Note : 30,34,35 & 36)	115,696	117,301
Less : Provision for Loans & Advances	(43,104)	-

Considered good	<u>72,592</u>	117,301
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Other Loans and Advances

Unsecured, Considered good	823	823
Advance Income Tax / TDS	4,534	1,196
Service Tax Credit Claimable	823	823
Custom Duty	98	98
Sales Tax	95	95
Prepaid Expenses	52	160
	<u>78,194</u>	<u>119,673</u>

NOTE 16 : OTHER NON CURRENT ASSETS

Unsecured

Interest accrued on Loan to Subsidiary (Refer Note : 30,34,35 & 36)	9,578	5,872
Less : Provision for Interest Receivable	(9,506)	-

Considered good	<u>72</u>	5,872
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Others

Unsecured, Considered good		
Debts Due from Subsidiary	616	616
Deposit with bank with maturity more than 12 months	364	-
Margin Money with bank with maturity more than 12 months	163	-
Other Receivables	132	132
	<u>1,347</u>	<u>6,620</u>

	₹ in Lakhs	
	As at March 31, 2016	As at March 31, 2015
NOTE 17 : INVENTORIES–(At lower of cost or net realisable value)		
Fuel Oil	1,232	705
Stores and Spares (Refer Note 37)	<u>4,396</u>	<u>5,136</u>
	<u>5,628</u>	<u>5,841</u>
NOTE 18 : TRADE RECEIVABLES (Unsecured)		
Outstanding for a period exceeding six months (Refer Note 41)		
Considered good	7,343	4,379
Considered doubtful	<u>651</u>	<u>651</u>
	7,994	5,030
Less: Provision for doubtful receivables	<u>651</u>	<u>651</u>
	7,343	4,379
Other debts (considered good) (Refer Note 41)	<u>7,374</u>	<u>16,863</u>
	<u>14,717</u>	<u>21,242</u>
NOTE 19 : CASH AND BANK BALANCE		
Cash and Cash Equivalents		
Cash on hand	19	12
Balances with banks		
In Current Accounts	<u>1,350</u>	<u>2,332</u>
	1,369	2,344
Other Bank Balances		
Margin Money Deposit	3,792	6,776
In Other Deposit Accounts	214	572
Earmarked Balances with Banks		
Unpaid dividend Accounts	<u>49</u>	<u>77</u>
	<u>5,424</u>	<u>9,769</u>
NOTE 20 : SHORT TERM LOANS AND ADVANCES		
Unsecured, considered good		
Loans & Advances		
Vendors	2,477	8,127
Employees	38	144
Service Tax credit Claimable	-	24
Security Deposits	2,610	1,284
Prepaid Expenses	327	720
Input VAT Credit (Net)	-	365
	<u>5,452</u>	<u>10,664</u>
NOTE 21 : OTHER CURRENT ASSETS		
Unbilled Revenue	4,601	4,807
Interest accrued on deposits	357	40
Interest accrued on Loan to Subsidiary (Refer Note : 30,34,35 & 36)	14,578	11,570
Less: Provision for Interest Receivable	<u>(14,568)</u>	<u>-</u>
	10	11,570
Others	<u>791</u>	<u>1,021</u>
	<u>5,759</u>	<u>17,438</u>





₹ in Lakhs

	Year ended March 31, 2016	Year ended March 31, 2015
NOTE 22 : REVENUE FROM OPERATIONS		
Charter Hire	64,401	80,336
Contract Revenue	28,048	24,502
	<u>92,449</u>	<u>104,838</u>
NOTE 23 : OTHER INCOME		
Interest income		
From Banks	482	410
Others*	3,010	3,200
	<u>3,492</u>	<u>3,610</u>
Dividend income		
From Mutual Funds	-	1
Other non-operating income (net of expenses)		
Profit / (Loss) on sale of assets (net)	(3)	2
Insurance claims	956	196
Creditors written back	192	255
Miscellaneous income	41	12
	<u>4,678</u>	<u>4,076</u>
* " Others" Includes Interest Income on Loans given to Subsidiaries .		
NOTE 24 : EMPLOYEE BENEFITS EXPENSE		
Salaries, Wages, Bonus and other benefits	17,237	20,119
Contribution to Provident and other funds	316	297
Gratuity Expense	7	24
Staff welfare Expenses	91	169
Repatriation & Travel	851	1,308
Victualling Expenses	1,861	1,695
Less : Expenses allocated to Project Expenses	(2,112)	(1,943)
	<u>18,251</u>	<u>21,669</u>
NOTE 25 : FINANCE COSTS		
Interest expenses (Refer Note 35)		
Fixed Loans	20,790	21,307
On Others	261	600
Other borrowing costs	1,942	2,233
	<u>22,993</u>	<u>24,140</u>
NOTE 26 : DEPRECIATION AND AMORTISATION EXPENSE		
Depreciation and Amortisation	13,684	16,504
	<u>13,684</u>	<u>16,504</u>
NOTE 27 : OTHER EXPENSES		
Fuel, Oil and Water	1,093	2,156
Port, Light and Canal Dues	290	302
Hire of chartered ships	32	-
Diving Services	2,805	2,041
Brokerage and Commission	381	620
Stores	939	1,759
Insurance & Protection Club Indemnity Fees	1,119	1,219

	₹ in Lakhs	
	Year Ended March 31, 2016	Year Ended March 31, 2015
Vessel Manning Expenses	2,004	2,058
Communication Expenses	252	295
Rent, Rates & Taxes	97	103
Repairs and Maintenance - Buildings	26	40
Repairs and Maintenance - others	135	165
Insurance	58	59
Printing & Subscription Charges	36	35
Legal and professional charges	786	841
Bad debts and advances written off	-	38
Exchange loss (net) (Note:32)	8,657	9,706
Directors' fees	10	21
Auditor's Remuneration (Note : 44)	24	26
Software Expenses	61	59
Travelling & Conveyance	157	493
Sundry Operating Expenses	1,495	1,925
Miscellaneous Expenses	456	594
Claims	4,428	2,174
Less : Expenses allocated to Project Expenses	<u>(3,240)</u>	<u>(2,266)</u>
	<u>22,101</u>	<u>24,463</u>

NOTE 28 : Exceptional Items

Provision for : -		
- Impairment in value of CWIP (Refer Note No. 38)	5,666	-
- Diminution in value of Investment (Refer Note No. 34 & 36)	221	-
- Diminution in value of Interest (Refer Note No. 34 & 36)	24,074	-
- Diminution in value of Loan (Refer Note No. 34 & 36)	43,104	-
Interest Reversal on settlement of loan	<u>(802)</u>	-
	<u>72,263</u>	-

NOTE 29 : Contingent Liabilities and Commitments

		₹ in Lakhs	
Sr. No.	Particulars	As at March 31, 2016	As at March 31, 2015
I	Contingent Liabilities		
(A)	Claims against the Company/disputed dues not acknowledged as debts		
	Customs Duty on Tug	283	366
	Sales Tax and Service tax demand on Charter hire payment	160	166
	Disputed Income tax Demand	249	1,758
	Disputed TDS Demand	660	-
	Possible obligation in respect of matters under arbitration	1,450	1,450
	Other disputed claims	578	578
(B)	Guarantees		
i	Guarantees given by bank including performance and bid bond, counter guaranteed by the Company	20,863	20,971
ii	Corporate Guarantee given to Customs Department	583	583
iii	Corporate Guarantee given to bank on behalf of subsidiary	62,347	59,231
(c)	Letters of credit issued by the bank on behalf of the Company	607	-
II	Commitments		
	Estimated amount of Contracts remaining to be executed on Capital account and not provided for	104,235	93,833



NOTE 30 Investment in and Unsecured Loan to Kei-Rsos Maritime Limited

As on March 31, 2016, the Company has long term, strategic investment in the equity/redeemable preference shares of it's wholly owned subsidiary company KEI-RSOS Maritime Limited amounting to Rs.21,374 Lakhs (Previous Year Rs.21,374 Lakhs). A further sum of receivables of Rs.4,423 Lakhs (Previous Year Rs. 3,399 Lakhs) and a loan amount of Rs. 3,502 Lakhs (Previous Year Rs.3,502 Lakhs) are also due from them.

The Company has also issued bank guarantee to Indian Bank amounting to Rs.14,168 Lakhs (Previous year Rs.14,168 lakhs) against which outstanding facilities as on March 31, 2016 amount to Rs.3,329 Lakhs (Previous Year Rs. 3,656 Lakhs).

As auditors had in their report for the financial year ended 31.03.2012 onwards expressed their doubts about the realization of these amounts, due to continuous losses suffered by the subsidiary resulting in its net worth becoming negative, QARC of SEBI vide its Order dated 27th April,15 has directed Restatement of financial results for Financial year 2012-13 and 2013-14 for giving effect to the impact of the audit qualification, and the effect of the restated adjustments to be carried out in the annual accounts of the financial year 2014-15 as prior period item. On appeal filed by the company, the Honourable Securities Appellate Tribunal has quashed the order of SEBI and set aside with liberty to SEBI to pass fresh orders on merits. SEBI has changed the procedure in this regard and consequently pending cases relating to restatement of accounts stands closed.

Since that company has obtained new contracts and is expected to improve utilisation of it's own vessels with optimisation of expenses to earn cash profits in the future, the management believes that the said investment being strategic and long term in nature with a long term outlook, no provision is required to be made.

NOTE 31 Share Capital

The allotment of 63,380 equity shares (previous year 63,380 equity shares) is under abeyance. These shares will be allotted upon the receipt of the order of the Special Court established under the Special Court (Trial of Offences relating to Transactions in Securities) Act, 1992 or such other authority as may be directed, from time to time. Transfer of an additional 10,153 equity shares (previous year 10,153 equity shares) have been kept in abeyance pursuant to Section 126 of the Companies Act, 2013 as their title is under Legal dispute. These shares will be allotted as and when the dispute regarding their title is resolved. Accordingly, in aggregate, 73,533 (63,380+10,153) equity shares (Previous year 73,533 equity shares) have been kept in abeyance. The unpaid dividend of Rs. 4.21 Lakhs (Previous Year Rs. 2.81 Lakhs) on these equity shares has not been transferred to Investor Education and Protection Fund in view of the legal dispute.

NOTE 32 Hedge Reserve

- a) The Company has borrowings and the revenue streams in foreign currency, which provide an inherent hedge against foreign currency exchange rate fluctuations. Accordingly, the Company has adopted, with regard to recognition of exchange differences arising on translation of foreign currency borrowings, an appropriate hedge accounting policy by applying the principles set out in AS-30 Financial Instruments: Recognition and Measurement. The objective of adopting Hedge Accounting is to ensure that gain or loss on the hedging instrument is recognized in the Profit and Loss Statement in the same period when Hedged items affect profit or loss. The Company has, w.e.f. 1st April 2008 designated borrowings in foreign currency as Hedge instrument to hedge its foreign currency risk of its firm commitments and highly probable forecast transactions (of revenue streams) to be accounted as cash flow hedge.

- b) The company recognizes Mark to Market losses in respect of derivative instruments like currency swaps as per the principles enunciated in Accounting Standard (AS)30 "Financial Instruments: Recognition and Measurement" and in accordance with the recommendation of the Institute of Chartered Accountants of India. Accordingly, Mark to Market (MTM) losses in respect of derivative instruments like currency swaps have been accounted in accordance with principles of hedge accounting and the MTM losses on such derivative instruments are recorded in the Hedge reserve account instead of recognizing the same in the Profit and Loss Statement. As at March 31, 2016, MTM loss on outstanding Interest Rate Swaps amounting to Rs.4,932 lakhs (Previous Year Rs.8,381 lakhs) has been recognized in Hedge Reserves instead of debiting the same to the Profit and Loss Statement.
- c) Consequent to Recall / Recovery proceedings of certain loans by the Lenders, the Company has discontinued hedge accounting prospectively in respect of the said recalled loans from the date of recall notice. Accordingly, foreign exchange fluctuation from the date of recall is recognised in Profit and Loss Statement. The provision for exchange fluctuation made upto 31st March 2015, Rs.4,374 lakhs on recalled loans and installments which have fallen due, has been reclassified from the previous year and netted off against the Hedge Reserve at the previous year end. The cumulative foreign exchange fluctuation upto the date of recall will be recognized in the Profit and Loss Statement when the corresponding hedged item (forecasted exports) affects the Profit and Loss Statement.

NOTE 33 Particulars in respect of Loans and advances in the nature of loans as required by the Schedule V of the SEBI (Listing Obligations and Disclosure Requirement) Regulation 2015.

₹ in Lakhs

Particulars	As at March 31, 2016	As at March 31, 2015	Maximum Balance During	
			FY 15-16	FY 14-15
GOL Offshore Fujairah L.L.C. FZE	60,025	60,025	60,025	102,001
KEI-RSOS Maritime Limited	3,502	3,502	3,502	3,502
Great Offshore (International) Limited	52,159	53,765	53,765	56,609
GOL Salvage Services Limited	9	9	9	9
Deep Water Services (India) Limited	-	-	5,170	5,170

NOTE 34 Investment in and Unsecured Loan to GOL Fujairah LLC

The accumulated losses of GOL Fujairah LLC as at March 31, 2016 amounted to INR 47,761 lakhs and hence due provision has been made for the diminution in the value of the investment in the subsidiary amounting to INR 66 lakhs, interest dues INR 14,568 lakhs and a part of the loan amounting to INR 33,127 lakhs taking into the account the expected sale value of the under construction Jack up Drilling Rig and prior committed liabilities against the same. The management expects the sale of the said Rig to be completed soon and that the balance amount of INR 27,355 lakhs being balance of loan and trade receivable will be realized.

NOTE 35 Interest on loan given to subsidiary Great Offshore (International) Limited

Interest charged on loan given to subsidiary Great Offshore (International) Limited Rs. 3,706 lakhs (Previous Year Rs. 3,837 lakhs) has been netted out against the interest expense on specific loans and net interest is disclosed in the Profit and Loss Statement. Interest Receivable upto March 31, 2016 is Rs. 9,506 lakhs (Previous Year Rs. 5,800 lakhs)

NOTE 36 Investment in and Unsecured Loan to Great Offshore (International) Limited

The company has an investment of INR 155 Lakhs and has also granted unsecured loan amounting to INR 52,159 lakhs (Previous Year Rs. 53,765 lakhs) to its wholly owned overseas subsidiary company Great Offshore (International) Limited which in turn has invested/advanced the said amount to its step down overseas subsidiaries/partnership firms for construction of vessels **with higher capacities and**



latest technologies from Bharati Defence and Infrastructure Limited (BSL). In addition, the Company has provided Corporate Guarantee aggregating to INR 51,324 Lakhs (Previous Year INR 46,815 Lakhs) to the lenders of the said subsidiary which have been invoked.

The limited liability partnership firms in which one of the step down subsidiaries had invested, has disposed off its operating vessels after the Balance Sheet Date and used the same to settle the creditors. GOIL has accordingly written off its investment and advances given to the said subsidiary. In view of this loss as well as other losses incurred, that company's net-worth on a consolidated basis has become negative to the extent of INR 19,638 Lakhs. Although the investment in this subsidiary is considered strategic and long term in nature provision has been made for the investment in the subsidiary amounting to INR 155 lakhs, interest dues INR 9,506 lakhs and a part of the loan of INR 9,977 lakhs as it is not an operating company presently

The Company is in discussions with the lenders for settlement of dues and restoration of initial repayment terms. BSL is currently in negotiation with an Asset Reconstruction Company(ARC) who has taken over a major part of its debts for restarting the vessel construction activity. The vessels of the company under construction at BSL will be delivered thereafter. In the opinion of the management, no further provision is required for the trade receivables INR 616 lakhs, balance unsecured loan INR 42,182 lakhs and invoked corporate guarantees INR 51,324 Lakhs as that company is expected to turn around in the long term upon improvement of market conditions and delivery of vessels under construction.

NOTE 37 Inventories

Closing stock of stores and spares on board the vessels amounting to Rs. 4,396 lakhs (Previous Year Rs. 5,136 lakhs) was determined by the management on the basis of inventory system implemented by the Company. The Company has in place preset cyclical programme for physical verification of inventory on board the vessels. Auditors have relied upon the management certification for the valuation of stock of stores and spares on board the vessels.

NOTE 38 Capital Work In Progress:

Capital Work in Progress of Rs 82,418 Lakhs (net of impairment) including Rs.11,965 Lakhs being interest and indirect expenses capitalized as appropriate in earlier years relate to vessels under construction with various shipyards where there was no progress during the year and is delayed much beyond the original dates of completion. The unpaid liability on this account is Rs. 30,006 lakhs.

In view of the continued delay in completion of these vessels due to financial difficulties and consequent non-operation of certain shipyards and depressed market conditions, it is difficult to estimate their value in use presently. Hence, an independent valuation report has been obtained for these vessels under construction to ascertain the impairment. Accordingly a sum of INR 5,666 Lakhs has been provided for impairment loss.

The management of the Company believes that the carrying value of CWIP as reflected in the financial statements is fair and reasonable and will have a value on completion and realization which is not less than the carrying value net of impairment provision

NOTE 39 Going Concern

As stated in Note Nos. 5, 9 and 11, the Company has not been able to service a substantial part of its borrowings on the original due dates. In respect of Loans, Corporate Guarantees and dues including instances where recovery/ winding up proceedings have been initiated the Company is making all efforts for early settlement by taking various steps including: i) more aggressive deployment of its vessels and resources, ii) disposal of some assets, iii) settlement of significant current dues and restoration of initial repayment terms iv) entering into corrective action plan as approved by Joint Lenders Forum (JLF). Some of its arrear dues could not be settled during the year inspite of these efforts. The JLF have initiated a proposal to invoke debt restructuring (SDR) scheme of the RBI for conversion of a part of the debt into equity with a view to dispose off such equity within a period of 18 months. The reference date for this purpose has been fixed as 27th January 2016 and conversion of debt upto 74% of the equity was

approved by the Board of Director in principle on 6th May, 2016. It is expected that this proposal when implemented after final approval of the Joint Lender Forum will result in fresh infusion of funds and bring down the debt to sustainable levels so that the company will be able to service its creditors promptly and return to profitable operation. The Company is able to earn operating profit by carrying on its business in the normal course even under difficult market condition. Hence these accounts have been prepared on going concern assumption which is considered appropriate.

NOTE 40 Dues to micro and small enterprises

According to information available with the Company regarding the status of the suppliers, as defined under The Micro, Small and Medium Enterprises Development Act, 2006, amount overdue as on 31st March, 2016 to the Micro, Small and Medium enterprises on account of principal amount, together with interest for delayed payment under the Act, is Rs. 1,144 lakhs (Previous Year Rs. 199 lakhs).

NOTE 41 Reconciliation/Confirmation of Accounts

Company has a system of reconciliation of accounts at reasonable intervals and obtaining balance confirmations as at year end with respect to its Trade Receivables, Loans and Advances, Trade payables and Other Liabilities, a few of which are pending. The balances of Trade Receivables, Loans and Advances, Trade payables and other liabilities are subject to confirmation. In the opinion of the management, the carrying amount of Trade Receivables, Loans and advances, Trade Payables and Other liabilities are approximately of the value as stated, if realized/paid in the ordinary course of business. In respect of dues to certain lenders, confirmation of balances were not received. However, accounting has been completed on the basis of bank statement/ court orders received.

NOTE 42 Internal Control System

During the year, the company has engaged a firm of Chartered Accountants to evaluate the internal financial controls over financial reporting in place and test its effectiveness. This evaluation and testing was carried out considering the framework of the Institute of Chartered Accountants of India. Based on their findings including those arising from liquidity issues faced by the company, the company has rectified certain deficiencies and is in the process of further strengthening Internal Control system in relation to backing up of data of one department, presently not backed up, maintaining all back up data in a different location and implementing a disaster recovery plan. In spite of the liquidity issues faced, the company is confident that the delay in payment to vendors including vendors of software will not affect the internal control systems required for business continuity.

NOTE 43 Disclosures pursuant to Accounting Standard (AS) 15 (revised) "Employee Benefits"

- Effective April 1, 2007 the Company adopted Accounting Standards 15 (Revised 2005) on "Employee Benefits" issued by ICAI.
- The Company has recognised the following amounts in the Profit and Loss Statement for the year:

(A) Defined Contribution Plans:

₹ in Lakhs

Particular	For the year ended March 31, 2016	For the year ended March 31, 2015
Contribution to Employees Provident Fund*	138.95	147.69
Contribution to Employees Superannuation Fund	50.36	42.10
Contribution to Employees Pension Scheme 1995	11.13	8.23
Contribution to Seamen's Provident Fund	34.19	33.86
Contribution to Seamen's Annuity Fund	76.59	62.93
Contribution to Seamen's Gratuity Fund	7.46	62.76

**(B) Defined Benefit Plans:**

Valuations in respect of Gratuity, Pension Plan for employees, Leave Encashment have been carried out by an independent actuary, as at the Balance Sheet date on Projected Unit Credit method, based on the following assumptions: ₹ in Lakhs

Actuarial Assumptions for the year	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
(a) Discount Rate (p.a.)	7.50%	7.80%	7.50%	7.80%
(b) Rate of Return on Plan Assets	7.50%	7.80%	-	-
(c) Salary Escalation rate	5%	5%	5%	5%
(d) Mortality	IALM	IALM	IALM	IALM
	(2006-08) ULT	(2006-08) ULT	(2006-08) ULT	(2006-08) ULT
(e) Expected average remaining service	4.79	5.75	3.92	6.00

(i) Change in Benefit Obligation:

₹ in Lakhs

	Gratuity		Leave Encashment (LE)	
	Current Year	Previous Year	Current Year	Previous Year
Liability at the beginning of the year (long term for LE)	781.62	772.36	40.98	36.12
Interest Cost	59.56	62.63	3.19	3.18
Current Service Cost	80.59	98.90	49.69	40.86
Benefits Paid	(35.95)	(121.28)	-	-
Short Term Compensated Absence Liability	-	-	221.72	240.03
Actuarial (gain)/loss on obligations	(97.55)	(30.99)	(53.22)	(39.18)
Liability at the end of the year	788.28	781.62	262.36	281.02

(ii) Fair value of Plan Assets:

₹ in Lakhs

	Gratuity	
	Current Year	Previous Year
Fair Value of Plan Assets at the beginning of the year	707.28	749.78
Expected Return on Plan Assets	51.69	54.63
Contributions	-	22.58
Benefits Paid	(35.95)	(121.28)
Actuarial gain/(loss) on Plan Assets	5.22	1.56
Fair Value of Plan Assets at the end of the year	728.24	707.27

(iii) Actual Return on Plan Assets:

₹ in Lakhs

	Gratuity	
	Current Year	Previous Year
Expected Return on Plan Assets	51.69	54.63
Actuarial gain/(loss) on Plan Assets	5.22	1.56
Actual Return on Plan Assets	56.19	56.19

(iv) Amount Recognised in the Balance Sheet:

₹ in Lakhs

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Liability at the end of the year	788.28	781.62	262.38	281.02
Fair Value of Plan Assets at the end of the year	728.24	707.27	-	-
Difference	(60.04)	(74.35)	(262.38)	(281.02)
Unrecognised past service cost	-	-	-	-
Amount recognised in the Balance Sheet	(60.04)	(74.35)	(262.38)	(281.02)

(v) Expenses recognised in the Profit and Loss Statement:

₹ in Lakhs

	Gratuity		Leave Encashment	
	Current Year	Previous Year	Current Year	Previous Year
Current Service Cost	80.60	98.90	49.69	40.86
Interest Cost	59.56	62.63	3.19	3.17
Expected Return on Plan Assets	(51.70)	(54.63)	-	-
Net Actuarial (Gain)/loss to be recognised	(102.77)	(32.55)	(53.22)	(39.18)
Expenses recognised in Profit and Loss Statement	(14.31)	74.35	(0.34)	4.87

(vi) Disclosure of Gratuity for the previous five years - pursuant to requirement of Accounting Standard

₹ in Lakhs

	Gratuity				
	2015-16	2014-15	2013-14	2012-13	2011-12
Present Value of Obligations at the end of the year	788.28	781.62	772.36	828.26	851.69
Fair Value of Plan Assets at the end of the year	728.24	707.27	749.78	763.42	768.29
Net Present Value of the Obligation recognised as Assets/ (Liability) in the Balance Sheet	(60.04)	(74.35)	(22.58)	(64.84)	(83.40)

(vii) Basis used to determine expected rate of return on assets:

Expected rate of return on investments is determined based on the assessment made by the Company at the beginning of the year on the return expected on its existing portfolio since these are generally held to maturity, along with the estimated incremental investments to be made during the year.

(viii) General description of significant defined plans:

Gratuity Plan:

Gratuity is payable to all eligible employees of the Company on superannuation, death, permanent disablement and resignation in terms of the provisions of the Payment of Gratuity Act or as per the Company's Scheme whichever is more beneficial. Benefit would be paid at the time of separation based on the last drawn basic salary.

Leave Encashment:

Eligible employees can carry forward and encash leave upto superannuation, death, permanent disablement and resignation subject to maximum accumulation of 120 days for employees. The Leave over and above 120 days will lapse every year. Benefit at the time of separation would be paid based on the last drawn basic salary.



NOTE 44 : Auditors' Remuneration

₹ in Lakhs

	Year ended March 31, 2016	Year ended March 31, 2015
Audit Fees	21	21
Tax Audit Fees	3	3
Certification and Other Services	-	2
	24	26

NOTE 45 : Hedging Contracts

(a) Currency Swap Contracts

	As at March 31, 2016	As at March 31, 2015
Total No. of Contracts	4	5
Principal Notional Amount (US Dollar Million)	22.27	42
Balance Maturity Period	Upto 2 years	Upto 3 years

(b) Unhedged Foreign Currency Exposure (Refer also Note : 32)

₹ in Lakhs

	As at March 31, 2016		As at March 31, 2015	
	Foreign Currency	Rs.	Foreign Currency	Rs.
(i) Loans, other Liabilities and Payables				
(a) US Dollars	136	9,027	-	-
(b) Euros	3	208	2	104
(c) Arab Emirates Dinars	5	92	4	64
(d) Japanese Yen	259	153	6	3
(e) Great Britain Pounds	8	737	4	403
(f) Norwegian Kroners	18	145	1	7
(g) Singapore Dollars	2	75	1	59
(h) Swedish Kroners	1	24		
(i) Brazilian Real	55	1,011	-	-
(j) Malaysian Ringgit	4	64	-	-
(ii) Receivables and other assets				
(a) US Dollars	386	25,586	172	10,778
(b) Euros	10	786	10	673
(c) Arab Emirates Dinars	4	69	1	16
(d) Great Britain Pounds	14	1,326		
(e) Norwegian Kroners	8	65		

NOTE 46 : Segment reporting

The Company is mainly engaged in offshore business and there are no separate reportable segments as per Accounting Standards (AS) 17.

47 Related Party Disclosures**(i) List of Related Parties****(a) Parties where control exists :**

Subsidiary Companies :

Deep Water Services (India) Ltd

GOL Ship Repairs Ltd

KEI - RSOS Maritime Ltd

GOL Salvage Services Limited

Great Offshore (International) Ltd

GOL Offshore Fujairah L.L.C. - FZE

Deep Water Services (International) Ltd

DWS Offshore Drilling Limited (w.e.f. 05.06.2015)

DWS Offshore Services Limited (w.e.f. 05.06.2015)

Norwegian Shipping I Ltd (Cyprus)

Norwegian Shipping II Ltd (Cyprus)

Great Offshore International (Malaysia) Ltd.

Great Offshore International Manning & Ship Management (Lubuan) Ltd. (Malaysia)

Glory Shipping Pvt Ltd (Dubai)

Great Offshore Germany GmbH

SGB Verwaltungs GmbH

SGB Emsun GMBH & Co. KG (Germany)

SGB Emsky GMBH & Co. KG (Germany)

SGB Emsstar GMBH & Co. KG (Germany)

GOL Offshore Marshall Islands Limited

(b) Other related parties with whom transactions have taken place during the year :**1 Joint Venture :**

United Helicharters Pvt Ltd.

2 Key Management Personnel :

P.C.Kapoor - Director and Chief Executive Officer (w.e.f. 30.10.2015)

Vijay Kumar - Director and Vice President (w.e.f. 30.10.2015)

Kailash Gupta - Chief Financial Officer (w.e.f. 01.05.2015)

Navin Joshi - Company Secretary & Chief Compliance Officer (Resigned w.e.f. 29.04.2016)

3 Enterprises over which Key Management Personnel Exercise Significant Influence :

Astin Construction Private Limited

Bharati Defence & Infrastructure Limited (formerly Bharati Shipyard Limited)

Pinky Shipyard Pvt Ltd

Bharati Maritime Services Pvt Ltd

Harsha Infrastructure Pvt Ltd

Sea Splice Shipping Pvt Ltd

Port Side Shipping Pvt Ltd

Dhanshree Properties Pvt Ltd

Natural Power Ventures Pvt Ltd

Gultare Energy Projects Private Limited

4 Relatives of Key Managerial Personnel

Ms. Sukriti Kumar



NOTE 47 (ii): RELATED PARTY TRANSACTIONS

₹ in Lakhs

Nature of Transaction	Subsidiaries		Joint Venture		Enterprise Over which Key Management Personnel exercise significant influence		Key Management Personnel		Relatives of Key Managerial Personnel		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Charter Hire Income												
Deep Water Services (India) Limited	711	6,353	-	-	-	-	-	-	-	-	711	6,353
KEI-RSOS Maritime Limited	1,022	933	-	-	-	-	-	-	-	-	1,022	933
GOL Ship Repairs Limited	13	71	-	-	-	-	-	-	-	-	13	71
Other Income												
Deep Water Services (India) Limited	18	-	-	-	-	-	-	-	-	-	18	-
Interest Income												
Great Offshore (International) Limited	3,706	3,837	-	-	-	-	-	-	-	-	3,706	3,837
GOL Offshore Fujairah L.L.C. - FZE	3,009	3,197	-	-	-	-	-	-	-	-	3,009	3,197
Received for Vessel Sale												
Great Offshore International (Malaysia) Limited	-	9,414	-	-	-	-	-	-	-	-	-	9,414
Investment in Subsidiary - Rights Issue												
KEI-RSOS Maritime Limited (25110000 shares of Rs. 10 each)	-	2,511	-	-	-	-	-	-	-	-	-	2,511
Deep Water Services (India) Limited (50000 equity shares of Rs. 10 each at a premium of Rs. 7990)	-	4,000	-	-	-	-	-	-	-	-	-	4,000
Sale of shares to Subsidiary												
Deep Water Services (India) Limited [1000 shares of Deep Water (International) Limited]	-	1	-	-	-	-	-	-	-	-	-	1
Fuel & Fresh Water Expenses paid												
KEI-RSOS Maritime Limited	-	3	-	-	-	-	-	-	-	-	-	3
Interest Expense												
Pinky Shipyard Pvt Ltd	-	-	-	-	150	199	-	-	-	-	150	199
Harsha Infrastructure Pvt Ltd	-	-	-	-	0	0	-	-	-	-	0	0
Sea Splice Shipping Pvt Ltd	-	-	-	-	-	5	-	-	-	-	-	5
Port Side Shipping Pvt Ltd	-	-	-	-	-	11	-	-	-	-	-	11
Dhanshree Properties Pvt Ltd	-	-	-	-	11	11	-	-	-	-	11	11
Natural Power Ventures Pvt Ltd	-	-	-	-	14	14	-	-	-	-	14	14
Deep Water Services (India) Limited	21	8	-	-	-	-	-	-	-	-	21	8
Vessel Repair Expense												
GOL Ship Repairs Limited	181	229	-	-	-	-	-	-	-	-	181	229
Repairs, Dry Dock and Modification of Vessels												
Bharati Defence & Infrastructure Limited	-	-	-	-	408	2,328	-	-	-	-	408	2,328
Remuneration												
P.C. Kapoor	-	-	-	-	-	-	12	140	-	-	12	140
Vijay Kumar	-	-	-	-	-	-	12	140	-	-	12	140
Kailash Gupta	-	-	-	-	-	-	64	-	-	-	64	-
Navin Joshi	-	-	-	-	-	-	26	26	-	-	26	26
Sukriti Kumar	-	-	-	-	-	-	-	-	-	36	-	36
Advance given for hire of vessels												
KEI-RSOS Maritime Limited	-	130	-	-	-	-	-	-	-	-	-	130
Loan Received												
Deep Water Services (India) Limited	487	2,062	-	-	-	-	-	-	-	-	487	2,062
Loan Repaid	-	-	-	-	-	-	-	-	-	-	-	-

Nature of Transaction	Subsidiaries		Joint Venture		Enterprise Over which Key Management Personnel exercise significant influence		Key Management Personnel		Relatives of Key Managerial Personnel		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Deep Water Services (India) Limited	2,550	-	-	-	-	-	-	-	-	-	2,550	-
Deposit Given												
Deep Water Services (India) Limited	1,338	-	-	-	-	-	-	-	-	-	1,338	-
Loan Received from Promotor												
P.C. Kapoor	-	-	-	-	-	-	50	-	-	-	50	-
Repayment of Loan by Subsidiary												
Deep Water Services (India) Limited	-	5,170	-	-	-	-	-	-	-	-	-	5,170
Great Offshore (International) Limited	1,605	2,844	-	-	-	-	-	-	-	-	1,605	2,844
GOL Offshore Fujairah L.L.C. - FZE	-	41,976	-	-	-	-	-	-	-	-	-	41,976
Inter Corporate Deposit Received												
Pinky Shipyard Pvt Ltd	-	-	-	-	273	-	-	-	-	-	-	273
Repayment of Inter Corporate Deposit Received												
Pinky Shipyard Pvt Ltd	-	-	-	-	1,011	-	-	-	-	-	-	1,011
Sea Splice Shipping Pvt Ltd	-	-	-	-	143	-	-	-	-	-	-	143
Port Side Shipping Pvt Ltd	-	-	-	-	332	-	-	-	-	-	-	332
Payment made for Vessels												
Pinky Shipyard Limited	-	-	-	-	2,150	-	-	-	-	-	-	2,150
Bharati Defence & Infrastructure Limited	-	-	-	-	2	-	-	-	-	-	-	2
Expenses incurred on behalf of Subsidiary												
Deep Water Services (India) Limited	-	3	-	-	-	-	-	-	-	-	-	3
Expenses incurred on behalf of Subsidiary repaid by the Subsidiary												
Deep Water Services (India) Limited	35	-	-	-	-	-	-	-	-	-	35	-
KEI-RSOS Maritime Limited	1	-	-	-	-	-	-	-	-	-	1	-
Corporate Guarantees Issued on behalf												
Great Offshore (International) Limited	51,324	46,815	-	-	-	-	-	-	-	-	51,324	46,815
Deep Water Services (India) Limited	-	2,500	-	-	-	-	-	-	-	-	-	2,500
KEI-RSOS Maritime Limited	3,329	3,656	-	-	-	-	-	-	-	-	3,329	3,656
SGB Emssky GMBH & Co. KG (Germany)	3,851	3,130	-	-	-	-	-	-	-	-	3,851	3,130
SGB Emssun GMBH & Co. KG (Germany)	3,851	3,130	-	-	-	-	-	-	-	-	3,851	3,130
Outstanding Balance as on 31.03.16												
Trade Receivable												
Deep Water Services (India) Limited	227	653	-	-	-	-	-	-	-	-	227	653
KEI-RSOS Maritime Limited	4,423	3,399	-	-	-	-	-	-	-	-	4,423	3,399
Great Offshore (International) Limited	616	616	-	-	-	-	-	-	-	-	616	616
GOL Offshore Fujairah L.L.C. - FZE	456	456	-	-	-	-	-	-	-	-	456	456
United Helicharter	-	-	50	94	-	-	-	-	-	-	50	94
Advance given for hire of vessels												
KEI-RSOS Maritime Limited	130	130	-	-	-	-	-	-	-	-	130	130
Trade Payable												
GOL Ship Repairs Limited	127	101	-	-	-	-	-	-	-	-	127	101
Bharati Defence & Infrastructure Limited	-	-	-	-	3,406	2,838	-	-	-	-	3,406	2,838
Payment for vessel outstanding												
Bharati Defence & Infrastructure Limited	-	-	-	-	24,390	24,390	-	-	-	-	24,390	24,390
Pinky Shipyard Pvt Ltd	-	-	-	-	5,607	5,607	-	-	-	-	5,607	5,607
Gultare Energy Projects Private Limited	-	-	-	-	16	16	-	-	-	-	16	16
Outstanding Loan Balance												
KEI-RSOS Maritime Limited	3,502	3,502	-	-	-	-	-	-	-	-	3,502	3,502



Nature of Transaction	Subsidiaries		Joint Venture		Enterprise Over which Key Management Personnel exercise significant influence		Key Management Personnel		Relatives of Key Managerial Personnel		Total	
	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
Great Offshore (International) Limited	52,159	53,765	-	-	-	-	-	-	-	-	52,159	53,765
Great Offshore (Fujairah) LLC-FZC	60,025	60,025	-	-	-	-	-	-	-	-	60,025	60,025
GOL Salvage Services Limited	9	9	-	-	-	-	-	-	-	-	9	9
Expenses Recoverable from												
Deep Water Services (India) Limited	-	35	-	-	-	-	-	-	-	-	-	35
KEI-RSOS Maritime Limited	300	301	-	-	-	-	-	-	-	-	300	301
GOL Salvage Services Limited	8	8	-	-	-	-	-	-	-	-	8	8
Great Offshore (International) Limited	101	101	-	-	-	-	-	-	-	-	101	101
GOL Offshore Fujairah L.L.C. - FZE	199	199	-	-	-	-	-	-	-	-	199	199
Inter Corporate Deposit Payable												
Pinky Shipyard Pvt Ltd	-	-	-	-	1,866	1,866	-	-	-	-	1,866	1,866
Harsha Infrastructure Pvt Ltd	-	-	-	-	2	2	-	-	-	-	2	2
Loan from promoters payable												
Dhanshree Properties Pvt Ltd	-	-	-	-	120	120	-	-	-	-	120	120
Natural Power Ventures Pvt Ltd	-	-	-	-	342	342	-	-	-	-	342	342
Loan from directors payable												
P.C. Kapoor	-	-	-	-	-	-	79	29	-	-	79	29
Vijay Kumar	-	-	-	-	-	-	204	204	-	-	204	204
Interest Payable												
Pinky Shipyard Pvt Ltd	-	-	-	-	640	504	-	-	-	-	640	504
Bharati Maritime Services Pvt Ltd	-	-	-	-	16	16	-	-	-	-	16	16
Harsha Infrastructure Pvt Ltd	-	-	-	-	53	53	-	-	-	-	53	53
Sea Splice Shipping Pvt Ltd	-	-	-	-	1	1	-	-	-	-	1	1
Port Side Shipping Pvt Ltd	-	-	-	-	3	3	-	-	-	-	3	3
Dhanshree Properties Pvt Ltd	-	-	-	-	34	24	-	-	-	-	34	24
Natural Power Ventures Pvt Ltd	-	-	-	-	47	34	-	-	-	-	47	34
Deep Water Services (India) Limited	-	8	-	-	-	-	-	-	-	-	-	8
Interest Receivable												
KEI-RSOS Maritime Limited	72	72	-	-	-	-	-	-	-	-	72	72
Great Offshore (International) Limited	9,506	5,800	-	-	-	-	-	-	-	-	9,506	5,800
GOL Offshore Fujairah L.L.C. - FZE	14,568	11,560	-	-	-	-	-	-	-	-	14,568	11,560
Remuneration Payable												
P.C. Kapoor	-	-	-	-	-	-	12	136	-	-	12	136
Vijay Kumar	-	-	-	-	-	-	12	136	-	-	12	136
Kailash Gupta	-	-	-	-	-	-	22	-	-	-	22	-
Navin Joshi	-	-	-	-	-	-	7	4	-	-	7	4
Sukriti Kumar	-	-	-	-	-	-	-	-	4	-	-	4

NOTE 48 : Interest in Joint Venture

The Company has a joint venture interest in United Helicharters Pvt. Ltd. (a company incorporated in India) and its proportionate share in the assets, liabilities, income and expenses of the jointly controlled entity, based on the unaudited management accounts drawn up to March 31, 2016, is as under :

Percentage of ownership interest as at March 31, 2016 – 26% ₹ in Lakhs

As at March 31, 2016		Year Ended March 31, 2016	
Assets	704	Income	176
Liability	777	Expenditure	230
Share Capital and Reserves, net of losses	(73)		

As at March 31, 2015		Year Ended March 31, 2015	
Assets	771	Income	769
Liability	783	Expenditure	862
Share Capital and Reserves, net of losses	(12)		

NOTE 49 : Basic and Diluted earnings per share

Particulars	Current Year	Previous Year
(a) Net Profit / (Loss) after tax available for Equity Shareholders ₹ in Lakhs	(83,557)	(1,279)
(b) Weighted average number of Equity shares outstanding at the end of the year	37,240,061	37,240,061
(c) Face value of Equity Share ₹	10	10
(d) Earnings / (Loss) per share -Basic and Diluted in Rupees ₹	(224.37)	(3.43)

NOTE 50 : Disclosures on foreign currency expenses and earnings

	₹ in Lakhs	
	Current Year	Previous Year
(i) Value of imports (on CIF basis)		
(a) Capital goods – Special Survey	382	3,132
(ii) Expenditure in foreign currency		
(a) Professional charges	293	312
(b) Finance Cost	3,461	5,693
(c) Fuel	512	859
(d) Insurance	575	554
(e) Repairs & Maintenance	1,130	2,379
(F) Project Expenses	8,076	2,565
(g) Repatriation & Travel	210	250
(h) Vessel Manning Expenses	216	2,432
(i) Victualling	138	43
(j) Stores	221	428
(k) Rent	38	11
(l) Others	5,661	3,426
(iii) Remittance in foreign currency on account of dividend:	Nil	Nil
(iv) Earnings in foreign exchange		
(a) Charter Hire	52,815	70,212
(b) Contract Revenue	11,649	12,474
(c) Other Income (Sale of Vessel)	Nil	26

NOTE 51: Previous year's figures have been regrouped/recasted/restated wherever necessary.