ESSAR SHIPPING PORTS & LOGISTICS LIMITED

(Formerly known as Essar Shipping 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 31st December, 2008

	Particulars	Rupees in Crore				
		Quarter ended		Nine months ended		Year ended
		31.12.08	31.12.07	31.12.08	31.12.07	31.03.08
1	**Income**					*(Audited)*
	(a) Net sales / Income from Operations					
	i) Fleet Operating and Chartering Earnings	358.44	241.07	1,223.14	897.88	1,208.75
	ii) Income from other Logistics Services	103.20	134.61	371.02	369.22	493.23
	iii) Income from Port and Terminal Services	88.38	46.65	263.18	81.22	140.44
	(b) Other Operating Income					
	Profit on sale of fleet	0.25	72.93	24.68	93.50	198.11
	Total Operating Income	**550.27**	**495.26**	**1,882.02**	**1,441.82**	**2,040.53**
2	**Expenditure**					
	a) Direct voyage and Logistics services	263.93	247.95	1,101.48	887.00	1,160.23
	b) Dry docking	13.01	7.71	26.96	27.36	28.70
	c) Other standing costs	13.07	12.36	44.49	39.65	55.86
	d) Operating and other costs - port and terminal activities	14.40	12.80	40.70	19.06	30.78
	e) Employee costs	34.81	29.24	96.53	82.01	117.10
	f) Depreciation	75.74	65.03	228.39	152.91	221.48
	g) Other expenditure	14.89	17.93	47.94	47.43	67.69
	Total Operating Expenses	**429.85**	**393.02**	**1,586.49**	**1,255.42**	**1,681.84**
3	**Profit from Operations before Other Income, Interest & Exceptional Items**	**120.42**	**102.24**	**295.53**	**186.40**	**358.69**
4	**Other Income**					
	a) Profit on sale of investments	1.09	0.01	1.09	0.01	107.56
	b) Other income	13.46	8.88	28.36	18.95	27.15
5	**Profit before Interest & Exceptional Items**	**134.97**	**111.13**	**324.98**	**205.36**	**493.40**
6	Interest	102.21	62.08	287.78	169.13	266.55
7	**Profit after Interest but before Exceptional Items**	**32.76**	**49.05**	**37.20**	**36.23**	**226.85**
8	Exceptional Item	(8.54)	8.90	4.55	87.48	80.43
9	**Net Profit (+)/Loss(-) from Ordinary Activities before Tax**	**24.22**	**57.95**	**41.75**	**123.71**	**307.28**
10	Tax expense	11.19	17.83	35.75	32.59	43.66
11	**Net Profit (+)/Loss(-) for the period / year before minority interest**	**13.03**	**40.12**	**6.00**	**91.12**	**263.62**
12	Adjustment for share of minority interest	-	4.18	**-**	**4.18**	13.81
13	**Profit / (Loss) for the period / year**	**13.03**	**44.30**	**6.00**	**95.30**	**277.43**
14	Paid-up equity share capital (Face Value of Rs.10 each)	426.08	426.08	426.08	426.08	426.08
15	Reserve, excluding Revaluation Reserves as per last balance sheet					2,456.44
16	**Earnings per Share (EPS) Basic and Diluted (in Rs.) * Not annualised**	**0.31***	**1.04***	**0.14***	**2.24***	**6.51**
17	Public shareholding					
	- Number of shares	*100,301,923*	*100,301,923*	*100,301,923*	*100,301,923*	*100,301,923*
	- Percentage of shareholding	*23.54*	*23.54*	*23.54*	*23.54*	*23.54*

Notes:

1 The scheme of arrangement in the nature of amalgamation between India Shipping, Mauritius and Essar Sisco Ship Management Company Limited with the Company has been approved by the Honourable High Court of Gujarat and the order is awaited. The scheme will become effective from the date of filing of the Court order with the Registrar of Companies.

2 The Company has three reportable business segments viz. Sea Transportation (Fleet Operating and Chartering) , Logistics Services (Surface Transportation) and Ports and Terminals Services as per annexure attached.

3 As the currency fluctuation during the current period(s) has been due to global financial turbulence, the management has decided to review the notional exchange translation loss of Rs.385.12 crore for the nine months ended 31st December, 2008 (Rs. 61.47 crore for the quarter) on account of outstanding foreign debts, at the year end. Accordingly, no provision has been made in the interim accounts in this regard. This is a matter of reference in the limited review report of the statutory auditors.

4 Tax expense includes income tax, fringe benefit tax and deferred tax.

5 The figures of the previous period(s) and last year have been regrouped / reclassified wherever necessary.

6 Information on investor complaints for the quarter ended 31st December 2008 is as under :
Pending at the beginning of the quarter: Nil; Received during the quarter:44; Disposed during the quarter:44 ; Pending at the end of the quarter: Nil.

7 The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at the meeting held on 30th January 2009.

8 The Statutory Auditors have carried out a limited review of the above financial results.

9 As per Clause 41of 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
Whole Time Director

Place: Mumbai
Date: 30th January 2009

Annexure

ESSAR SHIPPING PORTS & LOGISTICS LIMITED
(Formerly known as Essar Shipping Limited)

Particulars	Quarter ended		Period ended		Year ended
	31.12.2008	31.12.2007	31.12.2008	31.12.2007	31.03.2008
	Rupees in Crore				
Segment revenue					
Fleet operating and chartering	385.31	317.55	1,394.04	1,004.90	1,428.96
Surface transport services	103.20	134.61	371.02	369.22	493.23
Port and terminal services	88.37	46.66	263.18	81.22	140.44
Total	**576.88**	**498.82**	**2,028.24**	**1,455.34**	**2,062.63**
Less : Inter segment revenue	(26.61)	(3.56)	(146.22)	(13.52)	(22.10)
Total operating income	**550.27**	**495.26**	**1,882.02**	**1,441.82**	**2,040.53**
Segment results					
Fleet operating and chartering	86.17	87.71	192.68	170.73	332.76
Surface transport services	2.28	12.43	7.68	18.53	19.60
Port and terminal services	31.97	2.10	95.17	(2.86)	6.33
Profit from operation before other income, interest and exceptional items	**120.42**	**102.24**	**295.53**	**186.40**	**358.69**
Fleet operating and chartering	(35.49)	(27.48)	(79.77)	(79.09)	(102.83)
Surface transport services	(0.13)	(0.24)	(0.30)	(0.45)	(0.41)
Port and terminal services	(66.59)	(34.36)	(207.71)	(89.59)	(163.31)
Interest expense	**(102.21)**	**(62.08)**	**(287.78)**	**(169.13)**	**(266.55)**
Interest income	12.17	5.52	23.80	11.56	27.15
Other unallocable income	2.38	3.37	5.65	7.40	107.56
Exceptional item	(8.54)	8.90	4.55	87.48	80.43
Profit before tax	**24.22**	**57.95**	**41.75**	**123.71**	**307.28**
Less: Income tax	(11.19)	(17.83)	(35.75)	(32.59)	(43.66)
Profit after tax	**13.03**	**40.12**	**6.00**	**91.12**	**263.62**
Add:Share of loss transferred to minority	**-**	4.18	**-**	**4.18**	**13.81**
Profit after tax (after adjustment for minority interest)	**13.03**	**44.30**	**6.00**	**95.30**	**277.43**
Segment assets					
Fleet operating and chartering	2,837.09	1,907.85	2,837.09	1907.85	2695.22
Surface transport services	92.15	99.76	92.15	99.76	93.01
Port and terminal services	4,831.41	3,070.62	4,831.41	3,070.62	4664.38
Unallocated	636.48	1,619.63	636.48	1,619.63	486.65
Total assets	**8,397.13**	**6,697.86**	**8,397.13**	**6,697.86**	**7,939.26**
Segment liabilities					
Fleet operating and chartering	(3,309.93)	(1,331.24)	(3,309.93)	(1,331.24)	(1,893.43)
Surface transport services	(56.31)	(78.57)	(56.31)	(78.57)	(69.30)
Port and terminal services	(1,633.63)	(2,386.01)	(1,633.63)	(2,386.01)	(2,475.96)
Unallocated	(38.77)	(5.40)	(38.77)	(5.40)	(0.17)
Total liabilities	**(5,038.64)**	**(3,801.22)**	**(5,038.64)**	**(3,801.22)**	**(4,438.86)**
Fixed assets acquired during the period/ year					
Fleet operating and chartering	0.01	33.70	647.44	123.47	568.83
Surface transport services	0.05	0.06	0.15	0.75	3.92
Port and terminal services	5.13	-	19.83	2,371.45	2,994.47
Total	**5.19**	**33.76**	**667.42**	**2,495.67**	**3,567.22**
Depreciation					
Fleet operating and chartering	40.67	37.04	123.75	95.82	131.54
Surface transport services	0.56	0.09	1.64	1.15	1.66
Port and terminal services	34.51	27.90	103.00	55.94	88.28
Total	**75.74**	**65.03**	**228.39**	**152.91**	**221.48**

For and on behalf of the board

V. Ashok
Whole Time Director