



ड्रेजिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड (भारत सरकार का उपक्रम)

DREDGING CORPORATION OF INDIA LIMITED
(A Government of India Undertaking)

CIN : L29222DL1976GOI008126

प्रधान कार्यालय : "निकर्षण सदन", पल्लन क्षेत्र, विशाखपट्टणम-530 035

HEAD OFFICE : "Dredge House", Port Area, Visakhapatnam-530 035

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DCI/CS/E.1/2015

02/12/2016

The Secretary, The Stock Exchange, Mumbai 25th Floor, Rotunda Building, Phiroze, Jeejeebhoy Towers Dalal Street, Fort, Mumbai -400001	Code : 022 - 2272 523618 2041, 2037, 3719, 2039, 2061/2272 1072
The Secretary The National Stock Exchange of India Ltd. 5th Floor, Exchange Plaza, Bandra (E) Mumbai - 400051	Symbol : 022 - 26598237 DREDGE / 38 CORP
The Secretary The Calcutta Stock Exchange Assn. Ltd. 7, Lyons Range, Kolkata - 700001	033 - 22104492/ 22104500
The Secretary The Delhi Stock Exchange Ass. Ltd. DSE House, 3/1 Asaf Ali Road Delhi - 110002	Code : 011- 46470056/ 6398 53/54

Dear Sir,

As per the Regulation 29 (1) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, The Stock Exchanges were informed that on 23/11/2016 that a meeting of the Board of directors would be held on 02/12/2016 inter-alia to consider the Standalone financial results for the Quarter / period ended 30/09/2016.

2. We have to inform you that the Board in the said meeting considered and approved the financial results for the Quarter ended 30-09-2016 and the same are attached along with the limited review report given by the Statutory Auditor for the same..

3. This may please be treated as intimation to Stock Exchanges as per Regulation 47 and regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and

4. The Board meeting commenced on 02-12-2016 at 1400 Hrs in Delhi and ended at 1800 hrs.

Thanking You,

Yours faithfully,
For Dredging Corporation of India Limited
Sd/-

(K.Aswini Sreekanth)
Company Secretary

DREDGING CORPORATION OF INDIA LIMITED

(A Government of India Undertaking)

CIN NO.:L29222DL 1976 GOI 008129

Registered Office: Core-2, 1st Floor, "SCOPE Minar", Plot No.2A & 2B, Laxmi Nagar District Centre, DELHI-110 091.

Head Office : "Dredge house" Port area, Visakhapatnam-530001

Standalone Un-Audited Financial Results for the Quarter and Half year ended 30th Sept ,2016

₹ in lakhs

Particulars	Quarter ended			Half Year Ended	
	30-09-2016 (IND AS)	30-06-2016 (IND AS)	30-09-2015 (IND AS)	30-09-2016 (IND AS)	30-09-2015 (IND AS)
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	2	3	4	5	6
1 Income from Operations :					
(a) Net Income from Core Dredging Operations	15645	13212	15994	28857	32740
(b) Other Operating Income	487	1041	-3	1528	34
Total Income from Operations (Net)	16132	14253	15991	30385	32774
2 Expenses:					
a) Cost of materials consumed	N.A1	N.A1	N.A1	N.A1	N.A1
b) Purchases of Stock-in-Trade	N.A1	N.A1	N.A1	N.A1	N.A1
c) Changes in inventories of finished goods work-in-progress and Stock-in-Trade	N.A1	N.A1	N.A1	N.A1	N.A1
d) Employee benefits expense	2872	2288	2502	5160	4861
e) Depreciation and amortization expense	2278	2233	2332	4511	4797
f) Repairs and Maintenance (Vessels)	2882	1145	497	4027	1870
g) Fuel and Lubricants	5207	4767	5766	9974	11146
h) Spares and Stores	1679	1227	832	2906	1612
i) Other expenses	2380	1905	1861	4285	3786
Total expenses	17298	13565	13790	30863	28072
3 Profit /Loss from Operations before other income , finance costs and exceptional items (1-2)	(1166)	688	2201	(478)	4702
4 Other Income	246	288	282	534	540
5 Profit /Loss from ordinary activities before finance costs and exceptional items (3 + 4)	(920)	976	2483	56	5242
6 Finance costs	438	490	333	928	636
7 Profit /Loss from ordinary activities after finance costs and exceptional items (5-6)	(1358)	486	2150	(872)	4606
8 Exceptional Items	0	0	0	0	0
9 Profit(+)/ Loss(-) from Ordinary Activities before tax (7-8)	(1358)	486	2150	(872)	4606
10 Tax Expense	79	86	72	165	176
11 Net Profit(+)/ Loss(-) from Ordinary Activities after tax (9-10)	(1437)	400	2078	(1037)	4430
12 Extraordinary Items(net of tax expense (₹Nil)	0	0	0	0	0
13 Net Profit(+)/ Loss(-) for the period (11-12)	(1437)	400	2078	(1037)	4430
14 Other Comprehensive Income (OCI)	0	0	0	0	0
15 Total Comprehensive Income (13+14)	(1437)	400	2078	(1037)	4430
16 Paid-up equity share capital	2800	2800	2800	2800	2800
(Face Value of the share: (₹10)					
17 Earnings per Share (EPS) (In `) (not annulised)					
(of ₹10 each) Not to be annualised					
(a) Basic	(5.13)	1.43	7.42	(3.70)	15.82
(b) Diluted	(5.13)	1.43	7.42	(3.70)	15.82

Standalone Statement of Assets and Liabilities

Particulars	As at 30-09-2016 (Ind AS)
I. EQUITY AND LIABILITIES	
Shareholders' funds	
(a) Share capital	2800
(b) Reserves and surplus	143037
Sub-total - Shareholders Funds	145837
Non-current liabilities	
(a) Long-term borrowings	81954
(b) Deferred tax liabilities (Net)	0
(c) Other Long term liabilities	156
(d) Long-term provisions	246
Sub total Non Current liabilities	82356
Current liabilities	
(a) Short-term borrowings	1565
(b) Trade payables	21040
(c) Other current liabilities	25710
(d) Short-term provisions	1007
Sub total Current liabilities	49322
TOTAL - EQUITY AND LIABILITIES	277515
II. ASSETS	
Non-current assets	
(a) Fixed assets	184681
(b) Non-current investments	3000
(c) Deferred tax assets (net)	0
(d) Long-term loans and advances	3864
(e) Other non-current assets	0
Sub total Non Current assets	191545
2)Current assets	
(a) Current investments	0
(b) Inventories	16425
(c) Trade receivables	32846
(d) Cash and cash equivalents	14028
(e) Short-term loans and advances	7107
(f) Other current assets	15564
Sub total Current assets	85970
TOTAL - ASSETS	277515

Notes

1. N.A. = Not applicable since DCI is not a Manufacturing Company
2. Segmental Reporting as per AS-17 issued by the ICAI is not applicable since the company has only one segment income i.e., dredging.
3. The company has adopted Indian Accounting Standards (Ind-As) with the transition date of April 1, 2015. The impact of transition to Ind-As as on transition date has been provided in the Opening Reserves as on 01-04-2015. Financial results for the quarter and Half year ended 30th Sep, 2016 are in compliance with Indian Accounting Standards (Ind-As) notified by the Ministry of Corporate Affairs, Consequently, results for the quarter and Half year ended Sep 30, 2015 have been restated to comply with Ind-As to make them comparable. The financial results for the quarter ended 30th Sep, 2015 and 30th Sep, 2016 have been prepared in accordance with the recognition and measurement principles laid down in Ind – AS 34 "Interim Financial Reporting" prescribed under section 133 of the companies Act, 2013 read with relevant rules there under and in terms of Regulations 33 of the SEBI (Listing obligations and Disclosure Requirements) Regulation, 2015 and SEBI circular dated July 05, 2016.
4. The Statutory Auditors appointed by CAG have carried out the limited review of the aforesaid financial results for QE/HE 30/09/2016 in terms of SEBI (LODR) Regulations. The Ind-AS compliant financial results, pertaining to the QE/HE ended 30/09/2015 of the previous year as mentioned above have not been subjected to limited review or audit. However, the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.
5. Reconciliation of profit after tax for quarter and half year ended 30th Sep 2015 between Ind AS compliant results reported above with results reported in previous year as per Indian GAAP are given below:

₹lakhs		
Particulars	Quarter ended 30/9/15	Half year ended 30/9/15
Profit after tax As per IGAAP	1731	3400
Effect on Depreciation	133	240
Effect on Repairs and Maintenance expenditure	34	366
Effect of Finance cost as per effective rate of interest	180	424
Total comprehensive income Under Ind AS	2078	4430

6. All Spares consumed during the current quarter is charged to the P&L Account.
7. The details of foreign exchange loss/gain for the period/year is as under:

₹lakhs		
Period	Capitalised to cost of Vessels	Included in Other income
For the quarter ended 30th Sep,2016	321 (gain)	13 (loss)
For the quarter ended 30th Jun,2016	12 (loss)	4 (loss)
For the quarter ended 30th Sep,2015	3555 (loss)	1 (gain)
For the Half year ended 30th Sep,2016	309 (gain)	17 (loss)
For the Half year ended 30th Sep,2015	8975 (loss)	1 (gain)

8. Pursuant to the company claims vide its letter dated 06-06-2012 for the works executed in Sethusamudram project, the company is of the view that the actual expenditure incurred on this project will be reimbursed by GOI to DCI and the same is under active consideration by the Ministry. In view of this, provision for doubtful debts has not been made in respect of receivables in this regard.
9. The above financial results were reviewed by the Audit Committee at its meeting held 02-12-2016 and have taken record by the Board of Directors at its meeting held on 02-12-2016.
10. Figures of the previous years have been regrouped / reclassified where ever necessary.

By Order of the Board
For Dredging Corporation of India Ltd

(Rajesh Tripathi)
Chairman and Managing Director.

Place: New Delhi
Date: 02/12/2016.



Independent Auditors' Review Report

To The Board of Directors Of
Dredging Corporation of India Limited

1. We have reviewed the unaudited financial results of Dredging Corporation of India Limited for the quarter and six months ended 30th September, 2016 and Unaudited Balance Sheet as at 30th September, 2016 ("The statement"), being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The statement is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with recognition and measurement principles laid down in the India Accounting Standards 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of The Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statement based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatement.
3. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Without qualifying our report we draw your attention to the following:

- i) During the financial year 2014-15 and 2015-16, company has capitalised an amount of Rs.6987 lakhs being amount incurred for dry dock of dredgers whose useful life of 25 years (Company has estimated the dredger useful life as 25 years) was completed. The Company has referred the same to expert advisory committee (EAC) of ICAI and EAC has opined that the company has to charge the capitalised amount to the repairs and maintenance as the estimated useful life of the dredgers were expired.

In compliance with the companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013, the company has restated the financial statements of 2015-16 by giving effect of ICAI opinion as an Ind AS Adjustment.



- ii) Note 3 to the statements which states that the company has adopted Ind AS for the financial year commencing from 1st April 2016, and accordingly, the statement has been prepared by the company's management in compliance with Ind As.
- iii) We were neither engaged to review nor have we reviewed the comparative figures including the reconciliation to the total comprehensive Income for the quarter and half year ended on 30th September 2015 and accordingly, we do not express any conclusion on the results in the statement for the quarter and half year ended 30th September 2015. As set out in the note no 5 to the statement, these figures have been furnished by the Management.
- iv) Trade Receivables includes, Rs.11,433.18 lakhs receivable from M/s Sethusamudram Corporation Ltd.(SCL) which is pending for more than 3 years. Out of the above, Company has provided for doubtful debts to the extent of Rs.3019.27 lakhs. However the company is of the view that an amount of Rs. 30897.00 lakhs will be reimbursed by GOI (at whose behest the contract with SCL was entered) to DCI to compensate the actual expenditure incurred on this project. In view of this, a provision for balance doubtful debts is not made in respect of receivables in this regard amounting to Rs. 8413.91 lakhs.

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement has not been prepared in all material respects in accordance with the Indian Accounting Standards and other recognised accounting practices and policies, and has not disclosed the information required to be disclosed in terms of Regulation 33 of the listing Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place: Hyderabad
Date: 02/12/2016

For Tukaram & Co.,
Chartered Accountants
FRN: 004436S

P Murali
Partner
M.No: 221625

