



ड्रेजिंग कॉर्पोरेशन ऑफ इंडिया लिमिटेड
(भारत सरकार का उपक्रम)

DREDGING CORPORATION OF INDIA LIMITED

(A Government of India Undertaking)

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

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

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DCI/CS/E.1/2018

28/05/2018

The Secretary, The Stock Exchange, Mumbai 25th Floor, Rotunda Building, Phiroze, Jeejeebhoy Towers Dalal Street, Fort, Mumbai -400001	Code : 022 – 2272 2041, 2037, 523618 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 / 38 DREDGECO RP
The Secretary The Calcutta Stock Exchange Assn. Ltd. 7, Lyons Range, Kolkata – 700001	033 – 22104492/ 22104500

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 08/05/2018 that a meeting of the Board of directors would be held on 28/05/2018 inter-alia to consider the Standalone Audited financial results for the year ended 31/03/2018.

2. We have to inform you that the Board in the said meeting considered and approved the financial results for the year ended 31/03/2018 and the same are attached along with the limited review report given by the Statutory Auditor for the same.

3. We have taken steps to publish the Annual Standalone Audited financial Results in the "Business Standard" all editions for English version and "Business Standard" all editions for Hindi versions to meet the provisions of the aforesaid clause of the Listing Regulations, 2015.

4. The Board of Directors in its meeting held on 28/5/2018 declared dividend @ 20% on the paid-up share capital of the Company i.e., Rs. 2/- (Two Rupees only) per equity share of Rs.10/- each for the year 2017-18. The same shall be paid within 30 days after the approval of the shareholders in Annual General Meeting to be held by 30/9/2018.

5. This may please be treated as intimation to Stock Exchanges as per Regulation 33, Regulation 47 and regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

6. The Board meeting commenced on 28-05-2018 at 1200 Hrs and ended at 1540 Hrs.

Thanking You,

Yours faithfully,
For Dredging Corporation of India Limited

(K.Aswini Sreekanth)
Company Secretary

DREDGING CORPORATION OF INDIA LIMITED

(A Government of India Undertaking)

CIN no : L29222DL1976GOI008129

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

Financial Results for the Quarter and Year ended 31st March, 2018

₹ lakhs

S.No	Particulars	Unaudited		Audited	
		Quarter Ended March 31, 2018	Quarter Ended March 31, 2017	Year Ended March 31, 2018	Year Ended March 31, 2017
I	Revenue from operations	15,276	13013	59,187	58,587
II	Other Income	1,543	643	2,025	1,382
III	Total Income (I + II)	16,819	13,656	61,212	59,969
IV	Expenses				
(a)	Employee benefit expense	1,977	2209	9,660	9,484
(b)	Finance costs	518	493	2,023	1,894
(c)	Depreciation and amortization expense	2,917	3219	11,318	9,960
(d)	Other expenses	9,398	7156	36,034	37,403
	Total expenses (IV)	14,810	13,077	59,035	58,741
V	Profit before exceptional items and tax (III - IV)	2,009	579	2,177	1,228
VI	Exceptional Items	0	0	0	-
VII	Profit before tax (V-VI)	2,009	579	2,177	1,228
VIII	Tax Expense:				
	Current tax	298	205	463	487
		298	205	463	487
IX	Profit for the year (VII - VIII)	1,711	374	1,714	741
X	Other comprehensive income				
	Items that will not be reclassified to profit and loss				
	Remeasurements of the defined benefit plans	-50	-28	-50	-28
	Total other comprehensive income (X)	-50	-28	-50	-28
XI	Total comprehensive income for the period (IX + X)	1,661	346	1664	712
XII	Earnings per equity share				
	(1) Basic (in ₹)	5.93	1.23	5.94	2.54
	(2) Diluted (in ₹)	5.93	1.23	5.94	2.54

Notes

1. The Company is engaged in the business of dredging and therefore, has only one reportable segment in accordance with IND AS 108 "Operating Segments"
2. 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 consideration by the Ministry. In view of this, provision for doubtful debts amounting to Rs.8413.91 Lakhs has not been made in respect of receivables in this regard.
3. Pursuant to Regulation 54(2) of Regulations 33 of the SEBI (LODR) Regulations, 2015. It is informed that the company has issued DCI Tax free BONDS 2012-13 in the nature of secured, redeemable, non-convertible debentures ("Bonds") having tax benefit under section 10(15)(iv)(h) of the Income Tax Act, 1961-(ISIN series-INE506A27015) for an amount of Rs.58.87Cr which are listed on BSE. The Bonds are secured by way of first charge on the Back Hoe Dredger DCI BH-1 and as on date hundred percent asset cover is maintained.
4. The details of foreign exchange loss/gain for the period/year are Rs.122.20 lakhs are included under finance cost.
5. DCI had earlier entered into an agreement with Shipyard De Donge (Yard) for design, build and delivery of Backhoe Dredger within a period of 18 months (27.07.2010). Yard failed to supply the vessel within time and DCI deducted Liquidated Damages amounting to Euros 3,000,000. The issue was referred to Arbitration and the Arbitration Tribunal passed an award in favour of the yard for Euros of 1,016,756 amounting to around Rs.9 Cr. to the Shipyard. DCI is filing an appeal in this regard.
6. DCI subcontracted a portion of the dredging works at Sethusamudram to M/s Mercator Lines Limited (MLL). There were some contractual issues and the same were referred to Arbitration. The Arbitration Tribunal passed the award for an amount of Rs.50.77 crores plus interest in favour of MLL. DCI has filed an appeal in this regard.
7. The revenue includes an amount of Rs 29.94crs due from Deendayal Port Trust (Kandla Port Trust) for which a provision was made earlier but now reversed based on the decision taken by an empowered committee of Ministry of Shipping, Government of India, in the meeting held on 29.01.2018 and 30.01.2018 wherein the Deendayal Port Trust was directed to release the amount. Deendayal Port Trust accepted the dues and agreed to return the money at the earliest. The same is being pursued.
8. Department of Investment & Public Asset Management (DIPAM), Ministry of Finance, GOI in connection with the proposed strategic disinvestment of GOI equity holding in the Company has appointed Asset Valuers, Transactional Adviser(s) and Legal Advisor(s). GOI as of now holds 73.47% of the Equity Share Capital of the Company.
9. Board of Directors of the Company have declared dividend of 20% equivalent to Rs 2/- (Rupees Two only) per equity share of Rs 10/- each for the financial year 2017-18 subject to approval of Members at the 42nd Annual General Meeting and in Compliance with the relevant Provisions of the Companies Act 2013 and rules made thereunder.
10. The audited accounts are subject to review by C&AG U/s 143(6) of The Companies Act, 2013.
11. The figures of the last quarter ending 31/03/2018 are the balancing figures in respect of figures for full financial year 2017-18 and the figures published up to third quarter of FY 2017-18.
12. The above financial results were reviewed by the Audit Committee at its meeting held on 28-05-2018 and have taken record by the Board of Directors at its meeting held on 28-05-2018.
13. Figures of the previous years have been regrouped / reclassified where ever necessary.

By Order of the Board
For Dredging Corporation of India Ltd

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(Rajesh Tripathi)

Chairman and Managing Director, & CEO

Place: New Delhi
Date: 28/05/2018.



Auditor's Report on Quarterly Financial Results and Year to Date Standalone Financial Results of Dredging Corporation of India Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
The Board of Directors of
Dredging Corporation of India Limited

1. We have audited the accompanying Statement of Standalone Financial Results of **Dredging Corporation of India Limited** ("the Company") for the quarter and year ended March 31, 2018 ("the Statement"), being submitted by the Company pursuant to the requirements 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.
2. This Statement is the responsibility of the Company's Management and is approved by the Board of Directors. The Statement, as it relates to the quarter ended March 31, 2018, has been compiled from the related interim condensed standalone financial statements prepared in accordance with Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") and as it relates to the year ended March 31, 2018, has been compiled from the related annual standalone financial statements prepared in accordance with Indian Accounting Standards, 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 express an opinion on the Statement based on our audits of such interim condensed standalone financial statements and annual standalone financial statements.
3. We conducted our audits in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal financial control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us, is sufficient and appropriate to provide basis for our audit opinion.

We draw your attention to the following matter:

Trade Receivables includes, Rs.11,433.18 lakhs receivable from M/s Sethusamudram Corporation Ltd (SCL) which is pending for more than 4 years. Out of the above, Company has provided for doubtful debts to the extent of Rs. 3019.27 lakhs. The company is of the view that this 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 doubtful debts is not made in respect of receivables in this regard amounting to Rs. 8413.91 lakhs.

Our conclusion is not qualified in respect of this matter.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:

(i) is presented in accordance with the requirements 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; and

(ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the profit, total comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2018.

For TUKARAM & CO.
Chartered Accountants
ICAI Firm Regn. No.004436S


P Murali
Partner
Membership No.221625

Place: Hyderabad
Date : 28th May, 2018

