

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

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

Audited Financial Results for the Quarter and Year ended 31st March, 2015

PART I

(₹ in lakhs)

		Quarter ended			Year ended	
		3 Months ended 31-03-2015	Preceding 3 months ended 31-12-2014	Corresponding 3 Months figures for the previous year ended 31-03-2014	31-03-2015	31-03-2014
	Particulars	Audited	Unaudited	Audited	Audited	Audited
	1	2	3	4	5	6
1	Income from Operations					
	(a) Net Income from Operations	19376	18180	20485	72552	77172
	(b) Other Operating Income	(231)	341	(307)	944	(131)
	Total Income from Operations (Net)	19145	18521	20178	73496	77041
2	Expenses:					
	a) Cost of materials consumed	N.A. ¹	N.A. ¹	N.A. ¹	N.A. ¹	N.A. ¹
	b) Purchases of Stock-in-Trade	N.A. ¹	N.A. ¹	N.A. ¹	N.A. ¹	N.A. ¹
	c) Changes in inventories of finished goods work-in-progress and Stock-in-Trade	N.A. ¹	N.A. ¹	N.A. ¹	N.A. ¹	N.A. ¹
	d) Employee benefits expense	3057	2233	2046	9737	9793
	e) Depreciation and amortization expense	2363	2258	3632	9214	13832
	f) Repairs and Maintenance	5	2799	93	5933	1939
	g) Fuel and Lubricants	5704	7082	9854	28708	35151
	h) Spares and Stores	2309	963	1608	5111	4077
	i) Other expenses	1401	1961	2242	6688	7496
	Total expenses	14839	17296	19475	65390	72288
3	Profit /Loss from Operations before other income , finance costs and exceptional items (1-2)	4307	1225	703	8106	4753
4	Other Income	427	224	42	883	229
5	Profit /Loss from ordinary activities before finance costs and exceptional items (3 + 4)	4733	1449	745	8989	4982
6	Finance costs	478	688	399	2566	1099
7	Profit /Loss from ordinary activities after finance costs and exceptional items (5 -6)	4255	761	347	6423	3884
8	Exceptional Items		0	0	114	0
9	Profit(+)/ Loss(-) from Ordinary Activities before tax (7-8)	4255	761	347	6537	3884
10	Tax Expense	180	35	89	296	129
11	Net Profit(+)/ Loss(-) from Ordinary Activities after tax (9-10)	4075	726	258	6241	3755
12	Extraordinary Items(net of tax expense (₹Nil)	0	0	0	0	0
13	Net Profit(+)/ Loss(-) for the period (11-12)	4075	726	258	6241	3755
14	Share of profit/loss of associates	0	0	-	0	
15	Minority interest	0	0	-	0	
16	Net profit/ loss after taxes, minority interest and share of profit /loss of associates	4075	726	258	6241	3755
17	Paid-up equity share capital (Face Value of the share: (₹10)	2800	2800	2800	2800	2800
18	Reserves excluding Revaluation Reserves as per Balance sheet of Previous Accounting Year	-	-	-	-	139541
19.i	Earnings per Share (before extraordinary items) (of ₹ 10 each) Not to be annualised					
	(a) Basic	Rs. 14.56	Rs. 2.59	Rs. 0.92	Rs. 22.29	Rs. 13.41
	(b) diluted	Rs. 14.56	Rs. 2.59	Rs. 0.92	Rs. 22.29	Rs. 13.41
19.ii	Earnings per Share (after extraordinary items) (of ₹ 10 each) Not to be annualised					
	(a) Basic	Rs. 14.56	Rs. 2.59	Rs. 0.92	Rs. 22.29	Rs. 13.41
	(b) diluted	Rs. 14.56	Rs. 2.59	Rs. 0.92	Rs. 22.29	Rs. 13.41

Part II

(₹ in lakhs)

A	Particulars of share holding					
1	Public Shareholding: No.of shares	60,02,300	60,02,300	60,02,300	60,02,300	60,02,300
	Percentage of shareholding	21.44%	21.44%	21.44%	21.44%	21.44%
2	Promoters and Promoter group shareholding (In the name of President of India)					
	<u>a) Pledged/Encumbered</u>					
	- No. of Shares	-	-	-	-	-
	- Percentage of shares (as a percentage of total shareholding of promoter & promoter group)	-	-	-	-	-
	- Percentage of shares (as a percentage of total share capital of the Company)	-	-	-	-	-
	<u>b) Non-encumbered</u>					
	- No. of Shares	21997700	21997700	21997700	21997700	21997700
	- Percentage of shares (as a percentage of total shareholding of promoter & promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a percentage of total share capital of the Company)	78.56%	78.56%	78.56%	78.56%	78.56%

B	Number of investor complaints	
i) Pending at the beginning of the quarter ended 31st Mar., 2015 :	0	
ii) Received during the quarter ended 31st Mar., 2015:	7	
iii) Disposed off during the quarter ended 31st Mar., 2015:	7	
iv) Lying unresolved as on 31st Mar., 2015:	0	

Consolidated Statement of Assets and Liabilities		
Particulars	As at 31-03-2015	As at 31-03-2014
I. EQUITY AND LIABILITIES		
(1) Shareholders' funds		
(a) Share capital	2800	2800
(b) Reserves and surplus	144632	139541
(c) Money received against share warrants	-	-
Sub-total - Shareholders Funds	147432	142341
(2) Share application money pending allotment	-	-
(3) Minority interest	-	-
(4) Non-current liabilities		
(a) Long-term borrowings	92310	125556
(b) Deferred tax liabilities (Net)	-	0
(c) Other Long term liabilities	184	179
(d) Long-term provisions	533	447
Sub total Non Current liabilities	93028	126182
(4) Current liabilities		
(a) Short-term borrowings	129	184
(b) Trade payables	6116	5058
(c) Other current liabilities	29273	34681
(d) Short-term provisions	1502	1396
Sub total Current liabilities	37020	41320
TOTAL - EQUITY AND LIABILITIES	277480	309842
II. ASSETS		
(1) Non-current assets		
(a) Fixed assets	187134	218775
(i) Capital Work in progress	-	-
(b) Non-current investments	3000	3000
(c) Deferred tax assets (net)	-	-
(d) Long-term loans and advances	3557	3504
(e) Other non-current assets	102	-
Sub total Non Current assets	193792	225279
(2) Current assets		
(a) Current investments	-	-
(b) Inventories	10794	11404
(c) Trade receivables	37305	36549
(d) Cash and cash equivalents	11784	5653
(e) Short-term loans and advances	5992	7494
(f) Other current assets	17813	23463
Sub total Current assets	83688	84564
TOTAL - ASSETS	277480	309842

Notes

- 1 The audited accounts are subject to review by the Comptroller & Auditor General of India U/s 143(6) of the Companies Act 2013
- 2 N.A. = Not applicable since DCI is not a Manufacturing Company
- 3 Segmental Reporting as per AS-17 issued by the ICAI is not applicable since the company has only one segment income i.e., dredging.
- 4 Based on technical evaluation and confirmation from the builder of the Dredgers, the useful life of Dredgers is fixed as 25years, instead of 14years as specified in Part C of schedule II of Companies Act, 2013, as per amended Sub-paragraph (i) of paragraph 3 of Part A of the said schedule. Vide notification No G.S.R 237(E) dated 31-03-2014 issued by MCA of Guide to change in depreciation accounting policy in this regard, it has resulted in increase in the profit after tax by ₹9754.85lakhs in this year. (of this impact on account of change in useful life as per Schedule-II in respect of other asset was ₹-89.30lakhs.)
- 5 As regards equity investment made in Sethusamudram Corporation Ltd (SCL) amounting to Rs. 3000 lakhs. National Stock Exchange of India Ltd (NSE) vide its letter no. NSE/LIST/8500 dated 26/12/2014 advised the company to restate the financial statement for FY 2012-13 suitably on the qualifications raised by the then Statutory Auditors of the Company. Aggrieved by the said directions the Company vide its letter no. DCI/CS/E.1/2015 requested SEBI to review its decision appropriately as it would not be correct to consider any diminution in value of the investment as investee company's (SCL) networth has been increasing over the period as under:

Rs. Lakhs			
Financial Years	Sethusamudram Corporation Ltd (A Government of India Enterprise)		
	Share Capital	Reserves & Surplus	Net worth
2011-12	74500	5397	79897
2012-13	74500	5602	80102
2013-14	74500	5818	80318

Decision of SEBI on the revision petition is awaited. Pending the final decision of SEBI in this regard, the equity investment in SCL is shown at cost as the management does not consider any diminution in its value.

- 6 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 an amount of ₹30897 lakhs will be reimbursed by Gol to DCI to compensate the actual expenditure incurred on this project. In view of this, provisions for doubtful debts has not been made in respect receivables
- 7 The Statutory Auditors of the Company have audited the aforesaid financial results for the year ended 31st Mar 2015. The auditors in their audit report have qualified that the company has not complied with the provisions of Companies Act, with regard to composition of Board of Directors with independent directors, women director, constitution of CSR Committee, Audit Committee, Remuneration Committee and stake holders relationship committee as specified in sections 149(4), 149(1), 135, 177 and 178 of the Companies act, 2013 and that they are unable to comment on the consequential impact of non-compliance of these provisions.
- 8 The mangement views on the above qualification are as under:-
The Company is a Government of India Undertaking and as per the Articles of Association of the Company, the Directors are to be appointed by the President of India. The issue of appointment of requisite number of independent directors, women director, has been taken up with the administrative Ministry - Ministry of Shipping and the same is pending with them. Consitution of different committees as required under the Act, will be taken up after the appointment of the said Directors by the Ministry of Shipping. The said qualification has no impact on the profit of the Company for the year.
- 9 The Board of Directors have recommended dividend @ 30% i.e Rs. 3per Equity share of Rs. 10 each for approval of the shareholders at the ensuing Annual General Meeting to be held by end of September 2015.
- 10 The above financial results have been approved by the Board of Directors at its 294th meeting held on 26 /05/2015. In the absence of independent directors, Audit Committee could not be constituted and financial results were placed directly before the Board of Directors.
- 11 The figures of the last quarter ending 31/03/2015 are the balancing figures in respect of figures for full financial year 2014-15 and the figures published upto third quarter of FY 2014-15.
- 12 Figures of the previous years have been regrouped/ reclassified where-ever necessary.

By Order of the Board
For Dredging Corporation of India Ltd

Place : New Delhi
Date: 26-05-2015

(Rajesh Tripathi)
Chairman and Managing Director