

DREDGING CORPORATION OF INDIA LIMITED

CIN no : L29222SL1976PLC008129


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 unaudited financial Results for the Quarter and Nine Months ended 31-12-2021

(Rs. lakhs)

Particulars	Quarter Ended			Nine Months Ended		YEAR ENDED
	31-12-2021	30-09-2021	31-12-2020	31-12-2021	31-12-2020	31-03-2021
	(UN-AUDITED)	(UN-AUDITED)	(UN-AUDITED)	(UN-AUDITED)	(UN-AUDITED)	(AUDITED)
I Revenue from operations	24,004.10	15,098.22	25,904.00	51,000.08	55,188.30	75,949.55
II Other Income	82.12	40.78	55.21	195.24	215.82	316.02
III Total Income (I + II)	24,086.22	15,139.01	25,959.22	51,195.32	55,404.13	76,265.57
IV Expenses						
(a) Employee benefit expense	2,272.74	2,112.26	2,357.28	6,507.90	7,194.66	10,097.98
(b) Finance costs	300.86	293.73	471.43	846.20	1,304.87	1,992.13
(c) Depreciation and amortization expense	2,938.59	2,883.20	3,022.23	8,732.41	9,088.12	11,946.20
(d) Other expenses	17,298.68	10,230.50	22,645.11	36,459.48	43,868.00	69,715.14
Total expenses (IV)	22,810.87	15,519.69	28,496.05	52,545.99	61,455.65	93,751.45
V Profit before exceptional items and tax (III - IV)	1,275.35	(380.68)	(2,536.84)	(1,350.67)	(6,051.53)	(17,059.04)
VI Exceptional Items	1,686.00	-	-	1,686.00	-	426.85
VII Profit before tax (V-VI)	2,961.35	(380.68)	(2,536.84)	335.33	(6,051.53)	(16,632.19)
VIII Tax Expense:						
Current tax	55.50	17.61	23.85	99.49	108.88	182.36
	55.50	17.61	23.85	99.49	108.88	182.36
IX Profit for the year (VII - VIII)	2,905.85	(398.29)	(2,560.69)	235.84	(6,160.41)	(16,814.55)
X Other comprehensive income						
Items that will not be reclassified to profit and loss						
Remeasurements of the defined benefit plans	-	-	-	-	-	428.55
Total other comprehensive income (X)	-	-	-	-	-	428.55
XI Total comprehensive income for the period (IX + X)	2,905.85	(398.29)	(2,560.69)	235.84	(6,160.41)	(16,386.00)
Paid up Equity Share capital (face value ` .10 each)	2,800.00	2,800.00	2,800.00	2,800.00	2,800.00	2,800.00
Reserves excl. Revaluation Reserve as per Balance sheet.						
Earnings per equity share						
(1' Basic (in `)	10.38	(1.42)	(9.15)	0.84	(22.00)	(58.52)
(2' Diluted (in `)	10.38	(1.42)	(9.15)	0.84	(22.00)	(58.52)


D. SUBBA RAO
 विभागाध्यक्ष (वित्त एवं लेख)
 HEAD OF DEPARTMENT (FINANCE & ACCTS.)
 ड्रेड्जिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
 DREDGING CORPORATION OF INDIA LTD.
 विशाखपट्टणम-VISAKHAPATNAM



Prof. Dr. G.Y.V. VICTOR
 Managing Director & CEO
 Dredging Corporation of India Limited
 VISAKHAPATNAM

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. The financial results for the quarter ended December 31, 2021 have been reviewed by the Statutory Auditors as required under Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
3. The standalone Unaudited financial results of the Company have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and other accounting principles generally accepted in India.
4. The details of foreign exchange loss/gain for the period is as under:

Period	Rs.lakhs	
	Capitalised to cost of Vessels	Included in Finance Cost
For the quarter ended 31-12-2021	465lakhs (gain)	7lakhs(Gain)
For the quarter ended 31-12-2020	1549 lakhs (loss)	32lakhs(loss)
For the Nine months ended 31-12-2021	56 lakhs (loss)	03lakhs(gain)
For the Nine months ended 31-12-2020	3523 lakhs (loss)	74 lakhs(loss)

5. The above financial results were reviewed by the Audit Committee at its meeting held on 14-02-2022 and have taken record by the Board of Directors at its meeting held on 14-02-2022.
6. Disclosure of Key Ratios as per Clause 51 of SEBI (LODR) Regulations for the Nine month ended 31/12/2021:

Particulars	Ratios
Debt Equity ratio	0.22
Debt Service coverage ratio	0.70
Interest Coverage ratio	1.4
Debenture redemption reserve	Rs.3000lakhs
Current ratio	1.06
Long term debt to working capital	0.11
Bad debts to Accounts receivables	0.0016
Total debts to Total assets	0.36
Debtors turnover	0.33
Inventory ratio	1.02
Operating margin	16%
Net Profit margin	0.4%
Net Profit After Tax	Rs.235.84lakhs
Net worth	Rs.140447.34lakhs

Prof. Dr. G.Y.V. VICTOR
Managing Director & CEO
Dredging Corporation of India Limited
VISAKHAPATNAM

7. Disclosure pursuant to Regulation 54 & 55 of SEBI (LODR):-

	Particulars	DCI Tax free BONDS 2012-13	Remarks
a)	Credit Rating (DCI Tax free bonds of Rs.58.88 Cr)	CARE BBB + Negative BWR AA (-) Stable	Revised from CARE A+; Negative (Single A Plus; Outlook: Negative) Revised from AA (+) SO
b)	Previous interest due date	28/03/2021	Interest paid and no bonds were due for redemption
c)	Interest paid on	28/03/2021	
d)	Next Interest due date	28/03/2022	No Bonds are due for redemption
e)	Asset Cover on BH-I Dredger	100%	As on 31/12/2021
f)	Net Worth	Rs.140447.34 lakhs	As on 31/12/2021

8. During this quarter, company sold Dredger Acquires (PPE) for an amount of Rs.1850Lakhs and earned profit of Rs.1686Lakhs and the same is recognized under Exceptional items.
9. As per the Revised accounting policy, the stores and lubricants are to be charged to revenue on consumption basis. The profit and loss impact on account of change in accounting policy is not carried out in the books of accounts due to non completion of physical stock verification during this quarter and same will be carried out at the end of financial year 2021-22.
10. Figures of the previous years have been regrouped / reclassified where ever necessary.

By Order of the Board
For Dredging Corporation of India Ltd

(Prof Dr.G Y V Victor)

Managing Director.

Place: Visakhapatnam

Date: 14/02/2022.

Prof. Dr. G.Y.V. VICTOR
Managing Director & CEO
Dredging Corporation of India Limited
VISAKHAPATNAM

डी. सुब्बाराव-D. SUBBA RAO
विभागाध्यक्ष (वित्त एवं लेख)
HEAD OF DEPARTMENT (FINANCE & ACCTS.)
ड्रेडिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
विशाखपट्टणम-VISAKHAPATNAM



Independent Auditor's Review Report on Quarterly and Year to Date Unaudited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

To
**The Board of Directors of
Dredging Corporation of India Limited**

1. We have reviewed the accompanying statement of unaudited financial results of M/s Dredging Corporation of India Limited (the "Company") for the quarter ended 31st December 2021 and year to date from 1st April 2021 to 31st December 2021 (the "Statement"), being submitted by the company pursuant to the requirements of regulation 33 of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.
2. The Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34") prescribed under Section 133 of the Companies Act, 2013, as amended 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.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (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 statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedure applied to financial data and thus provides less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. We draw your attention to the following matters:
 - a. Trade Receivables include a sum of Rs. 6584 lakhs due from M/s Sethusamudram Corporation Limited (SCL) towards works executed during 2005-06 to 2008-09 as has been settled by a committee chaired by Additional Secretary & Financial Advisor, Ministry of Shipping, Government of India (AS & FA Committee). The Committee stated that a Note seeking approval of the Cabinet needs to be moved for seeking Government Budgetary resources for SCL to make payment of balance outstanding dues to the Company.



- b. Construction of Administrative Office Building was completed in all respects during the year. The Company capitalised the entire cost incurred under "Buildings" without bifurcating the respective cost incurred for "Furniture, Fittings and Equipment" since relevant break up data is under finalisation by the Contractor. The Company will make necessary changes under "Buildings" account on receipt of final Bill of Quantities from the Contractor. In this respect, the provisions of Ind AS 16 have not been followed. Depreciation has been provided at the rate applicable to 'Buildings' resulting in consequential difference in amount of depreciation, the impact of which as per the Management is not material and we have relied on the same.
- c. Arbitral Award of Rs.60.47 Crores in favour of M/s Mercator Lines Limited (MLL). The Company has challenged the Arbitral Award before the High Court of Delhi and also before the jurisdictional High Court of Justice, Business and Property Courts of England and Wales, Commercial Court and the same have been dismissed. MLL filed Execution Petition before the High court of Delhi seeking execution/ enforcement of Arbitral Awards. DCI has contested the Award under section 48 of the Arbitration and conciliation Act 1996, while praying for rejecting the execution petition of MLL on the ground that the Award is contrary to the public policy of India and also on the ground that arbitral procedure was not in accordance with the agreement of parties, particularly LMAA Rules. Accordingly, the said Arbitral Award is shown as contingent Liability. We have relied upon the legal opinions obtained by the Company from Senior Counsels.

Our conclusion on the statement is not modified in respect of the above matters

5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with Applicable Accounting Standards specified under section 133 of Companies Act, 2013 as amended, and with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Rao and Kumar
Chartered Accountants
[Firm Reg. No: 003089S]



CA. K.C.S. Guru Prasad
Partner

M No: 215652

UDIN: 22215652ACDHD3146

Place: Visakhapatnam

Date: 14/02/2022