

DREDGING CORPORATION OF INDIA LIMITED

(A Government of India Undertaking)

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

Standalone UnAudited Financial Results for the Quarter and Nine months ended 31st Dec,2015

PART-I

(₹.in lakhs)

	Particulars	Quarter ended			Nine months ended		Year ended
		31-12-2015 (Q3 CY)	30-09-2015 (Q2 CY)	31-12-2014 (Q3 PY)	31-12-2015 (To date Q3 CY)	31-12-2014 (To date Q3 PY)	31-03-2015 (PY)
	1	2	3	2	5	5	7
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income from Operations						
	(a) Net Income from Core Dredging Operations	16147	15994	18180	48887	53176	72552
	(b) Other Operating Income	(7)	(3)	341	27	1175	944
	Total Income from Operations (Net)	16140	15991	18521	48914	54351	73496
2	Expenses:						
	a) Cost of materials consumed	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	b) Purchases of Stock-in-Trade	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	c) Changes in inventories of finished goods work-in-progress and Stock-in-Trade	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
	d) Employee benefits expense	2722	2502	2232	7583	6680	9737
	e) Depreciation and amortization expense	2393	2465	2258	7430	6850	9214
	f) Repairs and Maintenance (Vessels)	1207	531	2799	3443	5928	5933
	g) Fuel and Lubricants	5613	5766	7082	16759	23004	28708
	h) Spares and Stores	1397	832	962	3009	2802	5111
	i) Other expenses	1708	1861	1961	5494	5287	6688
	Total expenses	15040	13957	17294	43718	50551	65390
3	Profit /Loss from Operations before other income , finance costs and exceptional items (1-2)	1100	2034	1227	5196	3800	8106
4	Other Income	256	282	224	796	456	883
5	Profit /Loss from ordinary activities before finance costs and exceptional items (3 + 4)	1356	2316	1451	5992	4256	8989
6	Finance costs	497	513	688	1557	2088	2566
7	Profit /Loss from ordinary activities after finance costs and exceptional items (5-6)	859	1803	763	4435	2168	6423
8	Exceptional Items	0	0	0	0	114	114
9	Profit(+)/ Loss(-) from Ordinary Activities before tax (7-8)	859	1803	763	4435	2282	6537
10	Tax Expense	62	72	35	238	116	296
11	Net Profit(+)/ Loss(-) from Ordinary Activities after tax (9-10)	797	1731	728	4197	2166	6241
12	Extraordinary Items(net of tax expense (₹Nil))	0	0	0	0	0	0
13	Net Profit(+)/ Loss(-) for the period (11-12)	797	1731	728	4197	2166	6241
14	Share of profit/loss of associates	0	0	0	0	0	0
15	Minority interest	0	0	0	0	0	0
16	Net profit/lss after taxes,Minority interest and share of profit/loss of associates	797	1731	728	4197	2166	6241
17	Paid-up equity share capital (Face Value of the share: (₹10)	2800	2800	2800	2800	2800	2800
18	Reserves excluding Revaluation Reserves as per Balance sheet of Previous Accounting Year	0	0	0	0	0	144632
9.i	Earnings per Share (before extraordinary items) (of ₹10 each) Not to be annualised						
	(a) Basic	2.85	6.18	2.60	14.99	7.74	22.29
	(b) diluted	2.85	6.18	2.60	14.99	7.74	22.29
9.ii	Earnings per Share (after extraordinary items) (of ₹ 10 each) Not to be annualised						
	(a) Basic	2.85	6.18	2.60	14.99	7.74	22.29
	(b) diluted	2.85	6.18	2.60	14.99	7.74	22.29

Part II

A	Particulars of share holding						
1	Public Shareholding: No.of shares	74,02,300	74,02,300	60,02,300	74,02,300	60,02,300	60,02,300
	Percentage of shareholding	21.44%	21.44%	21.44%	26.44%	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	20597700	20597700	21997700	20597700	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%	100.00%
	- Percentage of shares (as a percentage of total share capital of the Company)	73.56%	73.56%	78.56%	73.56%	78.56%	78.56%
B	Number of investor complaints						
	i) Pending at the beginning of the quarter ended 31st Dec , 2014 :	0					
	ii) Received during the quarter ended 31st Dec ., 2015:	7					
	iii) Disposed off during the quarter ended 31st Dec ., 2015:	7					
	iv) Lying unresolved as on 31st Dec ., 2015:	0					

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. In compliance with the notification no.GSR 627(E) dated 29/08/2014, the company changed its accounting policy on depreciation with regard to componentization of dredgers with effect from 01/04/2015. This has resulted in decrease of profit by Rs135 Lakhs for the quarter ended 31/12/2015.
4. 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 amounting to Rs 8413.91 lakhs.
5. As regards the equity investment made in Sethusamudram Corporation Ltd amounting to Rs 3000 lakhs the management does not consider any diminution for the value of investment and the same has been carried at cost during the current quarter. The Company's review petition filed before SEBI vide Lr No. DCI/CS/E.1/2015. SEBI vide its dated 05/11/2015 has decided that the instant qualification has been addressed by the Company in the subsequent financial years and ensured that it is free from such qualification and accordingly it will be treated as adequate compliance with the requirement of SEBI's directions in their dated 26/12/2014.
6. The Statutory Auditors appointed by CAG have carried out the limited review of the aforesaid financial results for the quarter ended 31/12/2015 in terms of Clause 41 of the Listing Agreement with Stock Exchanges .
7. Statutory Auditors have qualified in their limited review report as under:
Quote: The company had not complied with the provisions of section 135, 149(1), 149(4), 177 and 178 of the Companies Act, 2013. At this stage, we are unable to comment on the consequential impact of non-compliance of these provisions if any. Unquote.
8. Company's Reply to Statutory Auditor's Qualification is 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. Constitution 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 above financial results have been approved by the Board of Directors at its 299th Board meeting held on 09/02/2016. In the absence of Independent directors, Audit Committee could not be constituted and financial results were placed directly before the Board of Directors.
10. Figures of the previous years have been regrouped/reclassified where ever necessary.

Place: Visakhapatnam
Date: 09/02/2016.

By Order of the Board
For Dredging Corporation of India Ltd

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(Rajesh Tripathi)
Chairman and Managing Director.