



DREDGING CORPORATION OF INDIA LIMITED

CIN No.: L29222DL1976PLC008129 GST NO.: 37AAACD6021B1ZB

Head Office: "DREDGE HOUSE", H.B.Colony Main Road,
Seethammadhara, Visakhapatnam- 530001

Phone: 0891-2523250, Fax: 0891-2560581/ 2565920

Website: www.dredge-india.com

Regd. Office: Core-2, First Floor, Scope Minar, Laxminagar District Centre, Delhi- 110092

DCI/CS/E.1/SE/2025-26/

20.05.2025



Listing Compliance Bombay Stock Exchange Limited Floor 1, Phiroze Jeejeebhoy Towers, Fort, Mumbai- 400001	Scrip Code: 523618
---	---------------------------

Listing Compliance The National Stock Exchange of India Ltd. Exchange Plaza, C-1, Block G Bandra Kurla Complex, Bandra (E) , Mumbai- 400051	Symbol: DREDGECORP
--	---------------------------

Dear Sir,

As per the Regulation 29 (1) (a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, The Stock Exchanges were informed on 12.05.2025 that a meeting of the Board of Directors would be held on 20/05/2025 inter-alia to consider the Standalone Audited Financial Results for the period ended 31/03/2025.

2. We have to inform you that the Board in the said meeting considered and approved the Audited Financial Results for the period ended 31/03/2025 and the same are attached along with the Audit report given by the Statutory Auditors for the same.

3. We have taken steps to publish the 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. Pursuant to Regulation 33 (3) of the Listing Regulations, as amended, we have inform you that the Auditors have given an un-qualified opinion on the Audited Financial Results of the Company and the replies to the same are included in the Notes of the Financial Results for the period ended 31/03/2025.

5. 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.

6. The Board meeting commenced on 20/05/2025 at 15:00 Hrs. and ended at 18:00 Hrs.

Thanking You.

Yours faithfully,

For Dredging Corporation of India Limited

(P. Chandra Kalabhinetri)
Company Secretary

DREDGING CORPORATION OF INDIA LIMITED

CIN no : L29222DL1976PLC008129

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

Head Office : "Dredge house" HB Colony, Seethammadara , Visakhapatnam-530022

Standalone Financial Results for the Quarter and Year ended 31st March, 2025

Rs.lakhs

S.No	Particulars	Quarter Ended March 31, 2025 (Audited)	Quarter Ended March 31, 2024 (Audited)	Quarter Ended Dec 31, 2024 (Un-Audited)	Year Ended March 31, 2025 (Audited) (Restated)	Year Ended March 31, 2024 (Audited) (Restated)
1	Revenue from operations	46,240.68	27,788.95	32,443.90	1,14,213.87	94,550.08
2	Other Income	197.84	91.38	1,730.51	583.43	330.90
3	Total Income (1+2)	46,438.52	27,880.33	34,174.41	1,14,797.30	94,880.98
4	Expenses					
(a)	Employee benefit expense	2,378.51	2,550.63	2,371.80	10,076.32	9,824.71
(b)	Finance costs	1,707.65	652.87	1,224.19	3,808.70	2,847.51
(c)	Depreciation and amortization expense	3,781.12	3,942.62	3,900.16	15,159.44	14,082.21
(d)	Sub Contract Expense	20,913.83	10,341.72	8,900.03	34,816.67	21,101.55
(e)	Other expenses	15,280.90	12,973.72	15,941.99	55,349.84	43,443.54
	Total expenses (4)	44,062.00	30,461.56	32,338.17	1,19,210.96	91,299.52
5	Profit before exceptional items and tax (3-4)	2,376.52	-2,581.23	1,836.24	-4,413.67	3,581.46
6	Exceptional expenses (income)	266.09	-	159.61	-1,805.10	79.42
7	Profit before tax (5-6)	2,110.43	-2,581.23	1,676.63	-2,608.56	3,502.04
8	Tax Expense:					
	Current tax	-29.30	15.96	70.96	137.10	183.95
		-29.30	15.96	70.96	137.10	183.95
9	Profit for the year (7-8)	2,139.73	-2,597.19	1,605.67	-2,745.66	3,318.10
10	Other comprehensive income/Loss	-633.99	-132.13	-	-633.99	-132.13
11	Total comprehensive income/loss for the period	1,505.74	-2,729.32	1,605.67	-3,379.65	3,185.97
12	Paid up share capital (face value Rs.10/- each)	2,800.00	2,800.00	2,800.00	2,800.00	2,800.00
13	Earnings per equity share					
(1)	Basic (in `)	5.38	(8.85)	5.73	(12.07)	12.27
(2)	Diluted (in `)	5.38	(8.85)	5.73	(12.07)	12.27

CMA. CA.P.Umagandhi
Chief Financial Officer

Shri. Durgesh Kumar Dubey, IRTS
Managing Director&CEO (A/C)

Place:Visakhapatnam
Date:20/05/2025

CA CMA P.UMA GANDHI
Chief Financial Officer
Dredging Corporation of India Limited
"Dredge House", H.B. Colony Main Road,
Seetammadhara, Visakhapatnam-530 022

दुर्गेश कुमार दुबे
DURGESH KUMAR DUBEY
प्र.नि. एवं मु.का.अ. (अ/भा)-MD & CEO (A/C)
ड्रेडजिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
—विशाखपट्टणम-VISAKHAPATNAM

Statement of Standalone Assets & Liabilities

ASSETS	As at March 31, 2025 (Audited)	As at March 31, 2024 (Audited)
Non-current assets		
(a) Property, plant and equipment	1,34,273.42	1,43,013.86
(b) Capital work-in-progress	58,350.94	34,430.23
(ii) Other financial assets	51.53	51.52
Total non-current assets	1,92,675.89	1,77,495.61
Current assets		
(a) Inventories	13,408.59	11,668.33
(b) Financial Assets		
(i) Trade receivables	25,230.23	17,511.00
(ii) Cash and cash equivalents	4,765.51	4,979.78
(iii) Bank balances other than (ii) above	48.23	48.26
(iv) Other financial assets	18,745.91	14,635.97
(c) Current tax assets (Net)	6,555.47	8,426.08
(d) Other current assets	3,294.58	4,668.30
(e) Assets Classified as held for sale	-	31.90
Total current assets	72,048.50	61,969.61
Total assets	2,64,724.39	2,39,465.22
EQUITY AND LIABILITIES	As at March 31, 2025 (Audited)	As at March 31, 2024 (Audited)
Equity		
(a) Equity Share Capital	2,800.00	2,800.00
(b) Other Equity	1,19,349.01	1,22,728.67
Total equity	1,22,149.01	1,25,528.67
Liabilities		
Non-current liabilities		
(a) Financial Liabilities		
(iii) Borrowings	66,940.37	31,161.54
(ii) Other financial liabilities	1,193.12	1,978.96
(b) Provisions	1,131.49	967.65
Total non-current liabilities	69,264.97	34,108.15
Current liabilities		
(a) Financial Liabilities		
(i) Borrowings	25,353.02	24,641.20
(i) Trade Payables	24,086.72	26,509.48
(ii) Other financial liabilities	1,954.48	383.23
(b) Other current liabilities	21,597.33	28,013.27
(c) Provisions	318.86	281.22
Total current liabilities	73,310.41	79,828.40
Total Liabilities	1,42,575.38	1,13,936.55
Total Equity And Liabilities	2,64,724.39	2,39,465.22

CMA.CA.P.Umagandhi
Chief Financial Officer

Shri. Durgesh Kumar Dubey, IRTS
Managing Director&CEO (A/C)

CA CMA P.UMA GANDHI
Place: Visakhapatnam
Date: 20/05/2025
Dredging Corporation of India Limited
"Bridge House", H.B. Colony Main Road,
Visakhapatnam-530 022

दुर्गेश कुमार दूबे
DURGESH KUMAR DUBEY
प्र.नि. एवं मु.का.अ. (अ/भा)-MD & CEO (A/C)
ड्रेडिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
विशाखपट्टणम-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 standalone 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.
3. The Statutory Auditors of the Company have carried out the audit of the standalone financial results for the quarter and year ended 31.03.2025, pursuant to the requirements of Regulation 33 of the SEBI (LODR) Regulations, 2015 (as amended from time to time) and expressed an unmodified opinion in their audit report.
4. The Company follows a consistent practice of seeking balance confirmations from all parties in respect of Trade Receivables, Trade Payables, and Deposits. For the financial year under review, confirmations have been received and reconciled for over 80% of the balances related to trade receivables and trade payables. The remaining balances are subject to confirmation and reconciliation, and this process is currently ongoing. Based on the management's review, no material discrepancies have been identified, and no material impact on the financial results is anticipated due to the pending reconciliations.
5. Additional line items (Ratios) disclosure pursuant to Regulation 52 (4) of SEBI (LODR):

Rs.In Lakhs

S.No	Ratios	Year Ended 31/03/25	Year Ended 31/03/24
a)	Debt-equity ratio	0.76:1	0.44:1
b)	Debt Service Coverage ratio	0.93:1	0.96:1
c)	Interest Coverage ratio	3.86:1	7.33:1
d)	Outstanding redeemable preference shares	0	0
e)	Debenture redemption reserve (Rs.lakhs)	0	0
f)	Net worth (Rs.Lakhs)	1,22,149.01	1,25,528.67
g)	Net profit after tax (Rs.lakhs)	-3379.66	3185.95
h)	Outstanding redeemable preference shares (Qua	-	-
i)	Capital Redemption Reserve	-	-
i)	Current ratio	1.01:1	0.78:1
j)	Long term debt to working capital	3.44:1	(9.09):1
k)	Bad debts to Account receivable ratio	0.53:1	0.51:1
l)	Current liability ratio	0.50:1	0.70:1
m)	Total debt to total assets	0.35:1	0.23:1
n)	Debtors turnover (Annualised)	5.34:1	10.80:1
o)	Inventory Turnover Ratio	9.11:1	16.21:1
p)	Operating Profit Margin(%)	0.13%	0.21%
q)	Net Profit Margin (%)	-0.02%	0.03%
r)	Sector specific equitant ratios	-	-

Disclosure as per Ind AS 8-Prior Period Restatements: Prior period errors in respect of previous year 2023-24 were restated as given below. Further, short recognition (PPE) for earlier

CA CMA P.UMA GANDHI
Chief Financial Officer
Dredging Corporation of India Limited
"Dredge House", H.B. Colony Main Road,
Seetammadhara, Visakhapatnam-530 022

दुर्गेश कुमार दूबे
DURGESH KUMAR DUBEY
प्र.प्रि. एवं मु.का.अ. (अ/भा)-MD & CEO (A/C)
ड्रेडिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
विशाखपट्टणम-VISAKHAPATNAM

period of Rs.581.23Lakhs were adjusted to the opening balance of retained earnings as at 1st April, 2023

Prior period errors Reconciliations:		Rs. in Lakhs
Particulars		Amount
Retained earnings Balance as at 1st April,2023		66336.13
Adjustment pertaining to prior period errors (De-recognition of replacement of cost in main assets)		-581.24
Retained earnings Balance as at 31st March ,2023		65754.88
Profit for the period 2023-24 (Prior Restatement)		3568.38
Operating Expenses: Dr		
Short recognition of Repair Expense -		-250.34
Restated Profit for the year 2023-24 (B)		3318.04

6. During the year, the company recognized exceptional income of Rs.2,230.80 lakhs from the reversal of excess liability previously provided in relation to the legal case with M/s. Mazagon Dockyard. Additionally, an expense of Rs.425.70 lakhs was recognized towards income tax provision towards demand from Income Tax Department. Both items were recorded in the Profit and Loss account under exceptional items, resulting in a net exceptional income of Rs.1805.10 lakhs.
7. The audited accounts are subject to review by C&AG U/s 143(6) of The Companies Act, 2013.
8. The figures of the last quarter ending 31/03/2025 are the balancing figures in respect of figures for full financial year 2024-25 and the figures published up to third quarter of FY 2024-25.
9. The above financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 20/05/2025 and 20/05/2025.
10. The figures of the previous year/periods have been regrouped/ rearranged/restated wherever necessary/ practicable to conform to current year/ period's transactions.

By Order of the Board
For Dredging Corporation of India Ltd


CMA. CA. P. Umagandhi
Chief Financial Officer


Shri. Durgesh Kumar Dubey, IRTS
Managing Director & CEO (A/C)

Place: Visakhapatnam

Date: 20/05/2025

CA CMA P.UMA GANDHI
Chief Financial Officer
Dredging Corporation of India Limited
"Dredge House", H.B Colony Main Road,
Visakhapatnam

दुर्गेश कुमार दूबे
DURGESH KUMAR DUBEY
प्र.नि. एवं मु.का.अ. (अ/भा)-MD & CEO (A/C)
ड्रेडजिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
विशाखपट्टणम-VISAKHAPATNAM

Dredging Corporation of India Limited
(All amounts in Rs. INR lakhs, except share data and unless otherwise stated)
Statement of Cash Flow for the period ended 31-03-2025

	Year ended March 31, 2025 (Audited)	Year ended March 31, 2024 (Audited) (Restated)
Cash flows from operating activities		
Profit for the year	-2,745.67	3,318.08
Adjustments for :		
Income tax expense recognised in profit or loss	403.17	183.95
Finance Costs recognised in profit or loss	3,757.98	2,791.20
Other non-operating income (net of directly attributable expenses)	-227.43	-158.93
Depreciation and amortisation of PPE	15,157.37	14,082.21
Net foreign exchange (gain)/loss	50.71	56.31
Provision for Bad debts	10,579.40	1,729.01
Provision for Other losses	3,584.66	1,328.30
	30,560.18	23,330.13
Movements in working capital		
(Increase)/decrease in trade receivables	-1,740.29	1,867.31
(Increase)/decrease in inventories	-18,141.64	7,900.11
(Increase)/decrease in other current assets	15,718.07	-1,566.46
Increase/(decrease) in trade payables	-2,422.76	-14,751.89
Increase/(decrease) in Other liabilities	-12,706.86	3,268.97
Cash generated from operations	11,266.70	20,048.16
Income Taxes Net Refund (Paid)	1,733.51	-804.92
Exceptional income (Expenses)	-1,805.10	-79.42
Excess provision no longer required written back	-	-93.71
Net cash generated by operating activities	11,195.11	19,070.11
Cash flows from investing activities		
Payments for property, plant and equipment	-47,912.65	-29,100.32
Interest Received	209.54	95.79
Net Cash (used in) /generated by investing activities	-47,703.11	-29,004.53
Cash flows from financing activities		
Cash Repayment of amounts borrowed	-	-4,925.56
Cash Receipt of amounts borrowed	38,522.37	19,590.57
Interest Paid	-2,228.65	-2,849.15
Net Cash used in financing activities	36,293.72	11,815.86
Net increase in Cash and Cash equivalents	-214.29	1,881.44
Cash and cash equivalents at the beginning of the year/period (A)	5,028.04	3,146.60
Bank Over Draft at the beginning of the year/period (B)	-13,166.29	-10,044.67
Net Cash and cash equivalents at the beginning of the year/period (A+B)	-8,138.25	-6,898.07
Cash and cash equivalents at the end of the year/period (C) (Ref.Note No. 18)	4,813.75	5,028.04
Bank Over Draft at the end of the year/period (D) (Ref.Note No 18)	-11,138.09	-13,166.29
Net Cash and cash equivalents at the end of the year/period (C+D)	-6,324.34	-8,138.25
** Comprises of Balances with banks in current accounts		
Balances with banks in current accounts #	1,232.79	2,368.53
Balances with banks in deposits account with original maturity of less than three months @	3,580.95	2,659.50
Total	4,813.74	5,028.03
#Balances with banks in current accounts unavailbel for use		
Escrow A/c Balance	905.39	700.00
Marging money	44.82	44.82
Un-claimed dividend	3.44	3.44
Total	953.65	748.26
Balances with banks in deposits account with original maturity of less than three months unavaible for use @		
Debt Service Reserve A/c-Deautch Bank	1,080.23	892.40
Dsposit for court case	-	93.91
Deposits for BG's and LC's	2,085.94	1,293.04
Pension Annuity fund	414.78	379.84
Total	3,580.95	2,659.19
Material Accounting Policies		
The accompanying notes 1 to 30 are an integral part of these financial statements		

CMA. CA P. Umagandhi
Chief Financial Officer

Shri. Durgesh Kumar Dubey, IRTS
Managing Director & CEO (A/C)

Place: Visakhapatnam
Date: 20/05/2025
CA CMA P.UMA GANDHI
Chief Financial Officer
Dredging Corporation of India Limited
"Dredge House", H.B. Colony Main Road,
Seetammadhara, Visakhapatnam-530 022

दुर्गेश कुमार दूबे
DURGESH KUMAR DUBEY
प्र. नि. एवं मु. का. अ. (अ/भा)-MD & CEO (A/C)
ड्रेडजिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
विशाखपट्टणम-VISAKHAPATNAM

CEO / CFO CERTIFICATION

We Shri. Durgesh Kumar Dubey, IRTS, in the capacity of Managing Director& CEO (A/C) and CMA.CA.P.Umagandhi in the capacity of CFO of Dredging Corporation of India Limited, certify to the Board that

- (a) We have reviewed financial statements and the cash flow statement for the year 2024-25 and that to the best of our knowledge and belief:
- i) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
 - ii) These statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (b) There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the company's code of conduct.
- (c) We accept responsibility for establishing and maintaining internal controls for Financial Reporting and that we have evaluated the effectiveness of the internal control systems of the company pertaining to financial reporting and they have disclosed to the auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- (d) We have indicated to the Auditors and the Audit Committee:
- (i) Significant changes in internal control over financial Reporting during the year:
 - (ii) significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - (iii) instances of significant fraud of which they have become aware and involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.


CMA.CA.P. Umagandhi
Chief financial Officer


Shri. Durgesh Kumar Dubey, IRTS
Managing Director&CEO (A/C)

Place : Visakhapatnam
Date : 21/06/2025
CMA.CA.P. U MAGANDHI
Chief Financial Officer
Dredging Corporation of India Limited
"DredgeHouse", H.B. Colony Main Road,
Seetammadhara, Visakhapatnam-530 022

दुर्गेश कुमार दूबे
DURGESH KUMAR DUBEY
प्र.नि. एवं मु.का.अ. (अ/पा)-MD & CEO (A/C)
ड्रेडजिंग कॉर्पोरेशन ऑफ इण्डिया लिमिटेड
DREDGING CORPORATION OF INDIA LTD.
विशाखपट्टणम-VISAKHAPATNAM

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF DREDGING CORPORATION OF INDIA LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone Financial Statements of **DREDGING CORPORATION OF INDIA LIMITED** (hereinafter referred to as the "Company") which comprise the balance sheet as at 31st March 2025, the statement of Profit and Loss, including Other comprehensive income, statement of changes in equity and the statement of cash flows for the year then ended, and notes to the Financial Statements and including a summary of material accounting policies (hereinafter referred to as the "Standalone Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the accompanying Standalone Financial Statements give the information required by the companies Act, 2013 ("the Act") in the manner so required, and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("IND AS") and other accounting principles generally accepted in India, of the state of affairs of the Company, as at 31st March 2025, of its loss, other comprehensive income, Statement of changes in equity and its Statement of cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Standalone Financial Statements* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Emphasis of Matter

We draw attention to the following notes in the Standalone Financial Statements:

- A. Note No. 1 relating to management's assessment that no impairment of Property, Plant, and Equipment is required as their recoverable value exceeds the carrying amount as at the reporting date.



B. Note No. 29(11) relating to outstanding trade receivables and payables which are subject to confirmation and reconciliation.

C. Note No. 29(12) relating to restatement of comparative figures due to prior period items adjusted in the current year.

Our opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that in our professional judgment were of most significant in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon. We do not provide a separate opinion on these matters. We have identified no key audit matters to communicate in our report.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but the same is expected to be made available to us after the date of our report.

Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibility of Management for Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone Financial Statements that give a true and fair view of the financial position, financial performance, total comprehensive income, Statement of changes in equity and Statement of cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring



the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone Financial Statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Standalone Financial Statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under sec 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty



exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Standalone Financial Statements of the Company to express an opinion on the Standalone Financial Statements.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in i) planning the scope of our audit work and in evaluating the results of our work; and ii) to evaluate the effect of any identified misstatements in the Financial Statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure-A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- c. The Balance Sheet, the Statement of Profit and Loss, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this report are in agreement with the books of account.
- d. In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e. In our opinion, our observations or comments on financial transactions or matters does not have material effect on the functioning of the company.
- f. On the basis of the written representations received from the Directors as on March 31, 2025, taken on record by the Board of Directors, none of the Directors is disqualified from being appointed as a Director in terms of Section 164(2) of the Act.
- g. No qualification, reservation or adverse remark relating to the maintenance of accounts and other matters connected therewith.
- h. With respect to the adequacy of the internal financial controls of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses a qualified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
- i. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion, to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- j. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i) The Company has disclosed the impact of pending litigations on its financial position in its IND AS Standalone Financial Statements – Refer Note 29(1) to the Financial Statements;
 - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company- refer to Note no. 6 to the standalone financial statements.
 - iv)
 - a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding,



whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- d) Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility except that the audit trail was not enabled at the database level for accounting software to log any direct data changes. For accounting software for which audit trail feature is enabled, the audit trail facility has been operating throughout the year for all relevant transactions recorded in the software and we did not come across any instance of audit trail feature being tampered with during the course of our audit. The Audit trail has been preserved as per statutory requirements for record retention.
- v) The Company has not declared any dividend hence reporting on compliance of section 123 of the Act is not applicable.
3. As required by the Sec 143(5) of Companies Act, 2013, we give in "Annexure C" a statement on the matters specified by the Comptroller and Auditor General of India for the Company.

For Grandhy & Co.,

Chartered Accountants

Firm Registration Number: 001007S



CA. Naresh Chandra Gelli
Partner

Membership No: 201754

UDIN: 25201754BMHWNH8166



Place: Visakhapatnam

Date: 20.05.2025

**ANNEXURE -A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE STANDALONE FINANCIAL STATEMENTS OF
DREDGING CORPORATION OF INDIA LIMITED**

**(Referred to in paragraph 1 under "Report on Other Legal and Regulatory Requirements"
section of our report of even date to the members of Dredging Corporation of India Limited)**

Clause 3 of Companies (Auditor's Report) Order, 2020:

(i) In respect of Property, Plant & Equipment:

- a) (A) The Company maintains records of Property, Plant and Equipment (PPE) in editable Excel format. However, the records do not fully comply with the requirements as they do not include complete particulars such as quantitative details and locations of assets.
- (B) The Company does not have any intangible assets; accordingly, the provisions of Clause 3(i)(b) of the Order are not applicable.
- b) The management has conducted physical verification of only dredgers on an annual basis, which, in our opinion, is reasonable considering the nature of the assets. However, other assets have not been physically verified. Due to the absence of a detailed asset register with full particulars and asset identification numbers, we are unable to comment on the reconciliation process or discrepancies.
- c) Based on the examination of records and information provided, the title deeds of all immovable properties disclosed in the financial statements are held in the name of the Company, except the following:

Description of property	Gross Carrying Value (₹ In crores)	Held in the name of	Whether promoter, director or their relative or employee	Period held – Indicate range, where appropriate	Reason for being held in the name of the company
Building	Rs. 41.57 Lakhs	M/s Delhi Development Authority	NO	30-04-2003	Delhi Development Authority (DDA) has not transferred title deeds to any property holders at Scope Minar Building, the reason for non-holding of title deeds in the name of the company would generally be attributed to pending transfer from DDA.



GRANDHY & CO

CHARTERED ACCOUNTANTS

Continuation Sheet

- d) The Company has not revalued its PPE (including Right-of-Use assets) or intangible assets during the year.
- e) No proceedings have been initiated or are pending against the Company under the Benami Transactions (Prohibition) Act, 1988.

(ii) In respect of the Company's inventories: (Clause 3(ii))

- a) The management has conducted physical verification of inventories at reasonable intervals during the year. Based on our examination, the procedures of verification were reasonable and no material discrepancies ($\geq 10\%$) were observed.
- b) The Company has been sanctioned working capital limits in excess of ₹5 crores from banks/financial institutions on the basis of current assets. The quarterly statements filed are not in full agreement with the books of accounts. The discrepancies are as follows:

Rs. In Lakhs				
Particulars	June 2024	Sept 2024	Dec 2024	March 2025
Trade Receivables as per books	35382.97	38009.76	46993.05	52185.87
Trade Receivables as per Statements	35351.79	38247.19	46855.15	52873.57
Difference	-31.18	237.43	-77.90	687.70

- (iii) The Company has not made investments, provided guarantees/security, or granted loans or advances in the nature of loans to any parties. Accordingly, clauses 3(iii)(a) to (f), 3(iv), and 3(v) are not applicable.
- (iv) The Company has neither made any investments nor has it given loans or provided guarantee or security and therefore the relevant provisions of Sections 185 and 186 of the Companies Act, 2013 are not applicable to the Company.
- (v) The Company has not accepted any deposits or amounts which are deemed to be deposits to which provisions of Sections 73 to 76 and other relevant provisions of the Act and rules made thereunder are applicable.
- (vi) As per the information and explanations provided to us, the Central Government has not prescribed maintenance of cost records under Section 148(1) of the Companies Act, 2013 for the nature of activities carried out by the Company.
- (vii) According to the information and explanations given to us and on the basis of our examination of the records of the Company:
- (a) The Company is generally regular in depositing undisputed statutory dues including GST, Provident Fund, ESI, Income Tax, Sales Tax, Customs Duty, Excise Duty, VAT, Cess, and other statutory dues with appropriate authorities.
- (b) Details of disputed statutory dues not deposited as on March 31, 2025:



S.No	Name of the Statute	Nature of Dues	Forum where the dispute is pending	Period to which amount relates	Disputed Amount (in lakhs as on 31.03.2025)
1.	Income Tax Act, 1961	Income Tax	High Court	Various Years – 2008-12	2828.00
2.	Income Tax Act, 1961	Income Tax	CIT(A)	2011-15 & 2016-21	5801.00
3.	Income Tax Act, 1961	Income Tax	ITAT	2015-16	82.00
4.	Income Tax Act, 1961	Income Tax	CPC	2020-21	596.00
5.	Finance Act, 1994	Service Tax	Tribunal	2017-18	918.00
6.	Customs Act, 1962	Customs Duty	CESTAT	2005-18	13843.00
7.	GST Act, 2017	GST	Addl. Commissioner	2017-24	870.00

(viii) There is no income surrendered or disclosed in tax assessments which were not recorded in the books.

(ix)

- The Company has not defaulted in repayment of loans or interest thereon.
- The Company has not been declared a willful defaulter.
- Term loans have been applied for their intended purposes.
- No funds raised on short-term basis have been utilized for long-term purposes.
- The Company has not taken funds from any entity to meet the obligations of subsidiaries, associates or joint ventures.
- No loans were raised on pledge of securities held in subsidiaries, associates or joint ventures.

(x) The Company has not raised money by public offer (including debt instruments) or preferential allotment/private placement.

(xi)

- To the best of our knowledge and based on audit procedures, no fraud by the Company or on the Company has been noticed or reported during the year.
- No report under section 143(12) has been filed with the Central Government.
- No whistle-blower complaints were received.

(xii) The Company is not a Nidhi Company.



GRANDHY & CO

CHARTERED ACCOUNTANTS

Continuation Sheet

- (xiii) The Company is in compliance with sections 177 and 188 for related party transactions and requisite disclosures have been made in the financial statements.
- (xiv)
- a) The Company has an adequate internal audit system commensurate with the size and nature of its business.
 - b) Internal audit reports have been considered during the course of audit.
- (xv) The Company has not entered into any non-cash transactions with directors or persons connected with directors.
- (xvi) The Company is not required to be registered under section 45-IA of the RBI Act, 1934.
- (xvii) No cash losses have been incurred during the current and immediately preceding financial year.
- (xviii) There has been no resignation of statutory auditors during the year.
- (xix) Based on financial ratios, ageing of financial assets and liabilities, and other relevant information, no material uncertainty exists as on the balance sheet date that the Company will not be able to meet its obligations when due within a year.
- a. There are no unspent amounts for other ongoing projects as required under Section 135(5).
 - b. No amounts are pending transfer to a special account under Section 135(6).
- (xx) This clause is not applicable as the report pertains to standalone financial statements.

For Grandhy & Co.,

Chartered Accountants

Firm Registration Number: 001007S



CA. Naresh Chandra Gelli
Partner

Membership No: 201754

UDIN: 25201754BMHWNH8166



Place: Visakhapatnam

Date: 20.05.2025

**ANNEXURE -B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE STANDALONE FINANCIAL STATEMENTS OF
DREDGING CORPORATION OF INDIA LIMITED**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143
of the Companies Act, 2013 ("the Act")**

We have audited the internal financial controls of **DREDGING CORPORATION OF INDIA LIMITED** as of March 31, 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

Responsibilities of management and those charged with governance for internal financial controls

The Company's Management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') issued by the Institute of Chartered Accountants of India ('the ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of the Company's business, including adherence to the Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' responsibility for the audit of the internal financial controls with reference to Standalone financial statements

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ('the Guidance Note') and Standards on Auditing issued by the ICAI prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements includes obtaining an understanding of such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors'



judgement, including the assessment of the risks of material misstatement of the standalone financial statements, whether due to fraud or error.

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our opinion on the Company's internal financial controls system over financial reporting.

Meaning of internal financial controls with reference to Standalone financial statements

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements include those policies and procedures that

1. Pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
2. Provide reasonable assurance that transactions are recorded as necessary to permit preparation of Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Financial Statements.

Inherent limitations of internal financial controls with reference to standalone financial statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial controls with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified in the control environment, entity's risk assessment process, control activities, information system and communication, monitoring of controls and the operating effectiveness of the Company's internal financial controls with reference to financial statements as on March 31, 2025.

- a. The ERP system is not periodically tested.
- b. The Fixed Asset Register has maintained manually in editable excel format and accordingly depreciation is calculated manually which increases the risk of human errors and inconsistency. However, in ERP, the Fixed Asset Register does not report full particulars of assets, such as quantitative details and locations of assets.



- c. There is no Periodical reconciliation of trade payable and receivable accounts with proper monitoring and clearing of pending items.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial controls with reference to financial statements such that there is a reasonable possibility that a material misstatement of the Company's annual or interim financial statements will not be prevented or detected on a timely basis.

In our opinion, to the best of our information and according to the explanations given to us, except as stated above, the Company's internal financial controls with reference to financial statements were operating effectively as of March 31, 2025 based on the internal controls with reference to the financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of internal financial controls over financial reporting issued by the Institute of Chartered Accountants of India.

We have considered the material weakness identified and reported above in determining the nature, timing and extent of audit tests applied in our audit of the financial statements of the Company for the year ended March 31, 2025 and these material weaknesses do not affect our opinion on the financial statements of the Company.

For Grandhy & Co.,

Chartered Accountants

Firm Registration Number: 001007S



CA. Naresh Chandra Gelli

Partner

Membership No: 201754

UDIN: 25201754BMHWNH8166



Place: Visakhapatnam

Date: 20.05.2025

**ANNEXURE -C TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON
THE STANDALONE FINANCIAL STATEMENTS OF DREDGING CORPORATION
OF INDIA LIMITED**

The Annexure referred to in our report to the members of the company for the year ended on March 31, 2025.

We report that:

1.	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	According to the information and explanation furnished to us and on our examination of the accounts, records, reports, and the system in place for the preparation of the same, we report that the company has deployed Microsoft Dynamics for the said purpose. Further based on the aforesaid examination no accounting transactions are passed outside the books of accounts that form the basis for the Standalone Financial Statements being audited by us.
2.	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a government company, then this direction is also applicable for statutory auditor of lender company).	According to the information and explanations given to us and on the basis of our examination of records of the Company, there is no restructuring of an existing loans or cases of waiver/ write off of debt/ loans/ interest etc. made by a lender to the company during the year.
3.	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for/utilized as	According to the information and explanations given to us and on the basis of our examination of records of the Company, the company has not received funds (grants / subsidy etc.) for specific schemes from Central/ State



GRANDHY & CO

CHARTERED ACCOUNTANTS

	per its term and conditions? List the cases of deviation.	Government or its agencies during the year.
--	---	---

For Grandhy & Co.,
Chartered Accountants
Firm Registration Number: 001007S



CA. Naresh Chandra Gelli
Partner

Membership No: 201754

UDIN: 25201754BMHWNH8166



Place: Visakhapatnam

Date: 20.05.2025