



ड्रेजिंग कॉर्पोरेशन ऑफ इण्डिया 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

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

ISO 14001 : 2004
ISO 9001 : 2008
APPROVED BY IRQS



IRQS
A DEPARTMENT OF
INDIAN REGISTER OF
SHIPPING



MGMT.SYS.
RvA C071
DUTCH ACCREDITATION
COUNCIL RvA

website : www.dredge-india.com

www.dredge.gov.in

E-mail : hodci@dc.gov.in

DCI/CS/AA.1/2013/

29/5/13

The Manager,
The Stock Exchange, Mumbai
25th Floor, New Trading Ring,
Rotunda Building, Phiroze, Jeejeebhoy Towers
Dalal Street, Fort, Mumbai -400001

Dear Sir,

Re : Half yearly communication for dissemination to debenture holders
(In Compliance to Listing Agreement)

With reference to the above, we submit herewith the information and documents as per the provisions of SEBI (Issue & Listing of Debt Securities) Regulations, 2008 and SEBI (Issue & Listing of Debt Securities) (Amendment) Regulations, 2012 and the Listing Agreement thereunder, for dissemination to the debenture holders as mentioned below:

1. Following issues of Non-Convertible Debentures have been listed with your Stock Exchange:

Details of listed NCDs:

Series / Tranche	Date of Allotment	Date of Listing	No. of NCDs	Face value (Rs. in cr.)	Amt. of Issue (Rs. in cr.)	Latest credit rating
I	28/03/2013	04/03/2013	588780	Rs. 1000	58.87	1.CARE- AA 2.BRICKWORK - BWR AA+ (SO)

2. The latest Credit Rating in respect of the said issues is mentioned in the statement under Sr. No.1 above and we confirm that credit rating is not downgraded in respect of any of the above issues, since the respective dates of the said NCDs issues.
3. The said NCDs are secured by Dredger - DCI DREDGE BH1, having registration number M-7704, registered with Mercantile Marine Department, Mumbai, Government of India.
4. The asset cover is Rs.2124 Cr. as on 31.03.2013 and is adequate as per the terms of issue. The Asset Cover Certificate duly signed by the Chartered Accountant of the Company is attached.
5. The Debt Equity Ratio is 0.64 : 1



6. The due date of payment of principal and interest and the actual date of payment for the half-year ending on 31.03.2013 are as under:

Details of redemption & payment of interest during last half year ending 31.03.2013:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)	Actual date of payment
NIL				

7. The due date of principal and interest of the above said NCDs during next half-year i.e. 01.04.2013 to 30.09.2013 are as under:

Details of redemption & interest due in the next half-year:

Series / Tranche	Type (Principal / Interest)	Due date of payment	Amount (Rs.)
NIL			

Corporation does not expect default in payment of principal / interest due in next half year

8. The half-yearly results for the half-year ending on 31.03.2013 are attached as per the format in Annexure-II of Listing Agreement.

9. No event as detailed in clause 19 of the Listing Agreement has taken place during half year ending on 31.03.2013, requiring this corporation to notify to Stock Exchange or Debenture Trustees.

10. The name, designation and contact details of "Compliance Officer" of this corporation are as under:

(A) Name of Compliance Officer : K. Aswini Sreekanth
(B) Designation : Company Secretary
(C) Correspondence Address : Dredging Corporation of India Limited,
Dredge House, Port Area,
Visakhapatnam – 530035.
(D) Phone, Fax No. : 0891-2566537; 0891-2529846
(E) Email ID : sreekanth@dcil.gov.in

11. We confirm that the information submitted as above is true and correct and the undersigned has authority to submit the same to you and that we are aware that above information is expected to be placed on the website of your Stock Exchange and that of Debenture Trustees.

Thanking you,

Yours sincerely,

Name: K. Aswini Sreekanth
Company Secretary &
Authorized Signatory



Countersigned by:

For GDA Trusteeship Ltd.
Debenture Trustees

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, 2013

PART - I

(₹ in lakhs)

		Quarter ended			Year ended	
		3 Months ended 31-03-2013	Preceding 3 months ended 31-12-2012	Corresponding 3 Months figures for the previous year ended 31-03-2012	31-03-2013	31-03-2012
	Particulars	Audited	Unaudited	Audited	Audited	Audited
	1	2	3	4	5	6
1	Income from Operations					
	(a) Net Income from Operations	19104	16780	16299	63284	46827
	(b) Other Operating Income	-354	477	48	208	1642
	Total Income from Operations (Net)	18750	17257	16347	63492	48469
2	Expenses:					
	a) Cost of materials consumed	N.A.	NA	N.A.	N.A.	N.A.
	b) Purchases of Stock-in-Trade	N.A.	NA	N.A.	N.A.	N.A.
	c) Changes in inventories of finished goods work-in-progress and Stock-in-Trade	N.A.	NA	N.A.	N.A.	N.A.
	d) Employee benefits expense	2552	2125	1815	8701	9278
	e) Depreciation and amortization expense	2700	1915	2345	9015	8795
	f) Repairs and Maintenance	1923	525	3207	7091	6392
	g) Fuel and Lubricants	7222	5906	4148	22498	16053
	h) Spares and Stores	-80	1992	2118	4664	4372
	i) Other expenses	3212	4460	-144	9486	3115
	Total expenses	17529	16923	13489	61455	48005
3	Profit /Loss from Operations before other income , finance costs and exceptional items (1-2)	1221	334	2858	2037	464
4	Other Income	45	98	66	310	1292
5	Profit /Loss from ordinary activities before finance costs and exceptional items (3 + 4)	1266	432	2924	2347	1756
6	Finance costs	134	13	0	147	0
7	Profit /Loss from ordinary activities after finance costs and exceptional items (5 -6)	1132	419	2924	2200	1756
8	Exceptional Items	0	0	0	0	0
9	Profit(+)/ Loss(-) from Ordinary Activities before tax (7-8)	1132	419	2924	2200	1756
10	Tax Expense	-6	60	28	109	438
11	Net Profit(+)/ Loss(-) from Ordinary Activities after tax (9-10)	1138	359	2896	2091	1318
12	Extraordinary Items(net of tax expense (₹Nil)	0	0	0	0	0
13	Net Profit(+)/ Loss(-) for the period (11-12)	1138	359	2896	2091	1318
14	Share of profit/loss of associates	-	-	-	-	-
15	Minority interest	-	-	-	-	-
16	Net profit/ loss after taxes, minority interest and share of profit /loss of associates	-	-	-	-	-
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	-	-	-	-	135373
19.i	Earnings per Share (before extraordinary items) (of ₹ 10 each) Not to be annualised					
	(a) Basic	Rs. 4.06	Rs. 1.28	Rs. 10.34	Rs. 7.47	Rs. 4.71
	(b) Diluted	Rs. 4.06	Rs. 1.28	Rs. 10.34	Rs. 7.47	Rs. 4.71
19.ii	Earnings per Share (after extraordinary items) (of ₹ 10 each) Not to be annualised					
	(a) Basic	Rs. 4.06	Rs. 1.28	Rs. 10.34	Rs. 7.47	Rs. 4.71
	(b) Diluted	Rs. 4.06	Rs. 1.28	Rs. 10.34	Rs. 7.47	Rs. 4.71



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)					
	a) Pledged/Encumbered					
	- 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)	-	-	-	-	-
	b) Non-encumbered					
	- 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., 2013	0				
	ii) Received during the quarter ended 31st Mar., 2013:	8				
	iii) Disposed off during the quarter ended 31st Mar., 2013:	8				
	iv) Lying unresolved as on 31st Mar., 2013:	0				

Consolidated Statement of Assets and Liabilities			(₹ in lakhs)
Particulars	As at 31-03-2013	As at 31-03-2012	
I. EQUITY AND LIABILITIES			
(1) Shareholders' funds	2800	2800	
(a) Share capital	136809	135373	
(b) Reserves and surplus	-	-	
(c) Money received against share warrants	-	-	
Sub-total - Shareholders Funds	139609	138173	
(2) Share application money pending allotment	-	-	
(3) Minority interest	-	-	
(4) Non-current liabilities			
(a) Long-term borrowings	72010	25995	
(b) Deferred tax liabilities (Net)	-	-	
(c) Other Long term liabilities	194	120	
(d) Long-term provisions	383	517	
Sub total Non Current liabilities	72587	26632	
(4) Current liabilities			
(a) Short-term borrowings	82	95	
(b) Trade payables	8980	3080	
(c) Other current liabilities	24278	17535	
(d) Short-term provisions	1007	521	
Sub total Current liabilities	34347	21231	
TOTAL - EQUITY AND LIABILITIES	246543	186036	
II. ASSETS			
(1) Non-current assets			
(a) Fixed assets	103040	58162	
(b) Goodwill on consolidation	-	-	
(c) Non-current investments	3000	3000	
(d) Deferred tax assets (net)	-	-	
(e) Long-term loans and advances	46515	46771	
(f) Other non-current assets	-	-	
Sub total Non Current assets	152555	107933	



2)Current assets		
(a) Current investments	-	-
(b) Inventories	11578	9766
(c) Trade receivables	47228	36585
(d) Cash and cash equivalents	2835	7832
(e) Short-term loans and advances	5142	1360
(f) Other current assets	27205	22560
Sub total Current assets	93988	78103
TOTAL - ASSETS	246543	186036

Notes :

- The audited accounts are subject to review by the Comptroller & Auditor General of India U/s 619(4) of the Companies Act 1956.
- N.A. = Not applicable since DCI is not a Manufacturing Company
- Segmental Reporting as per AS-17 issued by the ICAI is not applicable since the company has only one segment income i.e., dredging.
- The company vide its letter no DCI /legal/SSCP/Arbitration/2012 dt 06-06-2012 requested Ministry of Shipping (GOI) to appoint a sole arbitrator under clause 22 of the contract for realisation of its outstanding dues of ₹42641 lakhs payable by Sethusamudram Corporation Ltd. No provision is made during the quarter for ₹ 8859 Lakhs in this regard.
- During the year a new TSHD of 5,500 cum. hopper Capacity (Dredge XIX) has been added to DCI's existing fleet and is commissioned on 20/12/12 and accordingly capitalization of expenses has been made up to that date.
- Sethusamudram Corporation Ltd. (SCL), a Special Purpose Vehicle was incorporated on 06.12.2004 for developing the Sethusamudram Channel Project with Tuticorin Port Trust, Ennore Port Ltd., Visakhapatnam Port Trust, Chennai Port trust, Dredging Corporation of India Ltd., Shipping Corporation of India Ltd. and Paradip Port Trust as the shareholders. DCI invested in equity share capital ₹3,000 lakhs (previous year ₹3,000 lakhs). The dredging work at Palk Strait was suspended from 16-07-2009. The Management does not consider any diminution in the value of the investment and the same has been carried at cost.
- The Auditors of the Company have carried out a Limited Review of the aforesaid financial results for the quarter ended 31st Mar 2013 in terms of Clause 41 of the Listing Agreement with Stock Exchanges.
- Auditors' qualification : The Auditors of the Company have qualified the above financial statements stating that the company has not recognised impairment of long term investments of ₹ 3000 lakhs in M/s SCL; which is not in accordance with Para 17 of "AS-13 Accounting for Investments" as prescribed under sub section 3C of Section 211 of the Act. The decline in investment value (other than temporary), is envisaged with reference to Investee's assets and results, prolonged litigation, expected cash flows, restrictions on distributions by Investee or disposal by Investor etc. Had such provisions been recognised, the profits of the Company for the year ended 31st March, 2013 and the reserves of the Company as at 31st March, 2013 would have been lower by ₹3000 lakhs ;there by resulting in net loss of ₹909.10 lakhs
- Company's reply to Auditors' qualification: The investment of ₹3000 lakhs in Equity of Sethusamudram Corporation Limited (SCL) is made as per the directions of Government of India (Gol) . It is a long term investment in the Special purpose vehicle for developing Sethusamudram Ship Channel Project and not trade investment. The factual position in this regard is adequately given in Note 6 above as well as Note VI to Annual Financial Statements for the year 2012-13. Further, in the audited accounts of SCL for the FY2011-12, the Sethusamudram Ship Channel Project is shown as capital work-in progress at ₹611 Crores (PY ₹605 crs). The Company (SCL) has declared a pre-operative surplus of ₹ 191 lakhs for the FY 31/03/2012 in their Annual Report. Further, SCL's Balance Sheet as on 31-03-2012 showed a positive networth of ₹79897 lakhs and as such there is no diminution in the investment. Since GOI is the major stakeholder (66%) the value of investment by DCI (4%) shall be taken at cost until Gol decides otherwise. As such there is no basis to infer that there is impairment in the said investment. The Company is of the view that the investment in this regard is rightly shown at its cost ₹ 3000 lakhs which is in line with AS 13. Thus there is no over statement of Profit and Reserves as contended by Auditors.
- The above financial results were reviewed by the Audit Committee at its meeting held on 28/05/2013 and have taken record by the Board of Directors at its meeting held on 28/05/2013.
- The figures of last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date the 3rd quarter of the financial year.
- During the year a new Accounting policy on Foreign Currency Transactions is added to existing Accounting policies whereby the exchange variations in respect of long term foreign currency liabilities used for acquisition of assets are adjusted to the cost of the specific fixed assets and amortized over remaining useful life of the asset. Variations in respect of short term foreign currency transactions are recognised in the Profit & Loss account.
- The Board of Directors have recommended Dividend @20% on paid up equity share capital of ₹ 2800 lakhs amounting to ₹2/- per equity share of ₹10/- each for approval of shareholders at the ensuing AGM.
- Figures of the previous years have been regrouped/ reclassified where ever necessary.

By Order of the Board
For Dredging Corporation of India Ltd.,

Signature

Capt.D.K.Mohanty
Chairman and Managing Director

Place: Visakhapatnam
Date: 28-05-2013



Annexure – 2

Series No.	Dt. of Trust Deed	IS IN No.	Dt. Of Allotment	Amount	Rate of interest	Dates of Redemption	Amt. redeemed during year	Balance Outstanding	Interest due date	Dt. Of payment of interest	Credit rating
I	23/3/13	INE506A07015	28/3/13	Rs. 58.87 Cr.	Category – I, II, III and IV - 6.97% Additional. Coupon Rate for Category – IV – 0.50% Aggregate coupon rate for category IV – 7.47%	28/03/23	NA	Rs. 58.87 Cr.	March 28 every year until the redemption date	NA	1.CARE - AA 2.BRIC KWORK – BWR AA+ (SO)





ड्रेजिंग कार्पोरेशन ऑफ इण्डिया 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

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

ISO 14001 : 2004
ISO 9001 : 2008
APPROVED BY IRQS



IRQS
A DEPARTMENT OF
INDIAN REGISTER OF
SHIPPING



MGMT. SYS.
RYA C 071
DUTCH ACCREDITATION
COUNCIL RYA

website : www.dredge-india.com

www.dredge.gov.in

E-mail : hodci@dcil.gov.in

Annexure – 3

Date: 23/05/2013


Declaration

We hereby certify and declare that ---

- (A) the proceeds the respective issues of NCDs of the Company, were utilized for the purpose as mentioned in the respective Information Memorandum of the respective issues;
- (B) the Cash-Flow of the Company is adequate for payment of interest and redemption of principal of the NCDs issued;
- (C) the adequate amount of 'Debenture Redemption Reserve' is created for the year ending on 31.03.2013.
- (D) as on date, the value of the assets charged to the GDA Trusteeship Ltd. the Debenture Trustees in respect of Non-Convertible Debentures issued from time to time by this Company in pursuance of the Trust Deeds executed by this Company, is adequate to cover the outstanding amount of the NCDs / Bonds, with the agreed margin and that the assets are free from encumbrances debts save and except those specifically agreed to by the Debenture Trustee;
- (E) we have complied with all the terms and conditions of each of the issues as well as all the provisions of Laws, Rules and Regulations including Securities Contract Act & Rules and guidelines of SEBI;
- (F) there are no events / change / action / proceedings / attachments affecting or likely to affect the interest of NCD-holders.


K. SREEKANTH
Company Secretary
Dredging Corporation of India Limited
VISAKHAPATNAM




(C. N. RAJA)
M No. 19637
23/05/2013
Chartered Accountant
c n raja associates
Chartered Accountants
45-57-17, Narasimha Nagar,
Rythu Bazaar Lane,
Vishakapatnam-530 024.
Mobile : 984 985 8165

KCPL/DRGA-BOND/STATUS/2013

May 23, 2013

Dredging Corporation of India Limited
DREDGE HOUSE Port Area
Visakhapatnam - 530035

Sir,


Unit : Dredging Corporation of India Limited.- Tax Free Bonds
Sub : Investor Grievances for the period 28.03.2013 to 31.03.2013

We are furnishing hereunder the break-up of Investor's Complaints received and redressed during the period 28.03.2013 to 31.03.2013 is Nil.

This is for your information and necessary action.

Thanking you,

Yours faithfully,
For Karvy Computershare Pvt.Limited


Umesh Pandey
Deputy Manager



Karvy Computershare Private Limited

Plot No. 17-24, Vittal Rao Nagar, Madhapur, Hyderabad - 500 081

T : +91 40 2342 0818 | F : +91 40 2342 0814 | e-mail : einward.ris@karvy.com | www.karvycomputershare.com

Registered Office: Karvy House, 46, Avenue 4 Street No. 1, Banjara Hills, Hyderabad - 500 034

Australia | Bahrain | Canada | Channel Islands | Germany | Hong Kong | Ireland | New Zealand | Philippines | South Africa | United Kingdom | USA

Rs. In lakhs

ASSET COVERAGE RATIO AS ON 31/3/13		
NO CURRENT ASSETS		
1	Tangible NetFixed Assets	1,00,777.78
2	Capital Work in progress	2,261.97
3	Non- Current investments	3,000.01
4	Long Terms Loan and advances	46,514.72
A) TOTAL NON- CURRENT ASSETS		1,52,554.48
CURRENT ASSETS		
1	Inventories	11,577.99
2	Trade Receivables	47,228.48
3	Cash and Cash equivalents	2,834.99
4	Short term loans and advances	5,142.04
5	Other current Assets	27,205.48
B) TOTAL CURRENT ASSETS		93,988.98
CURRENT LIABILITIES		
1	Short Term Borrowings	81.88
2	Trade Payables	8,979.89
3	Other Current Liabilities	24,113.02
4	Provisions	735.55
5	Other Long Term Liabilities	194.39
C) TOTAL CURRENT LIABILITIES		34,104.73
D) TOTAL ASSETS - CURRENT LIABILITIES		2,12,438.73
E) TOTAL LONG TERM BORROWINGS		72,009.83
F) ASSET COVER RATIO		3

ASSETS FREE FROM ENCUMBERANCE AS ON 31/03/2013		
A	TOTAL SECURED LOAN/ BORROWINGS	
1	LOAN FOR DREDGER - XIX & XX	71,822.62
2	TAX FREE BONDS	5,887.80
3	TOTAL SECURED LOANS (1+2)	77,710.42
4	WORKING CAPITAL LOAN	10,544.00
	There is no working capital loan but the following limits are given with Syndicate Bank for Rs.195 Cr. Fund Based : Rs.20 Cr Non Fund Based : Rs.175 Cr. DCI has not till now utilised the fund based limits. DCI has utilised the non fund based limits to the tune of Rs.105.44 Cr.	
5	TOTAL SECURED BORROWINGS + LIMITS	88,254.42
6	TOTAL NET FIXED ASSETS + NET CURRENT ASSETS	2,12,438.73
7	ASSETS FREE FROM ENCUMBERANCE	1,24,184.31

DEBT EQUITY RATION (TOTAL DEBT / TOTAL EQUITY)		
A	TOTAL DEBT	77,710.42
B	TOTAL EQUITY	1,20,827.10
	DEBT EQUITY RATIO (A/B)	0.64 : 1

