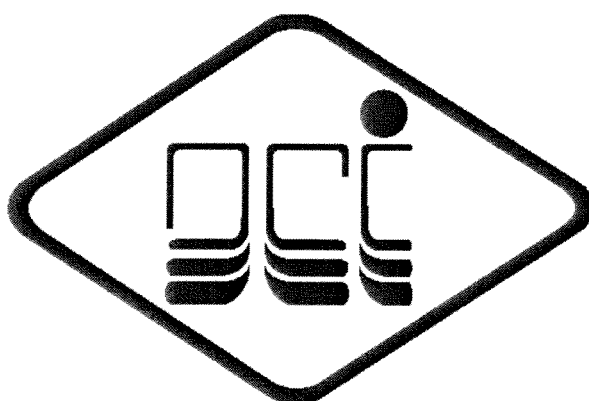


DREDGING CORPORATION OF INDIA LTD.

(A Government of India Undertaking)

35TH ANNUAL REPORT

2010 - 2011



IMPORTANT

Sub: A Green Initiative in the Corporate Governance

Dear Shareholder,

The Government of India, Ministry of Corporate Affairs has taken a "Green Initiative in Corporate Governance" by allowing companies to comply with the requirements of the Companies Act, 1956 in a paperless manner by allowing them to send communications through electronic mode. In accordance with Circular no. 17/2011 dated 21.04.2011 and Circular no. 18/2011 dated 29.04.2011 issued by the Ministry of Corporate Affairs, companies can now send various notices/ documents, including annual reports, to its shareholders through electronic mode at the registered e- mail addresses of the shareholders.

It is a welcome move for the society at large, as this will reduce paper consumption to a great extent and allow shareholders to contribute towards a greener environment. This is a golden opportunity for every shareholder of Dredging Corporation of India Limited to contribute to the Corporate Social Responsibility initiative of the Company. Further, it will ensure instant and definite receipt of all the notices/documents by you.

All Shareholders are requested to be a part of this green initiative of Government of India by registering their e-mail address for enabling the Company to send the communication including Annual Report to shareholders by e-mail.

Shareholders holding shares in physical form are requested to fill the form given below and send the same to the following address or by an email giving the details in the form:

Karvy Computershare Private Limited (Unit: Dredging Corporation of India Ltd)
Plot No.17-24, Vittal Rao Nagar, Madhapur, Hyderabad - 500 081,
Email: einward.ris@karvy.com

The form given below is also available at the website of the Company at www.dredge-india.com

Shareholders holding shares in dematerialised form are requested to register their e-mail addresses with their Depository Participant.

The full text of the communication to the shareholders including the Annual Report will be posted in the website of the Company.

Please note that as a member of the Company you are entitled to receive all communications in physical form also, upon making specific requests.

E-COMMUNICATION REGISTRATION FORM

(Pursuant to Circular nos. 17/2011 dated 21.04.11 and 18/2011 dated 29.04.11 issued by the Ministry of Corporate Affairs)

Folio No./ DP ID & Client ID :

Name of First Registered Shareholder :

Name(s) of Joint Shareholder(s) :

Registered Address :

E-mail address (to be registered) :

I/we, shareholders(s) of Dredging Corporation of India Limited agree to receive all communication from the Company in electronic mode. Please register the above mentioned e-mail address in your records for sending communication through electronic mode.

Dated:.....

Signature of First Holder:

Note: Shareholder(s) are requested to keep the Company/Depository Participants informed as and when there is any change in their registered e-mail address.

DREDGING CORPORATION OF INDIA LIMITED



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For Hindi Version of the 35th Annual Report 2010-11 please write to the Company Secretary giving the Folio/ Client ID number.

BOARD OF DIRECTORS, BANKERS, AUDITORS etc.

BOARD OF DIRECTORS

(As on 31/3/11)

Shri P.V.Ramana Murthy
Chairman and Managing Director (A/C) & Director (Finance)

Shri Rakesh Srivastava, I.A.S

Dr.A.R.Goyal

Shri S.Balachandran

Dr.Gautam Barua

Dr.Debashis Sanyal

Shri A.Soundararajan

Dr.S.Narasimha Rao
(w.e.f 06/12/2010)

GENERAL MANAGER (FIN.)

Shri K.Kiriti

COMPANY SECRETARY

Shri K.Aswini Sreekanth

BANKERS

Syndicate Bank
State Bank of India

AUDITORS

M/s. Rao & Narayan
Chartered Accountants,
Srinivasa Apartments,
Flat No. 6, Raj Bhavan Road,
Somajiguda,
Hyderabad - 500 082

REGISTERED OFFICE

Core: 2, 1st Floor, "SCOPE MINAR"
Plot No. 2A & 2B,
Laxminagar District Centre,
Delhi - 110 092.
Phone : 011 22448528
Fax : 011 22448527

HEAD OFFICE

"DREDGE HOUSE", Port Area,
Visakhapatnam - 530 035.
Phone: 0891 2523250
Fax : 0891 2560581

REGISTRARS & TRANSFER AGENT

M/s. Karvy Computershare Private Limited
Plot no.17 to 24, Vittalrao Nagar
Hyderabad - 500 081
Phone : 040 23420818
Fax : 040 23420814
e-mail: einward.ris@karvy.com

**NOTICE**

NOTICE is hereby given that the 35th Annual General Meeting of the shareholders of Dredging Corporation of India Limited will be held at 1100 hrs on Friday, the 9th September, 2011 in Siri Fort Auditorium, No. 1, Siri Fort Cultural Complex, August Kranti Marg, New Delhi - 110049 to transact the following business :-

ORDINARY BUSINESS

1. To receive, consider and adopt Directors' Report for the year 2010-11, the audited Balance sheet as at 31st March, 2011 and the Profit and Loss Account for the year ended 31st March, 2011 together with the Auditors' Report thereon.
2. To appoint a Director in place of Dr. S. Narasimha Rao, who retires as rotational Director and is eligible for re-appointment.
3. To appoint a Director in place of Shri P. Jayapal, who retires as rotational Director and is eligible for re-appointment.
4. To pass with or without modification, the following resolution as ordinary resolution for payment of remuneration to Statutory Auditors :

"RESOLVED THAT pursuant to clause (aa) of Sub-Section (8) of Section 224 of the Companies Act, 1956, the remuneration of the Statutory Auditors of the Company, Rao & Narayan, Chartered Accountants, appointed by Comptroller and Auditor General of India be and is hereby fixed at ₹2.50 lakh (rupees two lakh and fifty thousand only) plus service tax as applicable for the year 2010-2011.

By Order of the Board of Directors

Place : Visakhapatnam (K.Aswini Sreekanth)

Dated: 31-07-2011 Company Secretary

NOTES:

1. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON HIS BEHALF. THE PROXY SO APPOINTED NEED NOT NECESSARILY BE A MEMBER OF THE COMPANY. THE INSTRUMENT APPOINTING THE PROXY SHALL BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LATER THAN 48 HOURS BEFORE THE TIME FIXED FOR HOLDING THE MEETING.**

2. The Register of Members and Share Transfer Books of the Company will remain closed from 3rd September, 2011 to 9th September, 2011 (both days inclusive).
3. Members are requested to note that pursuant to provisions of Section 205 A (5) read with Section 205C of the Companies Act, 1956, the dividend remaining unclaimed/unpaid for a period of seven years from the date of transfer to the unpaid dividend account pursuant to Section 205 A (1) of the Companies Act, 1956 shall be credited to the "Investors Education and Protection Fund" (IEPF) set up by the Central Government. Members who have so far not claimed dividend are requested to make claim with the Company as no claim shall lie against the Fund or the Company in respect of individual amounts once credited to the said fund. The unclaimed final dividend for the year 2003-2004 declared at the AGM held on 24-09-2004 is due for transfer to the IEP Fund on 24-10-2011.

Shareholders who have not so far encashed the dividend warrant (s) are requested to seek issue of duplicate warrant (s) by writing to Company's Registrar and Transfer Agents, M/s Karvy Computershare Private Limited immediately. Shareholders are requested to note that no claims shall lie against the Company or the said Fund in respect of any amounts which are unclaimed and unpaid for a period of 7 (seven) years from the dates they first became due for payment and no payment shall be made in respect of any such claims.

4. Consequent upon the introduction of Section 109A of the Companies Act, 1956 shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to send their requests in Form 2B (which will be made available on request) to the Registrar and Transfer Agents, M/s Karvy Computershare Private Limited.
5. Members are requested to bring their copies of Annual Report to the meeting. Members/Proxies attending the meeting should bring the attendance slip, which should be duly filled in, signed and handed over at the venue of the meeting.
6. Corporate Members intending to send their authorised representatives to attend the Annual

DREDGING CORPORATION OF INDIA LIMITED



- General Meeting are advised to send a duly certified copy of the Board Resolution authorising their representative to attend and vote at the meeting.
7. Members seeking any information with regard to accounts are requested to write to the Company at the earliest to facilitate keeping the information ready.
 8. Entry to the Auditorium will be strictly against Entry Slip available at the counters at the venue and against exchange of Attendance slip.
 9. Shareholders may kindly note that no gift/ gift coupon will be distributed at the meeting.
 10. No Brief case or Bag will be allowed to be taken inside the auditorium.
 11. At the ensuing Annual General Meeting, DR.S.Narasimha Rao and Shri P.Jayapal retire by rotation and being eligible, offer themselves for re-appointment. The information details pertaining to these Directors to be provided in terms of Clause 49 of the Listing Agreement with the Stock Exchanges are given below.

DETAILS OF THE DIRECTORS SEEKING RE-APPOINTMENT / APPOINTMENT AT THE 35TH ANNUAL GENERAL MEETING

Name of the Director	Dr.S. Narasimha Rao	Shri P. Jayapal
Date of Birth	20/09/1941	04/05/1955
Date of Appointment	06/12/2010	18/04/2011
Qualifications	M.E., Regional Eng College, Warangal Ph.D, IIS, Bangalore	M.Sc., M.Phil Master Mariner (Foreign going)
Expertise in specific functional areas	Dredging, Rock, Characteristics, Soil exploration, design of foundations, structural systems for Ports, Jetties, Ocean Engineering, Civil Engineering	Hydrographic and Ocean surveys Harbour Management, Dredging Hydrographic Training, Harbour Maintenance etc.
Shareholding in DCI	NIL	NIL
List of Public Companies in which Directorship held	Cochin Shipyard Limited - Director Karaikal Port Limited - Director	NIL

**DIRECTORS' REPORT FOR THE YEAR 2010-2011**

Your Directors have pleasure in presenting this 35th Annual Report together with the audited accounts of the Company for the year ended 31st March, 2011.

FINANCIAL RESULTS

The Company earned an operational income of ₹45785.64 lakh compared to ₹64540.91 lakh for the previous year.

The other income is ₹6486.84 lakh as compared to ₹4853.69 lakh for the previous year.

The total income for the year is ₹52272.48 lakh as compared to ₹69394.60 lakh for the previous year.

Profit after tax is ₹3951.47 lakh as compared to ₹7005.38 lakh for the previous year.

The Company's earning per share for 2010-2011 is ₹14.11 as compared to ₹25.02 for the previous year.

DCI FLEET

As on 31st March 2011, your Company has among others, 10 Trailer Suction Hopper Dredgers (TSHD) and 3 Cutter Suction Dredgers (CSD). The Craft wise particulars are at Annexure-I.

PLAN PROPOSALS

Contracts for procurement of three TSHDs of each 5500 cum capacity were signed during the year. The vessels are scheduled for delivery in Nov'12, May'2013 and October 2014 respectively.

Construction of one Backhoe dredger, order for which was placed in January'09 is complete and the vessel has reached India. After completion of successful trials dredger is expected to be delivered in August, 2011.

DIVIDEND

Considering the massive capital commitments underway towards procurement of dredgers and in the interest of the future growth of the company, the Board of Directors did not recommend dividend for the year 2010-11. A sum of ₹ 400.00 lakh has been transferred to General Reserves during the year ended 31/3/2011.

DREDGING OPERATIONS

During the year under review, maintenance dredging contracts were executed at Kolkata, Visakhapatnam, Mormugao, New Mangalore Port and capital dredging for Ennore Port and Paradip Port. The works were executed either under the existing contracts or renewal of the contracts entered into with the Ports etc., during the previous years or new contracts entered into during the year. The capacity utilisation during the year is 79% of no. of days of installed capacity.

MEMORANDUM OF UNDERSTANDING

The Company has signed Memorandum of Understanding (MOU) with Government of India for the year 2011-12. The Company expects the rating of 'GOOD' for the year 2010-11.

INTERNATIONAL SAFETY MANAGEMENT (ISM) CODE

- All dredgers (except dumb vessels Dr - VII and Dr. XVIII) and Tug- VII of DCI hold valid Safety Management Certificates (SMC).
- DCI holds a Document of compliance (DOC) valid till 24-06-2012. The same is being endorsed every year after annual verification audit by DG Shipping.

SHIP SECURITY SYSTEM (ISPS)

All dredgers (except dumb vessels Dr. - VII and Dr. - XVIII) and Tug - VII of DCI hold valid International Ship Security Certificates (ISSC).

QUALITY MANAGEMENT SYSTEM (ISO 9001:2008)

DCI is certified for Quality Management System (ISO 9001:2008) by Indian Register of Shipping (IRQS). The first QMS Surveillance Audit after renewal / recertification was carried out successfully in February, 2011.

ENVIRONMENT MANAGEMENT SYSTEM (ISO 14001:2004)

DCI is certified for Environmental Management System (ISO 14001:2004) by IRQS. The first EMS Surveillance Audit was carried out successfully in February, 2011.

MEMBERS/ INVESTOR SERVICES

The shares of the Company are listed on Delhi, Mumbai, Calcutta Stock Exchanges and National Stock Exchange. The shares of the Company are dematerialised with both the depositories, NSDL and CDSL. M/s. Karvy Computershare Private Limited, Hyderabad are the R & T Agents of the Company.

PARTICULARS OF THE EMPLOYEES UNDER SECTION 217 (2A) OF THE COMPANIES ACT, 1956:

The particulars of employees for the year 2010-11 as required under Sec. 217 (2A) of the Companies Act, 1956 is "Nil" as no employee earned a salary of ₹60 lakhs per annum or ₹5 lakh per month during the year 2010-11.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the provisions of sub-section (2AA) of Section 217 of the Companies Act, 1956 your Directors confirm:

- that in the preparation of the Annual Accounts, the applicable accounting standards had been followed along with a proper explanation relating to material departures;
- that the Directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit or loss of the company for that period;
- that the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and preventing and detecting fraud and other irregularities;
- that the Directors had prepared the Annual Accounts on a going concern basis.

INFORMATION TO BE GIVEN UNDER COMPANIES, (DISCLOSURE OF PARTICULARS IN THE REPORT OF BOARD OF DIRECTORS) RULES, 1988.

- Conservation of energy under Sec.217(1)(e): Your Company does not fall under the category of companies which are required to furnish this information. However, the following measures have been taken:
 - All the dredgers in DCI fleet are installed with sophisticated and state-of-the art instrumentation like Differential Global Positioning System (DGPS) and Draft Volume Load Monitoring (DVLM) system to facilitate efficient dredging with potential energy saving.



ii)	While procuring new dredgers, fuel efficient design with advanced technology is selected.	
iii)	Continuous efforts are being made to optimise the fuel consumption on board dredgers as cost of fuel constitutes approximately 40% of operational cost.	
b)	Technology absorption under Section 217 (1) (e): There was no transfer of technology and consequently there is no absorption of technology during the year.	
c)	Foreign Exchange earnings and outgo Under Section 217 (1)(e):	(₹ In Lakhs)
i)	Foreign Exchange Earnings :	0.00
	Total	0.00
ii)	Foreign Exchange outgo:	
a)	Import of components and spares (CIF value)	3665.93
b)	Repayment of foreign currency loan	0.00
c)	Interest paid on loans from foreign banks	0.00
d)	Travelling	10.25
e)	Chartering charges	48.25
	Total	3724.43

CORPORATE GOVERNANCE

Pursuant to Clause 49 of the Listing Agreement with the Stock Exchanges, Management Discussion and Analysis Report, Corporate Governance Report and Certificate from the Company Secretary in practice regarding compliance of conditions of Corporate Governance are attached, forming part of this Report.

MAN POWER:

The total number of employees (both Shore and Floating) in the Corporation, as on 31st March, 2011 was 683, as against 721 during the previous year.

EMPLOYMENT OF VARIOUS RESERVED CATEGORIES:

The manpower position with regard to various reserved categories is as indicated hereunder:

A. Employment of SC/ST Candidates

The Corporation continued its efforts to fulfill its obligation in providing employment opportunities to SC/ST candidates, in accordance with the Government Policy. The overall representation of SC/STs in the Corporation (both Shore and Floating Establishments, but excluding MPWs) as on 31st March, 2011 was SCs - 96, i.e., 14.08 % as against prescribed percentage of 16.66% and STs 37 i.e., 5.43% as against the prescribed percentage of 7.5%.

B. Employment of Ex-Servicemen

The representation of Ex-Servicemen (both Shore and Floating) in group C and D categories in the Corporation was 14.22% and Nil as against the percentage of 14.50% and 24.50% respectively as prescribed by the Government.

C. Employment of Physically Handicapped

The number of physically handicapped employees in the Corporation as on 31st March, 2011 is 7 (seven), the

group-wise break-up A, B, C & D is as furnished hereunder:-

Group	Sanctioned strength	Total strength in identified posts	No.of persons with disabilities actually employed	Percentage with reference to identified posts
A	182	56	01	1.78
B	99	58	03	5.17
C	62	58	03	5.17
D	05	05	Nil	Nil
Total	348	177	07	3.95

The overall percentage of Group 'A' & 'B' posts comes to 3.50% of the identified posts in these Groups, which is higher than the prescribed 3%. The overall percentage of Group 'C' and 'D' posts comes to 4.47% of the total sanctioned strength in these groups which is higher than the prescribed 3%. The Physically handicapped persons are being paid additional conveyance assistance as per the Government instructions.

D. Employment of women

The number of women employees on Rolls as on 31.03.2011 is 50 as against 53 as on 31.03.2010. Out of them number of executives is 15 and Non-Executives is 35.

Compliance with Government's Policy on Women :

Basing on the Supreme Court's judgement and keeping in view the Government instructions on sexual harassment of women at work places, a complaints Committee headed by a woman officer was constituted to inquire into the complaints of sexual harassment at work places. A complaints register is also being maintained.

DCI is a Life Member of the Forum for Women in Public Sector and one women representative from DCI has been nominated to the above forum. Apart from the Trade Unions, the problems, if any, relating particularly to women employees are looked into as and when the same are brought to the notice of the Management.

Existing Benefits and Welfare Measures for the Women Employees:

- The women employees in the Corporation are entitled to 135 days of Maternity Leave.
- Special Casual leave not exceeding 14 working days is sanctioned to regular women employees of the Corporation to undergo non-puerperal sterilisation.
- One day special casual leave is allowed to the regular women employees of the Corporation who had ICUD insertions.
- DCI is a Life Member of the Forum for Women in Public Sector and one women representative from DCI has been nominated to the above forum. Apart from the Trade Unions, the problems, if any, relating particularly to women employees are looked into as and when the same are brought to the notice of the Management.
- As a welfare measure, a Rest Room is provided



exclusively for the women employees.

- vi) Working uniforms are provided to Group 'D' women employees, as per the scales prescribed in the Rules.
- vii) The women employees of DCI are sponsored to various in-house and also external training programmes. Out of 50 women employees, 11 had undergone training during the year 2010-11.

WAGE SETTLEMENTS

A. FLOATING ESTABLISHMENT:

- i) The INSA-MUI (FG/HT) Agreements in respect of Floating Officers, for the periods from 2008 to 2010 and 2010 to 2012 have been implemented.
- ii) The INSA-NUSI Agreements, relating to HT Petty Officers for the period from 2008-10 was expired on 31.03.2010. The wage revision is due from 01.04.2010.
- iii) The Wage Agreement of Crew/MPWs for the period from 2008-10 was expired on 31.03.2010. The wage revision is due from 01.04.2010.

B. SHORE ESTABLISHMENT:

- i) The Revised pay scales of Executives have been implemented w.e.f. 01.01.2007
- ii) The wage revision of Non-Executive employees has been implemented w.e.f. 01.01.2007.

INDUSTRIAL RELATIONS:

The Non-Executive Employees Union representing the Non-Executive Employees of the Company were on strike from 11/10/10 to 15/10/10 for settlement of wage revision for non-executives. The wage revision for non-executives was subsequently implemented with effect from 01.01.07.

Barring the above, the industrial relations in the Corporation continued to be cordial throughout the year under report.

WELFARE MEASURES:

The Corporation continued various welfare schemes viz., Family Pension Scheme, Group Gratuity Assurance Scheme, Personal Accident Insurance Coverage, Group Savings Linked Insurance Scheme, Contributory Provident Fund, Maternity Benefit Scheme, Subsidised Canteen Facility, Transport Subsidy, Medical Attendance, Leave Travel Concession, Incentive Scheme for acquiring higher qualifications, Merit Scholarships for the children of SC/ST employees, and Mediclaim medical attendance facility for the retired employees etc. Other welfare measures such as House Building Advance, HBA Interest Subsidy, HBA Family Security Mutual Fund, Special casual leave for maternity/paternity and incentives for adopting small family norms and advances for children's higher education, marriage and purchase of computer etc., are extended to the employees.

HUMAN RESOURCES DEVELOPMENT

The Corporation is making sincere and concerted efforts for the overall development of Human Resources, both on Shore and Floating Establishments.

During the year, 12 DCCP apprentices, One Management Trainee and Two Industrial Trainees were inducted for training. As part of social responsibility, students from local Institutions/Colleges/Universities were guided for project works in Human Resource Management, Finance, Marketing and Information Technology etc. Under Tonnage Tax Scheme, the Corporation imparted 8060 Training Mandays

against the Basic Training Commitment (BTC) of 7227 Training Mandays.

During the year 2010-2011 a total of 32 employees were trained in the specified programmes as against the MOU target of 30. Altogether 195 employees were imparted training during the year 2010-11.

IMPLEMENTATION OF THE RIGHT TO INFORMATION ACT, 2005

As per the Directives of the Government of India, the Corporation implemented the Right to Information Act, 2005 w.e.f. 12.10.2005, and made all required infrastructural arrangements such as appointment of Public Information Officers, Asst. Public Information Officers and Appellate Authority; Publication of 17 prescribed manuals giving classified Corporate Information about DCI for the information of the public; set-up of procedure and submission of periodical reports on the progress of implementation of the Act. All the officers concerned were imparted training and sent to seminars conducted by professional bodies. A Register is also being maintained for monitoring the requests from public seeking information and the replies by the concerned are also being co-ordinated.

ALL INDIA DREDGING CADRE:

Six AIDC Deck Cadets have completed their 27 months training in June, 2011. Seven Dredge Grade Cadets, on completion of 2 weeks familiarisation course at IMU, Visakhapatnam, are presently undergoing training onboard DCI Dredgers for 18 months.

ACTIVITIES OF PUBLIC GRIEVANCES AND COMPLAINTS CELL:

A Public Grievance Cell has been functioning in the Corporation since 1988 to look into the Grievances/ Complaints received from the Public. The General Manager (Fin.) is the Director of Public Grievances. As per the Ministry's guidelines, a status report is being submitted for the information of the Board of Directors at the Board meetings and a quarterly status report is forwarded to the Ministry. In line with the Ministry's direction, a Public Grievance Redressal and Monitoring System (PGRAMS) software was installed in the Computer Network in the Corporation, which works in hand-shake mode between the Ministry and the Corporation. The five complaints received during the year were suitably replied.

INFORMATION & FACILITATION COUNTER

In order to ensure transparency in the functioning of the Corporation and also for easy and speedy access for any information to the public, an INFORMATION & FACILITATION COUNTER (IFC) was set up at DCI Head Office, Visakhapatnam and the same is publicised in the web-site also.

PROGRESSIVE USE OF HINDI

The Corporation continued its efforts to implement the Official Language Policy of the Government. An Incentive Scheme to award cash prizes, personal pay, etc., is in vogue in the Corporation and employees trained under inservice training in Hindi and qualified in various examinations conducted thereunder are being awarded cash awards and personal pay.

Hindi Fortnight was celebrated during September and a Hindi Exhibition was also organised during the year. The employees participated in the All India Hindi Seminars /



Kavi Sammelans held at Visakhapatnam and presented papers / poetry. Poetry and Radio talks in Hindi were also broadcast on AIR.

Table Training / work-shop was arranged for employees to impart working skills drafting & noting in Hindi, and operation of Bilingual software.

The officers of the Corporation actively participated in the meetings and activities of the Town Official Language Implementation Committee, Visakhapatnam during the year.

During the year, the Corporation was awarded Third Prize by the Ministry of Shipping for the year 2009-10 and another prize by the Town Official Language Implementation Committee for the progressive use of Hindi for the same year.

ACTIVITIES OF VIGILANCE DEPARTMENT DURING 2010-11

Under preventive vigilance, during the year, the Vigilance Department conducted 26 regular inspections, 14 surprise checks and 11 CTE type inspections on various aspects of performance. The objective of such inspections was to find out violations of extant Rules, instructions, CVC/ Govt. Guidelines and suggest measures for streamlining systems, improvement of measures for better house keeping, elimination of scope for corruption and irregularities and encouraging greater efficiency and transparency. Vigilance Awareness week was observed during 25th October to 1st November, 2010 and customer/vendor meets were organised. Vigilance web page on the Company's website has been redesigned incorporating various aspects of vigilance, besides launching of online complaint system. Quarterly Vigilance Bulletin is being published for dissemination of the latest information and knowledge on vigilance.

CITIZEN'S CHARTER

As per the directives of the Government of India, in order to focus on the commitment of DCI towards its citizens / clients in respect of standard of services, information, choice and consultation, non-discrimination and accessibility, grievance redress, courtesy and value for money, including expectations of the Organisation from the citizen/client for fulfilling the commitment of the Organisation, a Citizen's Charter approved by the Competent Authority was posted on the Corporate Website.

IMPLEMENTATION OF JUDGEMENTS/ ORDERS OF THE CAT

There were no judgements/Order of the CAT pertaining to the Company during the year.

AUDITORS

M/s Rao & Narayan, Chartered Accountants were appointed by the Comptroller and Auditor General of India as Auditors for auditing the accounts of the Company for the financial year 2010-11. Pursuant to Section 224(8)(aa) of the Companies Act, 1956, the remuneration of the auditors has to be approved by the members at the AGM. The Board recommends the remuneration of ₹2.50 lakhs (Rupees two lakh and fifty thousand only) plus service tax as applicable for the year 2010-11 for approval of the members at this AGM.

AUDITORS' REPORT

The Auditors Report on the Accounts for 2010-11 are placed along with the Accounts.

C&AG COMMENTS

The Comments of the Comptroller and Auditor General of India on the Accounts for the year ended 31st March, 2011 are placed next to the Auditor's Report.

DIRECTORS

As per the Articles of Association of the Company, all the Directors are appointed by the President of India as communicated through the administrative Ministry - Ministry of Shipping.

Shri P. Sridharan ceased to be Director (Operations & Technical) w.e.f. 01/12/10 on attaining the age of superannuation. The term of Dr.S.Narasimha Rao, part time non-official Director was completed on 4/03/10 and Ministry of Shipping communicated the appointment of Dr.S.Narasimha Rao for a period of three years w.e.f.6/12/10.

Ministry of Shipping vide its letter dated 4/3/11 communicated the relief of Capt.S.S.Tripathi Chairman and Managing Director and assignment of additional charge of Chairman and Managing Director to Shri P.V.Ramana Murthy, Director (Finance) upto 3/6/11.

Ministry of Shipping communicated the appointment of Shri P.Jayapal as Director (Operations and Technical) of the Company. Shri P.Jayapal assumed charge with effect from 18/4/11.

The term of the four Part-time Non-official Directors - Shri S.Balachandran, Dr.Gautam Barua, Shri A.Soundararajan and Dr.Debashis Sanyal was completed on 16/4/11.

Pursuant to Section 256, of the Companies Act, 1956 Dr.S.Narasimha Rao, and Shri P.Jayapal retire at this meeting and are eligible for re-appointment. The Board recommends for their re-appointment in this meeting.

ACKNOWLEDGEMENTS

The Directors thank Hon'ble Minister of Shipping and officers and staff of Ministry of Shipping for the valuable help, assistance and guidance rendered from time to time. The Directors thank all other Ministries for the help and co-operation extended by them. The Board is grateful to the Comptroller & Auditor General of India, the Member, Audit Board and the Statutory Auditors for their co-operation. The Board also thanks the Bankers of the Company for their valuable services. The Board expresses its gratitude to the valued customers for their continued patronage.

The Directors place on record their appreciation of the services rendered by all the employees of the Corporation.

For and on behalf of the Board of Directors

-sd-

(P.JAYAPAL)
DIRECTOR(OPS. & TECH.)

-sd-

(P. V. RAMANA MURTHY)
DIRECTOR (FINANCE)

Place:VISAKHAPATNAM

Date: 03/08/2011


ANNEXURE - I
DREDGERS AND FLOATING CRAFTS OF DCI

Craft	Year of built	Type of Vessel	Maximum Dredging depth	LOA (Mts.)	Installed Draft (Mts.)	Installed Hopper Capacity (Cu.M)	Pumping Capacity (Cu.M/hr) solids	Net Tonnage	No. of Dredging days
DCI Dredge V	1974	Self Propelled TSHD	22.00	100.00	6.52	3539	-	2005	293
DCI Dredge VI	1975	Self Propelled TSHD	22.00	104.00	6.30	3770	-	2139	274
DCI Dredge VII	1976	Non Propelled CSD	22.00	86.00	2.50	-	1000	746 GRT	159
DCI Dredge VIII	1977	Self Propelled TSHD	25.00	124.30	8.50	6500	-	4437	273
DCI Dredge IX	1984	Self Propelled TSHD	25.00	102.60	7.50	4500	-	1547	296
DCI Dredge XI	1986	Self Propelled TSHD	25.00	102.60	7.50	4500	-	1551	62
DCI Dredge XII	1990	Self Propelled TSHD	20.00	115.00	6.50	4500	-	1906	303
DCI Dredge XIV	1991	Self Propelled TSHD	20.00	115.00	6.50	4500	-	1906	296
DCI Dredge XV	1999	Self Propelled TSHD	25.00	122.00	8.50	7400	-	2421	235
DCI Dredge XVI	2000	Self propelled TSHD	25.00	122.00	8.50	7400	-	2414	304
DCI Dredge XVII	2001	Self propelled TSHD	25.00	122.00	8.50	7400	-	2414	279
DCI Dredge Aquarius	1977	Self Propelled CSD	25.00	107.00	4.85	-	3500	1019	93
DCI Dredge XVIII	2009	Non-propelled CSD	25.00	88.00	3.00	-	2000	607	11*
DCI Tug-VII	2005	Self Propelled (Twin Screw)	-	42.30	4.50	-	-	21	
Survey Launch - I	1999	Survey Launch	-	12.50	1.85	-	-	18GT	
Survey Launch - II	2009	Survey Launch	-	16.00	1.45	-	-	41GT	
Survey Launch - III	2009	Survey Launch	-	16.00	1.45	-	-	41GT	
Total									2878

* Dr.XVIII was commissioned from 21/01/2011