



माझगांव डॉक शिपबिल्डर्स लिमिटेड

(भारत सरकार का उपक्रम)

Mazagon Dock Shipbuilders Ltd.

(Formerly Mazagon Dock Limited)

(A Govt. of India Undertaking)

CIN : L 35100MH1934GOI002079

डॉकयार्ड रोड, माझगांव, मुंबई - 400 010

Dockyard Road, Mazagon, Mumbai - 400 010

Certified - ISO 9001-2015

संदर्भ क्रमांक SEC/BSENSEDISCL/15/2024-25
Ref. No.

दिनांक 25 June 2024
Date

To
Surveillance Department
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street,
Mumbai- 400 001
Scrip Code: 543237

To
Surveillance Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra Kurla Complex
Bandra (E), Mumbai - 400 051
NSE Symbol: MAZDOCK

Sub: Clarification/ Confirmation on News item appearing in "Media/ Publication"
Ref: Your email/ letter dated 24 June 2024.

Dear Sir/ Madam,

We refer your email/ letter dated 24 June 2024 on the captioned subject.

1. At the outset we inform that our Company has not published the news item which appeared on the "Website-www.economictimes.com" dated 24 June 2024 captioned "Mazagon Dock shares surge over 4% amid talks of Rs. 35000 crore deal with Ministry of Defence."

The Company has submitted the bid for the three Additional submarines under project P75 which is an activity in the normal course of business. Submission of bid does not result into automatic bagging of an order, therefore, is not required to be informed under Regulation 30 of SEBI (LODR) Regulations, 2015.

The information about the three additional Submarines was provided to the investors vide earnings calls, the audio and the transcript of which was uploaded on the website as required under the SEBI (LODR) Regulations, 2015. Extracts from the Investors earning calls attached as Encl. 1.



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वेबसाईट : www.mazagondock.in
Website : www.mazagondock.in

2. We further inform that Mazagon Dock Shipbuilders Limited (MDL, the Company), is a Government Company under section 2(45) of the Companies Act, 2013 engaged in the construction and repair of submarines and warships for the Ministry of Defence, Government of India (MoD) for use by the Indian Navy and other vessels for commercial clients. MDL being a CPSE under the administrative control of the MoD is required to follow the procedures and guidelines laid down by it. In view of the sensitive nature of the business operations of MDL, the Company cannot comply with the requirements of certain continual disclosures as prescribed under the SEBI (LODR) Regulations, 2015, as amended.
3. In this connection vide exemption letter dated 10 December 2019 SEBI had granted exemption to MDL with regard to the compliance with the requirements of Regulation 30 of SEBI (LODR) Regulations, 2015 (continued disclosure) regarding contracts/ documents/ information which are classified as secret and confidential/ sensitive by the MoD.
4. We further confirm that the Company has not been withholding any information which may have a bearing on the operation/ performance of the Company which includes price sensitive information etc.
5. The Company reiterates its adherence to the requirement laid down in Regulation 30 of SEBI (LODR) Regulations, 2015 and will keep the Stock Exchanges duly informed of any information as required under the said Regulations as and when any such event occurs.
6. Please take the above clarification on your record.

Thanking You,
Yours Faithfully,
For MAZAGON DOCK SHIPBUILDERS LIMITED

(Madhavi Kulkarni)
Company Secretary

Encl: as above

Extracts from the Investors earning calls (Transcripts uploaded on the Company & Exchange's websites)

I. Investor Update Call dated 30.05.2024

Investor /Analyst: My second question is more to do with the P-75 add-on submarines, where you were at the cost benchmarking stage last time when we had the discussion. What is the stage at which they are now?

Management: The cost discussions are still going on, not yet finalized. It would take some more time. But I think it is likely to be finalized soon.

II. Investor Update Call dated 14.02.2024

Investor /Analyst: So, my first question is on the nominated 3 add-on submarines. What is the status of it? Will the model code of conduct be a deterrent to get it awarded or should we expect it by June? Could you talk something on the timeline, the cost structure that would be really helpful?

Management: As you are aware we have already submitted the bid almost 2 months ago to the Navy and the procedure has already started and this procedure as I understand will continue and there are lot of activities in between that is the cost committee has to complete their benchmarking, then they have to call us for PNC and after PNC contracts will be exchanged. So, it will take a certain Amount of time. So, with respect to your question of model code of conduct, I think this project will be, according to us, be processed parallely.

Investor /Analyst: Sir, the realistic timeframe in which this letter of award can be issued, is there something that we have in mind?

Management: We as MDL are hoping that the order comes earliest and so we are putting all efforts, we have all organization in place. We are interacting as quick and promptly as required with the government as well as Indian Navy. However, how much time the government procedures would take we won't be able to comment on that. It could be any time, let's say, 4 months to 8 months' time.

III. Investor Update Call dated 09.11.2023

Management: And the project which is there, for which we have received a letter from the Navy for three additional Scorpene submarines.

Investor /Analyst: Right.

Management: We are preparing the proposal and within a month's time we plan to hand over the proposal to the Navy for further work on their part to work out the negotiations and then IN would come out with the order.

IV. Investor Update Call dated 11.08.2023

Investor /Analyst: Seconds sir, any guidance on the three submarine orders which has been in the news and Prime Minister Modi when he visited France, there was a lot of discussion, but nothing concrete in terms of the order flow, which will finally happen to Mazagon Dock. So, any guidance you would want to give on that?

Management: Order flow does not happen so fast because these are very high value orders although this is a part of the same platform, Scorpene submarines. But considering that a significant time has elapsed between the previous order and these three submarines, which are called additional submarines or add-on submarines, so these are not exactly the same submarines. Lot many equipment would be changing in these submarines; these platforms are likely to be more potent. Some discussions have to be there. Navy is also in the process of finalizing the equipment and some discussions would be held with the Mazagon Dock Shipbuilders and our collaborator Naval Group. So, as far as the order is concerned, yes, that would be coming to Mazagon Dock, but it would be taking up some amount of time. At present, it would be difficult to quantify but we can expect maybe in four to six months' things should be in place.