

Ref: A10-SEC-BD-808/202/2024

Date: 28.05.2024

To,

Listing Compliance Department <b>BSE Limited</b> , Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001.	The Manager - Listing Compliance <b>National Stock Exchange of India Limited</b> 'Exchange Plaza' C-1, Block G, Bandra Kurla Complex, Bandra (East), Mumbai – 400051
<b>Security Code: 523598</b>	<b>Symbol: SCI</b>

Dear Sir/ Madam,

**Annual Secretarial Compliance Report for the year ended 31st March, 2024**

Pursuant to the Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with relevant SEBI Circulars, enclosed herewith is the Annual Secretarial Compliance Report dated 17<sup>th</sup> May, 2024 issued by Mrs. Aditi Patnaik (ACS No. 45308, CP No. 18186), Practicing Company Secretaries, M/s. Mehta & Mehta, for the year ended 31<sup>st</sup> March, 2024.

Submitted for your information, kindly take the same on your records.

Thanking You

Yours faithfully,

**For The Shipping Corporation of India Limited**

**Smt. Swapnita Vikas Yadav**  
**Company Secretary and Compliance Officer**

## COMPANY SECRETARIES

201-206, SHIV SMRITI, 2ND FLOOR, 49/A, DR. ANNIE BESANT ROAD, ABOVE CORPORATION BANK, WORLI, MUMBAI - 400 018  
TEL : +91-22-6611 9696. • E-mail: dipti@mehta-mehta.com • Visit us : www.mehta-mehta.com

**AUTHORISED AGENTS FOR TRADEMARK, COPYRIGHT AND PATENT**

### **SECRETARIAL COMPLIANCE REPORT OF SHIPPING CORPORATION OF INDIA LIMITED** **FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024**

We, M/s. Mehta & Mehta, Company Secretaries have examined:

- (a) all the documents and records made available to us and explanation provided by **Shipping Corporation of India Limited** ("the listed entity"),
- (b) the filings/ submissions made by the listed entity to the stock exchanges,
- (c) website of the listed entity,
- (d) any other document/ filing, as may be relevant, which has been relied upon to make this certification,

for the year ended March 31, 2024 ("Review Period") in respect of compliance with the provisions of:

- (a) the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and
- (b) the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars/guidelines issued thereunder, have been examined, include: -

- (a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- (b) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (**during the period under review not applicable to the Company**);
- (c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (d) Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (**during the period under review not applicable to the Company**);
- (e) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 (**during the period under review not applicable to the Company**);



(f) Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021 **(during the period under review not applicable to the Company);**

(g) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

and circulars/guidelines issued thereunder;

and based on the above examination, We hereby report that, during the Review Period:

(a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder, except in respect of matters specified below: -

Sr. No.	Compliance Requirement (Regulations/circulars/guidelines including specific clause)	Regulation/Circular No.	Deviations	Action Taken by	Type of Action*	Details of Violation	Fine Amount**	Observation s/ Remarks of the Practising Company Secretary	Management Response**	Remarks
1	Since the Chairperson of the Board is an Executive Director, at least Fifty percent of the Directors on the Board shall comprise of Independent Directors.	Regulation 17(1) (b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements	The Board of Directors of the Company did not comprise of at least half as	National Stock Exchange ("NSE") and the Bombay Stock Exc	Refer Note 1*	The Board of the Company is non-compliant from 01.04.2023 till 31.0	Refer Note 2**	The Board of Directors of the Company did not comprise of at least half as	Refer Note 3***	Nil



		ments) Regulati ons, 2015	Indep ende nt Direc tors.	han ge ("BS E").		3.20 24.		Indep ende nt Direct ors.		
--	--	------------------------------------	---------------------------------------	---------------------------	--	-------------	--	---------------------------------------	--	--

\*Note 1:

Details of fine levied by Stock Exchanges during FY 2023-24						
Quarter	BSE			NSE		
	Fine levied on	Reply Letter send by Company	Fine Amount	Fine levied	Reply Letter send by Company	Fine Amount
<b>FY 2022-23</b>						
Q4 March 2023	22-05-2023	25-05-2023	Rs. 5,31,000	22-05-2023	25-05-2023	Rs. 5,31,000
<b>FY 2023-24</b>						
Q1 June 2023	21-08-2023	22-08-2023	Rs. 5,36,900	21-08-2023	22-08-2023	Rs. 5,36,900
Q2 Sept 2023	21-11-2023	22-11-2023	Rs. 5,42,800	21-11-2023	22-11-2023	Rs. 5,42,800
Q3 Dec 2023	22-02-2024	23-02-2024	Rs. 5,42,800	22-02-2024	23-02-2024	Rs. 5,42,800

The response from NSE and BSE for waiver of penalty is still awaited.

\*\*Note 2: Fine of Rs. 21,53,500/- (Rupees Twenty-One Lakhs Fifty-Three Thousand and Five Hundred Only) levied by each Stock Exchange.

\*\*\* Note 3: The Company being Navratna Public Sector Undertaking (PSU), the Competent Authority nominates Directors on its Board. The Company through its various communication letters dated 01.06.2023, 04.09.2023, 23.11.2023, 04.01.2024 and 26.02.2024 had taken up the matter with Competent authority with a request to appoint requisite number of Independent Directors on the Board of the Company. The matter is under active consideration with the Competent Authority.



**Compliances related to resignation of statutory auditors from listed entities and their material subsidiaries as per SEBI Circular CIR/CFD/CMD1/114/2019 dated 18<sup>th</sup> October, 2019:**

Sr No	Particulars	Compliance Status (Yes/No/NA)	Observations/Remarks by PCS
1.	<b><u>Compliances with the following conditions while appointing/re-appointing an auditor</u></b>		
	<p>i. If the auditor has resigned within 45 days from the end of a quarter of a financial year, the auditor before such resignation, has issued the limited review/ audit report for such quarter; or</p> <p>ii. If the auditor has resigned after 45 days from the end of a quarter of a financial year, the auditor before such resignation, has issued the limited review/ audit report for such quarter as well as the next quarter; or</p> <p>iii. If the auditor has signed the limited review/ audit report for the first three quarters of a financial year, the auditor before such resignation, has issued the limited review/ audit report for the last quarter of such financial year as well as the audit report for such financial year.</p>	NA	During the period under review no such instances have occurred.
2	<b>Other conditions relating to resignation of Statutory Auditor</b>		
	i. Reporting of concerns by Auditor with respect to the listed entity/its material subsidiary to the Audit Committee:	NA	During the period under review no such



	<p>a. In case of any concern with the management of the listed entity/material subsidiary such as non-availability of information / noncooperation by the management which has hampered the audit process, the auditor has approached the Chairman of the Audit Committee of the listed entity and the Audit Committee shall receive such concern directly and immediately without specifically waiting for the quarterly Audit Committee meetings.</p> <p>b. In case the auditor proposes to resign, all concerns with respect to the proposed resignation, along with relevant documents has been brought to the notice of the Audit Committee. In cases where the proposed resignation is due to non-receipt of information / explanation from the company, the auditor has informed the Audit Committee the details of information/ explanation sought and not provided by the management, as applicable.</p> <p>c. The Audit Committee / Board of Directors, as the case may be, deliberated on the matter on receipt of such information from the auditor relating to the proposal to resign as mentioned above and communicate its views to the management and the auditor.</p>		<p>instances have occurred.</p>
--	--	--	---------------------------------



	ii. Disclaimer in case of non-receipt of information: The auditor has provided an appropriate disclaimer in its audit report, which is in accordance with the Standards of Auditing as specified by ICAI / NFRA, in case where the listed entity/ its material subsidiary has not provided information as required by the auditor.		
3.	The listed entity / its material subsidiary has obtained information from the Auditor upon resignation, in the format as specified in Annexure-A in SEBI Circular CIR/CFD/CMD1/114/2019 dated 18th October, 2019.	NA	During the period under review no such instances have occurred.

**Pursuant to BSE Notice No. 20230316-14 dated March 16, 2023 and NSE Circular Ref No: NSE/CML/ 2023/21 dated March 16, 2023.**

Sr. No.	Particulars	Compliance Status (Yes/No/NA)	Observations/Remarks by PCS
1.	<b><u>Secretarial Standard</u></b>  The compliances of listed entity are in accordance with the applicable Secretarial Standards (SS) issued by the Institute of Company Secretaries of India (ICSI)	YES	-
2.	<b><u>Adoption and timely updation of the Policies:</u></b>  • All applicable policies under SEBI Regulations are adopted with the approval of board of directors of the listed entities.	YES	-



	<ul style="list-style-type: none"> <li>All the policies are in conformity with SEBI Regulations and has been reviewed &amp; timely updated as per the regulations/circulars/guidelines issued by SEBI.</li> </ul>		
3.	<p><b><u>Maintenance and disclosures on Website:</u></b></p> <ul style="list-style-type: none"> <li>The Listed entity is maintaining a functional website.</li> <li>Timely dissemination of the documents/ information under a separate section on the website.</li> <li>Web-links provided in annual corporate governance reports under Regulation 27(2) are accurate and specific which re-directs to the relevant document(s)/ section of the website.</li> </ul>	YES	-
4.	<p><b><u>Disqualification of Director:</u></b> None of the Director of the Company are disqualified under Section 164 of Companies Act, 2013</p>	YES	-
5.	<p><b><u>To examine details related to Subsidiaries of listed entities:</u></b></p> <p>(a) Identification of material subsidiary companies</p> <p>(b) Requirements with respect to disclosure of material as well as other subsidiaries</p>	<p>NA</p> <p>YES</p>	<p><b><i>During the period under review, there were no material subsidiaries of the Company.</i></b></p>





6.	<p><b><u>Preservation of Documents:</u></b></p> <p>The listed entity is preserving and maintaining records as prescribed under SEBI Regulations and disposal of records as per Policy of Preservation of Documents and Archival policy prescribed under SEBI LODR Regulations, 2015</p>	YES	-
7.	<p><b><u>Performance Evaluation:</u></b></p> <p>The listed entity has conducted performance evaluation of the Board, Independent Directors and the Committees at the start of every financial year as prescribed in SEBI Regulations</p>	YES	-
8.	<p><b><u>Related Party Transactions:</u></b></p> <p>(a) The listed entity has obtained prior approval of Audit Committee for all Related party transactions</p> <p>(b) In case no prior approval obtained, the listed entity shall provide detailed reasons along with confirmation whether the transactions were subsequently approved/ratified/rejected by the Audit committee</p>	YES	-
9.	<p><b><u>Disclosure of events or information:</u></b></p> <p>The listed entity has provided all the required disclosure(s) under Regulation 30 along with Schedule III of SEBI LODR Regulations, 2015 within the</p>	YES	-



	time limits prescribed thereunder.		
10.	<p><b><u>Prohibition of Insider Trading:</u></b></p> <p>The listed entity is in compliance with Regulation 3(5) &amp; 3(6) SEBI (Prohibition of Insider Trading) Regulations, 2015</p>	YES	-
11.	<p><b><u>Actions taken by SEBI or Stock Exchange(s), if any:</u></b></p> <p>No Actions taken against the listed entity/ its promoters/ directors/ subsidiaries either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under SEBI Regulations and circulars/ guidelines issued thereunder</p>	NO	<i>As mentioned above.</i>
12.	<p><b><u>Additional Non-compliances, if any:</u></b></p> <p>No any additional non-compliance observed for all SEBI regulation/circular/guidance note etc.</p>	NA	<i>There were no additional non-compliance observed during the year.</i>



(b) The listed entity has taken the following actions to comply with the observations made in previous reports:

Sr. No.	Compliance Requirement (Regulations / circulars/ guidelines including specific clause)	Regulation/ Circular No.	Deviations	Action Taken by	Type of Action	Details of Violation	Fine Amount	Observations/Remarks of the Practicing Company Secretary	Management Response	Remarks
1.	Since the Chairperson of the Board is an Executive Director, at least Fifty percent of the Directors on the Board shall comprise of	Regulation 17(1) (b) of the Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements),	The Board of Directors of the Company did not comprise of at least half as Independent Directors.	National Stock Exchange ("NSE") and the Bombay Stock Exchange ("BSE")	Refer Note 1*	For quarter ended 30.06.2022 the Company was compliant with the Regulation w.e.f. 01.04.2022 till 18.05	Refer Note 2**	The Board of Directors of the Company did not comprise of at least half as Independent Directors.	Refer Note 3***	Nil



Indep enden t Direct ors	2015				.2022 and from 01.06 .2022 to 12.06 .2022 . The Boar d of the Com pany is non- com pliant from 13.06 .2022 till 31.03 .2023				
--------------------------------------	------	--	--	--	--	--	--	--	--

\*Note 1:

<b>Details of fine levied by Stock exchanges</b>				
<b>Quarter</b>	<b>BSE</b>		<b>NSE</b>	
	<b>Fine levied on</b>	<b>Fine Amount</b>	<b>Fine levied on</b>	<b>Fine Amount</b>
<b>FY 2022-23</b>				
Q2 Sept 2023	21-11-2022	Rs. 5,42,800	21-11-2022	Rs. 5,42,800
Q3 Dec 2023	21-02-2023	Rs. 5,42,800	21-02-2023	Rs. 5,42,800

The response from NSE and BSE for waiver of penalty is still awaited.

\*\*Note 2: Fine of Rs. 10,85,600/- (Rupees Ten Lakhs Eighty-Five Thousand and Six Hundred Only) levied by each Stock Exchange.

\*\*\*Note 3:



(i) The Company being Navratna Public Sector Undertaking (PSU), the Competent Authority nominates Directors on its Board. The Company through its communication letters dated 20.05.2022, 22.06.2022, 13.10.2022, 16.12.2022 and 15.02.2023 had taken up the matter with Competent authority with a request to appoint requisite number of Independent Director on the Board of the Company. The matter is under active consideration with the Competent Authority.

(ii) The NSE vide email and letter dated 10.11.2022 informed that the request for waiver of the fines levied for the quarter ended 30.06.2020, 30.09.2020, 31.12.2020, 31.03.2021, 30.06.2021, 30.09.2021 and 31.12.2021 is approved and waived-off.

(iii) BSE vide letter dated 24.09.2020 had waived off fine levied for 30.06.2020 and vide letter dated 19.04.2020 had waived off fine levied for 30.09.2020 and 31.12.2020.

For **Mehta & Mehta,**  
**Company Secretaries**  
**(ICSI Unique Code P1996MH007500)**

*Aditi Patnaik*  


**Aditi Patnaik**  
**Partner**

**ACS No: 45308**

**Place: Mumbai**

**UDIN: A045308F000394613**

**CP No.: 18186**

**Date: 17-05-2024**

**PR No.: 3686/2023**

**Note: This report is to be read with our letter of even date which is annexed as 'ANNEXURE A' and forms an integral part of this report.**

To,  
**Shipping Corporation of India Limited,**  
Shipping House,  
Madam Cama Road,  
Nariman Point,  
Mumbai – 400021, Maharashtra, India.

Our report of even date is to be read along with this letter.

- 1) Maintenance of record is the responsibility of the management of the listed entity. Our responsibility is to express an opinion on these records based on our verification of the same.
- 2) We have followed the practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
- 3) We have not verified the correctness and appropriateness of financial records and Books of Accounts of the listed entity.
- 4) Wherever required, we have obtained the Management representation about the compliance of SEBI laws, rules and regulations thereof.
- 5) The compliance of the provisions of SEBI laws, rules, regulations is the responsibility of management. Our examination was limited to the verification of compliances done by the listed entity.
- 6) As regards the books, papers, forms, reports and returns filed by the listed entity under the above-mentioned regulations, the adherence and compliance to the requirements of the said regulations is the responsibility of management. Our examination was limited to checking the execution and timeliness of the filing of various forms, reports, returns and documents that need to be filed by the listed entity under the said regulations. We have not verified the correctness and coverage of the contents of such forms, reports, returns and documents.



- 7) This report is neither an assurance as to the future viability of the listed entity nor of the efficacy or effectiveness with which the management has conducted the affairs of the listed entity.

For **Mehta & Mehta,**  
**Company Secretaries**  
(ICSI Unique Code P1996MH007500)

*Aditi Patnaik*  


**Aditi Patnaik**  
**Partner**

**ACS No: 45308**

**CP No.: 18186**

**PR No.: 3686/2023**

**Place: Mumbai**

**Date: 17-05-2024**

**UDIN: A045308F000394613**