

BINANI CEMENT LIMITED

Registered Office: 706, Om Tower, 32, Chowringhee Road, Kolkata 700 071

Corporate Office: Mercantile Chambers, 12 J.N.Heredia Marg, Ballard Estate, Mumbai 400 001

UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED ON 30TH SEPTEMBER, 2009

Rs. in Lakhs

S. No.	Particulars	Quarter ended 30.09.2009 (Unaudited)	Quarter ended 30.09.2008 (Unaudited)	Half year ended 30.09.2009 (Unaudited)	Half year ended 30.09.2008 (Unaudited)	Year ended 31.03.2009 (Audited)
1	a)Gross sales	48,129	35,948	106,446	74,403	171,392
	Less Excise Duty	4,872	5,314	10,759	11,170	22,414
	Net Sales	43,257	30,634	95,687	63,233	148,978
	b)Other Operating Income	205	108	246	171	754
2	Expenditure					
	a) (Increase)/decrease in stock in trade and stock in process	753	(1,694)	4,361	(4,753)	(3,173)
	b) Raw Material / Packing Materials & Goods Consumption	4,791	4,107	9,552	7,929	17,096
	c) Employees Cost	818	694	1,688	1,361	2,939
	d) Power & Fuel	9,301	11,595	20,612	23,115	53,599
	e) Freight and Transport	7,697	6,604	16,297	13,025	30,191
	f) Freight on Inter-unit Clinker Transfer	1,004	166	2,252	689	2,691
	g) Other Manufacturing Expenses	1,474	1,474	3,787	2,699	6,182
	h) Depreciation	2,221	1,948	4,347	3,821	8,031
	i) Other Expenditure	1,511	1,462	4,569	3,565	10,106
	Total Expenditure	29,570	26,356	67,465	51,451	127,662
3	Profit from Operations before Other Income, Interest and Exceptional Items (1-2)	13,892	4,386	28,468	11,953	22,070
4	Other Income	215	367	497	483	537
5	Profit before Interest & Exceptional Items (3+4)	14,107	4,753	28,965	12,436	22,607
6	Interest and Financial charges	1,925	1,723	3,931	3,382	7,152
7	Profit after Interest but before Exceptional Items (5-6)	12,182	3,030	25,034	9,054	15,455
8	Exceptional Items	-	-	-	-	-
9	Profit from Ordinary Activities before Tax (7+8)	12,182	3,030	25,034	9,054	15,455
10	Tax Expenses					
	a) Current Tax	2,068	338	4,250	1,019	1,740
	b) Deferred Tax	-	-	-	-	2,790
	c) Fringe Benefit Tax	-	11	-	24	59
11	Net Profit from Ordinary Activities after Tax (9-10)	10,114	2,681	20,784	8,011	10,866
12	Extraordinary Items (net of tax expenses)	-	-	-	-	-
13	Net Profit after Tax (11-12)	10,114	2,681	20,784	8,011	10,866
14	Paid up Equity Share Capital (Face Value per share Rs.10/-)	20,310	20,310	20,310	20,310	20,310
15	Reserves (excluding Revaluation Reserves as per Balance Sheet of previous accounting year)	-	-	-	-	27,330
16	Earnings per Share (EPS)					
	- Basic & Diluted (not annualised) (Rs.)	4.98	1.32	10.23	3.94	5.35
17	Public Shareholding					
	- Number of Shares	71,275,318	71,275,318	71,275,318	71,275,318	71,275,318
	- Percentage of Shareholding	35.09%	35.09%	35.09%	35.09%	35.09%
18	Promoters and promoter group shareholding Pledged / Encumbered					
	- Number of shares	-	N.A.	-	N.A.	-
	- Percentage of share (as a % of the total shareholding of promoter and promoter group)	-	N.A.	-	N.A.	-
	- Percentage of share (as a % of the total share capital)	-	N.A.	-	N.A.	-
	Non Encumbered					
	- Number of shares	131,825,956	N.A.	131,825,956	N.A.	131,825,956
	- Percentage of share (as a % of the total shareholding of promoter and promoter group)	100%	N.A.	100%	N.A.	100%
	- Percentage of share (as a % of the total share capital)	64.91%	N.A.	64.91%	N.A.	64.91%

Notes :

- 1 Consolidated Unaudited Financial Results of the Company for the half year ended 30th September,2009 are as follows :-

	<u>(Rs. in Lakhs)</u>
Net Sales	122,734
EBIDTA	39,145
Interest	6,171
Depreciation	5,247
PBT	27,727

For the purpose of consolidation, the financial statements of the overseas subsidiaries for the half year ended 30th June, 2009 have been considered (their Financial Year ends on 31st December)

- 2 During the quarter, the profitability of the Company has improved due to higher sales volume, better price realisation and reduced cost of fuel.
- 3 The second phase of the 2 x 22.3 MW power plants at Binanigram has started generation of power from July,2009.
- 4 The installation of one additional cement grinding and packing plant at Binanigram is expected to be completed by the end of 2009. Consequently, the Company will have flexibility for optimising its product mix and increasing the existing cement capacity from 6 MTPA to 6.25 MTPA.
- 5 The company has decided to invest in a wholly owned overseas subsidiary to ensure long term availability of coal.
- 6 Approval for mines for the proposed greenfield project in Gujarat having 2.5 Million Tonne Clinker/Cement production capacity is awaited from the Government of Gujarat.
- 7 Land acquisition and development work is in progress for the lignite project at Nimbri Chandawatan, Rajasthan at a total project cost of Rs.100 Crores. Production from the mines is expected by 3rd Qtr., 2010.
- 8 The expansion of the capacity of the grinding unit of Binani Cement Factory LLC, UAE, a Subsidiary of BCL, from 1.2 Million MT to 2.0 Million MT has been completed and production is expected to commence from November, 2009.
- 9 Shandong Binani Rong'An Cement Co. Ltd., China, a subsidiary of BCL, has started implementation of its expansion project for increasing cement manufacturing capacity from 0.50 Million MT to 3.00 Million MT. The project is expected to go into production by mid 2011.
- 10 Reduction in interest of Rs.1361 Lakhs for the period 1st October, 2004 to 31st March, 2005, converted to Zero Coupon Loan (ZCL) as per the Restructuring Package (RP) of the Industrial Development Bank of India Limited (IDBI) approved during the Financial Year 2004-05 is payable in four annual instalments commencing from 31st March, 2010 and ending on 31st March, 2013. The Company has approached IDBI for waiver of the same since as per restructuring, the Company became eligible for waiver as it has complied with all the terms & conditions of the restructuring package. The matter is still pending.
- 11 Deferred Tax will be provided at the end of the year.
- 12 The Company operates in a single segment i.e. "Production and sales of Cement and Clinker in India". During the period, the Company has exported Cement & Clinker amounting to Rs.991 Lakhs (Previous Year Rs.3,700 Lakhs) which is less than 10% of the total revenue of the Company and therefore does not constitute a separate geographical reportable segment. Except this, the Company's entire Cement and Clinker sales are in India. Hence no additional disclosure under Accounting Standard-17,"Segment Reporting" is required .
- 13 There was Nil complaint pending at the beginning of the quarter and during the quarter, the Company received 38 complaints from investors, all of which have been redressed.
- 14 The Statutory Auditors have conducted limited review of the above standalone results of the Company as required by clause 41 of the listing agreement.
- 15 The above results were reviewed by the Audit Committee at its meeting held on 22nd October, 2009 and were taken on record and approved by the Board of Directors at its meeting held on 22nd October, 2009.
- 16 Investors can view the Financial Results of the Company at the Company's website www.binani.com or at the websites of BSE (www.bseindia.com) or NSE (www.nseindia.com)
- 17 Previous period/year figures have been regrouped / recast, wherever necessary.

By Order of the Board
For **Binani Cement Ltd.**

BRAJ BINANI
CHAIRMAN

Place : Mumbai
Date :22nd October,2009