

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 (PROVISIONAL) FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2007

(Rs. in Lakhs)

	Particulars	Quarter ended 31.12.2007	Quarter ended 31.12.2006 (Audited)	Nine Months ended 31.12.2007	Nine Months ended 31.12.2006 (Audited)	Year ended 31.03.2007 (Audited)
1	Gross Sales	27,233	18,933	75,485	56,654	78,200
	Less Excise Duty	3,902	2,392	11,218	7,304	10,217
	Net Sales	23,331	16,541	64,267	49,350	67,983
2	Other Income	200	165	975	287	458
3	Total Income (1+2)	23,531	16,706	65,242	49,637	68,441
4	Expenditure					
	a) (Increase)/Decrease in Stock in Trade and Work in Process	(2,695)	474	(3,011)	(61)	(355)
	b) Consumption of Raw / Packing Materials	3,773	2,024	8,954	6,297	8,940
	c) Employees Cost	687	431	1,874	1,440	1,878
	d) Power and Fuel	6,035	3,534	13,852	10,740	14,203
	e) Freight and Transport	4,564	3,226	13,713	10,752	14,697
	f) Other Manufacturing Expenses	1,130	1,208	2,725	1,905	2,442
	g) Other Expenditure	998	681	2,977	1,941	3,371
	h) Total	14,492	11,578	41,084	33,014	45,176
5	Operating Profit before Interest and Depreciation (3-4)	9,039	5,128	24,158	16,623	23,265
6	Interest	1,382	822	3,120	2,412	3,262
7	Exceptional Items	-	-	-	-	-
8	Gross Profit before Tax(5-6-7)	7,657	4,306	21,038	14,211	20,003
9	Depreciation/Amortisation	1,556	1,081	3,801	3,236	4,346
10	Profit from Ordinary Activities before Tax ((8-9)	6,101	3,225	17,237	10,975	15,657
11	Tax Expenses					
	a) Current Tax (MAT)	689	361	1,948	1,229	1,753
	b) Deferred Tax	-	1,110	-	2,710	4,312
	c) Fringe Benefit Tax	17	9	40	22	31
12	Net Profit from Ordinary Activities after Tax (10-11)	5,395	1,745	15,249	7,014	9,561
13	Extraordinary Items (Net of Tax Expense)	-	-	-	-	-
14	Net Profit for the period (12-13)	5,395	1,745	15,249	7,014	9,561
15	Paid up Equity Share Capital (Face Value per share Rs.10/-)	20,310	20,310	20,310	20,310	20,310
16	Reserves excluding Revaluation Reserves as per Balance Sheet of previous accounting year					9,813
17	Earnings per Share (EPS)					
	- Basic & Diluted before Extraordinary items (not annualised) (Rs.)	2.66	0.86	7.51	3.45	4.71
	- Basic & Diluted after Extraordinary items (not annualised) (Rs.)	2.66	0.86	7.51	3.45	4.71
18	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%

Notes:

- The Kiln and the Cement grinding unit of the expansion project at Binanigram commenced commercial production from 2nd October, 2007 and 6th December, 2007 respectively. Consequent to this the cement capacity of the company has been increased from 2.25 Million Tonne per annum to 4.50 Million Tonne per annum.

The Spilt Cement grinding unit for the expansion project which is under installation at Neem ka Thana located in North Rajasthan is scheduled to be completed in the current quarter which will further increase the cement capacity to 6.0 Million Tonne per annum.

- During the quarter December, 2007 the company has sold 88,295 MT of Clinker and 667,873 MT of Cement compared to 5,87,187 MT of Cement in the corresponding quarter of the previous year.

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- 3 Development work has been initiated in respect of the lignite mine allotted to the company in the State of Rajasthan. Production from the mines is expected to start in early 2009. The supply of lignite from the mines would facilitate reduction in cost of power from CPP.
- 4 The Board has approved raising of funds in foreign currency up to 125 million US Dollars by way of FCCBs/GDRs/ADRs and/or any other instruments to inter-alia facilitate expansion of capacities and for overseas acquisitions subject to all the necessary approvals.
- 5 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) was not accounted as negotiations were going on with IDBI for waiver of the same. As decided by IDBI the Company is required to pay the said ZCL (carrying nil interest) in four annual instalments commencing from 31st March, 2010 and ending on 31st March, 2013. The same will be accounted for on actual payment basis.
- 6 The Company has Minimum Alternate Tax (MAT) credit entitlement/excess provision against MAT paid/provided up to 31st December, 2007 Rs.4188 lakhs, which will be recognised and accounted at the end of the year along with provision for deferred tax.
- 7 Liability for Gratuity and Leave Encashment as on April 1, 2007 as per actuarial valuation have been fully provided for as per revised Accounting Standard 15 .
For Interim account, gratuity liability has been taken on estimated basis and leave encashment liability on actual basis.
- 8 The Company operates in a single segment i.e. "Production and sales of cement in India". The Company's entire cement sales are in India. Hence no additional disclosure under Accounting Standard-17,"Segment Reporting" is required .
- 9 There were 4 complaints pending at the beginning of the quarter and during the quarter, the Company received 102 complaints from investors, all of which have been redressed.
- 10 The above results were reviewed by the Audit Committee at its meeting held on 19th January, 2008 and were taken on record and approved by the Board of Directors at its meeting held on 19th January, 2008. The above financial results reviewed by statutory auditors as required under clause 41 of the listing agreement with stock exchanges.
- 11 Previous period/year figures have been regrouped / recast, wherever necessary.

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

Braj Binani
Chairman

Place : Mumbai
Dated : 19th January, 2008