

**AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED ON 31ST MARCH, 2009**

Rs. in Lakhs

	Particulars	Quarter ended	Quarter ended	Year ended	Year ended	Consolidated Results	
		31.03.2009 Unaudited	31.03.2008 Unaudited	31.03.2009 (Audited)	31.03.2008 (Audited)	Year ended 31.03.2009 (Audited)	Year ended 31.03.2008 (Audited)
1 (a)	<b>Gross sales</b>	<b>55,351</b>	39,370	<b>171,392</b>	114,855	<b>218,502</b>	114,855
	Less Excise Duty	<b>5,609</b>	5,770	<b>22,414</b>	16,988	<b>22,414</b>	16,988
	Net Sales	<b>49,742</b>	33,600	<b>148,978</b>	97,867	<b>196,088</b>	97,867
(b)	Other Operating Income	<b>66</b>	472	<b>754</b>	1,043	<b>2,309</b>	1,043
2	<b>Expenditure</b>						
	a) (Increase)/decrease in stock in trade and stock in process	<b>5,075</b>	(907)	<b>(3,173)</b>	(3,918)	<b>(4,649)</b>	(3,918)
	b) Raw Material / Packing Materials & Goods Consumption	<b>4,415</b>	3,683	<b>17,096</b>	12,637	<b>49,404</b>	12,637
	c) Employees Cost	<b>853</b>	676	<b>2,939</b>	2,550	<b>3,584</b>	2,550
	d) Power & Fuel	<b>13,835</b>	9,704	<b>53,599</b>	23,556	<b>57,741</b>	23,556
	e) Freight and Transport	<b>9,127</b>	6,903	<b>30,191</b>	20,616	<b>30,814</b>	20,616
	f) Freight on Inter-unit Clinker Transfer	<b>1,079</b>	-	<b>2,691</b>	-	<b>2,691</b>	-
	g) Other Manufacturing Expenses	<b>1,917</b>	1,090	<b>6,182</b>	3,815	<b>9,269</b>	3,815
	h) Depreciation	<b>2,161</b>	1,766	<b>8,031</b>	5,567	<b>9,243</b>	5,567
	i) Other Expenditure	<b>4,182</b>	2,479	<b>10,106</b>	5,228	<b>11,616</b>	5,227
	Total Expenditure	<b>42,644</b>	25,394	<b>127,662</b>	70,051	<b>169,713</b>	70,050
3	<b>Profit from Operations before Other Income, Interest and Exceptional Items (1-2)</b>	<b>7,164</b>	8,678	<b>22,070</b>	28,859	<b>28,684</b>	28,860
4	Other Income	<b>323</b>	94	<b>537</b>	271	<b>894</b>	271
5	<b>Profit before Interest &amp; Exceptional Items (3+4)</b>	<b>7,487</b>	8,772	<b>22,607</b>	29,130	<b>29,578</b>	29,131
6	Interest and Financial charges	<b>2,055</b>	1,527	<b>7,152</b>	4,647	<b>10,032</b>	4,647
7	<b>Profit after Interest but before Exceptional Items (5-6)</b>	<b>5,432</b>	7,245	<b>15,455</b>	24,483	<b>19,546</b>	24,484
8	Exceptional Items	-	-	-	-	-	-
9	<b>Profit from Ordinary Activities before Tax (7+8)</b>	<b>5,432</b>	7,245	<b>15,455</b>	24,483	<b>19,546</b>	24,484
10	Tax Expenses						
	a) Current Tax (MAT)	<b>613</b>	822	<b>1,740</b>	2,770	<b>1,831</b>	2,770
	b) MAT Credit Entitlement	-	(4,359)	-	(4,359)	-	(4,359)
	c) Deferred Tax	<b>2,790</b>	8,440	<b>2,790</b>	8,440	<b>2,790</b>	8,440
	d) Fringe Benefit Tax	<b>22</b>	11	<b>59</b>	51	<b>59</b>	51
11	<b>Net Profit from Ordinary Activities after Tax (9-10)</b>	<b>2,007</b>	2,331	<b>10,866</b>	17,581	<b>14,866</b>	17,582
12	Extraordinary Items (net of tax expenses)	-	-	-	-	-	-
13	<b>Net Profit after Tax but before Minority Interest (11-12)</b>	<b>2,007</b>	2,331	<b>10,866</b>	17,581	<b>14,866</b>	17,582
14	Minority Interest	-	-	-	-	<b>155</b>	-
15	<b>Net Profit after Minority Interest (13-14)</b>	<b>2,007</b>	<b>2,331</b>	<b>10,866</b>	<b>17,581</b>	<b>14,711</b>	<b>17,582</b>
16	Paid up Equity Share Capital (Face Value per share Rs.10/-)	<b>20,310</b>	20,310	<b>20,310</b>	20,310	<b>20,310</b>	20,310
17	Reserves (excluding Revaluation Reserves as per Balance Sheet of previous accounting year)	-	-	<b>36,856</b>	21,454	<b>29,640</b>	21,728
18	Earnings per Share (EPS) - Basic & Diluted (not annualised) (Rs.)	<b>0.99</b>	1.15	<b>5.35</b>	8.66	<b>7.24</b>	8.66
19	Public Shareholding - Number of Shares - Percentage of Shareholding	<b>71,275,318</b> <b>35.09%</b>	71,275,318 35.09%	<b>71,275,318</b> <b>35.09%</b>	71,275,318 35.09%	<b>71,275,318</b> <b>35.09%</b>	71,275,318 35.09%
20	Promoters and promoter group shareholding Pledged / Encumbered - Number of shares - Percentage of share (as a % of the total shareholding of promoter and promoter group) - Percentage of share (as a % of the total share capital)	- - -	- - -	- - -	- - -	- - -	- - -
	Non Encumbered - Number of shares - Percentage of share (as a % of the total shareholding of promoter and promoter group) - Percentage of share (as a % of the total share capital)	<b>131,825,956</b> <b>100%</b> <b>64.91%</b>	- - -	<b>131,825,956</b> <b>100%</b> <b>64.91%</b>	- - -	- - -	- - -

Notes :

- 1 The Board of Directors of the Company have recommended declaration of dividend @ 21%% (Rupees 2.10 per Equity Share) subject to requisite approval. The Register of Members will remain closed from 19th June, 2009 to 26th June, 2009 (both days inclusive) for the purpose of payment of dividend.
- 2 The company has consolidated the financial statements of its overseas subsidiaries/step down subsidiaries Krishna Holding Pvt. Ltd., Singapore (KHL), Shandong Binani Rong'an Cement Co. Ltd., China (SBRCC), Mukundan Holdings Ltd., a British Virgin Island (MHL) and Binani Cement Factory LLC, UAE (BCFLLC). For the purpose of consolidation the financial statements of all the companies have been converted by the management as per Indian GAAP and in Indian Currency. The financial results have been consolidated excluding the minority interest as applicable. The accounting years of all the subsidiaries is from January to December '08. MHL, being incorporated on 5th February 2008, its financial statements are drawn and considered for consolidation for the period 5th February 2008 to 31st December 2008.  
KHL is a subsidiary of BCL (50% shareholding) and MHL (50% shareholding). MHL is a wholly owned subsidiary of BCL. BCFLLC is an associate company of MHL (49% shareholding) and SBRCC is a subsidiary of KHL (70% shareholding). Though BCFLLC is an associate company of MHL but since the management control vests with MHL, it has been considered as a subsidiary for the purpose of consolidation.  
On 30<sup>th</sup> October '08, BCL has promoted a wholly owned subsidiary Murari Holdings Ltd., Singapore. Since its first accounting period shall end on 31<sup>st</sup> December '09, its accounts are not available for consolidation.  
BCF LLC has acquired 100% stake in two companies viz Riddhi Siddhi Trading ( South Africa ) proprietary Limited on 21st August 2008 and BC Trading ( Mauritius ) Limited on 25th September 2008. Since there are no significant transactions between the dates of acquisition and year ending date 31st December 2008, the accounts of the two subsidiaries have not been required to be drawn as per the rules of their respective countries of incorporation. Accordingly the financial results of the same have not been consolidated with the results of BCF LLC.
- 3 During the year, the profitability of the Company has been lower preliminary due to substantial increase in the cost of imported coal- a major cost component. However, there has been considerable fall in international Coal price by the end of 2008. Coal price has been stabilised at the lower level. This will have favourable impact on the profitability of the Company.
- 4 With progress in implementation of the Second phase of the 2 x 22.3 MW , the company expects to commission it by June 2009, as a result of which the Company will be self sufficient for its power requirements.
- 5 The Company has been implementing one additional cement grinding and packing plant at Binanigram at the cost of Rs. 45 Crores. This plant is expected to be completed by the end of 2009. Consequently, the Company will have flexibility for optimising its product mix and increase the existing cement capacity from 6 MTPA to 6.25 MTPA.
- 6 The company has signed an MOU with the Government of Gujarat for facilitation of approvals, allocation of limestone mines etc. for the greenfield project in Gujarat having 2.5 Million Tonne Clinker/Cement production capacity, for which funding has been tied up. The project is expected to be completed by mid 2011 subject to all statutory approvals.
- 7 Land acquisition and development work has been initiated for the lignite project at Nimbri Chandawatan, Rajasthan at a total project cost of Rs.100 Crores. Production from the mines is expected by March 2010. The company has also decided to install additional 25 MW power plant at the pit head to further reduce the cost of generation of power.
- 8 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.
- 9 Other expenses include foreign exchange fluctuation loss of Rs. 2114.33 Lakhs in the current year (previous year gain Rs. 35.82 Lakhs). As per Company's policy, 50% of the foreign exchange exposure is hedged to avoid speculative gain or loss.
- 10 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.3,699.61 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 .
- 11 In March'09, Murari Holdings Limited, a wholly owned overseas subsidiary of the Company acquired beneficial interest in 51% of the paid up share capital of BCF, Dubai.
- 12 There were Nil complaints pending at the beginning of the quarter and during the quarter, the Company received 34 complaints from investors, all of which have been redressed.
- 13 The above results were reviewed by the Audit Committee at its meeting held on 22nd April, 2009 and were taken on record and approved by the Board of Directors at its meeting held on 23rd April, 2009.
- 14 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 : 23-04-2009