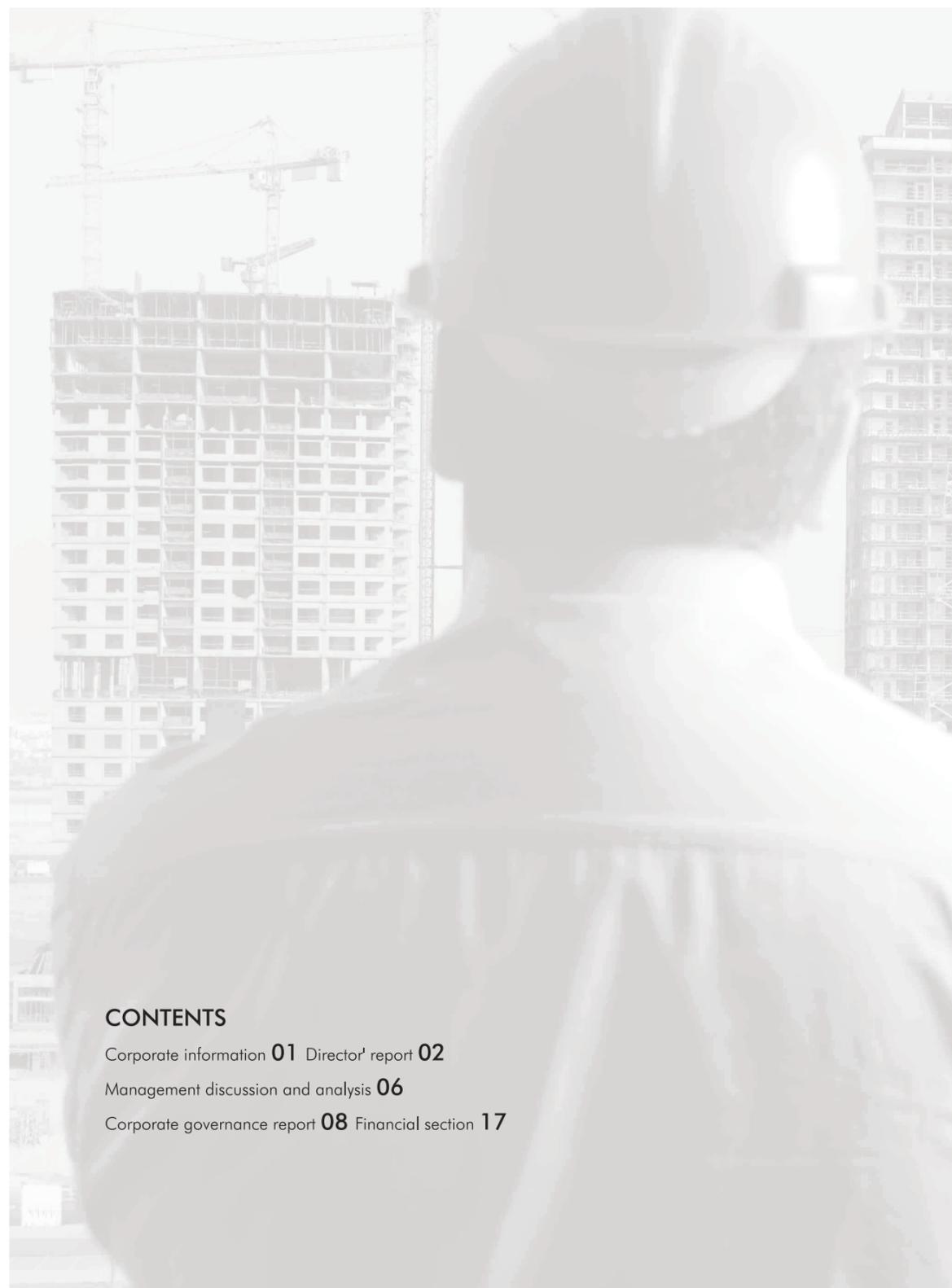


BURNPUR CEMENT LIMITED
ANNUAL REPORT, 2013-14
Powering India's infrastructure growth





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BOARD OF DIRECTORS

Mr. Prem Prakash Sharma, *Chairman*, Mr. Ashok Gutgutia, *Vice-Chairman & Managing Director*
Mr. Subrata Mookerjee Mr. Manoj Kumar Agarwal
Mr. Jagdish Chander Bhutani Mr. Prem Prakash Agarwal

C.E.O.

Mr. Ashish Roychowdhury

SECRETARY

Mr. Sudhansu Sekhar Panigrahi

AUDITOR

M/s. N. K. Agarwal & Co.

BANKERS

State Bank of India State Bank of Hyderabad
United Bank of India Central Bank of India

CORPORATE OFFICE

14, Bentinck Street, "Gujarat Mansion", 2nd Floor, Kolkata - 700 001
Tel. No. (033) 22623167, 30250826, Fax : 033-22623168

REGISTERED OFFICE & PLANT

Village : Palasdiha, Panchgachia Road
P.O. Kanyapur, Asansol - 713 341, Dist. Burdwan, West Bengal
Tel. No. (0341) 2250454, 2252965
E-mail : info@burnpurcement.com, investors@burnpurcement.com
Website : www.burnpurcement.com

PROPOSED PLANT

Plot No. A-8P, 9, 10, 11, B-38, 39, 40, C-7P, 8, 9, 10, 11 & XP
Block-D and Block-E, Patratu Industrial Area, Jharkhand

REGISTRAR AND SHARE TRANSFER AGENT

Niche Technologies Pvt. Ltd.

D-511, Bagree Market, 71, B. R. B. B. Road, Kolkata - 700 001
Tel. No. : +91 33 22357270 / 7271, 22355236, Fax No. : +91 33 22156823
E-mail : nichetechpl@nichetechpl.com, Website : www.nichetechpl.com



DIRECTORS' REPORT

Dear Shareholders,

Your Directors presents the 28th Annual Report of the Company, together with the Audited Accounts for the financial year ended 31st March 2014

Financial Results

The financial results for the year ended 31st March 2014 are summarized below:

	2013-2014	2012- 2013
Sales (Net)	9335.57	8891.60
EBDIT	900.79	858.46
Interest	397.08	255.06
Depreciation	125.31	129.38
Profit before Tax	378.40	474.02
Income Tax		
-Current Tax	88.28	123.85
-Deferred Tax	19.63	33.46
Profit after Tax	270.49	316.71
Balance brought forward from last year	947.95	631.24
Earlier Year Adjustment	—	—
Balance carried forward to Balance Sheet	1218.43	947.95

DIVIDEND :

The profit for the year is not enough to declare the dividend therefore your directors do not recommend any dividend for the year ended 31st March, 2014.

RESULT OF OPERATION

The gross sale and other income for the financial year ended 31st March 2014 was Rs. 109.06 Crores as against Rs. 105.29 Crore in the previous year. In 2013-14 the Company has produced 191649.30 M.T. against 174348.3 M.T. in the previous year. The effective capacity utilization was 63.88 against 58.11% in the previous year. Due to increase in finance cost the profit during the year has affected more compared to previous year.

PROJECT AT PATRATU

The project at Patratu has been delayed further due to one of the civil contractor who left the the job in the middle and it took some time appoint the new civil contractor. However the grinding unit of the plant is ready and grinding will start after the connection of power from Damodar Valley Corporation (DVC) is complete. The power connection from DVC is going on and will complete very shortly. For completion of the clinkerisation unit it will take another 5-6 months.

PARTICULARS UNDER SECTION 217 OF COMPANIES ACT, 1956

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

With regard to Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo, details are given in Annexure A.

PARTICULARS OF EMPLOYEES

No employees of the companies is covered under section 217(2A) of the Companies Act, 1956 read with the Companies (Particular of Employees) Rules, 1975 made there under.

DIRECTORS' RESPONSIBILITY STATEMENT

In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956, the Directors to the best of their knowledge and belief and according to the information and explanation obtained by them, state that:

- The financial statements are prepared in accordance with the Accounting Standards issued by Institute of Chartered Accountants of India and the requirements of the Companies Act, 1956 to the extent applicable to the Company and there are no material departures from prescribed accounting standards.
- The Board of Directors accept responsibility for the integrity and objectivity of these financial statements. The accounting policies used in the preparation of financial statements have been consistently applied and reasonable, prudent judgment and estimates are made so as to give a true and fair view of the state of affairs of your company as at 31st March 2014 and of the profit or loss for the financial year ended 31st March 2014.

- (iii) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of your company and for preventing and detecting frauds and other irregularities.
- (iv) The annual accounts of your company have been prepared on a going concern basis.

AUDITORS & AUDITOR'S REPORT

The auditors M/s. N. K. Agarwal & Co., Chartered Accountant retire at the conclusion of the ensuing Annual General Meeting and are eligible for re-appointment. The retiring auditors have given their consent for re-appointment. The Company has received a certificate under section 224(1) of the Companies Act, 1956 from the Auditors that their appointment, if made, will be in accordance with the limits as specified in section 224(1) of the Companies Act, 1956.

The Board proposes the reappointment of M/s N. K. Agarwal & Co. as statutory auditors of the company based on the recommendation of the Audit Committee to hold office from the conclusion of the ensuing Annual General Meeting until the conclusion of the next Annual General Meeting.

The Notes on Accounts referred to in the Auditor's Report are self explanatory and, therefore, do not call for any further comments.

COST AUDITOR

As per the provision of Section 148 of the Companies Act, 2013 the Company's cost records for the year ended March, 2014 are being audited/ reviewed by Cost Auditor Mr. Abhimanyu Nayak of M/s Abhimanyu Nayak & Associates. The Cost Audit Report for the year ended 31st March, 2013 was filled in accordance with Cost Audit (Report) Rule 2001 within the stipulated time. For the Financial Year 2014-15 the Board of Directors of the Company has appointed AS & Associates, cost auditor to audit the cost records of the company as per the recommendation of the Audit Committee. The remuneration of the cost auditor shall be ratified by the share holders of the company in the ensuing Annual General Meeting.

STATUTORY DISCLOSURE

None of the Directors of the Company are disqualified as per the provisions of section 164(2) of Companies Act, 2013. The Directors have made necessary disclosures as required under the various provisions of the Act.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management Discussion and Analysis Report forming part of the Directors Report for the year under review, as stipulated under Clause 49 of the Listing Agreement with the Stock Exchange, is annexed to this Annual Report.

CORPORATE GOVERNANCE

Your Company re-affirms its commitment to the standard of corporate governance. As per clause 49 of the Listing Agreement with the stock Exchanges, a separate section on Corporate Governance together with a certificate from the Auditors of the company confirming the compliance is set out in the Annexure forming part of this report.

DIRECTORS

Mr. Bal Krishan Ladha who was appointed as an professional director of the company on 26th January, 2011 has been resigned from the directorship of the company. The company shall not fill the vacancy caused by the resignation of Mr. B K Ladha.

Mr. Ansul Agarwal who was appointed as an independent director of the company on 20th October 2010 has been resigned from the directorship of the company. The company shall not fill the vacancy caused by the resignation of Mr. Ansul Agarwal.

Mr. Jagdish Chander Bhutani was appointed as an additional director with effect from 14th May, 2014 to hold office till the conclusion of ensuing Annual General Meeting. Notice pursuant to Section 160 of the Companies Act, 2013 has been received from members proposing Mr. Jagdish Chander Bhutani for appointment as independent director of your company.

The Board recommends the above appointment and Resolution seeking your approval on these items are included in the notice convening the Annual General Meeting together with brief resume of the directors being appointed/ reappointed.

APPRECIATION

Your Directors express their deep sense of gratitude to the Financial Institutions, Banks, Government Authorities, dealers, suppliers, business associates and Company's valued customers and the esteemed Shareholders for the faith they continue to repose in the Company and look forward to their continued support in future.

The Directors also warmly thank all the employee of the Company for their contribution to company's performance and steady progress.

For and on behalf of the Board
MANOJ KUMAR AGARWAL
Director

Place : Kolkata
Date : 14.08.2014

ASHOK GUTGUTIA
Vice Chairman and Managing Director



ANNEXURE - A TO THE DIRECTOR'S REPORT FOR THE YEAR ENDED 31ST MARCH, 2013 PARTICULARS UNDER SECTION 217(1)(e) OF THE COMPANIES ACT, 1956

A. CONSERVATION OF ENERGY

- a. Energy conservation measures taken
Installed compact fluorescent lamp (CFL) at Plant and Registered Office
- b. Additional investment and proposals, if any, being implemented for reduction of consumption of energy: N.A.
- c. Impact of the measures at A) and B) above for reduction of energy consumption and consequent impact on the cost of production of goods:
Due to various conservation measures there was saving in power consumption.
- d. Total energy consumption and Energy consumption per unit of Production:
Please refer Form A attached.

B. TECHNOLOGY ABSORPTION

Please refer Form B attached.

C. FOREIGN EXCHANGE EARNING AND OUTGO

- a) Activities relating to export: - Initiative are being taken to start exports to neighboring countries.
- b) Foreign exchange Earning Nil
Foreign exchange outgo Nil

ANNEXURE TO THE REPORT OF THE DIRECTORS

FORM A

Form as per Section 217(1)(e) read with Companies (Disclosure of Particulars in the report of Board of Directors) Rules, 1988 and forming part of the Directors Report for the year ended 31st March, 2014.

A. POWER AND FUEL CONSUMPTION

	Current Year (2013-14)	Previous Year (2012-13)
1. Electricity		
a. Purchase		
Units (KWH)	13134085	11072818
Total Amount (Rs. Lacs)	1062.19	821.76
Rate per unit	8.09	7.42
b. Own Generation		
I) Through Diesel Generators		
Unit	NA	NA
Unit per Ltr. of Diesel Oil	NA	NA
Cost per Unit	NA	NA
I) Through Steam turbine/generator		
Unit	NA	NA
Unit per Ltr. of Fuel Oil/Gas	NA	NA
Cost per Unit	NA	NA
2. Coal (A to D grade used in Dryer)		
Quantity (Tonnes)	645	1200
Total Amount (Rs. Lacs)	56.39	100.67
Average Rate (Rs.)	8742.93	8389.54

Burnpur Cement Ltd.

3. Furnace Oil			
Quantity (K. Ltrs)		NIL	NIL
Total Amount (Rs. Lacs)		NIL	NIL
Average Rate (Rs.)		NIL	NIL
4. Other (Diesel)/ Internal Generation			
Quantity (Litre)		124842	NIL
Total Amount		83.38	NIL
Rate per Litre		66.79	NIL
B. Consumption per Ton of Cement Production			
	Standards	Current Year	Previous Year
	(if any)	(2013-14)	(2012-13)
Electricity (Unit)	N. A.	68.53	63.51
Furnace Oil	N. A.	N.A.	N.A.
Coal (Ton)	N. A.	0.003	0.007
(A to D grade used in dryer)			
Others (Diesel)	N. A.	0.651	N.A.

FORM B

Form for the disclosure of particulars with respect to technology absorption.

RESEARCH AND DEVELOPMENT

1. Specific areas in which R&D carried out by the company	None
2. Benefits derived as a result of above R&D	N.A.
3. Future Plan of action	
The company is envisaged to set up R&D facility in the plant to improve operations controls in order to minimize the cost of production after implementation of expansion.	
4. Expenditure on R&D	
Capital	Nil
Recurring	Nil
Total R&D expenditure	Nil
As a percentage of Turnover	Nil
TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION	N.A.

For and on behalf of the Board
ASHOK GUTGUTIA
Vice Chairman and Managing Director

Place : Kolkata
Date : 14th August, 2014

MANOJ KUMAR AGARWAL
Director



MANAGEMENT DISCUSSION & ANALYSIS

Business Environment

According to Market research analysis report on Cement Sector in India the cement production has remained subdued during Financial Year 2013-14, increasing by 3.7% during April - December 2013, primarily due to weak demand from end-user industries. Delays in environmental clearances for industrial and infrastructure projects and sand unavailability in some states contributed to slow growth. The demand was sluggish during Second quarter 2013-14 due to a slowdown in construction activities during the monsoon season. Cement demand failed to pick up even in the post monsoon season due to continuing weak demand from the infrastructure and real estate sectors.

The cement industry has been expanding on the back of increasing infrastructure activities and demand from the housing sector over the past many years. According to data released by the Department of Industrial Policy and Promotion (DIPP), cement and gypsum products attracted foreign direct investment (FDI) worth Rs 13,370.32 crore (US\$ 2.24 billion) between April 2000 and February 2014.

Capacity is affecting the industry for more than half-a-decade now. The over Rs 50,000 crore rapid expansions done during 2007-12 to nearly double the capacity from 180 mt. pa - the fastest in sector's history - has proved to be a self-made trap for the cement makers. Amid lower cement off take, capacity utilization is below 75 per cent (while in some regions it is not more than 60 per cent).

Opportunity & Threats

India's potential in infrastructure is huge. The country is expected to become the world's third largest construction market by 2025, adding 11.5 million homes a year to become a US\$ 1 trillion a year market, according to a study by Global Construction Perspectives and Oxford Economics.

The housing segment accounts for a major portion of the total domestic demand for cement in India. The Government of India is strongly focused on infrastructure development to boost economic growth and plans to increase investment in infrastructure to US\$ 1 trillion in the 12th Five Year Plan (2012-17). During the Plan, the industry is estimated to add a capacity of 150 MT.

Further, expansion is a challenge for the industry now. "Expansion is taking time. It takes at least 5 years for land acquisition and then two more years to erect the plant. In all 7 years for an efficient player compared with 3 years earlier,"

Future Outlook

Cement is one of the core industries and plays a vital role in the growth and development of a nation. The cement industry of India is the second largest producer in the world. The production of cement has increased at a compound annual growth rate (CAGR) of 9.7 per cent to reach 272 million tonnes (MT) during Financial Year 2006-13. The production capacity is expected to grow to 550 MT by Financial Year 2019-20.

The Indian cement sector is expected to witness positive growth in coming years, with demand set to increase at a CAGR of more than 8 per cent during 2013-14 to 2015-16, according to the latest RNCOS report titled, 'Indian Cement Industry Outlook 2016'.

The growth will be supported by an expected increase in demand from the rural sector and Tier 2 & 3 cities. There could also be some uptick in demand from the second half of Financial Year 2014-15 as the Centre has made budgetary provision of Rs. One billion on infrastructure projects spend during the year.

The cement industry in India is globally competitive as the industry continues to witness positive trends such as cost control, continuous technology upgradation and increased construction activities.

India's cement industry needs to nearly double its manufacturing capacity by 2025, according to a report titled 'Cement Vision 2025: Scaling New Heights' by the Confederation of Indian Industry (CII). The report highlights that an additional capacity of 330-380 MT in cement and 240-270 MT in clinker could be needed by 2025. This translates into an investment of close to Rs 300,000 crore (US\$ 50.1 billion).

Risk & Concern

Cement prices continued to remain under pressure in third quarter of Financial Year 2013-14. Though cement manufacturers made a few attempts to raise prices during the quarter, most of the price hikes undertaken by the industry were partially or fully reversed.

Furthermore, Indian cement producers continue to face rising input costs. Freight costs have significantly increased over the past two years, as a result of a rise in freight rates by railways, diesel prices and dependence on expensive road transport (due to a shortage of railway wagons).

The rise in domestic coal prices has resulted in an increase in the cost of power and fuel. Prices of raw materials such as limestone and gypsum have also increased.

Performance of the Company :

(₹ in Lacs)

Particulars	2013-14	2012-13
1. Total Income (Net)	9368.70	8915.02
2. Total expenditure	8467.90	8056.56
3. Profit before interest, depreciation and tax	900.80	858.46
4. Interest	397.09	255.06
5. Profit after interest but before depreciation and tax	503.71	603.40
6. Depreciation	125.31	129.38
7. Profit before tax	378.40	474.02
8. Profit after tax	270.48	316.71
	Annual Production	
No. of Bags (Weight 50 kgs. Each)	3832986	3486966

*Previous year's figures has been regrouped and rearranged

Internal control system and its Adequacy:

The Company has proper and adequate systems of internal controls to provide reasonable assurance that transactions are authorized, recorded and reported correctly and to ensure compliance with policies, statute. The internal control system provides for well-documented policies, guidelines, authorizations and approval procedures. The Internal Audit function is an independent function and is carried out by team of external auditors at the plants and registered office. The Internal Audit team monitors the effectiveness of the internal control systems and periodically reviews the same. The Company has an Audit Committee that regularly reviews the reports submitted by the Internal Auditors.

Corporate Social Responsibility:

The Company is committed to do business with emphasis on Corporate Social Responsibility and in this regard following activities undertaken by the company during the year are:

- " Donation made for construction of water tank in Garewatand Village.
- " Donation made for charity purposes to Yaz Sammittee of Soliya Village.
- " Donation made for charity purposes to Shiva Mandap Puja Sammittee of Katiya Village.
- " Purchase of an Ambulance for employees of the company as well as villagers near the plant at Patratu.
- " Organized free health checkup camps.
- " Providing education for the under privileged village children.

Apart from above the company is donating on regular basis to local committees and Villagers welfare Fund for development of local areas, uplift of poor peoples and economic development of local people and villages. The company is also contributing to some extent for economic development and improvement of quality of life of employees and local community residing near the plant.

Industrial Relation:

Industrial relations has become one of the most delicate and complex problems of modern industrial society. Industrial progress is impossible without cooperation of labors and harmonious relationships, therefore your company has specific industrial policy to create and maintain good relations between employees and management. Your company believes that nurturing and development of human capital is of key importance for its operations. Hiring the best people, retaining them and ensuring their development is a major challenge for the industry in today's competitive environment. Your Company has laid down process for attracting, retaining and rewarding talent. The appraisal system is transparent and fair and carried on with an objective to identify and reward the performer.

Cautionary statement

Statement in MDAS describing the company's objective, estimates, projections, expectation or prediction may be forward looking statement within the meaning of applicable laws and regulations. Actual results, performance or achievement could differ materially from those expressed or implied in such forward looking statements.



REPORT ON CORPORATE GOVERNANCE:

1. COMPANY'S PHILOSOPHY

The company's philosophy on corporate governance is to conduct its business in a manner, which is ethical and transparent with all stakeholders including shareholders, lenders, creditors and employee. The Company and its Board of directors firmly believe that strong corporate governance, by maintaining a simple and transparent corporate structure, is integral to creating value on a sustainable basis. Good governance is a continuing exercise and the company reiterates its commitment to pursue the same in all aspects of its operations in the overall interest of all its stakeholders. The directors and employees have accepted a code of conduct that sets out the fundamental standards to be followed in all actions carried out on behalf of the company.

2. BOARD OF DIRECTORS

(A) Composition of Board

The present strength of the Board of Directors as on 14th August, 2014 is Six out of which three are independent director. The composition of the Board of Directors is in conformity with the Corporate Governance code. None of the Director is a member of more than ten committees and Chairman of more than five committees, across all the companies in which he is a Director. None of the independent directors is a member of more than seven listed companies and whole time director of the company is not independent director in any listed company. The board functions as a full Board and through committees. The Board of Directors and committee meet at regular intervals. Every directors of the company are over twenty one years of age. The composition and category of the Directors on Board is as follows:

Name	Designation	Category of Directorship	
		Executive/ Non-Executive Director	Independent/ Non- independent/ Promoter Director
Mr. Prem Prakash Sharma	Chairman	Non-Executive	Independent
Mr. Ashok Gutgutia	Vice Chairman and Managing Director	Executive	Promoter
Mr. Manoj Kumar Agarwal	Whole-Time Director	Executive	Promoter
Mr. Subrata Mookerjee	Director	Non-Executive	Independent
Mr. Prem Prakash Agarwal	Director	Non-Executive	Promoter
Mr. Jagdish Chander Bhutani	Director	Non Executive	Independent

*Mr. Jagdish Chander Bhutani has been appointed as an independent director of the company by the board at its meeting held on 14th May, 2014. Mr. Bal Krishan Ladha, Professional Director and Mr. Ansul Agarwal, Independent Director and Audit Committee Chairman has been resigned from the directorship of the Company with effective from 1st July, 2014.

Number of Board Meetings and Attendance Record of Directors

The Board meets at least once in a quarter to consider amongst other business the performance of the company and financial results. The particulars of Board Meetings held during the year 2013-14 are given below:

Number of Board Meetings held during 2013-14 : 6			
Sl.No.	Date of Board Meeting	Sl.No.	Date of Board Meeting
1	22.05.2013	5	15.01.2014
2	09.08.2013	6	06.02.2014
3	29.08.2013		
4	30.10.2013		

The attendance of each director at the meeting of the Board of Directors during the year 2013-2014 and the last Annual General Meeting and their directorship/chairmanship in other companies are given below:

Sl. No.	Name of Director	No. of Board meeting attended	Attendance at last AGM	No. of other Directorship @	No. of membership / chairmanship ^ held in committee of other companies Member, Chairman	
1	Mr. P. P. Sharma	3	No	1	Nil	Nil
2	Mr. Ashok Gutgutia	6	Yes	Nil	Nil	Nil
3	Mr. Manoj Kumar Agarwal	6	No	Nil	Nil	Nil
4	Mr. Subrata Mookerjee	4	No	Nil	Nil	Nil
5	Mr. Bal Krishan Ladha	3	No	Nil	Nil	Nil
6	Mr. Ansul Agarwal	5	Yes	1	Nil	Nil
7	Prem Prakash Agarwal	3	Yes	Nil	Nil	Nil

@ Other directorships do not include alternate directorships, directorships of Private Limited Companies, section 25 companies, and of companies incorporated outside India.

^ Chairmanship / Membership of Board Committees include only Audit and Shareholders/Investors Grievance Committees.

COMMITTEES OF BOARD OF DIRECTORS

The Board has constituted Committees of Directors to deal with matters and monitor the activities falling within the terms of reference as follows:

(A) AUDIT COMMITTEE

The Audit committee of the Company is constituted pursuant to the provisions of Section 177 of the Companies Act, 2013 and Clause 49 of the Listing Agreement with the stock exchanges. The Audit committee of the company has been reconstituted on 14th May, 2014 as per the following. Mr. Jagdish Chander Bhutani has been appointed in place of Mr. Ansul Agarwal. Mr. Ansul Agarwal and Mr. B. K. Ladha requested to replace them from Audit Committee of the company.

CONSTITUTION OF AUDIT COMMITTEE:

Name of the Members	Designation	Status
Mr. Jagdish Chander Bhutani	Chairman	Independent Director
Mr. Subrata Mookerjee	Member	Independent Director
Mr. Prem Prakash Sharma	Member	Independent Director
The company Secretary acts as Secretary to the committee.		

It has the following terms of reference and composition:

Terms of references/scope of the Company audit committee inter alia include:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
2. Recommending to the Board the appointment, re- appointment and, if required, the replacement or removal of the statutory auditors and the fixation of the audit fees.
3. Approval of payment to the statutory auditors for any other services rendered by the statutory auditors.
4. Reviewing, with the management, the annual financial statements before submission to the Board for approval, with particular reference to;
 - a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956.



- b. Changes, if any, in accounting policy and practices and reason for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by the management.
 - d. Significant adjustments made in the financial statement arising out of audit findings
 - e. Compliance with listing and other legal requirement relating to financial statements.
 - f. Disclosure any related party transactions.
 - g. Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements and annual financial statements before submission to the Board for approval.

The committee met four times during the year under review. All the members of the committee are eminent in their respective fields having sufficient accounting and financial management expertise and the Chairman of the committee is a commerce graduate having experience in dealing accounting matters. During the year four meetings of the Audit Committee of the Company were held on 22.05.2013, 09.08.2013, 30.10.2013 and 06.02.2014 and attendance of the Members of the Committee at these Meeting are as under

Name of the Members	No. of Meetings Attended
Mr. Ansul Agarwal	3
Mr. Subrata Mookerjee	4
Mr. P P Sharma	3
Mr. Bal Krishan Ladha	3

(B) NOMINATION & REMUNERATION COMMITTEE

As per revised clause 49 of the Listing Agreement the Board has set up a Nomination & Remuneration Committee on 14th May, 2014. The Committee is responsible for formulation of criteria for determining qualification, positive attributes and independence of a director and recommends to the Board a policy relating to the remuneration of directors, key managerial persons and other employees. Identifying persons who are qualified to become directors and who may be appointed in the senior management.

Constitution of Nomination & Remuneration committee:

Name of the Members	Designation	Status
Mr. Prem Prakash Sharma	Chairman	Independent Director
Mr. Subrata Mookerjee	Member	Independent Director
Mr. J C. Bhutani	Member	Independent Director

The Company Secretary acts as Secretary to the committee.

Remuneration Policy

The remuneration policy is directed toward rewarding performance, based on review of achievement on a periodical basis.

Besides sitting fees no remuneration was paid to any non-executive directors during the financial year under review.

a) Details of remuneration paid to the Directors for the year ended 31st March 2014

Name	Designation	Salary	Perquisites & Other allowances*	Commission	Total
Mr. Ashok Gutgutia	Vice Chairman and Managing Director	21,00,000	Nil	Nil	21,00,000
Mr. Manoj Kumar Agarwal	Whole Time Director	21,00,000	Nil	Nil	12,00,000

* The Managing Director have their right to receive perquisite and other allowances during the year under report.

There are no stock options available/issued to any directors of the company.

b) Paid to Non Executive Directors

Sl. No.	Name of the Director	Sitting Fees Paid (Rs.)
1	Mr. Prem Prakash Sharma	90,000/-
2	Mr. Subrata Mookerjee	1,20,000/-
3	Mr. Ansul Agarwal#	90,000/-
4	Mr. Bal Krishan Ladha	90,000/-
	Total	3,90,000/-

Above mentioned directors have waived their fees for attending some/all of the board meeting voluntarily

Shareholders Grievances Committee

This committee has been reconstituted for redressing the complaints of the shareholders and investors, to oversee share transfers and monitors investor's grievances such as complaints on transfer of shares, non-receipt of balance sheet, non-receipt of declared dividends, non receipt of refund order in case of part-allotment/non-allotment of shares relating to public issue etc. and redress thereof. During the year the committee met once on 6th February, 2014 in which the members of the committee were present.

Constitution of Share Holders Grievances Committee:

Name of the Member	Designation	Status
Mr. Prem Prakash Sharma	Chairman	Independent Director
Mr. Jagdish Chander Bhutani	Member	Independent Director
Mr. Manoj Kumar Agarwal	Member	Promoter
Mr. Ashok Gutgutia	Member	Promoter
The company Secretary acts as Secretary to the committee.		

Share Transfer System : The Shareholders Grievances Committee has been delegated the power to deal with share transfer. The Board has also delegated the power of share transfer to the officer of the company. The delegated authorities attend to share transfer formalities at least twice in a month. Transfer of shares are processed and registered within the stipulated time, provided all the documents are valid and complete in all respect. The board has appointed the Company Secretary as Compliance Officer of the company to monitor the share transfer process.

The company has appointed M/s Niche Technologies Pvt Ltd, as its Share Transfer Agent for both physical and demat segment of equity shares.

Compliance Officer : Mr. Sudhansu Sekhar Panigrahi, Company Secretary
Gujarat Mansion, 14, Bentinck Street, 2nd Floor
Kolkata, West Bengal, Pin- 700 001
Tel No-(033) 2262 3167, 3025 0826 ; Fax No-(033) 2262 3168
Email :info@burnpurcement.com, investors@burnpurcement.com

General Body Meetings

Details of Annual General Meetings

The last three Annual General Meetings were held as under:

Year	Location	Date	Time
2012-2013	Asansol Club Limited Court Compound, Asansol - 713 304	30.09.2013	10.00 A.M.
2011-2012	Surya Sen Mancha, 432, Prince Anwar Shah Road Kolkata - 700 068	28.09.2012	3.00 P.M.
2010-2011	Asansol Club Limited Court Compound, Asansol - 713 304	30.11.2011	11.00 A.M.

One special resolution was passed in the previous Annual General Meeting of the members of the company.

No special resolution was passed through postal ballot during the financial year.



DISCLOSURES

A) A summary of transactions with related parties, in the ordinary course of business is placed before the Audit Committee.

B) Related Party Transactions

None of the transactions with any of the related party was in conflict with the interest of the Company at Large. The details of the related party transaction are given in the notes of accounts of the Balance Sheet.

C) Non - compliance / strictures / penalties imposed

There was no such instance in the last three years.

D) Accounting Treatment

The financial statements are prepared in accordance with the accounting standards issued by the **Institute of Chartered Accountants of India**. Where, in the preparation of financial statements, a treatment different from that prescribed in an Accounting Standard has been followed, the fact has been disclosed in the financial statements, together with the Management explanation as to why it believes such alternatives treatment is more representative of the true and fair view of the underlying business transaction. The significant Accounting Policies which are consistently applied have been set out in the Notes on Accounts.

E) Risk Management

Risk evaluation and management is an ongoing process within the organization. During the period under review, a detailed exercise on Risk Management was carried out covering the entire gamut of operations of the company and the Board was informed about the same.

F) Details of compliance with mandatory requirements and adoption of non-mandatory requirements

The Company has complied with all the mandatory requirements of Clause 49 of the Listing Agreement. As regards the non-mandatory requirements a remuneration committee has been set up and the terms of reference thereof has defined. Other non-mandatory requirements including inter-alia Whistle Blower Policy are being reviewed by the board from time to time.

DETAILS OF INFORMATION ON RE-APPOINTMENT OF DIRECTORS

A brief resume, nature of expertise in specific functional areas, number of equity shares held in the company by the director or for other person on beneficial basis, names of the companies in which the person already holds directorship and membership of the committees of the Board forms part of the notice convening the 28th Annual General Meeting.

CEO/CFO Certification

As required under Clause 49 V of the listing agreement with the stock exchanges, the Vice chairman and Managing Director of the Company, Mr. Ashok Gutgutia heading the finance function of the Company certify to the Board that:

- a) The financial statements and the Cash Flow Statement for the year have been reviewed and to the best of their knowledge and belief:
 - (i) these statements do not contain any untrue statement of material fact, have not omitted any material fact and do not contain any statement that is misleading;
 - (ii) these statements together present a true and fair view of the company's affairs and are in compliance with existing accounting standards applicable laws and regulations.
- b) To the best of his knowledge and belief no transactions entered into by the company during the year are fraudulent, illegal or violate the Company's code of conduct.
- c) He accepts responsibility for establishing and maintaining internal controls for financial reporting and that he has evaluated the effectiveness of internal control systems of the company pertaining to financial reporting.
- d) They have indicated to the auditors and the Audit Committee:
 - i) Significant changes in the internal control over financial reporting during the year

- ii) Significant changes in accounting policies during the year and that the same has been disclosed in the notes to the financial statements; and
- iii) There have been no instances of significant fraud either by the management or an employee having a significant role in the Company's internal control system of financial reporting.

Code of Conduct

The company has adopted and implemented a code of conduct for its director and senior management. The code of conduct is posted in the official website of the company. For the year under review, all Directors and Senior Management personnel of the Company have confirmed their adherence to the provision of the said code.

Insider Trading

In Compliance with the Security and Exchange board of India Regulation on prevention of Insider Trading the Company has formulated a well defined Insider Trading Policies which prohibits its directors, employees and other associates to deal in the securities while in possession of any unpublished price sensitive information relating to the Company. The Insider Trading Policy lays down the guideline which advises all the persons considering as Insider on the procedures to be followed and disclosures to be made while dealing with share of the Company and cautioning them of the consequent violation.

All the Directors and designated employees have confirmed compliance with the code.

COMPLIANCE WITH CLAUSE 47(f) OF THE LISTING AGREEMENT

In compliance with Clause 47 (f) of the Listing Agreement, a separate e-mail Id investors@burnpurcement.com has been set up as a dedicated ID solely for the purpose of registering investors complaints.

MEANS OF COMMUNICATION

The un-audited financial results of the company for each quarter are generally placed before the Board of Directors in its meeting held after end of each quarter. The audited financial results/un-audited financial results of the company were/will be published generally in English news paper (Business Standard) (all editions) and in Bengali news paper: (Arthik Lipi) (Kolkata edition). The financial Results for the year ended 31st March 2014 and other useful information on the company are also available on the Company's Website at www.burnpurcement.com.

General Shares Holders Information

I)	AGM : Date, time & venue	30th September, 2014, 10.00 A.M. Asansol Club Ltd. Court Compound, Asansol, Dist. - Burdwan, West Bengal, Pin - 713304	
II)	Financial Calendar for F. Y. 2014-15 (Tentative)	Unaudited Financial Results for the First Quarter ended 30.06.14	Within 15th August, 2014
		Unaudited Financial Results for the Second Quarter/half year ended 30.09.14	Within 15th November, 2014
		Unaudited Financial Results for the Third Quarter/nine months ended 31.12.14	Within 15th February, 2015
		Unaudited Financial Result for the fourth quarter/year ended 31.03.2015	Within 15th May, 2015
		Audited Results : Year ended 31.03.2015	By the end of May 2015
III)	Date of Book Closure	23rd September, 2014 to 30th September, 2014 (Both the days inclusive)	



IV)	Dividend Payment	N. A.
V)	Listing on Stock Exchange	The Company's Equity shares are listed at the following Stock Exchanges : 1. Bombay Stock Exchange Ltd. 25th Floor, Phiroze Jeejeebhoy Towers Dalal Street Fort, Mumbai - 400 001 2. The National Stock Exchange of India Ltd. Exchange Plaza, C-1, Block - G Bandra-Kurla Complex, Bandra (E) Mumbai - 400 051 The Company has paid the listing fee for the year 2013-14 to both the Stock Exchanges.
VI)	Stock Code	Bombay Stock Exchange : 532931 National Stock Exchange : BURNPUR
VII)	ISIN allotted to Equity Shares	INE817H01014
VIII)	Registered Office	Palashdiha, Kanyapur, Panchgachia Road Asansol - 713341, Burdwan Tel. No. : (0341) E-mail : info@burnpurcement.com, investors@burnpurcement.com Website : www.burnpurcement.com
IX)	Registrar and Share Transfer Agents (RTA)	NICHE TECHNOLOGIES PRIVATE LIMITED D-511, Bagree Market, 71, B. R. B. Basu Road, Kolkata - 700 001, West Bengal, India Tel. : +91 33 2235 7270 / 7271, Fax : +91 33 2215 6823 E-mail : nichetechpl@nichetechpl.com Website : www.nichetechpl.com
X)	Address for investors' correspondences	Investors/shareholders can correspond with the RTA and directly to the Registered Office and Corporate Office of the Company.

xi) a) **Distribution of Shareholding as on 31st March, 2014**

No. of shares held	No. of Shareholders	% of Shareholder	No. of	% of shareholding Shares Held
11 to 500	24058	79.3784	48,91,874	7.5099
501 to 1000	3703	12.2179	29,80,765	4.5760
1001 to 5000	2094	6.9091	45,91,013	7.0480
5001 to 10000	211	0.6962	15,93,433	2.4462
10001 to 50000	173	0.5708	37,38,027	5.7385
50001 to 100000	30	0.0990	22,79,880	3.5000
100001 and above	39	0.1287	4,50,64,371	69.1815
Total	30308	100	65139363	100

b) Pattern of Shareholding as on 31st March, 2014

Category	No. of Shareholders	% of shareholders	No. of shares held	% of Shareholding
Individual	29804	98.337	28465496	43.70
Bodies Corporate	220	0.726	35536968	54.55
NRI / OCBs	148	0.488	631061	0.97
Clearing Member / Clearing corp.	136	0.449	505838	0.78
Total	30308	100	65139363	100
Promoters	32	0.11	21144897	32.46
Non-Promoters	30276	99.89	43994466	67.54
Total	30308	100	65139363	100

c) Summary report of shareholding as on 31st March, 2014

PARTICULARS	NO. OF SHARES	% OF SHAREHOLDING
PHYSICAL	17814	0.03
NSDL	47722675	73.26
CDSL	17398874	26.71
TOTAL	65139363	100

Status of Shareholders'/ Investors' Complaints for the year ended 31.03.2014

Nature of Complaint	No. of Complaints pending as on 31.03.2013	No. of complaints received	No. of complaints resolved	No. of complaints pending as on 31.03.2014
IPO Related Matter	Nil	Nil	Nil	Nil

Stock Market Data

Monthly high and Low prices of equity shares of the company quoted at Bombay Stock Exchange and National stock Exchange during the year 2013-14.

Month	Bombay Exchange*	Stock	National Exchange*	Stock	Sensex	
	High	Low	High	Low	High	Low
April	7.30	5.90	7.70	6.00	19622.68	18144.22
May	9.00	7.00	8.85	6.70	20443.62	19451.26
June	8.95	7.51	8.95	7.60	19860.19	18467.16
July	9.88	7.70	9.95	7.70	20351.06	19126.82
August	9.20	7.80	9.10	7.90	19569.20	17448.71
September	9.25	7.85	8.85	7.90	20739.69	18166.17
October	8.45	7.79	8.50	7.90	21205.44	19264.72
November	8.75	7.70	8.95	7.65	21321.53	20137.67
December	8.94	6.60	8.85	7.50	21483.74	20568.70
January	9.99	7.50	9.50	8.05	21409.66	20343.78
February	10.50	8.50	10.55	8.50	21140.51	19963.12
March	13.00	8.66	12.90	8.75	22467.21	20920.98



- xi) Dematerialization of Equity Shares and Liquidity: 99.97% of Equity Shares have been dematerialized as on 31st March, 2014.
- xii) Outstanding GDRs/ADRs / Warrant: The company has converted 2135000 during the year out of 12550000 Convertible warrants allotted to Promoters and Non promoters during the year 2012-13. Also company has issued 7000000 convertible warrants to non promoters during the year.
- xiv) **Plant Location** : Village-Palasdaha, Panchgachia Road, P.O- Kanyapur, Dist. Burdwan, West Bengal. Tel No-(0341) 2250454, 2252965
- xv) Proposed Plant Location: Plot No.A-8P,9,10,11, B-38,39,40, C-7P,8,9,10,11 & XP, Block-D and Block-E, Patratu Industrial Area, Jharkhand State.

DECLARATION

This is to confirm that the company has adopted a code of conduct for its Directors and its senior management and employees. As provided under Clause 49 of the Listing Agreement with the Stock Exchange, all the directors and the designated personnel in the senior management of the company have affirmed compliance with their respective code for the financial year ended 31st March 2014.

Place: Kolkata
Date: 14th August, 2014

For BURNPUR CEMENT LTD.
Ashok Gutgutia
Vice-Chairman & Managing Director

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To
The Share Holders
Burnpur Cement Ltd.

We have examined the Compliance of the conditions of Corporate Governance by Burnpur Cement Ltd for the year ended 31st March, 2014 as stipulated in Clause 49 of the Listing Agreement of the said company with the relevant Stock Exchanges in India.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit report nor an expression of opinion on the financial statement of the company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the company has, in all material respect, complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement with the relevant Stock Exchanges.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company

Place: Kolkata
Date: 14th August, 2014

For M/s N K Agarwal & Co.
(Chartered Accountant)

Mr. N. K. Agarwal
(Proprietor)
Membership No 14267

INDEPENDENT AUDITORS' REPORT
TO THE SHAREHOLDERS OF BURNPUR CEMENT LIMITED.

To the Members of
BURNPUR CEMENT LIMITED

Report on the Financial Statements

We have audited the accompanying financial statements of BURNPUR CEMENT LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2014, the Statement of Profit and Loss and Cash Flow Statement for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards notified under the Companies Act, 1956 ("the Act") (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs) and in accordance with the accounting principles generally accepted in India. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- (a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2014;
- (b) In the case of the Statement of Profit and Loss, of the profit for the year ended on that date; and
- (c) In the case of the Cash Flow Statement, of the cash flows for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of Section 227(4A) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards notified under the Act (which continue to be applicable in respect of Section 133 of the Companies Act, 2013 in terms of General Circular 15/2013 dated September 13, 2013 of the Ministry of Corporate Affairs).
 - e. On the basis of the written representations received from the directors as on March- 31, 2014, taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2014, from being appointed as a director in terms of Section 274(1)(g) of the Act

For M/s. N. K. Agarwal & Co.
(Chartered Accountants)
Registration No. 308115E

N. K. Agarwal
(Proprietor)
Membership No. 014267

Dated : 14.05.2014
Place : Asansol



ANNEXURE TO INDEPENDENT AUDITORS REPORT

Referred to in Paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our report of even date

- 1) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets. All the fixed assets have not been verified by the management during the period. According to the information and explanations given to us, there is a regular programme of verification which, in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies between the book records and the physical inventory have been noticed in respect of the assets physically verified.
- 2) None of the Fixed Assets have been re-valued during the period.
- 3) a) The inventory has been physically verified during the period. In our opinion the frequency of verification is reasonable.
b) The procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and nature of its business.
c) On the basis of our examination of the records of inventory, we are of the opinion that the Company is maintaining proper records of inventory. No major discrepancies were noticed.
- 4) The Company has taken unsecured loan and secured loans from financial institutions, banks, body corporate and director. However the terms of loans are not prima facie prejudicial to the interest of the Company.
- 5) In respect of contracts or arrangements referred to in Section 301 of the Companies Act, 1956:
 - a) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in the register maintained U/s 301 of the Companies Act, 1956 have been so entered.
 - b) In our opinion and according to the information and explanation given to us, the transactions made in pursuance of contracts or arrangements that need to be entered in the register maintained U/s 301 of the Companies Act, 1956 and exceeding the value of Rs. 5000/- in respect of each party during the year have been made at a price which appear reasonable as per information available with the company.
- 6) i) The Company is regular in depositing undisputed statutory dues including Provident Fund, Employees' State Insurance, Income Tax and Sales Tax and such other statutory dues with the appropriate authorities.
ii) The disputed statutory dues that have not been deposited on account of disputed matters pending before appropriate authorities are as under:-

Particulars	Period to which the matter pertains	Forum where dispute is pending	Amount (Rs.)
Sales Tax	2004-05	West Bengal Taxation Tribunal, Kolkata	1335407/-
Sales Tax	2009-2010	Sr. Joint Commissioner, Sales Tax, Asansol	783434/-
Sales Tax	2010-2011	Sr. Joint Commissioner, Sales Tax, Asansol	6667694/-
Central Sales Tax	2009-2010	Sr. Joint Commissioner, Sales Tax, Asansol	145087/-
Central Sales Tax	2010-2011	Sr. Joint Commissioner, Sales Tax, Asansol	315464/-
Income Tax	2008-2009	CIT (Appeal), Asansol	764860/-
Income Tax	2009-2010	CIT (Appeal), Asansol	2260590/-
Income Tax	2010-2011	CIT (Appeal), Asansol	137310/-

- 7) The Company has not granted any loans, secured or unsecured to the companies, firms or other parties in which directors are interested.
- 8) In our opinion and according to the information and explanations given to us, there are adequate internal control procedures commensurate with the size of the Company and the nature of its business with regard to purchases of inventory, fixed assets and with regard to the sale of goods and services. During the course of our audit, we have not observed any continuing failure to correct major weaknesses in internal control system.

- 9) According to the information and explanation given to us, the Company has not accepted any deposits from the public. Accordingly, paragraph 4(vi) of the order is not applicable.
- 10) The Company has adequate Internal Audit System commensurate with the size and nature of its business.
- 11) We have broadly reviewed the cost records maintained by the company pursuant to the Companies (Cost Accounting Records) Rules, 2011 prescribed by the Central Government U/s 209(1)(d) of Companies Act, 1956 and are of the opinion that prima facie the prescribed cost records have been maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- 12) Based on our Audit procedures and according to information and explanation given to us by the management, we are of the opinion that the Company has not defaulted in repayment of dues to Banks and Financial Institutions.
- 13) Based on our examination of documents and records and according to the information and explanation given to us, we are of the opinion that the Company has not granted any loans or advances on the basis of security by way of pledge of shares, debentures and other securities.
- 14) In our opinion, the Company is not a chit fund or nidhi mutual benefit fund/ society. Therefore, the provisions of clause 4(xiii) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 15) In our opinion and according to the information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments. Therefore, the provisions of clause 4(xiv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 16) In our opinion and according to the information and explanations given to us, the Company has not given any guarantee for loan taken by others from bank or financial institutions. Therefore, the provisions of clause 4(xv) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 17) According to information and explanations given to us and on an overall examination of the Balance Sheet of the company, we are of the opinion that there are no funds raised on short term basis that have been used for long term investment and vice versa.
- 18) The company has raised new term loans during the year. The term loans outstanding at the beginning of the year and those raised during the year have been applied for the purposes for which they were raised.
- 19) According to the information and explanations given to us, the convertible Warrants earlier allotted in F.Y.2012-13 to parties including those who are covered in the register maintained under section 301 of the Companies Act, 1956 were converted into Equity Shares on 09.08.2013.
- 20) In our opinion and according to the information and explanations given to us, the Company has not issued any secured debentures during the year, hence paragraph 4(xix) of the Companies (Auditor's Report) Order 2003 are not applicable to the Company.
- 21) During the period covered by our Audit Report, the Company has not raised any money by way of Public Issues. However, out of the 12550000 Share Warrants issued in the last year, 2135000 share warrants have been converted into equity shares during the current year and 7000000 fresh Share Warrants were issued during the current year.
- 22) Based upon the audit procedures performed and information and explanations given by the management, we report that no fraud on or by the company has been noticed or reported during the course of our audit.

For M/s. N. K. Agarwal & Co.
(Chartered Accountants)
Registration No. 308115E

N. K. Agarwal
(Proprietor)
Membership No. 014267

Dated : 14.05.2014
Place : Asansol



CONSOLIDATED BALANCE SHEET AS AT 31ST MARCH, 2014

	<u>As at 31.03.14</u>		<u>As at 31.03.2013</u>	
	Amount (₹)		Amount (₹)	
A. EQUITY & LIABILITIES :				
Shareholders' Funds				
a) Share Capital	651,393,630.00		630,043,630.00	
b) Reserves and Surplus	284,979,646.28		261,577,723.45	
c) Money received against share Warrants	<u>112,350,000.00</u>	1,048,723,276.28	<u>45,750,000.00</u>	937,371,353.45
Non Current Liabilities				
a) Long term Borrowing	1,083,095,710.69		498,665,773.96	
b) Deferred Tax liabilities (net)	14,599,801.90		12,637,131.90	
c) Other Long Term provision	<u>5,347,384.00</u>	1,103,042,896.59	<u>4,334,861.00</u>	515,637,766.86
Current Liabilities				
a) Short Term Borrowings	219,217,273.61		166,899,699.48	
b) Trade Payable	80,276,087.18		89,263,568.32	
c) Other Current Liabilities	224,730,944.81		85,221,039.07	
d) Short term provisions	<u>34,342,799.35</u>	558,567,104.95	<u>25,514,197.35</u>	366,898,504.22
Total :		<u>2,710,333,277.82</u>		<u>1,819,907,624.53</u>
B ASSETS :				
Non-Current Assets				
a) Fixed Assets				
(i) Tangible Assets	359,953,798.50		336,617,383.80	
(ii) Intangible Assets	2,547,201.40		510,175.06	
(iii) Capital Work in Progress (Asansol)	-		721,762.00	
(iv) Capital Work in Progress (Jharkhand Unit)	<u>1,332,634,854.95</u>	1,695,135,854.85	<u>443,393,049.65</u>	781,242,370.51
b) Non Current Investments		139,320.00		139,320.00
c) Deferred Tax Assets				
d) Long Term Loans & Advances		339,703,717.13		535,063,486.80
e) Other Non Current Assets		-		47,463.30
Current Assets				
a) Current Investments				
b) Inventories		251,394,107.69		159,680,500.40
c) Trade Receivable		172,225,340.24		181,200,842.58
d) Cash & Bank Balances		104,954,227.53		65,681,159.86
e) Short Term Loans & Advances		143,519,147.41		94,342,543.38
f) Other Current Assets		<u>3,261,562.97</u>		<u>2,509,937.70</u>
		<u>2,710,333,277.82</u>		<u>1,819,907,624.53</u>

Significant Accounting Policies
Notes on Financial Statements

For M/s. N. K. Agarwal & CO.

(Chartered Accountants)

Firm Registration No. : 308115E

Mr. N. K. Agarwal

(Proprietor)

Date : 14.05.2014

Place : Asansol

On behalf of the Board

Ashok Gutgutia

V.C. & Managing Director

Manoj Kumar Agarwal

Director

S. S. Panigrahi

Company Secretary

CONSOLIDATED STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2014

	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. CONTINUING OPERATIONS :		
Revenue from Operations(Net)	933,557,146.60	889,160,273.06
Other Income	3,312,601.54	2,341,344.00
Total Revenue	936,869,748.14	891,501,617.06
Expenditure		
Cost of Materials Consumed	460,935,211.94	501,505,514.53
Purchase of Stock in Trade	23,929.02	16,858,649.69
Change In Inventory of Stock in Trade	5,516,146.24	(13,509,709.03)
Employee Benefits Expenses	29,949,291.23	23,244,457.00
Finance Cost / Interest & Other Charges	39,708,682.55	25,506,443.48
Depreciation & amortisation expenses	12,530,642.43	12,937,575.92
Other Expenses	389,822,542.17	342,766,584.37
Less: Captive Consumption	(39,456,632.80)	(65,209,757.83)
Total Expenses	899,029,812.78	844,099,758.13
Profit/(Loss) before exceptional & extraordinary items & tax	37,839,935.36	47,401,858.93
Profit/(Loss) before tax	37,839,935.36	47,401,858.93
Tax Expenses		
(a) Current tax expenses for current year	8,828,602	12,384,730.00
(b) Deferred tax	1,962,670	3,346,181.00
Profit / (Loss) from continuing operation	27,048,663.36	31,670,947.93
B. TOTAL OPERATIONS :		
Profit/ (Loss) for the year.	27,048,663.36	31,670,947.93
Earning per Share(of Rs.10/- each)		
(a) Basic & Diluted	0.38	0.51
No.of share used in computing Earning per Shares		
(a) Basic & Diluted	71,452,269.53	62,679,363.00

Significant Accounting Policies
Notes on Financial Statements.

For M/s. N. K. Agarwal & CO.
(Chartered Accountants)
Firm Registration No. : 308115E

Mr. N. K. Agarwal
(Proprietor)

Date : 14.05.2014
Place : Asansol

On behalf of the Board

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary



CASHFLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	Notes	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. CASH FLOW FROM OPERATING ACTIVITIES :			
Net Profit Before Tax		37,839,935.36	47,401,858.93
Adjustment for :			
Depreciation		12,530,642.43	12,937,575.92
Interest Expenditure		39,708,682.55	25,506,443.48
Payment of Gratuity		-	(15,000.00)
Interest on Fixed Deposits		<u>(2,650,194.00)</u>	<u>(2,134,806.00)</u>
Operating Profit Before Working Capital Changes		<u>87,429,066.34</u>	<u>83,696,072.33</u>
Adjustment for:			
Decrease/(Increase) Inventories		(91,713,607.29)	(70,581,849.16)
Decrease/(Increase) Sundry Debtors		8,975,502.34	12,916,337.55
Decrease/(Increase) Loans and Advances(Long Term & ONCT)		203,399,424.97	(161,952,556.50)
Decrease/(Increase) Loans and Advances(ST/OCT)		(49,928,229.30)	(19,829,250.62)
(Decrease)/Increase Current Liabilities		<u>182,839,998.73</u>	<u>106,784,734.74</u>
Cash Generated From Operations		341,002,155.79	(48,966,511.66)
Direct taxes paid (net of refunds)		<u>(7,972,192.00)</u>	<u>(9,626,272.00)</u>
Net Cash from Operating Activities	(A)	<u>333,029,963.79</u>	<u>(58,592,783.66)</u>
B. CASH FLOW FROM INVESTING ACTIVITIES :			
Purchase of Fixed Assets		(43,603,116.68)	(68,244,636.87)
Capital Work-In-Progress		(886,487,750.62)	(264,963,483.08)
Sale/(Purchase) of Investments		-	(139,320.00)
Interest on Fixed Deposits		<u>2,650,194.00</u>	<u>2,134,806.00</u>
Net Cash From Investing Activities	(B)	<u>(927,440,673.30)</u>	<u>(331,212,633.95)</u>
C. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from Issue of Capital		21,350,000.00	29,000,000.00
Proceeds from LT & Unsecured Borrowings		585,442,459.73	386,732,460.23
Money Received against share warrant		66,600,000.00	10,950,000.00
Interest Paid		(39,708,682.55)	(25,506,443.48)
Security Premium Recd.		-	5,800,000.00
Net Cash From Financing Activities	(C)	<u>633,683,777.18</u>	<u>406,976,016.75</u>
D. NET INCREASE/ (DECREASE) IN CASH AND CASH EQUIVALENTS	(A+B+C)	39,273,067.67	17,170,599.14
Closing Balance of Cash and Cash Equivalents		104,954,227.53	65,681,159.86
Opening Balance of Cash and Cash Equivalents		<u>65,681,159.86</u>	<u>48,510,560.72</u>
		<u>39,273,067.67</u>	<u>17,170,599.14</u>

Note :

- 1 The above cash Flow statement has been prepared under the "Indirect Method" set out in Accounting Standard (AS)-3 on Cash Flow Statement issued by the Institute of Chartered Accountants of India.
- 2 Figures In bracket indicate cash outflow.

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On behalf of the Board

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V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary

SIGNIFICANT ACCOUNTING POLICIES**a. BASIS OF ACCOUNTING**

The financial statement have been prepared under the historical cost convention and on accrual basis in accordance with the accounting principles generally accepted in India and the provisions of the Companies Act, 1956. Accounting policies have been consistently applied by the Company and are consistent with those used in the previous year.

b. USE OF ESTIMATES

The preparation of the financial statements, in conformity with the generally accepted accounting principles, requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statement and the reported amounts of revenues and expenses during the period. Differences between actual results and estimates are recognized in the period in which the results are known / materialized.

c. ACCOUNTING OF CLAIMS

- i. Claims receivable are accounted at the time when reasonable certainty of receipt is established. Claims payable are accounted at the time of acceptance.
- ii. Claims raised by Government Authorities regarding taxes and duties, which are disputed by the company, are accounted based on the merits of each claim.

d. FIXED ASSETS

- i) Fixed assets are stated at cost of acquisition inclusive of duties (net of Cenvat), taxes, incidental expenses, erection/commissioning expenses and interest etc. upto the date the asset is ready for its intended use. In case of revaluation of fixed assets, the original cost as written up by the valuer is considered in the accounts and the differential amount is transferred to revaluation reserves.
- ii) Preliminary expenses and pre operative expenses related to Jharkhand Project (Patratu) has been booked under the head Capital Work in Progress.

e. OPERATING LEASE

Rentals are expensed with reference to lease terms and other considerations.

f. INTANGIBLE ASSETS

Intangible assets are stated at cost of acquisition net of recoverable taxes.

g. DEPRECIATION & AMORTIZATION

- i. Depreciation on Fixed Asset is provided on straight line method, at the rate and in the manner prescribed under schedule XIV of the Companies Act, 1956.
- ii. Lease hold land is amortized over the period of the lease.

h. REVENUE RECOGNITION

Revenue is recognised only when it can be reliably measured and it is reasonable to expect ultimate collection. Revenue from operations include sale of goods, sales tax, service tax, excise duty, adjusted for discounts, VAT. Interest income is recognized on time proportion basis taking into account the amount outstanding and rate applicable.

i. EXCISE DUTIES

The figures of excise duty paid are disclosed in the Books at the net figures after taking Credit for rebate/refund of Excise Duty.

j. VALUATION OF INVENTORIES

- i. Raw materials, packing materials, components, stores and spares are valued at lower of cost and net realizable value. Cost is determined on FIFO basis. The method of valuation has been changed from weighted average basis in the earlier years to FIFO basis in the current year. The profit has increased by Rs. 2.25 Cr due to such change in method of valuation.
- ii. Work-in-Progress and finished goods are valued at net realizable value. Net realizable value is the estimated selling price in the ordinary course of business.



k. INVESTMENTS

Investments that are readily realizable and intended to be held for not more than a year are classified as current investments. All other investments are classified as long term investment. Unquoted and long term investments are considered at cost. Current quoted investments are stated at lower of cost or market rate on individual investment basis.

l. BORROWING COST

Borrowing costs attributable to the acquisition and/or construction of qualifying assets are capitalized as a part of cost of such assets up to the date when such assets are ready for their intended use. Other borrowing costs are charged to Profit & Loss Account.

m. INCOME TAX

Tax expenses comprises of Current, Deferred Tax and Fringe Benefit Tax. Provision for Current Income Tax is made in accordance with the Income Tax Act, 1961. Deferred tax is accounted for in accordance with Accounting Standard 22 on "Accounting For Taxes on Income", issued by ICAI. Deferred Income taxes reflect the impact of the current period timing difference between taxable income and accounting income for the period and reversal of timing difference of earlier years/period. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available except that deferred tax asset arising on account of unabsorbed depreciation and losses are recognized if there is virtual certainty that sufficient future taxable income will be available to realize the same.

n. EMPLOYEE BENEFITS

- i. PF contribution, ESI contribution and other statutory contribution as applicable to the company are charged to the profit and loss account when the contributions to the respective fund are due.
- ii. Gratuity liability is provided for on the basis of an actuarial valuation made at the end of each financial year from approved actuary.

o. GRANTS & SUBSIDY

Grants received from the government agencies against specific fixed assets are adjusted to the cost of the assets and capital grants for project capital subsidy are credited to capital reserve. Revenue grants are recognized as other income or reduced from the respective expenditure.

Grants & Subsidy are accounted for once the claims are admitted by the appropriate authorities.

p. PROVISIONS, CONTINGENT LIABILITIES

Provisions are recognized where a reliable estimate can be made for probable outflow of resources to settle the present obligations as a result of past event and the same is reviewed at each Balance Sheets date. Contingent liabilities are not recognised but are disclosed in the notes.

q. IMPAIRMENT OF ASSETS

In compliance with AS-28 relating to impairment of assets, the company has reviewed the carrying amount of fixed assets as cash generating unit and there was no indication of impairment during the year.

As per our annexed report of even date.

For M/s. N. K. Agarwal & CO.
(Chartered Accountants)
Firm Registration No. : 308115E

On behalf of the Board

Mr. N. K. Agarwal
(Proprietor)

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

Date : 14.05.2014
Place : Asansol

BALANCE SHEET AS AT 31ST MARCH, 2014 (HEAD OFFICE, BURNPUR)

	Notes	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. EQUITY & LIABILITIES :			
Shareholders' Funds			
a) Share Capital	1	651,393,630.00	630,043,630.00
b) Reserves and Surplus	2	284,979,646.28	261,577,723.45
c) Money received against share Warrants		<u>112,350,000.00</u>	<u>45,750,000.00</u>
		1,048,723,276.28	937,371,353.45
Non Current Liabilities			
a) Long term Borrowing	3	90,973,553.69	98,873,147.44
b) Deferred Tax liabilities (net)	4	14,599,801.90	12,637,131.90
c) Other Long Term provision	5	<u>5,066,807.00</u>	<u>4,048,291.00</u>
		110,640,162.59	115,558,570.34
Current Liabilities			
a) Short Term Borrowings	6	219,217,273.61	166,899,699.48
b) Trade Payable	7	76,601,872.54	87,557,599.32
c) Other Current Liabilities	8	78,335,742.16	57,782,371.80
d) Short term provisions	9	<u>34,342,799.35</u>	<u>25,514,197.35</u>
		408,497,687.66	337,753,867.95
Total :		<u>1,567,861,126.63</u>	<u>1,390,683,791.74</u>
B ASSETS :			
Non-Current Assets			
a) Fixed Assets	10		
(i) Tangible Assets		260,075,109.39	244,834,121.02
(ii) Intangible Assets		2,547,201.40	510,175.06
(iii) Capital Work in Progress		–	721,762.00
		<u>262,622,310.79</u>	<u>246,066,058.08</u>
b) Non Current Investments	11	737,914,797.87	649,964,797.87
c) Deferred Tax Assets			
d) Long Term Loans & Advances	12	45,027,292.34	42,074,038.34
e) Other Non Current Assets	13	–	47,463.30
Current Assets			
a) Current Investments			
b) Inventories	14	231,954,024.28	140,264,423.96
C) Trade Receivable	15	170,942,606.24	179,918,108.58
d) Cash & Bank Balances	16	71,096,594.07	54,127,033.73
e) Short Term Loans & Advances	17	45,554,026.60	72,547,275.98
f) Other Current Assets	18	<u>2,749,474.34</u>	<u>5,674,591.90</u>
		1,567,861,126.53	1,390,683,791.74
Significant Accounting Policies			
Notes on Financial Statements.	27-41		

For M/s. N. K. Agarwal & CO.
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Mr. N. K. Agarwal
(Proprietor)

Date : 14.05.2014
Place : Asansol

On behalf of the Board

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary

**STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2014 (HEAD OFFICE, BURNPUR)**

	Notes	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. CONTINUING OPERATIONS :			
Revenue from Operations(Net)	19	933,557,146.60	889,160,273.06
Other Income	20	3,312,601.54	2,341,344.00
Total Revenue		936,869,748.14	891,501,617.06
Expenditure			
Cost of Materials Consumed	21	460,935,211.94	501,505,514.53
Purchase of Stock in Trade	22	–	2,706,103.69
Change In Inventory of Stock in Trade	23	5,540,075.26	5,906,367.41
Employee Benefits Expenses	24	29,949,291.23	23,244,457.00
Finance Cost / Interest & Other Charges	25	39,708,682.55	25,506,443.48
Depreciation & amortisation expenses	10	12,530,642.43	12,937,575.92
Other Expenses	26	389,822,542.17	337,503,053.93
Less: Captive Consumption		(39,456,632.80)	(65,209,757.83)
Total Expenses		899,029,812.78	844,099,758.13
Profit/(Loss) before exceptional & extraordinary items & tax		37,839,935.36	47,401,858.93
Profit/(Loss) before tax		47,889,935.36	47,401,858.93
Tax Expenses			
(a) Current tax expenses for current year		5,828,602.00	12,384,730.00
(b) Deferred tax		1,982,670.00	3,346,181.00
Profit / (Loss) from continuing operation		25,048,663.36	31,670,947.93
B TOTAL OPERATIONS :			
Profit/ (Loss) for the year.		27,048,663.36	31,670,947.93
Earning per Share(of Rs.10/- each)	27		
(a) Basic & Diluted		0.38	0.51
No. of share used in computing Earning per Shares			
(a) Basic & Diluted		71452270	62679363

Significant Accounting Policies
Notes on Financial Statements.

27-41

For M/s. N. K. Agarwal & CO.
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(Proprietor)

Date : 14.05.2014
Place : Asansol

On behalf of the Board

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
Share Holders Fund		
Authorised Share Capital :		
9,70,00,000 Equity Shares of Rs 10/- each (8,70,00,000)	970,000,000.00	870,000,000.00
1 a) Issued Subscribed & Paid up		
6,51,39,363 Equity Shares of Rs 10/- each fully paid up. (6,03,04,363)	651,393,630.00	630,043,630.00
1.1 Shares out of the issued, subscribed and paid up capital were allotted for consideration other than cash.		
1.2 The details of share holders holding more than 5% shares		
Name of the Share holders	31st March, 2014	31st March, 2013
	No. of Shares	% of Holding
Chhatisgarh Biripatta (P) Ltd.	9,200,000.00	14.12
Insight Consultants (P) Ltd.	8,238,333.00	12.65
Bharat Cement (P) Ltd.	3,926,687.00	6.03
	-	-
1.3 The reconciliation of the number of shares outstanding is set out below:		
Equity Shares at the beginning of the year	63,004.363	
Add: Shares issued on conversion of warrants	2,135,000	
	65,139,363	
2. b) Reserve & Surplus		
Capital Reserve		
As Per Last Year Balance Sheet	1,008,763.15	1,008,763.15
General Reserve		
As Per Last Year Balance Sheet	1,000,000.00	1,000,000.00
Profit & Loss A/c		
As Per Last Year Balance Sheet	94,795,402.86	63,124,454.93
Add: Transfer from P/L A/c	27,068,663.36	31,670,947.93
Less: Utilised	0.00	0.00
C/Balance	121,864,066.21	94,795,402.86
	121,864,066.21	94,795,402.86
Revaluation Reserve		
As Per Last Year Balance Sheet	55,952,631.44	59,619,371.96
Less: Transferred to P/L Statement	3,666,740.52	3,666,740.52
	52,285,890.92	55,952,631.44
Security premium Account		
As Per Last Year Balance Sheet	108,820,926.00	103,020,926.00
Add: On Issue of Shares	0.00	5,800,000.00
	108,820,926.00	108,820,926.00
	284,979,646.28	261,577,723.45



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
3. Non Current Liabilities		
Long term Borrowings		
a) Secured :		
Term Loan :		
i) From Banks :		
HFDC Bank Ltd. - Payloader Loan	522,253.69	1,340,154.44
Axis Bank Ltd. - Bolero	169,313.00	336,820.00
Axis Bank Ltd. - Bolero	250,265.00	-
Axis Bank Ltd. - INNOVA	236,999.00	674,783.00
Indusind Bank Ltd. - Excavator	0.00	1,098,600.00
	<u>1,178,830.69</u>	<u>3,450,357.44</u>
ii) From Others :		
Bridge Loan -WBIDCL	-	778,000.00
West Bengal Financial Corporation	23,440,000.00	41,100,000.00
	<u>23,440,000.00</u>	<u>41,878,000.00</u>
	24,618,830.69	45,328,357.44
b) Unsecured :		
i) Loans & Advances From Related Parties	19,725,627.00	13,544,790.00
ii) From Others	46,629,096.00	40,000,000.00
	<u>66,351,723.00</u>	<u>53,544,790.00</u>
	<u>90,973,553.69</u>	<u>98,873,147.44</u>

Notes :

1 WBFC Loan is secured by way of :

- First charge on the whole of the Plant & Machinery of the company only situated at its plant at Palashdiha, Kanyapur, Panchgachhia Road, Asansol, Burdwan both present and future.
- Second Charge on the Current Assets of the company only situated at its plant at Palashdiha, Kanyapur, Panchgachhia Road, Asansol, Burdwan both present and future.

2 Payloader Loan from HDFC Bank Ltd. is secured by hypothecation of said Payloader.

3 Bolero Loan & Innova Loan From Axis Bank Ltd, is Secured by hypothecation of said Bolero & Innova.

4 Maturity Profile & Rate of Interest are as set out below :-

	Intt.Rate	F. Yr 15-16	F.Yr 16-17
a. West Bengal Fin.Corp.	@13.75%	11,720,000.00	11,720,000.00
b. HFDC Bank Ltd. - Payloader	@11.52%	522,253.69	0.00
c. Axis Bank Ltd. - Innova	@10.50%	236,999.00	0.00
d. Axis Bank Ltd. - Bolero	@10.25%	169,313.00	0.00
e. Axis Bank Ltd. - Bolero	@10.50%	197,566.00	52,699.00

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	<u>31st March, 2014</u>	<u>31st March, 2013</u>
	<u>Amount (₹)</u>	<u>Amount (₹)</u>
4 Deferred Tax Liabilities		
Related To Fixed Assets		
Opening Balance	12,637,131.90	9,290,950.90
Add: Creation	3,606,596.00	3,346,181.00
Sub Total	(A) 16,243,727.90	12,637,131.90
Deferred Tax Assets		
Related to Retirement Benefits	1,643,926.00	0.00
Sub Total	(B) 1,643,926.00	0.00
Net Deferred Tax Liability	(A-B) 14,599,801.90	12,637,131.90
5 Long Term Provisions		
Provision For Employee Benefits		
Provision for Gratuity	5,066,807.00	4,048,291.00
	5,066,807.00	4,048,291.00
Current Liabilities		
6 Short Term Borrowings:		
Secured:		
A. Loans Repayable on Demand		
a) From Bank		
SBI, Asansol, CC A/c	198,958,417.61	146,907,775.48
SBI, Asansol, SLC A/c	20,258,856.00	19,991,924.00
	<u>219,217,273.61</u>	<u>166,899,699.48</u>
	219,217,273.61	166,899,699.48
Notes : Cash Credit is secured by		
a Way of first charge hypothecation of present and future stock of raw Materials, Stores, Stock in Process, Chemicals & consumables, fuel, packing material, finished goods etc. and Book Debts of the company;		
b Way of second charge on the Plant & Machinery of the Company and personal Guarantees of the promoter directors of the company;		
c Equitable Mortgage (1st Charge) of Land, Building and Shed at Factory, Palashdiha, Kanyapur, Asansol and Equitable Mortgage (1st Change) of Land and Building at Dharma Mouza.		
d STDR of face value of Rs. 80 Lakhs and LIC Policy of Rs. 0.32 lakhs.		
7 Trade Payable		
Others		
a Sundry Creditors for Expenses	25,599,713.62	38,281,316.31
c Sundry Creditors for Trade/Raw Materials	51,002,158.92	49,276,283.01
	<u>76,601,872.54</u>	<u>87,557,599.32</u>
	76,601,872.54	87,557,599.32
8 Other Current Liabilities :		
a) Current Maturities of Long Term Debt		
From Banks		
HFDC Bank Ltd. - Payloader Loan	817,900.75	729,309.12
HFDC Bank Ltd. - Car Loan	0.00	173,337.97
Axis Bank Ltd. - Bolero	167,507.00	151,258.00
Axis Bank Ltd. - Bolero	177,958.00	-
Axis Bank Ltd. - INNOVA	437,784.00	393,585.00
Indusind Bank Ltd. - Excavator	1,098,000.00	1,318,320.00
	<u>2,699,749.75</u>	<u>2,765,810.09</u>
From Others :		
Bridge Loan -WBIDCL	3,890,000.00	3,112,000.00
West Bengal Financial Corporation	17,660,000.00	16,400,000.00
	<u>21,550,000.00</u>	<u>19,512,000.00</u>
	21,550,000.00	19,512,000.00
1. Excavator Loan from Indusind Bank Ltd. is secured by hypothecation of said Excavator.		
2. Bridge Loan from West Bengal Industrial Development Corporation Ltd. secured against Interest Subsidy Sanctioned.		



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	<u>31st March, 2014</u>	<u>31st March, 2013</u>
	<u>Amount (₹)</u>	<u>Amount (₹)</u>
b) Interest Accrued But Not Due on Borrowings		
Bridge Loan -WBIDCL	774,137.00	142,012.00
c) Creditors For Capital Expenditure	1,318,582.00	651,156.00
d) Unclaimed/ Unpaid Dividend	15,000.00	15,000.00
(Unclaimed Dividend Amount has been transferred to Investor Education and Protection Fund in the month of May, 2014)		
e) BCL Patratu Others	686,291.02	0.00
f) Other Payables		
Statutorily Liabilities		
Employee's Contribution to Professional Tax	10,000.00	9,005.00
E.P.F. Payable account	218,643.00	211,276.00
E.S.I.C. Payable account	40,595.00	41,321.00
Corporation Tax Payable	20,000.00	20,000.00
Water Tax Payable	4,400.00	9,000.00
CST Payable	335,584.00	11,125.00
Sales Tax (Branch) Account	3,268,948.47	1,506,397.65
T.D.S. Payable	1,893,375.00	2,313,787.98
W.B. VAT	2,905,361.10	1,156,754.08
Excise & Cenvat	2,906,115.00	3,054,882.00
Service Tax Payable	1,337,375.82	890,347.00
	<u>12,940,397.39</u>	<u>9,223,895.71</u>
Trade Deposits	<u>38,351,585.00</u>	<u>25,472,498.00</u>
	<u>51,291,982.39</u>	<u>34,696,393.71</u>
	<u>78,335,742.16</u>	<u>57,782,371.80</u>
9 Short Term Provisions:		
Provision for Taxation	<u>34,342,799.35</u>	<u>25,514,197.35</u>
11 Non Current Investment		
Others		
B.C.L.Developer	139,320.00	139,320.00
BCI Patratu	<u>737,914,797.87</u>	<u>649,825,477.87</u>
	<u>737,914,797.87</u>	<u>649,964,797.87</u>
12 Long Term Loans & Advances		
(Unsecured considered good)		
Capital Advances		
b Advance for Capital Goods	<u>10,730.34</u>	4,849,608.34
	10,730.34	4,849,660.34
Security Deposits		
a. Security Deposit with Excise	45,100.00	45,100.00
b. Security Deposits with Govt. Authorities	<u>4,964,059.00</u>	<u>5,164,059.00</u>
	5,009,159.00	5,209,159.00
Other Loans & Advances		
a. Advance with Income Tax/S.Tax	<u>40,007,403.00</u>	<u>32,015,211.00</u>
	<u>45,027,292.34</u>	<u>42,074,038.34</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	31st March, 2014		31st March, 2013	
	Amount (₹)		Amount (₹)	
13 Others Non Current Assets				
(Unsecured considered good)				
a. Finance Charges Suspense		-		47463.30
		-		47,463.30
14 Inventories (at lower of cost and net realisable value)				
a. Raw Material				
I Clinker	166,041,931.43		48,161,086.01	
II Gypsum	355,675.02		1,554,430.48	
III Slag	455,597.70	166,853,204.15	43,622,437.92	93,337,954.41
b. Finished Goods				
I Cement		-		5,540,075.26
c. Stores & Spares				
I Coal	27,552,610.72		13,218,916.73	
II Grinding Media	9,696,438.38		5,886,445.50	
III Stores & Spares	23,546,366.92	60,795,416.02	15,861,563.92	34,966,926.15
d. Others				
I Advertisement Items		-		511,774.00
e. Packing Material				
I HDPE Bags		4,305,404.11		5,907,694.14
		231,954,024.28		140,264,423.96
15 Trade Receivables				
(Unsecured considered good)				
a Over six months.	54,578,440.08		58,374,137.58	
b Less than six months	116,364,166.16		121,543,971.00	
(As Certified by the Management)		170,942,606.24		179,918,108.58
16 Cash and Cash Equivalents				
a) Balance with Banks:				
i) On Current Account with Banks	3,832,070.67		6,324,462.73	
ii) On Deposits Account with Bank	32,417,019.00		24,417,019.00	
iii) SBI, Asansol Unpaid/ Un Claimed Dividend)	12,250.00		15,000.00	
		36,261,339.67		30,756,481.73
b Cash in Hand (as certified by management)		34,835,254.40		23,370,552.00
		71,096,594.07		54,127,033.73

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014
10 FIXED ASSETS

Particulars	Gross Block						Depreciation				Net Block	
	Opening as on 01.04.13	Addition during the year	Deduction during the year	Closing as on 31.03.14	Opening as on 01.04.13	For the Year	Adjustment	Total	As on 31.03.14	As on 31.03.13		
	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)		
Tangible Assets												
Land & land Development (Dharma Mouza)	13,272,137.00	15,100,000.00		28,372,137.00	0.00	0.00		0.00	28,372,137.00	13,272,137.00		
Land (Freehold)	19,480,263.00	0.00		19,480,263.00	0.00	0.00		0.00	19,480,263.00	19,480,263.00		
Factory Building	21,873,138.53	258,124.00		22,131,262.53	6,114,509.21	735,490.41		6,849,999.62	15,281,262.91	15,758,629.32		
Shed & Building-												
Dharma Mouza	8,462,992.36	3,748,551.00		12,211,543.36	377.94	184,500.99		184,878.93	12,026,664.43	8,462,614.42		
Plant & Machinery	232,660,801.62	5,961,339.24		238,621,940.86	78,766,767.22	12,417,301.89		91,184,069.11	147,437,871.75	153,893,834.40		
Electrification & Installation	14,515,620.57	1,098,276.26		15,613,896.83	6,292,129.11	713,233.31		7,005,362.42	8,608,534.41	8,223,491.46		
Laboratory Equipment	908,428.67	0.00		908,428.67	513,708.08	43,150.36		566,888.44	351,570.23	394,720.59		
Furniture & Fixtures	3,989,723.68	23,777.50		4,013,501.18	762,931.67	253,630.42		1,016,562.09	2,996,939.09	3,226,792.01		
Computer Sets	2,092,744.24	131,955.00		2,224,699.24	1,242,036.06	349,588.10		1,591,604.16	633,095.08	850,708.18		
Pollution Equipment	17,359,778.63	3,938,140.93		21,297,919.56	7,268,474.77	991,884.47		8,260,359.24	13,037,560.32	10,091,303.86		
Motor Vehicles	7,056,249.90	830,983.00		7,887,232.90	2,678,931.23	734,978.86		3,413,910.09	4,473,322.81	4,377,318.67		
Pay Loader/Excavator/												
Tractor	14,747,940.49	0.00	0.00	14,747,940.49	9,097,988.32	1,667,982.07		2,196,753.44	6,178,743.54	5,649,982.17		
Television	25,700.00	0.00		25,700.00	3,148.55	1,626.81		4,775.36	20,924.64	22,551.45		
Telephone	44,800.00	0.00	0.00	44,800.00	26,796.78	2,835.84		29,632.62	15,167.38	18,003.22		
Mobile Sets	340,413.00	36,780.00		377,193.00	46,440.34	22,535.56		68,975.90	308,217.10	293,972.66		
EPABX Machine	69,664.00	0.00		69,664.00	6,944.59	4,409.73		11,354.32	58,309.68	62,719.41		
FAX/Xerox Machine	82,000.00	0.00	0.00	82,000.00	8,788.05	5,190.60		13,978.65	68,021.35	73,211.95		
Air Conditions	711,440.00	92,644.00		804,084.00	124,144.05	54,292.84		178,436.89	625,647.11	587,295.95		
Projector EPSON	21,565.00	0.00		21,565.00	375.94	1524.65		1,900.59	19,664.41	21,189.06		
Water Tank/Purifier	69,590.00	12,000.00		81,590.00	6,550.87	3,676.09		10,226.96	71,363.04	63,039.13		
Camera	10,800.00	0.00		10,800.00	456.89	513.00		969.89	9,830.11	10,343.11		
SubTotal (A)	357,795,590.69	31,232,570.93	0.00	389,028,161.62	112,961,469.66	18,188,335.99		2,196,753.44	260,075,109.39	244,834,121.02		
Intangible Assets												
Computer Software	640,000.00	2,242,826.73		2,882,826.73	129,824.94	205,800.39		335,625.33	2,547,201.40	510,175.06		
SubTotal (B)	640,000.00	2,242,826.73	0.00	2,882,826.73	129,824.94	205,800.39		335,625.33	2,547,201.40	510,175.06		
Capital WIP Pollution equipment	721,762.00	3,126,460.93	3,848,222.93	0.00	0.00	0.00		0.00	0.00	721,762.00		
Capital WIP Plant & machinery	0	268,689.00	268,689.00	0.00	0	0		0	0.00	0		
SubTotal (C)	721,762.00	3,395,049.93	4,116,811.93	0.00	0.00	0.00		0.00	0.00	721,762.00		
TOTAL (A+B+C)	359,157,352.69	36,870,447.59	4,116,811.93	391,910,988.35	113,091,294.60	18,394,136.39		2,196,753.44	262,622,310.79	246,066,058.08		
Previous year	319,970,411.10	69,848,872.85	30,661,931.26	359,157,352.69	96,486,978.17	16,626,545.72		22,229.28	113,091,294.60	223,483,432.93		

*Original cost/professional Valuation as at 31.03.2005

* includes original cost of Assets of Rs. 68503,108.68 which have been revalued upward by Rs. 85489569.06 on 31.03.2005 by professional valuer.



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	<u>31st March, 2014</u>	<u>31st March, 2013</u>
	<u>Amount (₹)</u>	<u>Amount (₹)</u>
17 Short Term Loans & Advances		
Unsecured, considered good		
Other Loans & Advances		
Advance for Raw Materials/Suppliers/Others	37,802,236.09	63,418,150.77
Security Deposits	2,244,213.00	4,604,493.00
Excise & Cenvat Credit	51,907.50	432,945.23
Entry Tax Receivable	2,005.00	2,005.00
Other Advances	40,000.00	205,043.00
Service Tax Account	84,562.97	1,238,894.76
Cenvat Credit Receivable (Suspense)	1,337,375.82	0.00
Accrued Interest on FDR	3,991,726.22	2,645,744.22
	<u>45,554,026.60</u>	<u>72,547,275.98</u>
18 Other Current Assets :		
BCL Patratu Others	0.00	3,461,264.20
Finance Charges Suspense	47,463.34	164,075.70
Advance to Office Staff & Plant Labour	1,852,590.00	1,803,340.00
Pre-Paid Expenses	849,421.00	245,912.00
	<u>2,749,474.34</u>	<u>5,674,591.90</u>
	<u>As at 31.03.2014</u>	<u>As at 31.03.2013</u>
	<u>Amount (₹)</u>	<u>Amount (₹)</u>
19 REVENUE FROM OPERATIONS:		
Sale of Product		
Cement Sales	1,090,665,529.21	1,052,972,836.38
Less: Excise Duty	117,651,749.81	112,755,351.85
	<u>973,013,779.40</u>	<u>940,217,484.53</u>
Less: Captive Consumption	39,456,632.80	65,209,757.83
	<u>933,557,146.60</u>	<u>875,007,726.70</u>
Lime Stone Sales	-	14,152,546.36
	<u>933,557,146.60</u>	<u>889,160,273.06</u>
20 OTHER INCOME		
Interest Income		
Interest On Fixed Deposits	2,650,194.00	2,134,806.00
Other Non Operating Income		
Misc. Income	80,532.00	123,725.00
Discount Received	0.00	2,950.00
Shortage Deduction	16,182.00	11,693.00
Rebate on Sales Tax	5,514.00	68,170.00
Sundry Creditors Written Off	560,179.54	0.00
	<u>3,312,601.54</u>	<u>2,341,344.00</u>



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
21 COST OF MATERIALS CONSUMED		
Imported	—	—
Indigenous	460,935,211.94	501,505,514.53
	<u>460,935,211.94</u>	<u>501,505,514.53</u>
21.1 PARTICULARS OF MATERIALS CONSUMED		
Clinker	215,413,180.80	278,126,692.89
Slag	181,143,403.26	166,715,048.11
Gypsum	18,283,364.16	11,857,609.98
Packing Materials	36,377,241.03	28,958,642.52
Others	9,718,022.69	15,847,521.03
	<u>460,935,211.94</u>	<u>501,505,514.53</u>
22 PURCHASE OF STOCK IN TRADE	0.00	2,706,103.69
23 CHANGE IN INVENTORY OF FINISHED GOODS , WORK IN PROGRESS & STOCK IN TRADE		
Inventories (At Close)		
Finished Goods / Stock In Trade	0.00	5,540,075.26
Inventories (At Commencement)		
Finished Goods / Stock In Trade	5,540,075.26	11,446,442.67
	<u>5,540,075.26</u>	<u>5,906,367.41</u>
24 EMPLOYEE BENEFITS EXPENSES		
a) Salaries & Wages:		
Directors' Remuneration	3,300,000.00	3,100,000.00
Salaries	17,501,728.00	11,864,789.00
Wages	4,524,400.00	4,242,000.00
Bonus	1,194,375.00	1,122,801.00
b) Contribution to Provident & Other Funds		
Contribution to Recognised Provident Fund	1,404,480.00	1,265,867.00
Gratuity	1,018,516.00	939,568.00
Employees' State Insurance Schemes	370,114.00	349,178.00
c) Staff Welfare Expenses	635,678.23	360,254.00
	<u>29,949,291.23</u>	<u>23,244,457.00</u>
25 FINANCE COST		
a) Interest Expense		
i) On Borrowings From Banks & Others:		
Interest on Term Loan	7,560,198.54	6,195,038.65
Interest on Cash Credit & SLC	22,376,974.00	21,664,532.00
Interest on Car Loan	183,742.03	96,073.66
	<u>30,120,914.57</u>	<u>27,955,644.31</u>
Less : Interest subsidy	0.00	6,485,000.00
	<u>30,120,914.57</u>	<u>21,470,644.31</u>
ii) On Security Deposit & Statutory Dues & Others:	7,489,470.00	2,392,121.00
b) Other Borrowing Cost :		
Bank Charges & Bank Guarantee Expenses	2,095,647.98	1,313,191.17
Loan Processing Fees	2,650.00	330,487.00
	<u>39,708,682.55</u>	<u>25,506,443.48</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014

	<u>As at 31.03.14</u> <u>Amount (₹)</u>	<u>As at 31.03.2013</u> <u>Amount (₹)</u>
10 DEPRECIATION & AMORTISATION EXPENSES		
Depreciation	16,197,382.95	16,604,316.44
Less: Transferred From Revaluation Reserve	<u>3,666,740.52</u>	<u>3,666,740.52</u>
	<u>12,530,642.43</u>	<u>12,937,575.92</u>
10.1 A sum of rs. 21.96 lacs has been reversed for excess depreciation charged in earlier years representing Prior Period Item.		
26 OTHER EXPENSES		
1 Manufacturing Expenses		
Demurrage /Rate Difference	803,773.00	769,449.00
Factory Rent	900,000.00	900,000.00
Power & Fuel	114,557,462.85	87,937,694.29
Testing , Laboratory Fees & Other Incidental Exp.	240,115.00	130,903.00
Commission Expenses	370,470.00	-
Loading / Unloading Charges	1,590,836.72	459,307.00
Repair & Maintenance - Machinery	1,400,155.30	2,394,975.50
Repair & Maintenance - Building	<u>137,485.00</u>	<u>23,300.00</u>
A	<u>120,000,298.87</u>	<u>92,615,628.79</u>
2 Establishment Expenses		
Insurance Charges	245,276.69	101,582.34
Director Sitting Fees	280,000.00	330,000.00
Rent	552,200.00	526,810.00
Legal cum Service charges	2,392,189.75	859,304.00
EGM Meeting Expenses	0.00	16,000.00
Conveyance & Travelling Expenses	1,136,317.72	2,750,748.00
Payment to Auditors	729,917.00	458,700.00
Board Meeting fees	42,931.75	38,611.00
Rates and Taxes	554,098.24	1,251,671.29
Printing & Stationery	1,069,213.50	612,781.00
Postage & Telegram	154,170.33	385,594.00
Telephone Exp.	<u>713,497.28</u>	<u>592,893.00</u>
B	<u>7,869,812.26</u>	<u>7,924,694.63</u>
3 Selling & Distribution Expenses		
Discount Allowed	26,792,617.00	6,623,843.00
Freight Outward Expenses	36,021,349.00	33,346,345.00
Commission On sales	5,643,439.00	6,167,868.00
Credit Note	11,395,977.83	51,564,486.99
Sales Promotion	2,127,653.40	3,904,325.50
VAT & CST on Sales	129,560,297.88	117,681,523.43
Road Expenses & Taxes	72,560.00	688,745.00
Advertisement	12,149,054.21	8,802,347.85
Other Misc. Expenses	<u>8,189,442.72</u>	<u>8,183,245.74</u>
C	<u>261,952,431.04</u>	<u>236,962,730.51</u>
(A+B+C)	<u>389,822,542.17</u>	<u>285,938,566.94</u>
26.1 PAYMENT TO AUDITORS :		
a) Auditor		
Tax audit Fees	60,000.00	50,000.00
Statutory Audit Fees	175,000.00	130,000.00
VAT Audit Fees	20,000.00	0.00
b) Fees for Limited Review	30,000.00	40,000.00
c) Internal Audit Fees	346,125.00	140,000.00
d) Cost Audit Fees	53,000.00	53,000.00
e) Stock Audit Fees	29,860.00	0.00
f) For Expenses	<u>15,632.00</u>	<u>45,700.00</u>
	<u>729,917.00</u>	<u>458,700.00</u>

**BALANCE SHEET AS AT 31ST MARCH, 2014 (PATRATU UNIT)**

	Notes	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. EQUITY & LIABILITIES :			
Non-Current Liabilities			
(a) Branch/Division (Equity)	1	737,775,477.87	649,825,477.87
(b) Long Term Borrowings	2	992,122,157.00	399,792,626.52
(c) Deferred Tax Liabilities (Net)		—	—
(d) Other Long Term Provision	3	<u>280,577.00</u>	<u>286,570.00</u>
		1,730,178,211.87	1,049,904,674.39
Current Liabilities			
(a) Trade Payable	4	3,674,214.64	1,705,969.00
(b) Other Current liabilities	5	147,081,493.67	30,899,931.47
		150,755,708.31	32,605,900.47
Total :		<u>1,880,933,920.18</u>	<u>1,082,510,574.86</u>
B. ASSETS			
Non-Current Assets			
(a) Fixed Assets			
(i) Capital Work in Progress	6	1,332,634,854.95	443,393,049.65
(ii) Tangible assets		99,878,689.11	91,783,262.78
Long term loans & advances	7	<u>294,676,424.79</u>	<u>492,989,448.46</u>
		1,727,189,968.85	1,028,165,760.89
Current Assets			
(a) Inventory	8	19,440,083.41	19,416,076.44
(b) Trade Receivable	9	1,282,734.00	1,282,734.00
(c) Cash & Cash Equivalent	10	33,857,633.46	11,554,126.13
(d) Short Term Loans & advances	11	97,965,120.81	21,795,267.40
(d) Other Current Assets	12	<u>1,198,379.65</u>	<u>296,610.00</u>
		153,743,951.33	54,344,813.97
Total :		<u>1,880,933,920.18</u>	<u>1,082,510,574.86</u>

Notes to the accounts**Related Party Disclosures****Significant Accounting Policy**

The Notes referred to the above form an integral part of the Balance Sheet.

As per our annexed report of even date

For M/s. N. K. Agarwal & CO.
(Chartered Accountants)
Firm Registration No. : 308115E

Mr. N. K. Agarwal
(Proprietor)

Date : 14.05.2014
Place : Asansol

On behalf of the Board

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary

STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31ST MARCH, 2014 (PATRATU UNIT)

	Notes	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. CONTINUING OPERATIONS :			
1	Revenue from Operations(Net)	-	-
2	Other Income	-	-
3	Total Revenue (1+2)	Nil	Nil
4	Expenditure		
	Cost of Materials Consumed	-	-
	Purchase of Stock in Trade	14 23,929.02	14,152,546.00
	Change in Inventory of Stock in Trade	15 (23,929.02)	(19,416,076.44)
	Employee Benefits Expenses	-	-
	Finance Cost / Interest & Other Charges	-	-
	Depreciation & amortisation expenses	-	-
	Other Expenses	-	5,263,530.44
	Total Expenses	Nil	Nil
5	Profit/(Loss) before exceptional & extraordinary items & tax	-	-
6	Profit/(Loss) before tax	-	-
7	Tax Expenses		
	(a) Current tax expenses for current year	-	-
	(b) Deferred tax	-	-
8	Profit / (Loss) from continuing operation (6-7)	Nil	Nil
B TOTAL OPERATIONS :			
10	Profit/ (Loss) for the year	-	-
11	Earning per Share(of Rs.10/- each)	-	-
	(a) Basic	-	-
	(b) Diluted	-	-
12	No.of share used in computing Earning per Shares	Nil	Nil
	(a) Basic	-	-
	(b) Diluted	-	-

Attached herewith accompanying notes forming part of the Financial Statement

For M/s. N. K. Agarwal & CO.
(Chartered Accountants)
Firm Registration No. : 308115E

Mr. N. K. Agarwal
(Proprietor)

Date : 14.05.2014
Place : Asansol

On behalf of the Board

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (PATRATU UNIT)

	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
A. Equity & Liabilities:		
Non Current Liabilities		
1. Branch/Division		
BCL Asansol HO	<u>737,775,477.87</u>	<u>649,825,477.87</u>
	<u>737,775,477.87</u>	<u>649,825,477.87</u>
2. Long Term Borrowings		
a) Secured:		
Term Loan		
From Banks:		
Axis Bank Ltd. Payloader	2,172,339.00	0.00
Axis Bank Ltd. Tipper	730,117.00	0.00
Axis Bank Ltd. Car Loan	216,580.00	0.00
CBI Term Loan	256,106,816.00	84,728,168.00
SBH Term Loan	256,021,198.00	85,085,916.00
UBI- Term Loan	177,348,306.00	85,082,591.00
SBI, Asansol SME Branch Term Loan	297,026,801.00	99,204,899.00
HDFC Bank Indigo Car Loan	-	15,895.52
Indusind Bank Ltd.	-	1,051,137.00
	<u>989,622,157.00</u>	<u>355,168,606.52</u>
b) Un-Secured Loan :		
i) Loans & Advances From Related Parties	0.00	11,124,020.00
ii) From Others	<u>2,500,000.00</u>	<u>335,000,000.00</u>
	<u>2,500,000.00</u>	<u>44,624,020.00</u>
	<u>992,122,157.00</u>	<u>399,792,626.52</u>

Notes

The consortium account from CBI Term Loan, SBH term Loan, SBI Asansol SME Term Loan & UBI Term Loan is secured by way of:-

- First pari passu mortgage and charge on all the immovable properties both present and future of the borrower at the plant at Patratu, Jharkhand in favour of the lender.
- First Pari Passu charge by way of hypothecation on the borrower's movables (excluding current assets), including movable plant and machinery, machinery spares, tools and accessories both present and future of the project at Patratu, Jharkhand and all the borrower's fixed assets both present and future.
- Second Pari Passu charge by way of hypothecation of all the borrower's movable (excluding fixed assets), and including operating cash flows, book debt, receivables, commission and any other revenues of whatsoever nature and wherever arising both present and future of the project at Patratu, Jharkhand subject to the lenders ceding second charge over the fixed assets of the borrower's in favour of the working capital on the borrower's current assets, both present and future.
- Car Loan, Tipper Loan, Payloader Loan is secured by hypothecation of said Car, Tipper & Payloader.
- The consortium Banks:- Central Bank of India, State Bank of Hyderabad, State Bank of India & United Bank of India have sanctioned term loan of Rs. 125 crores. Out of the sanctioned amount, Rs. 108.28 crores has been disbursed till 31st March, 2014.

f. Maturity Profile & Rate of Interest are as set out below :-

	Intt. Rate	F.Yr. 2015-16	F.Yr. 2016-17	F.Yr. 2017-18	F.Yr. 2018-19	F.Yr. 2019-20
a. State Bank Of Hyderabad	14.70%	48960000.00	59040000.00	65760000.00	72480000.00	26880000.00
b. State Bank Of India SME ASL	14.70%	57120000.00	68880000.00	76720000.00	84560000.00	31360000.00
c. United Bank Of India	15.25%	48960000.00	59040000.00	65760000.00	72480000.00	26880000.00
d. Central Bank Of India	15.25%	48960000.00	59040000.00	65760000.00	72480000.00	26880000.00
e. Axis Bank Ltd (Car Loan)	10.75%	170916.00	45664.00	0.00	0.00	0.00
f. Axis Bank Ltd (Tipper)	10.50%	422722.00	307395.00	0.00	0.00	0.00
g. Axis Bank Ltd (Payloader)	10.50%	744582.00	826646.00	601111.00	0.00	0.00

3 Long Term Provision

Provision for Employee Benefits

Provision For Gratuity	286570.00	153461.00
Add: Created during the year	0.00	133109.00
Less: Deduction during the year	5993.00	0.00
	<u>280577.00</u>	<u>286570.00</u>

4. Trade Payable

Others

(a) Sundry Creditors for Expenses	<u>3674214.64</u>	<u>1705969.00</u>
	<u>3674214.64</u>	<u>1705969.00</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (PATRATU UNIT)

Notes : (Tangible Assets)

Sl. No.	Particulars	Gross Block						Depreciation			Net Block	
		Opening as on 01.04.13	Addition during the year	Deduction during the year	Closing as on 31.03.14	Opening as on 01.04.13	For the Year	Adjustment	Total	As on 31.03.14	As on 31.03.13	
		Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	Amount (₹)	
	Tangible Assets											
1	Land & site Developments (Leasehold)	76,419,312.00	66,892.00	0.00	76,486,204.00	0.00	0.00	0.00	0.00	76,486,204.00	76,419,312.00	
2	Air Conditions	225,800.00	171,176.00		396,976.00	15,782.37	26,763.64		42,546.01	354,429.99	210,017.63	
3	Motor Vehicles	2,204,437.00	866,495.00		3,070,932.00	168,877.38	265,642.24		434,519.62	2,636,412.38	2,035,559.62	
4	Computer Sets	565,645.00	695,256.00	133,764.00	1,127,137.00	78,780.20	137,472.42	23,380.63	192,871.99	934,265.01	486,864.80	
5	Electrification & Installation	1,748,119.00	2,480,000.00		4,228,119.00	83,035.65	91,426.89		174,462.54	4,053,656.46	1,665,083.35	
6	FAX/Xerox Machine	6,760.00	0.00		6,760.00	427.91	427.91		855.82	5,904.18	6,332.09	
7	Furniture & Fixtures	589,499.50	1,270,694.00	47,300.00	1,812,893.50	32,696.17	77,679.45	1,826.73	108,548.89	1,704,344.61	556,803.33	
8	Mobile Sets	71,335.00	218,423.00	14,150.00	275,608.00	3,081.34	14,363.18	213.50	17,231.02	258,376.98	68,253.66	
9	Pay Loader/Excavator	11,235,905.08	4,331,498.00		15,567,403.08	1,270,780.86	1,415,148.63		2,685,929.49	12,881,473.59	9,965,124.22	
10	Television	166,000.00	77,500.00		243,500.00	10,507.80	12,170.60		22,678.40	220,821.60	155,492.20	
11	Water Tank/Purifier	8,000.00	31,405.00		39,405.00	97.21	1,506.50		1,603.71	37,801.29	7,902.79	
12	Plant & Machinery	215,969.00	30,304.00		246,273.00	9,451.91	12,708.32		22,160.23	224,112.77	206,517.09	
13	Multi Media Projector	0.00	26,000.00		26,000.00	0.00	1,744.45		1,744.45	24,255.55	0.00	
14	Refrigerator	0.00	28,100.00		28,100.00	0.00	585.80		585.80	27,514.20	0.00	
15	TELECOM EQUIPMENT	0.00	29,190.00		29,190.00	0.00	73.50		73.50	29,116.50	0.00	
	TOTAL(A)	93,456,781.58	10,322,933.00	195,214.00	103,584,500.58	1,673,518.80	2,057,713.53	25,420.86	3,705,811.47	99,878,689.11	91,783,262.78	
	Capital W.I.P											
16	Capital W.I.P	443,393,049.65	998,161,258.36	108,919,453.06	1,332,634,854.95	0.00	0.00	0.00	0.00	1,332,634,854.95	443,393,049.65	
	TOTAL(B)	443,393,049.65	998,161,258.36	108,919,453.06	1,332,634,854.95	0.00	0.00	0.00	0.00	1,332,634,854.95	443,393,049.65	
	TOTAL(A+B)	536,849,831.23	1,008,484,191.36	109,114,667.06	1,436,219,355.53	1,673,518.80	2,057,713.53	25,420.86	3,705,811.47	1,432,513,544.06	536,176,312.43	



NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (PATRATU UNIT)

	As at 31.03.14 Amount (₹)	As at 31.03.2013 Amount (₹)
5. Other Current Liabilities		
a) Current Maturities of Long Term Debt From Bank		
Secured loan from Bank		
Axis Bank Ltd. Payloader	670667.00	-
Axis Bank Ltd. Tipper	380754.00	-
Axis Bank Ltd. Car Loan	153565.00	-
State Bank Of Hyderabad	26880000.00	-
State Bank Of India SME ASL	31360000.00	-
United Bank Of India	26880000.00	-
Central Bank Of India	26880000.00	-
Indusind Bank Ltd. Dhanbad Poklane	1051136.66	1154244.00
HDFC Bank Indigo Car Loan	15896.08	179860.00
	<u>114272018.74</u>	<u>1334104.00</u>
b) Creditors For Capital Expenditure	29257913.23	24998259.27
c) BCL Ranchi Branch	0.00	391515.00
d) BCL Asansol Headoffice	0.00	3069749.20
d) Others Payable		
Statutory Liabilities		
EPF Payable	36741.00	21277.00
Building & other Construction cess Payable	151440.00	146108.00
WCT payable	2299166.00	829023.00
Professiona Tax payable	16340.00	0.00
Service Tax Reverse charge payable	1047874.70	109896.00
	<u>3551561.70</u>	<u>1106304.00</u>
	<u>147081493.67</u>	<u>30899931.47</u>
7. Long Term Loans & Advances		
(a) Deposits with Govt. Authorities	1410775.00	1410775.00
(b) Capital Advances	293265649.79	491,578,673.46
	<u>294676424.79</u>	<u>492,989,448.46</u>
8. Inventories(at lower of cot and net realisable value)		
(a) Raw Material		
Lime stone	19440083.41	19416076.44
	<u>19440083.41</u>	<u>19416076.44</u>
9. Trade Receivable		
(Unsecured Considered goods)		
(a) Over Six months	1282734.00	1282734.00
(b) Less Than Six months	0.00	0.00
(As Certified by the management)	<u>1282734.00</u>	<u>1282734.00</u>
10. Cash & Cash Equivalents		
Cash in Hand	4493164.83	3139254.00
SBI ESCROW Account-32526484612	25782293.50	5750528.00
Central Bank of India (Kol Main Bazar)	14852.00	12899.00
United Bank of India, City Centre Bazar	15392.00	18215.00
State Bank of Hyderabad, Kolkata	12976.00	13276.00
State Bank of India, Asansol	50063.00	2035927.00
State Bank of India, Park Street	6907.13	397414.13
State Bank of India, Patratu	3481985.00	186613.00
	<u>33857633.46</u>	<u>11554126.13</u>

NOTES FORMING PART OF THE FINANCIAL STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2014 (PATRATU UNIT)

	<u>As at 31.03.14</u> Amount (₹)	<u>As at 31.03.2013</u> Amount (₹)
11. Short Term Loans & Advances		
Unsecured ,Considered Goods		
Other Loans & Advances		
Advances for Suppliers & others	6686494.58	2768200.48
Cenvat Credit service tax (Suspense)	1228728.00	109896.00
TDS Assets	40089.00	40089.00
Service Tax Claim A/c	17396552.14	7264655.25
VAT Input Claim	0.00	2560710.41
Excise Duty Claim A/c	72613257.09	9051716.26
	<u>97965120.81</u>	<u>21795267.40</u>
12. Other Current Assets:		
BCL Asansol Head Office		686291.02
Advances to Office Staff & Labour		230000.00
Insurance Claim Receivable		282088.63
		<u>1198379.65</u>
		<u>296610.00</u>
13. PURCHASE OF STOCK IN TRADE		<u>23929.02</u>
		<u>14152546.00</u>
14. CHANGE IN INVENTORY OF FINISHED GOODS, WORK IN PROGRESS & STOCK IN TRADE		
Inventories (At Cost)		
Finished Goods / Stock in Trade		19,440,005.46
Inventories (At Commencement)		19416076.44
Finished Goods / Stock in Trade		19416076.44
		<u>0.00</u>
		<u>(23929.02)</u>
		<u>(19,416,076.44)</u>
15. OTHER EXPENSES		
1. Selling & Distribution Expenses		
Transportation Charges Limestone		0.00
Mining Expenses		3968462.24
		0.00
		1295068.20
		<u>0.00</u>
		<u>5263530.44</u>



ACCOUNTING POLICIES AND NOTES ON ACCOUNTS ANNEXED TO AND FORMING PART OF THE BALANCE SHEET AS ON 31ST MARCH, 2014

NOTES ON ACCOUNTS

27. Earning per Share is calculated as follows:

Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
Net Profit/Loss after Tax	2,70,48,663.36	3,16,70,947.93
Equity Shares outstanding at the period end (in nos)	Basic - 71452270 Diluted - 71452270	Basic - 62679363 Diluted - 62679363
Weighted average no. of equity shares used as denominator for calculating basic and diluted EPS	71452270	62679363
Nominal value per Equity Share (in Rs.)	10.00	10.00
Earning per share (Basic and Diluted) (in Rs.)	Basic - 0.38 Diluted - 0.38	Basic 0.50 Diluted 0.51

28. Contingent Liability:

Particulars	Amount as on 31.03.2014 (Rs. In Lacs)	Amount as on 31.03.2013 (Rs. In Lacs)
WBSEB Demand	NIL	Rs. 99.00
VAT Liability	NIL	Rs. 37.09
Bank Guarantee	Rs. 96.00	Rs. 96.00
Sales Tax Demand	NIL	Rs. 59.72
Income Tax Demand	NIL	Rs. 105.36
Entry Tax	NIL	Rs. 7.11

29. Depreciation on revalued fixed assets amounting to Rs.36,66,740.52 has been written off from revaluation reserve.
30. The figures of Excise Duty paid are disclosed in the Books at the net figures after taking credit for rebate / refund of Excise Duty. Cenvat Credit on Capital goods amounting to Rs. 4,74,089.16 has been taken during the year for Asansol unit.
31. Figures pertaining to previous year have been re-grouped/re-arranged, reclassified and restated, wherever considered necessary, to conform to the classification adopted in the current year.
32. There were no Foreign exchange inflow and outflow during the year.
33. Deferred Tax is recognized subject to consideration of prudence in respect of deferred tax assets on timing difference being the difference between the taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Reversal of deferred tax liability on account of depreciation for Rs. 19,62,670.00 (Debited into P/L Account) has been made in the Books of Accounts in accordance with Accounting Standard-22.
34. Service Tax is also being determined in accordance with the provision of Service Tax Law.

35. The company operates in Production and Sales of Cement under the name & style of Burnpur Cement Limited. In current year, no segment reporting is required.
36. In terms of Section 22 of Micro, Small & Medium Enterprises Act 2006, the outstanding to these enterprises are required to be disclosed. However, these enterprises are required to be registered with under the Act. In the absence of the information about registration of the enterprises under the above Act, the required information could not be furnished. In view of above and in absence of relevant information, the auditor has relied upon the same.

37. Gratuity

The Company has defined gratuity plan. Every employee who has completed 5 years or more of service is entitled to gratuity on terms not less favourable than the provisions of the Payment of Gratuity Act, 1972. The amount of contribution to be made is arrived at based on Actuarial valuation done at the balance sheet date, as given below and is accounted accordingly:

Opening Balance as per Books	Rs.	43,34,861.00
Closing Balance as per Actuarial Valuation	Rs.	53,47,384.00
Provision made during the Year	Rs.	10,12,523.00
Gratuity Paid during the year	Rs.	0.00

38. Sundry Debtors, Sundry Creditors and advances to parties as reflected in the financial statements are subject to confirmations from the respective parties and management of the Company.
39. In the opinion of the management, the current assets, loans and advances have a value on realization in the ordinary course of business, which is at least equal to the amount at which they are stated.
40. Interest on fixed deposits taken in the financial statement is as per management's certificate.

41. RELATED PARTY DISCLOSURE

Related Party transaction as per Accounting Standard 18 issued by ICAI

- A. As defined in Accounting Standard 18, the company has a related party relationship in the following:

Associate Companies :

- b. Mittal Polypacks (P) Limited.
- c. Dalhausi Datamatics (P) Limited
- d. Bharosa Distributors (P) Limited

Key Management Personnel

- a. Mr. Ashok Gutgutia, Vice Chairman and Managing Director
- b. Mr. Manoj Kumar Agarwal, Director
- c. Mr. Ram Prasad Agarwal
- d. Shakuntala Agarwal
- e. Suchitra Agarwal
- f. Ram Prasad Agarwal (HUF)



B. The transactions are entered into in ordinary course of Business with related parties at arms length as per details below:

Nature of Transaction	Name of Party	Relation	Transaction Value Rs.	Outstanding Balance Rs.
1. Loan Taken	Dalhausi Datamatics (P) Limited	Associates	3100000/-	10451124/-
	Bharosa Distributors (P) Ltd.	Associates	18400000/-	8141272/-
	Ashok Gutgutia	Key Management	4500000/-	1133231/-
2. Repayment of Loan (Including Interest)	Dalhousi Datamatics (P) Limited	Associates	7981673/-	10451124/-
	Bharosa Distributors (P) Ltd.	Associates	18718163/-	814272/-
	Ashok Gutgutia	Key Management	6000000/-	1133231/-
3. Interest on Loan	Dalhousi Datamatics (P) Limited	Associates	962966/-	-
	Bharosa Distributors (P) Limited	Associates	988871/-	-
4. Bags Purchased	Mittal Polypacks (P) Limited	Associates	23042973/-	-
5. Rent	Ashok Gutgutia	Key Management	900000/-	-
6. Remuneration	Ashok Gutgutia	Key Management	2100000/-	-
	Manoj Kumar Agarwal	Key Management	1200000/-	-
7. Cement Sale	Mittal Polypacks (P) Ltd.	Associates	24607/-	-

C. Share Warrant Money Received from Related Parties :-

Sl. No.	Name	Amount (Rs.)	Relation
1.	Dalhausi Datamatics (P) Limited	35,62,500/-	Associate Company
2.	Shakuntala Agarwal	2,50,000/-	Mother of Director
3.	Suchitra Agarwal	3,75,000/-	Wife of Director
4.	Ram Prasad Agarwal (HUF)	3,75,000/-	Karta is father of Director

For M/s. N. K. Agarwal & CO.
(Chartered Accountants)
Firm Registration No. : 308115E

Mr. N. K. Agarwal
(Proprietor)

Date : 14.05.2014
Place : Asansol

On behalf of the Board

Ashok Gutgutia
V.C. & Managing Director

Manoj Kumar Agarwal
Director

S. S. Panigrahi
Company Secretary



BURNPUR CEMENT LIMITED

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