

BOARD'S REPORT

TO THE MEMBERS OF BULK CEMENT CORPORATION (INDIA) LIMITED

The Directors take pleasure in presenting the Twenty Fifth Annual Report on the business and operations of the Company and the Audited Financial Statements for the year ended December 31, 2016.

1. FINANCIAL HIGHLIGHTS

The financial highlights of your Company for the year ended December 31, 2016 is summarized below:

PARTICULARS	2016 ₹ Lakh	2015 ₹ Lakh
Revenue from operations (net) and Other Income	2,067.57	2,090.06
Profit / (Loss) Before Tax	398.29	(824.27)
Provision for Taxation		
-Current tax	114.04	121.01
- Deferred Tax	(0.01)	(414.57)
Profit / (Loss) after Tax	245.26	(530.71)
Balance brought forward from previous year	1,453.44	1,984.15
Balance carried forward to Balance Sheet	1,698.70	1,453.44

2. OPERATIONS

During the year under review, the Company handled cement volumes of 10.13 lakh tonnes as against 10.02 lakh tonnes in 2015. The Profit Before Tax and Exceptional Items for the year 2016 was ₹ 389.29 Lakhs as against ₹ 304.13 Lakhs in the year 2015.

3. DIVIDEND

Your Directors do not recommend payment of dividend for the financial year ended December 31, 2016.

4. TRANSFER TO RESERVE

No transfer to reserves has been made during the year under review.

5. DEPOSITS

The Company has not accepted any deposits from the public or the Directors during the year under review.

6. MATERIAL CHANGES AND COMMITMENTS

Except as disclosed elsewhere in the Report, no material changes and commitments have been made between the end of the financial year of the Company and the date of this Report.

7. INDUSTRIAL RELATIONS

During the year under review, industrial relations at the Company's unit continued to remain cordial and peaceful.

8. SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS OF THE COMPANY

There are no significant and material orders passed by the Regulators or Courts or Tribunals impacting the going concern status of the Company.

9. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

There are no loans / guarantees given and investments made under the provisions of Section 186 of the Companies Act, 2013.

10. INTERNAL FINANCIAL CONTROLS

The Company being subsidiary of ACC Limited, the internal financial controls of ACC are applicable to the Company. These are adequate and commensurate with the requirements of the Company.

11. CONTRACT OR ARRANGEMENT WITH RELATED PARTIES

In accordance with the provisions of Section 188 of the Companies Act, 2013 and Rules framed thereunder, the transactions entered into with Related Parties are in the ordinary course of business, on an arms length pricing basis and within the limits

prescribed under the Companies Act, 2013 and Rules framed thereunder. Accordingly, no transactions are required to be reported in Form AOC 2.

12. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Appointment of Directors

The Government of India, Ministry of Commerce & Industry, Department of Industrial Policy & Promotion has pursuant to its rights under the Company's Article of Association, appointed Mrs. Ravneet Kaur, Joint Secretary in the Department of Industrial Policy and Promotion, as a Chairperson of the Company in place of Mr Shailendra Singh. Pursuant thereto, the Board of Directors of your Company has appointed Mrs. Ravneet Kaur as an Additional Director of the Company with effect from January 20, 2017. Mrs Ravneet Kaur holds office upto the date of the forthcoming Annual General Meeting. Accordingly, her candidature for appointment as a Director has been included in the Notice of the forthcoming Annual General Meeting of the Company.

The Government of India, Ministry of Commerce & Industry, Department of Industrial Policy & Promotion has pursuant to its rights under the Company's Article of Association, appointed Mr. A P Singh, Senior Development Officer in the Department of Industrial Policy and Promotion, as a Director of the Company in place of Mr J K Mehra. Pursuant thereto, the Board of Directors of your Company has appointed Mr. A P Singh as an Additional Director of the Company with effect from January 20, 2017. Mr. A P Singh holds office upto the date of the forthcoming Annual General Meeting. Accordingly, his candidature for appointment as a Director has been included in the Notice of the forthcoming Annual General Meeting of the Company.

The Ministry of Railways, Railway Board has pursuant to its rights under of the Company's Article of Association, appointed Mr. Manoj Srivastava, Executive Director, Railway Board, as a Director of the Company in place of Mr Manoj Akhouri. Pursuant thereto, the Board of Directors of your Company has appointed

Mr. Manoj Srivastava as an Additional Director of the Company with effect from January 20, 2017. Mr. Manoj Srivastava holds office upto the date of the forthcoming Annual General Meeting. Accordingly, his candidature for appointment as a Director has been included in the Notice of the forthcoming Annual General Meeting of the Company.

The Board of Directors has appointed Mr Neeraj Akhouri as an Additional Director of the Company with effect from January 20, 2017. Mr Neeraj Akhouri holds office upto the date of the Annual General Meeting. Accordingly, his candidature for appointment as a Director has been included in the Notice convening the Annual General Meeting of the Company.

The Board of Directors has appointed Mr Philip Mathew as an Additional Director of the Company with effect from January 20, 2017. Mr Philip Mathew holds office upto the date of the Annual General Meeting. Accordingly, his candidature for appointment as a Director has been included in the Notice convening the Annual General Meeting of the Company.

Cessation of Directorship

Mr Shailendra Singh, Joint Secretary, Department of Industrial Policy & Promotion, who was appointed by the Government of India, Ministry of Commerce & Industry, Department of Industrial Policy & Promotion as a Director of the Company with effect from May 23, 2014, ceased to be a Director of the Company with effect from January 20, 2017.

Mr J K Mehra, Director, Department of Industrial Policy & Promotion, who was appointed by the Government of India, Ministry of Commerce & Industry, Department of Industrial Policy & Promotion as a Director of the Company with effect from June 2, 2014, ceased to be a Director of the Company with effect from January 20, 2017.

Mr. Manoj Akhouri, Executive Director / Traffic Transportation (F) and Railway Board, who was appointed by the Railway Board as a Director of the Company with effect from July 20, 2012, ceased to be a Director of the Company with effect from January 20, 2017.

Mr Harish Badami who was appointed as a Director of the Company with effect from October 14, 2014, ceased to be a Director of the Company with effect from January 20, 2017.

Mr Naveen Chadha who was appointed as a Director of the Company with effect from October 15, 2015, ceased to be a Director of the Company with effect from January 20, 2017.

The Board has placed on record its appreciation of the valuable contribution made by Mr Shailendra Singh, Mr J K Mehra, Mr. Manoj Akhouri, Mr Harish Badami and Mr Naveen Chadha, during their respective tenures as Directors of the Company.

Directors Retiring by Rotation

In accordance with the provisions of the Companies Act, 2013, Mr Raju Misra retires by rotation and being eligible offers himself for re-appointment as a Director of the Company. Accordingly, the proposal for his re-appointment has been included in the Notice convening the Annual General Meeting of the Company.

Independent Directors

a. Declaration of Independence by Directors

The Independent Directors of the Company, viz. Mr Noshir H Italia and Dr I B De have given a declaration to the Company confirming that they meet the criteria of independence as mentioned under Section 149(6) of the Companies Act, 2013.

b. Independent Directors Meeting

During the year under review, the Independent Directors met once on January 20, 2017. Both the Independent Directors were present for the Meeting.

Appointment and Remuneration of Directors

The Board comprises five representatives of ACC Limited, the Holding Company, one Director each to be nominated by the Development Commissioner of Cement Industry, the Ministry of Industry, and by the Ministry of Railways and two Independent Directors

For the appointment of Independent Directors, the Board considers the qualification, experience,

expertise of the candidates in their respective fields, professional and business standing and diversity of the Board. The Government Nominees Directors are appointed by the respective Ministries. As regards the appointment of ACC's representatives on the Board, employees of the Holding Company in senior leadership positions having expertise and experience in the field of manufacturing, sales & marketing and finance and who oversee the operations of the Company are generally recommended by ACC for appointment as Directors of the Company.

During the year, the Company has paid a sum of ₹ 5,000/- as sitting fees to the Independent Directors. The Nominee Directors of the Government of India, Ministry of Industry and the Ministry of Railways, or their respective Ministries are also eligible for receipt of sitting fees, for each meeting of the Board and Audit Committee attended by them. The representatives of ACC on the Board of Directors of the Company do not receive any sitting fees. No other remuneration is paid to the Directors.

Evaluation of the Board and its Committees

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out annual performance evaluation of its own performance, the Directors individually, as well as the evaluation of the working of its Audit and Nomination & Remuneration Committee.

Key Managerial Personnel

Mr Jitendra Kumar, who is in overall charge of the operations of the Company has been designated as "Manager" pursuant to the provision of Section 2(53) of the Companies Act, 2013.

During the year, as per the policy of rotating its employees by the holding Company, ACC Limited, Mr Sharad Darak, Chief Manager Finance, ACC has taken over from Ms. Malini Menon whose services have been recalled by ACC. Pursuant thereto Mr. Sharad Darak has been designated as Chief Financial Officer and Key Managerial Personnel for the Company with effect from February 1, 2017.

During the year, Mr S Viswanathan, Vice President Capex Controlling, ACC who holds the requisite

qualification for appointment as a Company Secretary has been designated as Company Secretary and Key Managerial Personnel for the Company with effect from January 20, 2017, consequent upon the resignation of Mrs. Binita Khory, from the services of ACC Limited with effect from May 31, 2016.

13. MEETINGS

Board Meetings

The Company held a minimum of one board meeting in every quarter. During the year ended December 31, 2016, the Board Meetings were held on January 25, 2016, April 19, 2016, July 20, 2016 and October 17, 2016.

Audit Committee

The Audit Committee comprises the following Members:

- Mr Noshir H Italia, Non Executive /Independent Director
- Dr I B De, Non Executive/Independent Director
- Mr JK Mehra, Director, Department of Industrial Policy and Promotion (Non Independent Director).

During the year, the Audit Committee Meetings were held on January 25, 2016 April 19, 2016, July 20, 2016 and October 17, 2016.

Nomination & Remuneration Committee

The Nomination & Remuneration Committee comprises the following Members:

Mr Noshir Italia (Chairman), Non Executive / Independent Director

Dr I B De, Non Executive/Independent Director

Mr Harish Badami, Non-Executive Director

During the year, the Nomination & Remuneration Committee Meetings were held on January 25, 2016 April 19, 2016, and July 20, 2016.

The Company is not required to constitute a Corporate Social Responsibility Committee.

14. AUDITORS

As per the provisions of Section 139 of the Companies Act, 2013, the term of office of Messrs. K S Aiyar & Co, as Statutory Auditors of the Company will conclude from the close of the Annual General Meeting of the Company.

The Board of Directors has placed on record its appreciation of the valuable service rendered by Messrs. K S Aiyar & Co as Statutory Auditors of the Company.

Subject to the approval of the Members, the Board of Directors has recommended the appointment of M/s Deloitte Haskins & Sells LLP., Chartered Accountants (ICAI Firm Registration No. 117366W/W-100018) as the Statutory Auditors of the Company pursuant to Section 139 of the Companies Act, 2013.

Members' attention is drawn to a Resolution proposing the appointment of M/s Deloitte Haskins & Sells LLP., as the Statutory Auditors which is included at Item No.3 of the Notice convening the Annual General Meeting.

15. COST RECORDS AND AUDIT

As per The Companies (Cost Records and Audit Amendments) Rules, 2014, the Company is not required to maintain cost records.

16. VIGIL MECHANISM

As per the provisions of Section 177(9) of the Companies Act, 2013, the Company is required to establish an effective vigil mechanism. The vigil mechanism viz. EthicalView Reporting Policy of ACC Limited, the Holding Company, has been extended to the Company.

17. ANNUAL RETURN

The Extract of Annual Return pursuant to Section 92(3) of the Companies Act, 2013 read with The Companies (Management and Administration) Rules, 2014 in the prescribed Form MGT-9 is enclosed as "Annexure A".

18. PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO

As required under Section 134(3)(m) of The Companies Act, 2013 read with The Companies (Accounts) Rules, 2014 the particulars in respect of conservation of energy, technology absorption and foreign exchange earnings & outgo are mentioned herein below:

Conservation of Energy:

During the year, the following measures were interalia taken in the area of conservation of energy

- HPMV / SV Lamps replaced with LED Lights in some areas.

Technology Absorption:

During the year, the following measures were interalia taken in the area of Technology Absorption.

Weigh Bridge Automation – Direct reduction in operational cost and increase in efficiency.

Replacement of packing machine with higher efficiency and improvement in operation control, resulted lower power consumption and higher through put.

There was no foreign exchange and outgo, during the year under review.

19. DETAILS OF SUBSIDIARIES/JOINT VENTURES/ASSOCIATE COMPANIES

The Company does not have any Subsidiary, Associate Company or Joint Venture Companies.

20. PARTICULARS OF EMPLOYEES

There are no employees on the rolls of the Company, hence there is no disclosure under Section 197(12) of the Companies Act, 2013 read with Rule 5(1) and 5(2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

21. DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

- that in the preparation of the annual financial statements, for the year ended December 31, 2016, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- that such accounting policies as mentioned in Note 2 of the Notes to the financial statements have been selected and applied consistently and judgements and estimates have been made that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at December 31, 2016 and of the profit of the Company for the year ended on that date;
- that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- that the annual financial statements have been prepared on a going concern basis;
- that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

22. ACKNOWLEDGEMENT

Your Directors take this opportunity to express their grateful appreciation of the assistance and co-operation received from the Government Authorities. Your Directors also acknowledge the unstinted assistance received from ACC Limited, the Holding Company.

For and on behalf of the Board

Sunil K Nayak
Director
DIN: 00081466

Philip Mathew
Director
DIN:07677930

Mumbai
January 20, 2017

Registered Office:
Plot No. W7,
KWC Kalamboli,
Dist. Raigad 410 218

BULK CEMENT CORPORATION (INDIA) LIMITED

ANNEXURE 'A' TO BOARD'S REPORT

FORM NO. MGT-9

EXTRACT OF ANNUAL RETURN as on December 31, 2016
[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies
(Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS

i)	CIN	U99999MH1992PLC066679
ii)	Registration Date	May 7, 1992
iii)	Name of the Company	Bulk Cement Corporation (India) Limited
iv)	Category / Sub-Category of the Company	Indian-Non Government - limited by shares – Public Company
v)	Address of the Registered Office and contact details	Plot No W-7, K W C Kalamboli, District Raigad - 410218, Maharashtra.
vi)	Whether Listed Company	No
vii)	Name, Address and contact details of Registrar and Transfer Agent, if any	Not Applicable

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated:-

Name and Description of main Products / Services	NIC Code of the Product/ Service	% to total turnover of the Company
Handling & Distribution of Cement	99671900	68.21%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES -

Name and address of the Company	CIN / GLN	Holding/ Subsidiary/ Associate	% of shares held	Applicable Section
ACC Limited Cement House, 121, Maharshi Karve Road, Mumbai 400 020	L26940MH1936PLC002515	Holding	94.65%	2(46)

IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAKUP AS PERCENTAGE OF TOTAL EQUITY)

i) Category-wise Shareholding									
Category of Shareholders	No. of Shares held at the beginning of the year (January 1, 2016)				No. of Shares held at the end of the year (December 31, 2016)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A. Promoters									
(1) Indian									
a) Individual/HUF	-	10	10	0	-	10	10	0	-
b) Central Govt	-	-	-	-	-	-	-	-	-
c) State Govt (s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	31,842,000	31,842,000	94.65	-	1,842,000	31,842,000	94.65	Nil

i) Category-wise Shareholding									
Category of Shareholders	No. of Shares held at the beginning of the year (January 1, 2016)				No. of Shares held at the end of the year (December 31, 2016)				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other (Director)	-	40	40	0	-	40	40	0	Nil
Sub-total (A) (1):-	-	31,842,050	31,842,050	94.65	-	31,842,050	31,842,050	94.65	Nil
(2) Foreign									
a) NRIs - Individuals	-	-	-	-	-	-	-	-	-
b) Other – Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total (A) (2):-	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	-	31,842,050	31,842,050	94.65	-	31,842,050	31,842,050	94.65	Nil
B. Public Shareholding									
1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	1,800,020	1,800,020	5.35	-	1,800,020	1,800,020	5.35	Nil
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
HUF	-	-	-	-	-	-	-	-	-
Sub-total (B)(1):-	-	1,800,020	1,800,020	5.35	-	1,800,020	1,800,020	5.35	Nil
2. Non-Institutions									
a) Bodies Corp.									
i) Indian	-	-	-	-	-	-	-	-	-
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	-	-	-	-	-	-	-	-	-
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	-	-	-	-	-	-	-	-	-
c) Others (specify)									
Sub-total (B)(2):-	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	1,800,020	1,800,020	5.35	-	1,800,020	1,800,020	5.35	Nil
C. Shares held by Custodian for GDRs & ADRs									
Grand Total (A+B+C)	-	33,642,070	33,642,070	100	-	33,642,070	33,642,070	100	Nil

BULK CEMENT CORPORATION (INDIA) LIMITED

(ii) Shareholding of promoters (Including Promoter Group)								
Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (January 1, 2016)			Shareholding at the end of the year (December 31, 2016)			% change in Shareholding during the year
		No of Shares	% of total shares of the company	% of Shares pledged / encumbered to total shares	No of Shares	% of total shares of the company	% of Shares pledged / encumbered to total shares	
1	ACC Limited	31842000	94.65	0	31842000	94.65	0	0
2	Mr. Sunil Nayak jointly held with ACC limited	10	0.0002	0	10	0.0002	0	0
3	Mr. Harish Badami jointly held with ACC limited	10	0.0002	0	10	0.0002	0	0
4	Mr. Burjor Nariman jointly held with ACC limited	10	0.0002	0	10	0.0002	0	0
5	Mr. Jayanta DattaGupta jointly held with ACC limited	10	0.0002	0	10	0.0002	0	0
6	Mr. Joydeep Mukherjee jointly held with ACC limited	10	0.0002	0	0	0	(0.0002)	0
6	Mr. Raju Misra jointly held with ACC limited	0	0	0	10	0.0002	0.0002	0
	Total	31842050	94.65	0	31842050	94.65	0	0

(iii) Change in Promoters' Shareholding (Including Promoter Group)					
Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (January 1, 2016)		Cumulative Shareholding during the year (Jan 1, 2016 to Dec 31, 2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	ACC Limited				
	At the beginning of the year	31842000	94.64		
	Date wise Increase / Decrease in Promoters Shareholding			No Change	
	At the End of the year			31842000	94.64
2	Mr. Sunil Nayak jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding			No Change	
	At the End of the year			10	0.0002
3	Mr. Harish Badami jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding			No Change	
	At the End of the year			10	0.0002
4	Mr. Burjor Nariman jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding			No Change	
	At the End of the year			10	0.0002
5	Mr. Jayanta DattaGupta jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding			No Change	
	At the End of the year			10	0.0002
6	Mr. Joydeep Mukherjee jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding			10 (Transfer on February 2016)	0
	At the End of the year			0	0

(iii) Change in Promoters' Shareholding (Including Promoter Group)					
Sr. No.	Shareholder's Name	Shareholding at the beginning of the year (January 1, 2016)		Cumulative Shareholding during the year (Jan 1, 2016 to Dec 31, 2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
7	Mr. Raju Misra jointly held with ACC limited				
	At the beginning of the year	0	0		
	Date wise Increase / Decrease in Promoters Shareholding			10 (Transfer on February 2016)	0.0002
	At the End of the year			10	0.0002

(iv) Shareholding Pattern of top ten Shareholders (other than Directors, Promoters and Holders of GDRs and ADRs):					
Sr No	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year (January 1, 2016)		Cumulative Shareholding during the year (January 1, 2016 to December 31, 2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	The President of India The Development commission for Cement Industry	1800000	5.35	1800000	5.35
2	Deputy Secretary Ministry of Industry	10	0	10	0
3	Joint Secretary Ministry of Industry & Development Commission for Cement Industry	10	0	10	0
	Total	1800020	5.35	1800020	5.35

(v) Shareholding of Directors and Key Managerial Personnel:					
Sr No	For Each of the Directors and KMP	Shareholding at the beginning of the year (January 1, 2016)		Cumulative Shareholding during the year (January 1, 2016 to December 31, 2016)	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Mr. Sunil Nayak Jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding	No Change			
	At the End of the year			10	0.0002
2	Mr. Harish Badami jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding	No Change			
	At the End of the year			10	0.0002
3	Mr. Jayanta DattaGupta jointly held with ACC limited				
	At the beginning of the year	10	0.0002		
	Date wise Increase / Decrease in Promoters Shareholding	No Change			
	At the End of the year			10	0.0002
4	Mr. Raju Misra jointly held with ACC limited				
	At the beginning of the year	0	0		
	Date wise Increase / Decrease in Promoters Shareholding			10 (Transfer on February 2016)	0.0002
	At the End of the year			10	0.0002

BULK CEMENT CORPORATION (INDIA) LIMITED

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment: **Nil**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: **Not Applicable.**

B. Remuneration to other directors:

Sr No.	Particulars of Remuneration	Name of Directors		Total Amount ₹
		Mr N H Italia	Dr I B De	
1	Independent Directors			
	• Fee for attending board / committee meetings	40,000	40,000	80,000
	• Commission	-	-	-
	• Others, please specify	-	-	-
	Total (1)	40,000	40,000	80,000
	Other Non-Executive Directors	Nominee Directors		Total Amount
		Ministry of Railways	DIPP	₹
2	• Fee for attending board / committee meetings	5,000	30,000	35,000
	• Commission	-	-	-
	• Others, please specify	-	-	-
	Total (2)	5,000	30,000	35,000
	Total (B) = (1)+(2)			1,15,000

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD :

Kindly refer to paragraph on Key Managerial Personnel appearing at Point No.12 of the Board's Report.

VII. PENALTIES / PUNISHMENT/ COMPOUNDING OF OFFENCES:

There were no penalties / punishments / compounding of offences for the year ended December 31, 2016

For and on behalf of the Board

Sunil K Nayak
Director
DIN:00081466

Philip Mathew
Director
DIN:07677930

Mumbai
January 20, 2017

Registered Office:
Plot No. W7,
KWC Kalamboli,
Dist. Raigad 410 218

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF BULK CEMENT CORPORATION (INDIA) LIMITED

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Bulk Cement Corporation (India) Limited which comprise the Balance Sheet as at 31st December, 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and a summary of the significant accounting policies and other explanatory information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ("the Act") with respect to 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 principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, 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.

AUDITOR'S RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made thereunder. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. 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 misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the 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 financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, 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 on the financial statements.

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, of the state of affairs of the Company as at 31st December, 2016 and its profits and its 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, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure A', a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143 (3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it 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 aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - (e) On the basis of the written representations received from the directors as on 31st December, 2016 taken on record by the Board of Directors, none of the directors is disqualified as on 31st December, 2016 from being appointed as a director in terms of Section 164 (2) of the Act.
 - (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
 - (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements Refer Note 21 to the financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts that were required to be transferred to the Investor Education and Protection Fund by the Company during the year.

For K.S.AIYAR & Co
Chartered Accountants
(Firm's Registration No. 100186W)

RAJESH S. JOSHI
Partner
Membership No. 38526

Place: Mumbai
Date: January 20, 2017

ANNEXURE A**REFERRED TO IN PARAGRAPH 1 ON REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS OF OUR REPORT.**

- (i) (a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of fixed assets;
- (b) The Company has conducted physical verification of fixed assets in conjunction with an external agency appointed for this purpose. The process of physical verification has been completed and certain discrepancies noticed are being examined by the management. Necessary corrective actions will be carried out on completion of such examination. In our opinion the process of physical verification is reasonable having regard to the size of the Company and the nature of its fixed assets.
- (c) The Company does not own any immovable property in the form of Land. It operates on a Leasehold Land on which immovable properties in the form of Buildings have been constructed by the Company.
- (ii) (a) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable.
- (b) In our opinion the procedures of physical verification of inventories followed by the management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company has maintained proper records of inventory. No material discrepancies were noticed on verification between the physical stocks and the book stocks.
- (iii) The Company has not granted any secured or unsecured loans to companies, firms, limited liability partnership or other parties covered in the register maintained under section 189 of the Companies Act, 2013. Therefore the requirements of sub-clause (a), (b) and (c) of clause (iii) are not applicable to the Company.
- (iv) The Company has not given any loans, made any investments or given any guarantee or security to which the provisions of section 185 and 186 of the Companies Act, 2013 apply.
- (v) The Company has not accepted any deposits from public; therefore the provisions of section 73 to 76 of the Companies Act, 2013 are not applicable to the Company.
- (vi) The Company has made and maintained cost accounts and records as specified under sub-section (1) of section 148 of the Companies Act, 2013.
- (vii) (a) During the year there were no employees in the employment of the Company. Accordingly the Provident Fund and Employees' State Insurance are not applicable to the Company. According to the records of the Company, it has been generally regular in depositing undisputed statutory dues of income tax, sales tax, service tax, duty of customs, duty of excise, value added tax and cess with the appropriate authorities. Based on our audit procedures and according to the information and explanations given to us, there are no arrears of undisputed statutory dues which remained outstanding as at December 31, 2016 for a period of more than six months from the date they became payable.
- (b) According to the records of the Company, income tax or sales tax or service tax or duty of customs or duty of excise or value added tax that have not been deposited on account of any dispute are as follows:

Nature of dues	Period to which the amount relates	Amounts involved (dues to the extent not deposited)	Forum where the dispute is pending
Appeal filed by the Commissioner of Service Tax against Order passed by CESTAT in respect of service tax applicability on freight rebate.	Financial years 2001-02 to 2005-06	₹ 333.65 Lakhs	Bombay High Court

BULK CEMENT CORPORATION (INDIA) LIMITED

Nature of dues	Period to which the amount relates	Amounts involved (dues to the extent not deposited)	Forum where the dispute is pending
Appeal filed by the Company for disallowance of availment of Cenvat Credit on cement returned in bulkers.	Mar 2007 to Nov 2008	₹ 35.12 Lakhs	CESTAT
Non reversal Cenvat credit availed on input services in proportion to the ratio of cement cleared as such. Appeals have been filed by the Company.	2012-13 and 2013-14	₹ 58.69 Lakhs	Commissioner of Service Tax Appeals
Non reversal of cenvat credit availed on input services in proportion to the quantity of cement cleared in loose form for the period 2007-08 to 2011-12. The company has preferred an appeal at CESTAT for the same.	2007-08 to 2011-12	₹ 75.01 Lakhs	CESTAT

- (viii) The Company does not have any loans or borrowings repayable to a financial institution, bank, government or dues to debenture holders.
- (ix) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) or any term loans during the year.
- (x) Any fraud by the Company or any fraud on the Company by its officers or employees has not been noticed or reported during the year.
- (xi) The Company has paid/provided for managerial remuneration by way of Sitting Fees to Directors which is in compliance with section 197 of the Companies Act, 2013.

- (xii) The Company is not a Nidhi Company and therefore the compliance requirements relevant to a Nidhi Company are not applicable.
- (xiii) All transactions with related parties are in compliance with section 177 and 188 of the Companies Act, 2013 where applicable and the details have been disclosed in the financial statements etc. as required by the applicable accounting standards.
- (xiv) The Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review, therefore the compliance of the requirement of section 42 of the Companies Act, 2013 are not applicable.
- (xv) Pursuant to the provisions of section 192 of the Companies Act, 2013, the Company has not entered into any non-cash transactions with directors or persons connected with him/her.
- (xvi) The Company is not required to be registered under section 45-1(A) of the Reserve Bank of India Act, 1934.

For K.S.AIYAR & Co
Chartered Accountants
(Firm's Registration No. 100186W)

RAJESH S. JOSHI
Partner
Membership No. 38526

Place: Mumbai
Date: January 20, 2017

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF BULK CEMENT CORPORATION (INDIA) LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of Bulk Cement Corporation (India) Limited ("the Company") as of December 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

MANAGEMENT'S RESPONSIBILITY FOR INTERNAL FINANCIAL CONTROLS

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit

to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

MEANING OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection

BULK CEMENT CORPORATION (INDIA) LIMITED

of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

INHERENT LIMITATIONS OF INTERNAL FINANCIAL CONTROLS OVER FINANCIAL REPORTING

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

OPINION

In our opinion the Company has, in all material respects, an adequate internal financial controls system over

financial reporting and such internal financial controls were operating effectively as at December 31, 2016, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For K.S.AIYAR & Co
Chartered Accountants
(Firm's Registration No. 100186W)

RAJESH S. JOSHI
Partner
Membership No. 38526

Place: Mumbai
Date: January 20, 2017

BALANCE SHEET AS AT DECEMBER 31, 2016

	Notes	As at December 31, 2016 ₹ Lakhs	As at December 31, 2015 ₹ Lakhs
EQUITY AND LIABILITIES			
Shareholders Fund			
Share Capital	3	3,364.21	3,364.21
Reserves & Surplus	4	1,698.70	1,453.44
Total		5,062.91	4,817.65
Non Current Liabilities			
Deferred Tax Liabilities (Net)	5	126.11	126.12
Total		126.11	126.12
Current Liabilities			
Trade payables	6	685.43	497.82
Other Current Liabilities	7	530.72	545.30
Total		1,216.15	1,043.12
TOTAL LIABILITIES		6,405.17	5,986.89
ASSETS			
Non Current Assets			
Fixed Assets			
Tangible Assets	8 (A)	2,513.96	2,775.60
Intangible Assets	8(B)	10.12	5.53
Capital work in progress		15.67	34.46
Long Term Loans & Advances	9	108.08	104.29
Total		2,647.83	2,919.88
Current Assets			
Current Investment	10	3,060.00	2,630.00
Inventories	11	51.97	46.87
Trade Receivable	12	262.63	174.97
Cash and Bank Balances	13	33.09	34.43
Short Term Loans and Advances	9	345.90	176.99
Assets held for Disposal		3.75	3.75
Total		3,757.34	3,067.01
TOTAL ASSETS		6,405.17	5,986.89
Summary of Significant Accounting Policies	2		

The accompanying notes are an integral part of Financial Statements

As per our Report of even date For and on behalf of the Board
Of Directors of Bulk Cement
Corporation(India) Limited

For K. S. Aiyar & Co.
Chartered Accountants
Firm Registration No. 100186 W

N H Italia
Director
DIN:00191611

Rajesh S. Joshi
Partner
Membership No 38526

Sunil K. Nayak
Director
DIN:00081466

Malini Menon
Chief Financial Officer

Mumbai: January 20, 2017

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED DECEMBER 31, 2016

	Notes	For the year ended December 31 2016 ₹ Lakhs	For the year ended December 31, 2015 ₹ Lakhs
INCOME:			
Sale of Services & other operating Income	14	1,854.73	1,912.34
Other Income	15	212.84	177.72
TOTAL REVENUE		2,067.57	2,090.06
EXPENDITURE :			
Employee benefits expense	16	212.43	190.47
Operating and Other Expenses	17	1,076.16	1,145.12
Depreciation		389.69	450.34
Depreciation of earlier years written Back			
TOTAL EXPENSES		1,678.28	1,785.93
Profit/(loss) before tax and Exceptional items		389.29	304.13
Less: Exceptional item- Depreciation of prior years charged off on implementation of transitional provisions of 7(b) of Schedule 2 of Companies Act 2013		-	1,128.40
Profit/(loss) before tax		389.29	(824.27)
Tax Expenses :			
Current Tax		144.04	121.01
Less: MAT Set Off Availed		0.00	0.00
Net Current Tax		144.04	121.01
Deferred Tax		(0.01)	(414.57)
		144.03	(293.56)
Profit for the year		245.26	(530.71)
Earnings Per Equity Share (Face Value of ₹ 10 each)			
Basic and Diluted Earnings per Share	₹	0.73	(1.58)
Summary of Significant Accounting Policies	2		

The accompanying notes are an integral part of Financial Statements

As per our Report of even date For and on behalf of the Board
Of Directors of Bulk Cement
Corporation(India) Limited

For K. S. Aiyar & Co.
Chartered Accountants
Firm Registration No. 100186 W

N H Italia
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Membership No 38526

Sunil K. Nayak
Director
DIN:00081466

Malini Menon
Chief Financial Officer

Mumbai: January 20, 2017

BULK CEMENT CORPORATION (INDIA) LIMITED

CASH FLOW STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2016

	For the year ended December 31, 2016 ₹ Lakhs	For the year ended December 31, 2015 ₹ Lakhs
A. Cash Flow from Operating Activities		
1 Net Profit/ (loss) before taxation	389.29	(824.27)
Adjustments For:		
Depreciation	389.69	1578.74
Depreciation Written Back		
Interest Received	(3.21)	(1.26)
Provision written back	-	(27.98)
Loss/ (Profit) on sale of assets	-	(4.69)
Loss/ (Profit) on sale of Investment	(209.63)	(171.77)
Operating profit before working capital changes	566.14	548.78
2 Trade Receivables	(87.66)	84.97
3 Inventories	(5.09)	(3.86)
4 Other receivables	(7.71)	(1.12)
5 Trade payables & Other Current Liabilities	173.03	111.30
Cash generated from Operations	638.71	740.07
6 Direct Taxes refund/ (paid)	(133.71)	(110.05)
Net Cash from Operating Activities	505.00	630.02
B Cash Flow from Investing Activities		
7 Interest received	3.21	1.26
8 Purchase of Investments	(12,050.00)	(9,772.33)
9 Sale Proceeds From Investments	11,829.63	9,214.10
10 Purchase of Fixed Assets & Increase in Capital work in Progress & Capital Advance	(289.18)	(63.12)
11 Sales of Fixed Assets	0.00	1.19
Net Cash from Investing Activities	(506.34)	(618.90)
Net increase / (decrease) in cash & cash equivalents	(1.34)	11.12
Opening Balance	34.43	23.32
Closing Balance	33.09	34.43

Notes:

1. All figures in brackets are outflow
2. Figures for the previous year have been regrouped / restated wherever necessary to make them comparable.
3. Direct Taxes paid are treated as arising from Operating Activities and are not bifurcated between Investing and Financing Activities.
4. Cash and Cash Equivalent is Cash and Bank Balances as per Balance Sheet.

The accompanying notes are an integral part of Financial Statements

As per our Report of even date

For and on behalf of the Board Of Directors of Bulk Cement Corporation(India) Limited

For K. S. Aiyar & Co.
Chartered Accountants
Firm Registration No. 100186 W

N H Italia
Director
DIN:00191611

Rajesh S. Joshi
Partner
Membership No 38526

Sunil K. Nayak
Director
DIN:00081466

Malini Menon
Chief Financial Officer

Mumbai: January 20, 2017

1. CORPORATE INFORMATION

Bulk Cement Corporation (India) Limited is a limited Company domiciled in India and incorporated under the provision of Companies Act, 1956. The Company is engaged in the handling of Bulk Cement. The Company caters only to the needs of the domestic market of the parent Company i.e. M/s ACC Limited.

2. SIGNIFICANT ACCOUNTING POLICIES:

- A) (i) The financial statements of the Company have been prepared and presented in accordance with the generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies Accounts Rules, 2014.
- ii) The accounting policies adopted in the preparation of financial statements are consistent with those of previous year.

B) Use of estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities on the date of the financial statements and reported amounts of revenues and expenses for the year. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes different from the estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in the current and future periods

C) Revenue Recognition

Revenue arising from charges for Bulk handling of cement is recognized based on tonnage handled and Rebate on freight granted by the Railways is recognized based on tonnage of bulk cement despatched from the supplier to the Company's terminal at Kalamboli.

Interest and Dividend Income

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable. Dividend income is recognized when the right to receive dividend is established by the Balance Sheet date.

D) Fixed Assets and Depreciation

- (i) Fixed assets are stated at cost of acquisition or construction, including attributable interest and financial cost till such assets are ready for its intended use, less accumulated depreciation, impairment losses and specific grants received, if any.
- ii) Depreciation is provided in the accounts on the basis of useful life of the asset as prescribed in Schedule II of the Companies Act, 2013.

E) Investments

Long-term investments are carried at cost. However, provision for diminution in value is made to recognize a decline other than temporary in the value of investments.

Current investments are stated at cost or fair value whichever is lower.

F) Inventory

The Company does not carry any inventory of raw materials and there is no Stock of Traded Finished Goods at the end of the year. The stock of stores and spares is valued at cost -Weighted Average (Moving) and net realizable value whichever is less.

G) Employees Benefit

The Company operates through the employees on deputation from the parent company. All the emoluments payable to these employees along with the related benefits are claimed by the parent company and are reimbursed. This is disclosed as Deputation Charges in the Statement of Profit & Loss.

H) Taxation

Tax expense comprises of Current , Deferred tax .Current Income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income Tax Act,1961.Deferred Income Taxes reflect the impact of current timing differences between taxable income & accounting income for the year & reversal of timing differences of earlier years .

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax asset can be realized. Deferred tax assets are reviewed at each balance sheet date.

I) Impairment of Assets

The carrying amounts of assets are reviewed at each Balance Sheet date, if there is any indication of impairment based on internal / external factors. An impairment loss will be recognized wherever the carrying amount of an asset exceeds its estimated recoverable amount. The recoverable amount is greater of the asset's net selling price and value in use. In assessing the value in use, the estimated future cash flows are discounted to the present value using the weighted average cost of capital. Previously recognized impairment loss is further provided or reversed depending on changes in circumstances.

J) Contingencies / Provisions

Provisions are recognized when the Company has a present obligation as a result of past event; it is probable that an outflow of resources embodying economic benefit will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate of the expenditure required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimate. A contingent liability is disclosed, unless the possibility of an outflow of resources embodying the economic benefit is remote.

K) During the year the Company is engaged in only one business segment i.e. bulk handling of cement.

Hence other segmental information as per Accounting Standard 17 is not required to be disclosed.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE -3 : SHARE CAPITAL

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
AUTHORISED		
3,40,00,000 (Previous Year- 3,40,00,000) Equity Shares Of ₹ 10 each	3,400.00	3,400.00
1,10,00,000 (Previous Year -1,10,00,000) Preference Shares Of ₹ 10 each	1,100.00	1,100.00
TOTAL	4,500.00	4,500.00
ISSUED SUBSCRIBED AND FULLY PAID UP		
3,36,42,070 Equity Shares Of ₹ 10 each fully paid (Previous Year- 3,36,42,070)	3,364.21	3,364.21
TOTAL	3,364.21	3,364.21

(a) Details of shareholders holding more than 5% of the shares of the Company and shares held by holding Company

	As at December 31, 2016		As at December 31, 2015	
	No Of Shares	% of Holding	No Of Shares	% of Holding
(Shares held by the President of India, Development Commissioner of Cement Industries)	18,00,020	5.35	18,00,020	5.35
Shares Held by M/s ACC Ltd -Holding Company	3,18,42,050	94.65	3,18,42,050	94.65

(b) Reconciliation of No of Equity shares

	As at December 31, 2016		As at December 31, 2015	
	No Of Shares	₹ in Lakhs	No Of Shares	₹ in Lakhs
Equity shares at the beginning of the year	3,36,42,070	3,364.21	3,36,42,070	3,364.21
Shares Issued during the year	-	-	-	-
Equity shares at the end of the year	3,36,42,070	3,364.21	3,36,42,070	3,364.21

(c) Rights and restrictions attached to equity shares:

The Company has only one class of equity shares having par value of ₹. 10 per share. Each shareholder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of the equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholder.

(d) Equity Shares held by holding company / ultimate holding and their subsidiaries

	As at December 31, 2016		As at December 31, 2015	
	No Of Shares	₹ in Lakhs	No Of Shares	₹ in Lakhs
Holding Company - ACC Limited	3,18,42,050	3,184.21	3,18,42,050	3,184.21
	3,18,42,050	3,184.21	3,18,42,050	3,184.21

NOTE-4 : RESERVES & SURPLUS

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
Surplus in the statement of profit and loss :		
Balance as per last Financial statements	1,453.44	1,984.15
Add: Profit of the year	245.26	(530.71)
TOTAL	1,698.70	1,453.44

NOTE -5 : DEFERRED TAX LIABILITIES (NET)

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
Deferred Tax Liabilities arising on account of :		
Depreciation differences	131.83	128.82
Less		
Deferred Tax Asset/40(a)(ia)	5.72	2.70
TOTAL	126.11	126.12

NOTE 6 : TRADE PAYABLES

	As at December 31, 2016 ₹ Lakhs	As at December 31, 2015 ₹ Lakhs
Due to The Holding Company: ACC Limited ₹ 125.37 lakhs (Previous year ₹ 17.17 lakhs)	685.43	497.82
TOTAL	685.43	497.82

There are no Micro, Small and Medium Enterprises, as defined in the Micro, Small, Medium Enterprises Development Act, 2006, to whom the Company owes dues.

This information has been determined to the extent such parties have been identified on the basis of information available with the Company. This has been relied upon by the auditors.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 7 : OTHER CURRENT LIABILITIES

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
Statutory Dues	10.92	7.61
Retention Deposit from Contractors/Vendors	10.39	12.40
Liability For Capital Expenditure	223.83	260.11
Other Current Liabilities	285.58	265.18
TOTAL	530.72	545.30

NOTE 8A : TANGIBLE ASSETS

₹ Lakhs

Particulars	Gross Block					Depreciation					Net Block	
	As at 01.01.2016	Additions	Reclassifica- tion Adjustments	Deletions	As at 31.12.2016	As at 01.01.2016	For the Year	Transfer to Profit & Loss account due to change in the useful life of Asset	Reclassifica- tion Adjustments	As at 31.12.2016	As at 31.12.2016	As at 01.01.2016
Building	376.80	34.60	2.01		413.41	167.87	30.00		0.40	198.27	215.14	208.93
Plant & Equipment	3,760.51	27.26	-51.50		3,736.27	3,406.72	57.58		(20.10)	3,444.20	292.07	353.79
Roads, Bridges	561.06	-			561.06	224.99	45.68			270.67	290.39	336.07
Rails & Sidings	711.25				711.25	387.41	58.85			446.26	264.99	323.84
Wagon & Loco	4,636.14	18.76			4,654.90	3,127.92	165.71		-	3,293.63	1,361.27	1,508.22
Furniture & Fixtures	43.02	8.95	(19.67)		32.30	11.92	2.53		(3.43)	11.02	21.28	31.11
Office Equipments	16.71	32.20	69.16		118.07	7.09	21.94		23.13	52.15	65.92	9.62
Vehicles	7.62				7.62	3.60	1.12			4.72	2.90	4.02
TOTAL	10,113.11	121.77	(0.00)	-	10,234.88	7,337.51	383.41	-	-	7,720.92	2,513.96	2,775.60
<i>Previous Year</i>	<i>10,487.83</i>	<i>29.25</i>		<i>(403.97)</i>	<i>10,113.11</i>	<i>6,168.27</i>	<i>444.81</i>	<i>1,128.40</i>	<i>(403.97)</i>	<i>7,337.51</i>	<i>2,775.60</i>	<i>4,319.56</i>

Note: The terminal is on leasehold land of the Central Government in possession of the Company. It was sanctioned for the project by the Ministry of Industry, Government of India, 26/91-92 vide letter No.DCCI/1- DT 27.09.93 .Sublease granted by Central government to the company for 60 years on 12.12.2008 effective from 12.12.1991.

NOTE 8B : INTANGIBLE ASSETS

₹ Lakhs

Particulars	Gross Block				Depreciation				Net Block		
	As at 01.01.2016	Additions/ Adjust- ments	Deletions	As at 31.12.2016	As at 01.01.2016	For The Year	On Deletion/ Disposals	Adjustments	As at 31.12.2016	As at 31.12.2016	As at 01.01.2016
Software	16.61	10.87	-	27.48	11.08	6.28	-	-	17.36	10.12	5.53
TOTAL	16.61	10.87	-	27.48	11.08	6.28	-	-	17.36	10.12	5.53
<i>Previous Year</i>	<i>16.61</i>		<i>-</i>	<i>16.61</i>	<i>5.54</i>	<i>5.54</i>	<i>0</i>	<i>0</i>	<i>11.08</i>	<i>5.53</i>	<i>11.07</i>

BULK CEMENT CORPORATION (INDIA) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 9 : LOANS & ADVANCES

	As at 31 st December, 2016		As at December 31, 2015	
	Non Current ₹Lakhs	Current ₹Lakhs	Non Current ₹Lakhs	Current ₹Lakhs
(Unsecured Considered Good)				
(a) Capital Advances	-	180.34	0.00	5.00
(b) Other Deposits	24.63	1.21	24.63	1.26
(c) Advances recoverable in cash or in kind or for value to be received	-	2.18	0.00	7.67
(d) Freight Rebate Recoverable From Railways	-	132.25	0.00	141.98
(e) Advance Tax Paid (Net of provision for Taxation, Amt ₹ 749.6 Lakhs : Previous year ₹ 605.56 Lakhs)	63.57	-	73.91	-
(f) Advance Fringe Benefit Tax (Net of provision for Taxation, Amt ₹ 1.95Lakhs : Previous year ₹ 1.95Lakhs)	-	-	0.01	-
(g) Balance with Excise, Customs and Port Trust Authorities on Current accounts	10.03	9.98	5.63	3.49
(h) Prepaid Expenses	9.85	19.94	0.11	17.59
TOTAL	108.08	345.90	104.29	176.99

NOTE 10 : CURRENT INVESTMENTS (VALUED AT LOWER OF COST AND FAIR VALUE)

	As at 31 st December, 2016		As at December 31, 2015	
	Amt (₹) ₹Lakhs	No Of Units	Amt (₹) ₹Lakhs	No Of Units
Investment in Mutual Funds - Fully paid-up (Unquoted)				
Unit of Face Value ₹ 1000 each Reliance Liquid Fund-Treasury plan-Growth Option	-	-	400.00	11078.78
Unit of Face Value ₹ 100 each DWS Insta Cash Plus Fund-Growth	-	-	830.00	431498.48
Unit of Face Value ₹ 1000 each SBI Magnum Insta Cash Fund - Regular Plan - Growth	800.00	22692.36	-	-
Unit of Face Value ₹ 100 each ICICI Prudential Liquid Regular Growth	1,000.00	423579.48	-	-
Unit of Face Value ₹ 1000 each Kotak Floater Short Term-Growth Regular Plan	1,260.00	48121.54	1400.00	57579.00
TOTAL	3060.00		2630.00	
Aggregate amount of Unquoted Investments	3060.00		2630.00	

NOTE 11 : INVENTORIES (AT COST OR NET REALISABLE VALUE WHICHEVER IS LOWER)

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
Stores & Spare Parts	62.19	55.18
Less: Allowance for Slow moving inventory	(10.22)	(8.31)
TOTAL	51.97	46.87

NOTE 12 : TRADE RECEIVABLE

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
Unsecured Considered Good	262.63	174.97
Due from The Holding Company: ACC Limited ₹ 262.63 Lakhs; (Previous year ₹ 174.97 Lakhs), Maximum Outstanding Balance during the Period ₹ 257.80 Lakhs : (Previous year ₹ 484.15 Lakhs)		
TOTAL	262.63	174.97

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2016

NOTE 13 CASH & BANK BALANCES

	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
Cash and Cash Equivalent		
Cash on Hand	0.16	0.17
Balances with Scheduled Banks in Current Accounts	32.93	34.26
TOTAL	33.09	34.43

NOTE 14 : REVENUE FROM OPERATIONS

	For year ended December 31, 2016 ₹Lakhs		For year ended December 31, 2015 ₹Lakhs	
SALE OF SERVICES				
Bulk Handling Charges	1,265.16		1,346.83	
Freight Rebate				
Recovered from ACC limited	589.45	1854.61	533.78	1880.61
OTHER OPERATING REVENUE				
Miscellaneous Income	0.12		3.75	
Provision no longer required written back	-	0.12	27.98	31.73
REVENUE FROM OPERATIONS(NET)		1854.73		1912.33

NOTE 15 : OTHER INCOME

	For year ended December 31, 2016 ₹Lakhs		For year ended December 31, 2015 ₹Lakhs	
Profit on sale of Current Investment	209.63		171.77	
Interest on deposits	3.21		1.26	
Profit on Sale of Fixed Assets	-		4.69	
		212.84		177.72
TOTAL REVENUE		2067.57		2090.05

NOTE 16 : EMPLOYEE BENEFITS EXPENSES

	For year ended December 31, 2016 ₹Lakhs		For year ended December 31, 2015 ₹Lakhs	
Staff Welfare	3.28		1.56	
Deputation Charges	209.15		188.91	
		212.43		190.47

NOTE 17 : OPERATING AND OTHER EXPENSES

	For year ended December 31, 2016 ₹ Lakhs	For year ended December 31, 2015 ₹ Lakhs
Power & Fuel	281.33	261.78
Rates & Taxes	64.39	65.93
Insurance	23.47	19.16
Consumption of Stores and Spares	64.84	84.81
Repairs and Maintenance - Plant	430.99	477.72
Repairs and Maintenance - Buildings	43.08	48.38
Repairs and Maintenance - Others	2.93	16.88
Security Charges	66.14	59.83
Legal Services	14.04	8.78
Remuneration to Auditors		
Statutory Audit	2.53	2.50
Tax Audit	1.52	1.50
Other Services	3.02	3.00
Out-of-pocket expenses	0.95	0.10
Provision for Slow Moving Inventory	1.92	8.31
Other Expenses	75.01	86.45
TOTAL	1076.16	1145.12

NOTE 18 : RELATED PARTY DISCLOSURES

(I) Particulars of Related Parties:

Name of the Related Party	Nature of Relationship
(i) ACC Ltd	Holding Company

(II) Key Management Personnel:

Name of the Related Party	Nature of Relationship
Mr Jitendra Kumar	Head BCCI
Miss Malini Menon	Chief Financial Officer

(III) Transactions with Related Parties during the year:

	Holding Company ACC Limited.	
	December 31, 2016 ₹ Lakhs	December 31, 2015 ₹ Lakhs
a) Rendering of Services (inclusive of Service tax)	1452.08	1524.69
b) Deputation Charges Paid	235.06	212.40
c) Purchase Of Cement	0.97	-
d) Reimbursement of Freight Rebate	589.44	533.78
e) Outstanding balance included in Current assets	157.80	174.97

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2016

	Holding Company	
	ACC Limited.	
	December 31, 2016 ₹ Lakhs	December 31, 2015 ₹ Lakhs
f) Outstanding balance included in Current liabilities	125.37	17.17
g) Reimbursement of expenses paid (Net of Reversal)		
Power Expenses	103.54	37.82
Others	0.32	21.87
h) Reimbursement of expenses received	386.98	2334.97

NOTE 19 : TAXATION

The Company has been recognizing in the financial statements the deferred tax assets/liabilities in accordance with Accounting Standard 22 "Accounting for Taxes on Income" notified under Section 133 of the Companies Act 2013 read with Rule No 7 of Companies (Accounts) Rules 2014 .. During the year, the Company has credited to the Statement of Profit & Loss a Deferred Tax liability of ₹ 0.01 Lakhs (Previous Year reversal ₹ 414.57 Lakhs).

NOTE 20 : EARNING PER SHARE

	For year ended December 31, 2016 ₹ Lakhs	For year ended December 31, 2015 ₹ Lakhs
Profit/(Loss) after taxation as per Statement of Profit and loss (₹ in Lakhs)	245.26	(530.71)
Weighted average number of Equity shares outstanding.	33642070	33642070
Basic earnings per Share (Weighted Average) in ₹ (Face value – ₹ 10 per share) (₹)	0.73	(1.58)

(There are no potential equity shares and hence there is no working for diluted earning per share).

NOTE 21 : CONTINGENT LIABILITIES NOT PROVIDED FOR

Sr. No.	Particulars	As at December 31, 2016 ₹Lakhs	As at December 31, 2015 ₹Lakhs
CLAIMS NOT ACKNOWLEDGED BY THE COMPANY			
1.	Railways	43.35	43.35
2.	Service Tax and Penalty	1011.63	467.35
3	Central Excise	35.12	64.96
4.	MSEDCL	287.31	-

Pending Litigations by or against the Company is as under:

An appeal has been filed by the Commissioner of Service tax in the Bombay High Court against the order earlier passed by the CESTAT in favour of the company in relation to Service tax and penalty – ₹ 333.65 Lakhs

- Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance) ₹ 140.86 Lakhs (Previous Year ₹ 43.17 Lakhs).
- Previous year's figures have been regrouped/ rearranged wherever necessary to make them comparable with the current year's figure.

As per our Report of even date

For K. S. Aiyar & Co.
Chartered Accountants
Firm Registration No. 100186 W

Rajesh S. Joshi
Partner
Membership No 38526

Mumbai: January 20, 2017

For and on behalf of the Board Of Directors of Bulk Cement Corporation(India) Limited

N H Italia
Director
DIN:00191611

Sunil K. Nayak
Director
DIN:00081466

Malini Menon
Chief Financial Officer