

BOARD'S REPORT

TO THE MEMBERS OF
BULK CEMENT CORPORATION (INDIA) LIMITED

The Directors take pleasure in presenting the Twenty Third Annual Report, together with the audited financial statements for the year ended December 31, 2014.

1. FINANCIAL HIGHLIGHTS

The financial highlights of your Company for the year ended December 31, 2014 is as under:

PARTICULARS	2014	2013
	₹ Lakh	₹ Lakh
Revenue from operations (net) and Other Income	2,331.36	1,930.83
Profit Before Tax	629.21	342.14
Provision for Tax		
- Current Tax	212.04	81.86
- Deferred Tax	(15.82)	(10.66)
Profit after Tax	432.99	270.94
Balance brought forward from previous year	1,551.16	1,280.22
Balance carried forward to Balance Sheet	1,984.15	1,551.16

The Company proposes to retain ₹ 1,984.15 lakh in the Statement of Profit and Loss.

2. OPERATIONS

The total dispatches for the year ended December 31, 2014 were 10.30 Lakh MT compared to 9.60 Lakh MT in the previous year.

The specific power consumption for the year 2014 was 2.83 Units/MT as against 2.81 units/MT for the year 2013

Revenue from operations for the financial year 2014 at ₹ 2 129.92 Lakh was higher by 22% over last year.

3. DIVIDEND

Your Directors do not recommend payment of dividend for the financial year ended December 31, 2014.

4. INDUSTRIAL RELATIONS

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

5. SIGNIFICANT AND 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 which would impact the going concern status and the Company's future operations.

6. PARTICULARS OF EMPLOYEES

The Company has not employed any individual whose remuneration falls within the purview of the limits prescribed under the provisions of Section 197 of The Companies Act, 2013, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

7. PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND 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 and outgo are mentioned herein below:

The particulars with respect to Conservation of Energy, Power and Fuel Consumption are as under:

PARTICULARS	2014	2013
1. Electricity		
Units Purchased KWH	29,13,975	26,97,510
Total Amount (₹ Lakh)	208.05	213.07
Rate/Unit (₹/KW)	7.14	7.89
b. Own Generation	-	-
2. Consumption / Unit of Production Electricity (Unit/MT)	2.83	2.81

Disclosure of particulars with respect to Foreign Exchange Earning and Outgo are as under:

PARTICULARS	2014	2013
Foreign Exchange earned	Nil	Nil
Foreign Exchange used	Nil	Nil

The Company has not entered into any technology transfer agreement.

8. MEETINGS OF THE BOARD

The Company prepares a calendar of meetings of the Board in advance so as to allow the Directors to block their calendars. In compliance with the Companies Act, 2013 and the Rules framed thereunder, where permitted, Directors are provided the facility to join the proceedings of the meeting through video conferencing.

The Company held a minimum of one board meeting in every quarter. During the year ended December 31, 2014 four Board Meetings were held on January 27, 2014, April 17, 2014, July 18, 2014 and October 14, 2014. The intervening gap between the meetings was as prescribed under the Companies Act, 2013.

9. DIRECTORS

The Board of Directors has appointed Mr Harish Badami as an Additional Director of the Company with effect from October 14, 2014.

The Government of India, Ministry of Commerce & Industry, Department of Industrial Policy & Promotion has pursuant to its rights to appointment directors on the Board of Directors under Article 134(1) of the Company's Articles of Association, appointed the following persons on the Board of Directors of the Company:

Mr Shailendra Singh, Joint Secretary, Department of Industrial Policy and Promotion (DIPP), Government of India in place of Mr Talleen Kumar, Joint Secretary

Mr A P Singh, Senior Development Officer DIPP in place of Mr Alok Mukhopadhyay, Deputy Secretary

Mr J K Mehra, Director DIPP in place of Mr A P Singh, Senior Development Officer

Pursuant thereto the Board of Directors of the Company has appointed Mr Shailendra Singh and Mr J K Mehra as Additional Directors of the Company with effect from May 23, 2014 and June 02, 2014 respectively.

Mr Harish Badami, Mr Shailendra Singh and Mr J K Mehra hold office upto the date of the forthcoming Annual General Meeting. Accordingly, their candidatures for appointment as Directors of the Company has been included in the Notice convening the Annual General Meeting of the Company.

Mr A P Singh, who was appointed on the Board of Directors of the Company w.e.f. May 25, 2014 ceased to be a Director of the Company w.e.f. June 02, 2014.

Mr Talleen Kumar who was appointed as a Director of the Company w.e.f. July 19, 2010 ceased to be a Director of the Company w.e.f. May 23, 2014.

Mr Alok Mukhopadhyay who was appointed as a Director of the Company w.e.f. October 14, 2013

ceased to be a Director of the Company w.e.f. May 25, 2014.

Mr Kuldip Kaura who was appointed as a Director of the Company w.e.f. October 18, 2010 ceased to be a Director of the Company w.e.f. October 14, 2014.

Mr P N Iyer who was appointed as a Director of the Company w.e.f. October 12, 2012 ceased to be a Director of the Company w.e.f. July 14, 2014.

The Board has placed on record its appreciation of the valuable contribution made by Mr Talleen Kumar, Mr Alok Mukhopadhyay, Mr A P Singh, Mr Kuldip Kaura and Mr P N Iyer during their respective tenures as Directors of the Company.

In accordance with the provisions of the Companies Act, 2013, Mr M K Akhouri and Mr Burjor D Nariman retire by rotation and are eligible for re-appointment. Accordingly the respective appointments have been included in the Notice convening the Annual General Meeting of the Company.

The Company is in the process of identifying suitable Independent Directors.

10. 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:

- (a) that in the preparation of the annual financial statements for the year ended December 31, 2014, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any;
- (b) 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, 2014 and of the profit of the Company for the year ended on that date;

- (c) 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;
- (d) that the annual financial statements have been prepared on a going concern basis;
- (e) that systems to ensure compliance with the provisions of all applicable laws were in place and were adequate and operating effectively.

11. AUDIT COMMITTEE

As on January 20, 2015 the Audit Committee comprises the following Members:

Mr J K Mehra (Chairman)
 Mr Sunil Nayak
 Mr Burjor D Nariman
 Mr Joydeep Mukherjee

During the year ended December 31, 2014 four Audit Committee Meetings were held.

The Company being a subsidiary of ACC Limited has no separate vigil mechanism. ACC's vigil mechanism system is applicable to the Company.

12. AUDITORS

Messrs. K S Aiyar & Co, Chartered Accountants, the Statutory Auditors of the Company, retire at the conclusion of the ensuing Annual General Meeting. As required under the provision of Section 139 of the Companies Act, 2013, the Company has obtained written confirmation from Messrs. K S

Aiyar & Co that their appointment, if made, would be in conformity with the Companies Act, 2013. Your directors recommend the re-appointment of Messrs. K S Aiyar & Co, Chartered Accountants, as Auditors of the Company for the year 2015.

13. COST AUDITORS

In terms of The Companies (Cost Accounting Records) Rules, 2011, your Company was required to maintain cost accounting records and file Compliance Certificate with the Central Government. Messrs. N I Mehta & Co., Cost Auditors, have been appointed for Compliance Reporting for the financial year 2014.

Though the Company is not required to seek the ratification of the Members for the remuneration payable to the Cost Auditor for the year 2014, for the sake of good governance, the remuneration payable to the Cost Auditor is being placed before the Members for their approval. Accordingly, the Members are requested to ratify the remuneration payable to the Cost Auditor during the year 2015 in respect of the audit carried out by them for the financial year 2014 as set out in the Notice.

In accordance with the Companies (Cost Records and Audit) Amendments Rules, 2014 the Company is no longer required to maintain cost records.

14. NOMINATION AND REMUNERATION COMMITTEE

The Company is taking steps to constitute a Nomination and Remuneration Committee.

15. ACKNOWLEDGEMENT

Your Directors wish to place on record their sincere appreciation of the efforts and dedicated service of all employees, which contributed to the continuous growth and consequent performance of the Company. Your Directors take this opportunity to express their grateful appreciation of the excellent assistance and co-operation received from the Department of Industrial Promotion & Policy, Ministry of Commerce & Industry, Ministry of Railways, ACC Limited and Company's Bankers.

For and on behalf of the Board

Jayanta DattaGupta
Director

Sunil K. Nayak
Director

Mumbai
January 20, 2015

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

AUDITORS' 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** ("the Company"), which comprise the Balance Sheet as at December 31, 2014, and 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

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") read with General Circular 8/2014 dated April 04, 2014 issued by the Ministry of Corporate Affairs and other recognized accounting practices and policies. 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.

Auditor's 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 misstatement.

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. 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 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 December 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 (as amended) ('the order') issued by the Central Government of India in terms of sub-section (4A) of Section 227 of the Companies Act, 1956, we enclose in the annexure a statement on the matters specified in paragraphs 4 and 5 of the said 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, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account;
- d. in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards notified under the Companies Act, 1956 ("the Act") read with General Circular 8/2014 dated April 04, 2014 issued by the Ministry of Corporate Affairs;
- e. on the basis of the written representations received from the directors, as on December

31, 2014, and taken on record by the Board of Directors, we report that none of the directors of the Company are disqualified as on December 31, 2014 from being appointed as a director, in terms of clause (g) of sub-section (1) of Section 274 of the Companies Act, 1956.

For K. S. AIYAR & CO.

Chartered Accountants

ICAI Firm Registration Number: 100186W

RAJESH S. JOSHI

Partner

Membership Number: 38526

Place: Mumbai
January 20, 2015

ANNEXURE TO THE AUDITORS' REPORT

Referred to in paragraph 1 on Report on Other Legal and Regulatory Requirements of our report.

1. a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b. Most of the fixed assets have been physically verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion the frequency of physical verification of fixed assets is reasonable having regard to the size of the Company and the nature of its assets.
- c. Fixed assets that have been disposed off during the year were not material so as to affect the going concern status of the Company.
2. 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 discrepancies were noticed on verification between the physical stocks and the book stocks.
3. a. As informed, the Company has not granted any loans, secured or unsecured to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, sub-clause (b), (c) and (d) are not applicable.
- b. As informed, the Company has not taken any loans, secured or unsecured from companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956. Accordingly, sub-clause (f) and (g) are not applicable.
4. In our opinion and according to the information and explanations given to us, there is an adequate internal control system commensurate with the size of the Company and the nature of its business for the purchases of inventory and fixed assets and for the sale of goods and services. During the course of our audit, no major weakness has been noticed in the internal control system in respect of these areas.
5. According to the information and explanations given to us, there are no transactions that need to be entered into the register maintained in pursuance of section 301 of the Companies Act, 1956. Accordingly, sub-clause (b) is not applicable.
6. The Company has not accepted any deposits from the public to which the provisions of section 58A, 58AA, or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposit) Rules, 1975 apply.
7. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
8. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under section 209(1)(d) of the Companies Act, 1956 and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the same.
9. According to the records of the Company, the company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Sales Tax, Income Tax, Wealth Tax, Service Tax, Custom duty, Excise duty, Cess and other material statutory dues, as applicable to the Company, 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, 2014 for a period of more than six months from the date they became payable.

BULK CEMENT CORPORATION (INDIA) LIMITED (BCCI)

10. According to the records of the Company, Income tax, Sales tax, Wealth tax, Service tax, Custom duty, Excise duty and Cess which 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
Service Tax and Penalty	Financial years 2001-02 to 2005-06	₹ 27.71 Lakhs	CESTAT
Denial of Cenvat credit of Service tax availed on input services on account of cement cleared in bulk as such.	Financial years 2007-08 to 2012-13	₹ 97.66 Lakhs (Excl. interest and penalty)	SCN cum demand notice responded to the Excise Department.
Penalty imposed by Excise Department on availment of Cenvat credit at a rate higher than the rate at which inputs materials were cleared as such.	Financial Year 2008-09	₹ 9.40 Lakhs	Disputed matter to be referred to Commissioner Appeals
Cenvat availed on cement returned in bulkers.	Apr 07 to Nov 08	₹ 64.96 Lakhs	CESTAT

11. The company does not have any accumulated losses at the end of the financial year and has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
12. There are no dues to banks or financial institutions or debenture holders.
13. Based on our examination of documents and records, we are of the opinion that the Company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
14. In our opinion, the company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Order are not applicable to the Company.
15. The Company has not given any guarantee for loans taken by others from banks or financial institutions.

16. According to the information and explanations given to us, the Company has not raised any loans during the period.
17. According to the information and explanations given to us and on an overall examination of the Balance Sheet of the Company we report that no funds raised on short-term basis have been used for long-term applications.
18. The Company has not made any preferential allotment of shares to parties and companies covered in the register maintained under Section 301 of the Companies Act, 1956.
19. The Company has not issued any debentures during the year under audit. Therefore the provisions of clause (xix) of the order are not applicable to the company.
20. The Company has not raised any money by way of public issue during the year. Therefore, the provision of clause (xx) of the order is not applicable to the Company.
21. Based upon the audit procedures performed and according to the information and explanations given and representations made 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 K. S. AIYAR & CO.

Chartered Accountants

ICAI Firm Registration Number: 100186W

RAJESH S. JOSHI

Partner

Place: Mumbai
January 20, 2015

Membership Number: 38526

BALANCE SHEET AS AT DECEMBER 31, 2014

Particulars	Note No.	2014 ₹ Lakhs	2013 ₹ Lakhs
EQUITY AND LIABILITIES :			
Shareholders Fund :			
Share Capital	3	3,364.21	3,364.21
Reserves & Surplus	4	1,984.15	1,551.16
Total		5,348.36	4,915.37
Non Current Liabilities			
Deferred Tax Liabilities (Net)	5	540.69	556.50
Current Liabilities			
Trade payables	6	452.51	479.49
Other Current Liabilities	7	507.29	763.70
TOTAL		959.80	1,243.19
TOTAL		6,848.85	6,715.06
ASSETS :			
Non Current Assets			
Fixed Assets :			
Tangible Assets	8 (A)	4,319.56	3,718.95
Intangible Assets	8(B)	11.07	8.62
Capital work in progress		0.59	347.42
Long Term Loans & Advances	9	104.71	129.57
		4,435.93	4,204.56
Current Assets :			
Current Investment	10	1,900.00	2,170.00
Inventories	11	43.01	47.32
Trade Receivable	12	259.94	226.77
Cash and Bank Balances	13	23.31	5.04
Short Term Loans and Advances	9	186.41	59.22
Assets held for Disposal		0.25	2.15
		2,412.92	2,510.50
TOTAL		6,848.85	6,715.06
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
ICAI Firm Registration number 100186 W

JAYANTA DATTA GUPTA
Director
DIN: 01571321

SUNIL K. NAYAK
Director
DIN: 00081466

RAJESH S. JOSHI
Partner
Membership number 38526

BINITA KHORY
Company Secretary

Mumbai, January 20, 2015

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED DECEMBER 31, 2014

Particulars	Note No.	2014 ₹ Lakhs	2013 ₹ Lakhs
INCOME:			
Sale of Services & other operating Income	14	2,129.92	1,750.51
Other Income	15	201.44	180.32
Total Revenue		2,331.36	1,930.83
EXPENSE :			
Employee benefits expense	16	146.30	128.18
Operating and Other Expenses	17	1,145.86	1,066.89
Depreciation		409.99	393.62
Depreciation of earlier years written Back			
Total Expenses		1,702.15	1,588.69
Profit before tax		629.21	342.14
Tax Expenses :			
Current Tax		221.06	120.74
Less: MAT Set Off Availed		(9.02)	(38.88)
Net Current Tax		212.04	81.86
Deferred Tax		(15.82)	(10.66)
		196.22	71.20
Profit for the year		432.99	270.94
Earnings Per Equity Share (Face Value of ₹ 10 each)			
Basic and Diluted Earnings per Share (₹)	20	1.29	0.81
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
ICAI Firm Registration number 100186 W

JAYANTA DATTA GUPTA
Director
DIN: 01571321

SUNIL K. NAYAK
Director
DIN: 00081466

RAJESH S. JOSHI
Partner
Membership number 38526

BINITA KHORY
Company Secretary

Mumbai, January 20, 2015

BULK CEMENT CORPORATION (INDIA) LIMITED (BCCI)

CASH FLOW STATEMENT FOR THE YEAR ENDED DECEMBER 31, 2014

		2014 ₹ Lakhs	2013 ₹ Lakhs
A.	Cash Flow from Operating Activities		
1	Net Profit before tax	629.21	342.14
	Adjustments For:		
	Depreciation	409.99	393.62
	Interest Received	(2.75)	(0.97)
	Provision written back	-	(8.66)
	Loss/ (Profit) on sale of assets	0.94	8.19
	Loss/ (Profit) on sale of Investment	(198.69)	(179.35)
	Operating profit before working capital changes	838.70	554.97
2	Trade Receivables	(33.17)	219.55
3	Inventories	4.30	1.24
4	Other receivables	(116.13)	250.34
5	Trade payables and Other Current Liabilities	(282.03)	367.00
	Cash generated from Operations	411.67	1393.10
6	Direct Taxes refund/ (paid)	(198.22)	(145.75)
	Net Cash from Operating Activities	213.45	1247.35
B	Cash Flow from Investing Activities		
7	Interest received	2.75	0.97
8	Purchase of Investments	(10,505.00)	(8,450.00)
9	Sale Proceeds From Investments	10,973.69	8,294.35
10	Purchase of Fixed Assets & Increase in Capital work in Progress & Capital Advance	(667.58)	(1,105.10)
11	Sales of Fixed Assets	0.96	0.68
	Net Cash from Investing Activities	(195.18)	(1,259.10)
	Net increase / (decrease) in cash & cash equivalents	18.27	(11.75)
	Opening Balance	5.04	16.79
	Closing Balance	23.31	5.04

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.

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
ICAI Firm Registration number 100186 W

JAYANTA DATTA GUPTA
Director
DIN: 01571321

SUNIL K. NAYAK
Director
DIN: 00081466

RAJESH S. JOSHI
Partner
Membership number 38526

BINITA KHORY
Company Secretary

Mumbai, January 20, 2015

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

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) these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956 read with General Circular 08/2014 dated April 04, 2014, issued by the Ministry of Corporate Affairs

(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 Straight Line Method at the rates prescribed in Schedule XIV of the Companies Act, 1956, on a pro-rata basis. However, in respect of the Plant & Machinery- Elevator Belt, the depreciation is provided at higher rate (20.19%) in line with its estimated useful life.

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.

BULK CEMENT CORPORATION (INDIA) LIMITED (BCCI)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE -3 : SHARE CAPITAL

	2014 ₹ Lakhs	2013 ₹ 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

	2014		2013	
	Number of Shares	% of Holding	Number 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

	2014		2013	
	Number of Shares	Amount ₹ Lakhs	Number of Shares	Amount ₹ 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.

NOTE-4 : RESERVES AND SURPLUS

	2014 ₹ Lakhs	2013 ₹ Lakhs
Surplus in the statement of profit and loss :		
Balance as per last Financial statements	1,551.16	1,280.22
Add: Profit of the year	432.99	270.94
TOTAL	1,984.15	1,551.16

NOTE -5 : DEFERRED TAX LIABILITIES (NET)

	2014 ₹ Lakhs	2013 ₹ Lakhs
Deferred Tax Liabilities arising on account of :		
Depreciation differences	540.69	556.50
TOTAL	540.69	556.50

NOTE 6 : TRADE PAYABLES

	2014 ₹ Lakhs	2013 ₹ Lakhs
Trade Payable Due to The Holding Company: ACC Limited ₹ 12.29 lakhs (Previous year ₹ 69.49 lakhs)	452.51	479.49
TOTAL	452.51	479.49

Note 6.1 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.

NOTE 7 : OTHER CURRENT LIABILITIES

	2014 ₹ Lakhs	2013 ₹ Lakhs
Statutory Dues	12.57	9.91
Retention Deposit from Contractors/ Vendors	19.42	24.34
Liability For Capital Expenditure	230.52	505.06
Other Current Liabilities	244.78	224.39
TOTAL	507.29	763.70

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 8(a) : TANGIBLE ASSETS

₹ Lakhs

PARTICULARS	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	As at 01-01-2014	Additions/ Adjustments	Deletions	As at 31-12-2014	As at 01-01-2014	For the Year	Adjustments	As at 31-12-2014	As at 31-12-2014	As at 31-12-2013
Building	247.36	128.76	-	376.12	123.20	10.40	-	133.60	242.52	124.16
Bulding & Installation	0.68	-	-	0.68	0.16	0.07	-	0.23	0.45	0.52
Plant & Machinery	3,204.96	281.11	-	3,486.07	2,795.86	105.06	-	2,900.92	585.15	409.10
Roads, Bridges	173.56	378.93	-	552.49	42.18	8.90	-	51.08	501.41	131.38
Rails & Sidings	637.34	73.90	-	711.24	274.68	33.06	-	307.74	403.50	362.66
Wagon & Loco	4,605.84	79.17	-	4,685.01	2,111.95	218.46	-	2,330.41	2,354.60	2,493.89
Furniture & Fixtures	20.05	16.80	-	36.85	6.24	0.87	-	7.11	29.74	13.81
Office Equipments	11.90	-	-	11.90	3.99	0.52	-	4.51	7.39	7.91
Vehicles	7.62	-	-	7.62	1.76	0.72	-	2.48	5.14	5.86
Electrical Installation	572.05	47.80	-	619.85	402.39	27.80	-	430.19	189.66	169.66
TOTAL	9,481.36	1,006.47	-	10,487.83	5,762.41	405.86	-	6,168.27	4,319.56	3,718.95
<i>Previous Year</i>	<i>8,894.59</i>	<i>775.47</i>	<i>(188.70)</i>	<i>9,481.36</i>	<i>5,549.13</i>	<i>392.21</i>	<i>(178.93)</i>	<i>5,762.41</i>	<i>3,718.95</i>	<i>3,345.47</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, vide letter No.DCCI/1-26/91-92 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 8(b) : INTANGIBLE ASSETS

₹ Lakhs

PARTICULARS	GROSS BLOCK				AMORTISATION				NET BLOCK		
	As at 01-01-2014	Additions/ Adjustments	Deletions	As at 31-12-2014	As at 01-01-2014	For The Year	On Deletion/ Disposals	Adjustments 31-12-2014	As at 31-12-2014	As at 31-12-2014	As at 31-12-2013
Software	10.03	6.58	-	16.61	1.41	4.13	-	-	5.54	11.07	8.62
TOTAL	10.03	6.58	-	16.61	1.41	4.13	-	-	5.54	11.07	8.62
<i>Previous Year</i>	<i>-</i>	<i>10.03</i>	<i>-</i>	<i>10.03</i>	<i>-</i>	<i>1.41</i>	<i>-</i>	<i>-</i>	<i>1.41</i>	<i>8.62</i>	<i>-</i>

NOTE 9 : LOANS & ADVANCES

	2014		2013	
	Non Current ₹ Lakhs	Current ₹ Lakhs	Non Current ₹ Lakhs	Current ₹ Lakhs
(Unsecured Considered Good)				
(a) Capital Advances	-	-	5.00	-
(b) Other Deposits	18.17	1.40	18.17	-
(c) Advances recoverable in cash or in kind or for value to be received	-	5.64	3.96	5.21
(d) Freight Rebate Recoverable From Railways	-	153.22	-	27.30
(e) Advance Tax Paid {Net of provision for Taxation, Amt ₹ 484.54 Lakhs : (Previous year ₹ 272.5 Lakhs)}	84.88	-	98.67	-
(f) Advance Fringe Benefit Tax {Net of provision for Taxation, Amt ₹ 1.95 Lakhs : (Previous year ₹ 1.95 Lakhs)}	0.01	-	0.01	-
(g) Balance with Excise, Customs and Port Trust Authorities on Current accounts	-	7.97	-	6.32
(h) Prepaid Expenses	1.65	18.18	3.76	20.39
TOTAL	104.71	186.41	129.57	59.22

BULK CEMENT CORPORATION (INDIA) LIMITED (BCCI)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

NOTE 10 : CURRENT INVESTMENTS (Valued at Lower of Cost and Fair Value)

	2014		2013	
	Amt ₹ Lakhs	Number of Units	Amt ₹ Lakhs	Number of Units
Investment in Mutual Funds - Fully paid-up (Unquoted)				
Unit of Face Value ₹ 1000 each	100	5,403.06	500	29,432.59
DSP Black rock Money Manager Fund-Regular Plan-(Growth Option)				
Unit of Face Value ₹ 1000 each	-	-	470	23,233.12
UTI Floating rate fund-STP-Regular plan-(Growth Option)				
Unit of Face Value ₹ 10 each	-	-	1,200	71,97,524.05
DWS Cash Opportunities Fund-Regular Plan-(Growth Option)				
Unit of Face Value ₹ 1000 each	300	20,269.96	-	-
Taurus Liquid Fund - Existing Plan - Super Institutional(Growth Option)				
Unit of Face Value ₹ 1000 each	1,500	68,798.25	-	-
Reliance Liquid Fund - Cash Plan-Growth Option				
TOTAL	1,900.00		2,170.00	
Aggregate amount of Unquoted Investments	1,900.00		2,170.00	

NOTE 11 : INVENTORIES

(At Cost or Net Realisable value whichever is lower)

	2014 ₹ Lakhs	2013 ₹ Lakhs
Stores and Spare Parts	43.01	47.32
TOTAL	43.01	47.32

NOTE 12 : TRADE RECEIVABLE

	2014 ₹ Lakhs	2013 ₹ Lakhs
(b) Others		
Unsecured Considered Good	259.94	226.77
Due from The Holding Company: ACC Limited ₹ 259.94 Lakhs; (Previous year ₹ 226.77 Lakhs), Maximum Outstanding Balance during the Period ₹ 525.02 Lakhs : (Previous year ₹ 522.44 Lakhs)		
TOTAL	259.94	226.77

NOTE 13 CASH & BANK BALANCES

	2014 ₹ Lakhs	2013 ₹ Lakhs
Cash and Cash Equivalent		
Cash on Hand	0.09	0.06
Balances with Scheduled Banks in Current Accounts	23.22	4.98
TOTAL	23.31	5.04

NOTE 14 : REVENUE FROM OPERATIONS

	2014 ₹ Lakhs	2013 ₹ Lakhs
SALE OF SERVICES		
Bulk Handling Charges	1,538.11	1310.06
Freight Rebate		
Recovered from ACC limited	459.89	393.24
Received From Railways	118.25	35.65
	2,116.25	1,738.95
OTHER OPERATING REVENUE		
Miscellaneous Income	13.67	2.90
Provision no longer required written back	-	8.66
	13.67	11.56
REVENUE FROM OPERATIONS (NET)	2,129.92	1750.51

NOTE 15 : OTHER INCOME

	2014 ₹ Lakhs	2013 ₹ Lakhs
Profit on sale of Current Investment	198.69	179.35
Interest on deposits	2.75	0.97
TOTAL	201.44	180.32

NOTE 16 : EMPLOYEE BENEFITS EXPENSES

	2014 ₹ Lakhs	2013 ₹ Lakhs
Staff Welfare	1.06	0.06
Deputation Charges	145.24	128.12
TOTAL	146.30	128.18

NOTE 17 : OPERATING AND OTHER EXPENSES

	2014 ₹ Lakhs	2013 ₹ Lakhs
Power & Fuel	264.69	225.35
Rates & Taxes	48.78	133.94
Insurance	20.79	21.17
Consumption of Stores and Spares	182.96	125.11
Repairs and Maintenance - Plant	368.11	371.44
Repairs and Maintenance - Buildings	103.44	37.70
Repairs and Maintenance - Others	28.45	10.67
Security Charges	67.88	57.36
Legal Services	17.77	22.97
Remuneration to Auditors		
Statutory Audit	2.50	2.25
Tax Audit	1.50	1.20
Other Services	3.00	2.50
Out-of-pocket expenses	0.48	0.31
Other Expenses	34.57	46.73
Loss on Fixed Assets scrapped/retired (Net)	0.94	8.19
TOTAL	1,145.86	1,066.89

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2014

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 Ram Manohar Sowbhagya	Head BCCI

(III) Transactions with Related Parties during the year:

	Holding Company ACC Limited.	
	2014 ₹ Lakhs	2013 ₹ Lakhs
a) Rendering of Services (inclusive of Service tax)	1,728.22	1,471.98
b) Deputation Charges Paid	163.46	142.80
c) Purchase Of Cement	3.14	23.79
d) Purchase of Concrete	69.86	-
e) Reimbursement of Freight Rebate	459.89	393.24
f) Outstanding balance included in Current assets	259.94	226.77
g) Outstanding balance included in Current liabilities	12.29	69.49
i) Reimbursement of expenses paid (Net of Reversal)		
Power Expenses	31.42	182.24
Others	1.97	2.92
j) Reimbursement of expenses received	2,985.16	2902.13

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" issued by the Central Government under the Companies (Accounting Standard) Rules, 2006. During the year, the Company has credited to the Statement of Profit & Loss a reversal of Deferred Tax Liability of ₹ 15.82 Lakhs (Previous Year ₹ 10.66 Lakhs).

NOTE 20 : EARNING PER SHARE

Particulars	2014 ₹ Lakhs	2013 ₹ Lakhs
Profit/(Loss) after taxation as per Statement of Profit and loss (₹ in Lakhs)	432.99	270.94
Weighted average number of Equity shares outstanding.	3,36,42,070	3,36,42,070
Basic earnings per Share (Weighted Average) in ₹ (Face value -₹ 10 per share)	1.29	0.81

(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	2014 ₹ Lakhs	2013 ₹ Lakhs
	CLAIMS NOT ACKNOWLEDGED BY THE COMPANY		
1.	Railways	43.35	43.35
2.	Service Tax and Penalty	125.37	102.71
3	Central Excise	74.36	84.36

NOTE 22 : The benefit of credit against the payment made towards Minimum Alternate Tax for the earlier years in accordance with the provision of Section 115JAA has been accounted for the twelve months period ended on December 31, 2014.

NOTE 23 : Estimated amount of contracts remaining to be executed on capital account and not provided for (net of advance) ₹ 134.21 Lakhs (Previous Year ₹ 82.12 Lakhs).

NOTE 24 : Other additional information pursuant to the provisions of paragraph 5 (viii)(c) of Schedule VI to the Companies Act, 1956 is either Nil or not applicable to the Company.

NOTE 25 : In the opinion of the Board of directors, any of the assets other than fixed assets and non-current investments do not have a value on realization in the ordinary course of business lower than at least equal to the amount at which they are stated.

NOTE 26 : Previous year's figures have been regrouped/ rearranged wherever necessary to make them comparable with the current year's figure.

FOR K. S. AIYAR & CO.
Chartered Accountants
ICAI Firm Registration number 100186 W

JAYANTA DATTA GUPTA
Director
DIN: 01571321

SUNIL K. NAYAK
Director
DIN: 00081466

RAJESH S. JOSHI
Partner
Membership number 38526

BINITA KHORY
Company Secretary