

Directors' Report

TO THE MEMBERS OF ACC MINERAL RESOURCES LIMITED

The Directors have pleasure in presenting the Eighty Second Annual Report, together with the Audited Financial Statements of the Company for the year ended December 31, 2010.

1. FINANCIAL RESULTS

PARTICULARS	For the year ended December 31, 2010 ₹	For the year ended December 31, 2009 ₹
Sale of products and services & Other income	5,00,441	4,65,669
Profit Before Depreciation, Interest and Tax	46,637	1,61,135
Profit Before Tax	46,637	1,61,135
Profit After Tax	46,637	1,61,135
Balance brought forward from previous year	5,71,232	4,10,097
Balance Carried to Balance Sheet	6,17,869	5,71,232

2. OPERATIONS

In the year 2009, the Company had entered into four Joint Venture Agreements with Madhya Pradesh State Mining Corporation Limited (MPSMC) for development and mining of four coal blocks allotted to MPSMC by the Government of India. Out of these four coal blocks, one coal block viz. "Semaria / Piparia" in Umaria District of Madhya Pradesh is an explored coal block and the remaining three coal blocks are in the process of exploration. The exploration activity of the two coal blocks viz. Bicharpur and Marki Barka situated in Shahdol and Singrauli Districts of Madhya Pradesh respectively have been completed and the Geological Report is under preparation. Currently various regulatory clearances are in process for all the above three coal blocks. The fourth Coal Block viz. Morga IV

in the State of Chattisgarh is in the "No-go Area" of Ministry of Environment & Forest and the Government of India is presently reviewing its policy vis-a-vis coal blocks situated in the "No-go" forest area.

The operations of the Company have not started and in the absence of any trading activity, the other income of ₹5,00,441 represents the dividend received on investment in mutual funds and other income which is further reduced by administrative expenditure and amortization of miscellaneous expenditure incurred for increasing the Authorised Share Capital of the Company.

3. DIRECTORS

The Board of Director has appointed Mr. Kuldip Kaura, as an Additional Director of the Company with effect from October 14, 2010. As an Additional Director Mr. Kuldip Kaura holds office till the date of the forthcoming Annual General Meeting. Accordingly, his candidature for appointment as a Director is included at Item 4 of the Notice.

Mr. Vivek Chawla, who was appointed in the casual vacancy caused by the resignation of Mr. K. Ravindran with effect from July 16, 2009 holds office till the date, Mr. K. Ravindran in whose vacancy he has been appointed would have otherwise held office i.e. till the date of this Annual General Meeting. The Resolution pertaining to his appointment as a Director is included at Item 5 of the Notice.

Mr. Sumit Banerjee who was appointed, as a Director of the Company with effect from January 22, 2007, resigned from the Board of Directors of the Company with effect from August 13, 2010. The Board has placed on record its appreciation of the valuable services rendered by Mr. Sumit Banerjee as Chairman of the Company.

In accordance with the provisions of the Companies Act, 1956, Mr. Sunil Nayak retires by rotation and is eligible for reappointment.

4. DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanation obtained by them, your Directors make the following statement in terms of Section 217(2AA) of the Companies Act, 1956:

- (i) that in the preparation of the Accounts for the year ended December 31, 2010, the applicable accounting standards have been followed along with proper explanation relating to material departures, if any,
- (ii) that such accounting policies as mentioned in Note 1 of the Notes to Accounts have been selected and applied consistently and judgments 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, 2010 and of the profit of the Company for the year ended on that date,
- (iii) that proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities,
- (iv) that the Accounts for the year ended December 31, 2010 have been prepared on a 'going concern' basis.

5. AUDITORS

M/s. K S Aiyar & Co., Chartered Accountants, the existing Auditors have under Section 224(1B) of the Companies Act, 1956, furnished a certificate of their eligibility for re-appointment. The Members are requested to re-appoint them as Auditors of the Company for the year 2011.

6. AUDIT COMMITTEE

The paid up Share Capital of the Company is less than Rupees Five Crores and hence the Company is not required to constitute an Audit Committee under the provisions of Section 292A of the Companies Act, 1956.

7. PARTICULARS OF CONSERVATION OF ENERGY TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

(i) Energy Conservation & Technology Absorption

In the absence of any manufacturing activity, the information under section 217(1)(e) of the Companies Act, 1956 read with Rule 2 of Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 is Nil.

(ii) Foreign exchange and outgo

The Company has paid an advance of ₹ 51,61,500 in foreign currency towards preparation of detailed project report for Semaria Piparia Coal Block.

8. Particulars of Employees

The Company has not employed any individual whose remuneration falls within the purview of the limits prescribed under the provisions of Sec 217 (2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975.

9. ACKNOWLEDGEMENT

Your Directors take this opportunity to express their appreciation of the excellent co-operation received from the Madhya Pradesh State Mining Corporation Limited, the Government of Madhya Pradesh and the Company's Bankers. Your Directors also acknowledge the unstinting assistance and support received from ACC Limited, its holding Company and all the employees for their valuable contribution during the year.

For and on behalf of the Board of Directors

Mr. B. D. Nariman
Director

Mr. Sunil Nayak
Director

Mumbai
January 31, 2011

Registered Office:
Cement House,
121, Maharshi Karve Road,
Mumbai 400 020

Auditor's Report on the Consolidated Accounts of ACC Mineral Resources Limited

TO THE BOARD OF DIRECTORS,

1. We have audited the attached Consolidated Balance Sheet of ACC MINERAL RESOURCES LIMITED wherein is included its proportionate share in four joint venture companies, as at December 31, 2010, and also the consolidated Profit and Loss Account and the consolidated Cash Flow Statement for the year ended on that date, annexed thereto. These financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.
2. We conducted our audit in accordance with auditing standards generally accepted in India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.
3. We report that the consolidated financial statements have been prepared by the Company's management in accordance with the requirements of Accounting Standard (AS) 27 Financial Reporting of interests in Joint Venture Companies issued by the Central Government under Companies (Accounting Standards) Rules, 2006.

4. On the basis of the information and explanation given to us and on the consideration of the separate audit report on standalone financial statements of the Company and our audit of its four joint venture companies for the limited purpose of consolidation, we are of the opinion that:
 - a) The Consolidated Balance Sheet gives a true and fair view of the consolidated state of affairs of the Company as at 31st December, 2010;
 - b) The Consolidated Profit and Loss account gives a true and fair view of the consolidated Loss of the Company for the year then ended; and
 - c) The Consolidated Cash Flow Statement gives a true and fair view of the consolidated cash flows of the Company for the year then ended.

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

Rajesh S. Joshi
Partner
Membership No.38526

Mumbai
DATE: January 31, 2011

Consolidated Balance Sheet as at December 31, 2010

		As at December 31, 2010	As at December 31, 2009
Schedules			
SOURCES OF FUNDS :			
Shareholders' Funds :			
Share Capital	1	49,500,000.00	49,500,000.00
Reserves and Surplus	2	-	571,232.00
		49,500,000.00	50,071,232.00
Loan Funds :			
Unsecured Loans		31,150,000.00	1,300,000.00
TOTAL FUNDS		80,650,000.00	51,371,232.00
APPLICATION OF FUNDS :			
Fixed Assets			
	3		
Gross Block		12,655,699.00	
Less: Depreciation / Amortization		443.00	-
Net Block		12,655,256.00	
Capital Work-in-progress		4,814,661.00	-
		17,469,917.00	-
Investments	4	-	43,251,888.00
Deferred Tax Asset		1,697,196.00	-
Current Assets, Loans and Advances :			
Cash and Bank Balances	5	3,088,164.86	201,281.00
Loans and Advances	6	55,953,462.20	15,717,080.00
		59,041,627.06	15,918,361.00
Less : Current Liabilities and Provisions :			
Current Liabilities	7	3,021,166.20	9,079,983.00
Provisions	8	9,500.00	9,500.00
		3,030,666.20	9,089,483.00
Net Current Assets		56,010,960.86	6,828,878.00
Miscellaneous Expenditure	9	992,662.00	1,290,466.00
(to the extent not written off or adjusted)			
Profit & Loss Account		4,479,264.14	-
TOTAL ASSETS (NET)		80,650,000.00	51,371,232.00
Notes to Accounts	10		

The schedules referred to above and notes to accounts form an integral part of the Balance Sheet

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 31, 2011

For and on behalf of the Board of
ACC Mineral Resources Limited,

T.N. Tiwari
Sunil Nayak } Director

Dinesh Kumar Sonthalia
Company Secretary

Consolidated Profit and Loss Account for the year ended December 31, 2010

		For the year ended December 31, 2010	For the year ended December 31, 2009
Schedules			
INCOME:			
Dividend Received		496,165.86	465,669.00
Interest Received		62,684.00	-
Other Income		4,275.00	-
		563,124.86	465,669.00
EXPENDITURE:			
Auditor's Fee		170,700.00	106,000.00
Bank Charges		1,708.00	-
Consultancy charges		52,041.00	-
General Charges		38,818.00	-
Printing & Stationery		4,384.00	-
Rent		48,143.00	-
Travelling Expenses		310,096.00	-
Preliminary Expenses		6,386,680.00	-
Depreciation on Digital Camera		443.00	-
Miscellaneous Expenditure written off ...		297,804.00	198,534.00
Profit / (Loss) before Taxation		(6,747,692.14)	161,135.00
Provision for Taxation			
Deferred Tax		(1,697,196.00)	-
		(1,697,196.00)	-
Profit / (Loss) After Tax		(5,050,496.14)	161,135.00
Balance brought forward from previous year		571,232.00	410,097.00
Balance Carried to Balance Sheet		(4,479,264.14)	571,232.00
Basic and Diluted Earnings per Share ...			
		(10.20)	0.90
Face Value per Share			
		100	100
Notes to Accounts	10		

The schedules referred to above and notes to accounts form an integral part of the Profit and Loss Account

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 31, 2011

For and on behalf of the Board of
ACC Mineral Resources Limited,

T.N. Tiwari
Sunil Nayak } Director

Dinesh Kumar Sonthalia
Company Secretary

Consolidated Cash Flow Statement for the year ended December 31, 2010

	For the year ended December 31, 2010	For the year ended December 31, 2009
A. Cash flow from operating activities		
1 Net Profit / (Loss) before Tax	(6,747,692.14)	161,135.00
Adjustments for :		
2 Interest and Dividend Income	(563,124.86)	(465,669.00)
Operating profit before working capital changes	(7,310,817.00)	(304,534.00)
Adjustments for :		
3 Other receivables	(40,236,382.20)	(15,707,786.00)
4 Trade payables	(6,058,816.80)	9,067,708.00
5 Miscellaneous Expenditure	297,804.00	-
Net Cash flow from operating activities	(53,308,212.00)	(6,944,612.00)
B. Cash flow from investing activities		
6 Purchase of Fixed Assets	(17,469,917.00)	-
7 Purchase of Investments	-	(43,251,888.00)
8 Sale / Redemption of Investments	43,251,888.00	-
9 Interest and Dividend received	563,124.86	465,669.00
10 Miscellaneous Expenditure	-	(1,290,466.00)
Net cash used in investing activities	26,345,095.86	(44,076,685.00)
C. Cash flow from financing activities		
10 Proceeds from issue of Share Capital	-	49,000,000.00
11 Proceeds from Short term Borrowings	29,850,000.00	1,300,000.00
Net cash used in financing activities	29,850,000.00	50,300,000.00
Net increase / (decrease) in cash and cash equivalents	2,886,883.86	(721,297.00)
Cash and cash equivalents - Opening Balance	201,281.00	922,578.00
- Closing Balance	3,088,164.86	201,281.00

Notes : 1 All figures in brackets are outflow
 2 Previous Period's figures are regrouped / rearranged wherever necessary.
 3 Cash and Cash Equivalents is Cash and Bank Balance as per Balance Sheet.

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 31, 2011

For and on behalf of the Board of
 ACC Mineral Resources Limited,

T.N. Tiwari }
Sunil Nayak } Director

Dinesh Kumar Sonthalia
 Company Secretary

Schedules forming part of the consolidated Balance Sheet

SCHEDULE - 1, SHARE CAPITAL

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
1. AUTHORISED				
2,000,000 Equity Shares of ₹ 100 each	200,000,000.00	-	200,000,000.00	200,000,000.00
2. ISSUED, SUBSCRIBED & PAID UP				
495,000 Equity Shares of ₹ 100 each, fully paid	49,500,000.00	-	49,500,000.00	49,500,000.00
(All the Shares are held by ACC Limited, the Holding Company and its nominees)				
TOTAL ...	49,500,000.00	-	49,500,000.00	49,500,000.00

SCHEDULE - 2, RESERVES AND SURPLUS

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
Profit & Loss A/C	-	-	-	571,232.00
TOTAL ...	-	-	-	571,232.00

SCHEDULE 3 : FIXED ASSETS (Consolidated)

Nature of fixed assets	Gross Block			Depreciation/Amortisation				Net Block		
	As at 1/1/2010	Additions during the year	Deductions/ Adjustments	As at 31/12/2010	As at 1/1/2010	Provided during the year	Deductions/ Adjustments	As at 31/12/2010	As at 31/12/2010	As at 31/12/2009
Land	-	2,653,427	-	2,653,427	-	-	-	-	2,653,427	-
Digital Camera	-	6,272	-	6,272	-	443	-	443	5,829	-
Intangible Assets	-	9,996,000	-	9,996,000	-	-	-	-	9,996,000	-
TOTAL ...	-	12,655,699	-	12,655,699	-	443	-	443	12,655,256	-
Capital work-in-progress									4,814,661	-
Previous Year	-	-	-	-	-	-	-	-	-	-

Notes: Land includes ₹ 12,24,258 paid as advance towards purchase of Land, Pending Registration

SCHEDULE - 4, INVESTMENTS

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
Current Investments				
Others- Quoted:				
Baroda Pioneer Liquid Fund	-	-	-	43,251,888.00
TOTAL ...	-	-	-	43,251,888.00

SCHEDULE - 5, CASH AND BANK BALANCES

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
1. Cash on Hand	5,375.00	-	5,375.00	580.00
2. Balances With Scheduled Banks				
In Current Account	866,789.86	305,000.00	1,171,789.86	200,701.00
In Fixed Deposit Accounts	-	1,911,000.00	1,911,000.00	-
TOTAL ...	872,164.86	2,216,000.00	3,088,164.86	201,281.00

Subsidiary Financial Statements

Schedules forming part of the consolidated Balance Sheet

SCHEDULE - 6, LOANS AND ADVANCES -

(Unsecured, Considered Good, unless otherwise stated)

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
Advances Recoverable in cash or in Kind of for value to be received Considered Good				
Advances to Joint Venture Companies	7,174,916.00	-	7,174,916.00	13,230,798.00
Advance to others	48,717,546.20	-	48,717,546.20	2,477,782.00
Accrued Interest	-	52,500.00	52,500.00	-
Advance Payment Against Taxes	8,500.00	-	8,500.00	8,500.00
TOTAL ...	55,900,962.20	52,500.00	55,953,462.20	15,717,080.00

SCHEDULE - 7, CURRENT LIABILITIES

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
Sundry Creditors				
Payable to the Holding / Strategic Partner	-	-	-	8,735,261.00
Other Sundry Creditors	2,824,066.20	-	2,824,066.20	13,775.00
Other Liabilities	157,900.00	39,200.00	197,100.00	330,947.00
TOTAL ...	2,981,966.20	39,200.00	3,021,166.20	9,079,983.00

SCHEDULE - 8, PROVISIONS

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
Provision for Taxation	9,500.00	-	9,500.00	9,500.00
TOTAL ...	9,500.00	-	9,500.00	9,500.00

SCHEDULE - 9, MISCELLANEOUS EXPENDITURE

(To the extent not written off or adjusted)

	AMRL As at December 31, 2010	Joint Venture Total As at December 31, 2010	As at December 31, 2010	As at December 31, 2009
Expenses incurred for increase in Authorised Share Capital	-	-	-	-
(Net off amortisation)	992,662.00	-	992,662.00	1,290,466.00
TOTAL ...	992,662.00	-	992,662.00	1,290,466.00

Notes to Accounts

Schedule –10, NOTES TO CONSOLIDATED ACCOUNTS

SIGNIFICANT ACCOUNTING POLICIES AND NOTES FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED ON DECEMBER 31, 2010

1. (I) Basis of preparation

- (i) The financial statements have been prepared and presented under the historical cost convention on accrual basis of accounting in accordance with the accounting principles generally accepted in India and in compliance with provisions of the Companies Act, 1956 and comply with the mandatory Accounting Standards (AS) specified in the Companies (Accounting Standard) Rules, 2006, prescribed by the Central Government.
- (ii) Financial statements are based on historical cost except where impairment is made and or revaluation is carried out.
- (iii) Accounting policies have been consistently applied by the Company except as stated otherwise.
- (iv) The Consolidated financial statements are prepared in accordance with the Accounting Standard 27, 'Financial Reporting of Interests in Joint Ventures' issued by the Central Government under the Companies (Accounting Standard) Rules, 2006. The consolidated financial statements comprises of the financial statements of ACC Mineral resources Limited (the company) and its 49% share in the four joint venture companies namely MP AMRL (Semaria) Coal Company Limited, MP AMRL (Bicharpur) Coal Company Limited, MP AMRL (Marki Barka) Coal Company Limited and MP AMRL (Morga) Coal Company Limited. Accordingly all the assets, liabilities, incomes and expenses of the joint venture companies have been included to the extent of 49% representing the company's share in these consolidated financial statement of the company.

(II) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting period end. Although these estimates are based upon management's best knowledge of current events and actions, actual results could differ from these estimates.

(III) Significant Accounting Policies

A) Revenue recognition

Dividend and Interest income

Dividend income is recognised when the right to receive such dividend is established.

Interest income is recognized on a time proportion basis taking into account the amount outstanding and the rate applicable.

B) Fixed Assets

- (i) Tangible fixed assets are stated at the cost of acquisition less depreciation. Mineral rights of coal has been recognized as intangible assets and valued equivalent to the Equity share capital allotted to The M.P. State Mining Corporation Limited (MPSMC) in lieu thereof in terms of the provisions of Joint Venture Agreement. The value of mineral rights of coal may increase to the extent of further allotment of equity share capital to MPSMC.
- (ii) Capital work-in-progress includes expenses on account of prospecting, expenses for regulatory clearances, exploration and evaluation of coal

mines etc. These expenses are carried forward and will be capitalized once the mine starts the commercial production.

C) Depreciation / Amortization

Depreciation on tangible fixed assets is provided on straight line method at the rates prescribed in schedule XIV of the Companies Act, 1956 on a pro-rata basis. The intangible fixed assets i.e. mineral rights of coal, exploration and evaluation asset etc. is to be amortized on the basis of extraction of coal in proportion to the available mineable reserves of coal.

D) Investments

Current investments are carried at lower of cost and fair market value. Long term investments are carried at cost. Provision for diminution in the value of long term investments is made only if such a decline is other than temporary in nature.

E) Foreign currency transactions

Foreign currency transactions are initially recorded at the rates of exchange prevailing on the date of transactions. Foreign currency monetary items are subsequently reported using the closing rate. Non-monetary items which are carried in terms of historical cost denominated in a foreign currency are reported using the exchange rate at the date of the transaction. Exchange differences arising on the settlement of monetary items or on reporting company's monetary items at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognised as income or as expenses in the year in which they arise.

F) Income taxes

Tax expense comprises of current and deferred tax. The deferred tax charge or credit is recognized using current tax rates. Where there is unabsorbed depreciation or carry forward losses, deferred tax assets are recognized only if there is virtual certainty of realization of assets.

Other deferred tax assets are recognized only to the extent there is reasonable certainty of realization in future. Deferred tax assets/liabilities are reviewed as at each balance sheet date.

G) Contingencies / Provisions

A provision is recognized when an enterprise 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 reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate 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 economic benefit is remote.

H) Segment Reporting

The company operates in one business segment i.e. Development and operation of coal mines. This business segment is regarded as the primary segment. As the company has not yet started its commercial activities, there are no reportable geographical segments.

2. Contingent Liabilities not provided for ₹ Nil

3. Estimated amounts of contracts remaining to be executed on capital account and not provided for (net of advances) ₹ Nil

Subsidiary Financial Statements

4. Miscellaneous Expenditure

Expenses incurred in connection with increase in Authorised Share capital amounting to ₹ 14,89,000/-is being amortized over a period of 60 months commencing from May 2009.

5. Taxation

No provision for current tax is made as at 31st December 2010 in absence of any taxable income. However the income tax liability, if any, of the company would be determined on the basis of its results for the fiscal year ending on 31st March 2011. However the Deferred Tax Asset (DTA) has been created in Joint Venture Companies as below:

Description	Value As per Books	Value as per Income Tax	Difference	DTA @ 33.2175%
Preliminary Expenses	-	51,09,344	51,09,344	16,97,196

6. Related Party Disclosure**(A) Particulars of Holding / Associate Companies**

Name of Related Party	Nature of Relationship
ACC Limited	Holding Company
Bulk Cement Corporation (India) Ltd.	Fellow Subsidiary Company
ACC Concrete Limited	Fellow Subsidiary Company
Lucky Minmat Private Limited	Fellow Subsidiary Company
National Limestone Company Pvt. Limited	Fellow Subsidiary Company
Alcon Cement Company Pvt. Ltd.	Associate Company of the Holding Company
Encore Cement and Additives Pvt. Ltd.	Fellow Subsidiary Company
MP AMRL (Semaria) Coal Company Limited	Joint Venture Company (49% interest in Equity is held by AMRL)
MP AMRL (Bicharpur) Coal Company Limited	Joint Venture Company (49% interest in Equity is held by AMRL)
MP AMRL (Marki Barka) Coal Company Limited	Joint Venture Company (49% interest in Equity is held by AMRL)
MP AMRL (Morga) Coal Company Limited	Joint Venture Company (49% interest in Equity is held by AMRL)
Asian Concretes & Cements Pvt. Ltd.	Associate Company of Holding Company
Ambuja Cement India Private Limited	Promoter Group Company of the Holding Company
Ambuja Cements Limited	Promoter Group Company of the Holding Company
Holderind Investments Limited	Promoter Group Company of the Holding Company
Holcim (India) Private Limited	Promoter Group Company of the Holding Company
Holcim Service (Asia) Limited	Promoter Group Company of the Holding Company
Holcim (Bangladesh) Limited	Promoter Group Company of the Holding Company
Holcim Group Support Limited	Promoter Group Company of the Holding Company

Name of Related Party	Nature of Relationship
Holcim Singapore Limited	Promoter Group Company of the Holding Company
Holcim Trading FZCO	Promoter Group Company of the Holding Company
Holcim (Lanka) Ltd.	Promoter Group Company of the Holding Company
P T Holcim Indonesia Tbk	Promoter Group Company of the Holding Company
Holcim Services (South Asia) Limited	Promoter Group Company of the Holding Company
Holcim Foundation	Promoter Group Entity Company of the Holding Company
Holcim Ltd.	Promoter Group Company of the Holding Company
Holcim (Canada) Inc.	Promoter Group Company of the Holding Company
Siam City Concrete Co. Limited	Promoter Group Company of the Holding Company
Siam City Cement Company Limited	Promoter Group Company of the Holding Company
National Cement Factory	Promoter Group Company of the Holding Company
Holcim Environment Services Sa, Belgium	Promoter Group Company of the Holding Company
Holcim Vietnam	Promoter Group Company of the Holding Company

(B) Transactions with Holding Company

Particulars	For the year ended December 31, 2010	For the year ended December 31, 2009
1 Inter Corporate Deposits Received During The Year	311,50,000	13,00,000
2 Inter Corporate Deposits paid during the year	13,00,000	-
3 Inter Corporate Deposits as at the end of the year	311,50,000	13,00,000
4 Outstanding balance included in Current Liabilities (Net)	-	87,35,261

7. Earnings per Share - [EPS]

Particulars	For the year ended December 31, 2010	For the year ended December 31, 2009
Profit/(Loss) after taxation as per Profit and Loss account	(50,50,496)	1,61,135
Weighted average number of Equity shares outstanding	4,95,000	1,78,178
Basic earnings per Share (Weighted Average) in ₹ (face value - ₹ 100 per share)	(10.20)	0.90
(There are no diluted equity shares and hence there is no working for diluted earning per share)		

8. During the year the Company acquired and sold the following units of its investment in Baroda Pioneer Liquid Fund and LIC Mutual Fund.

Baroda Pioneer Fund

Description	Face Value	No. of Units	₹
Redemption of Investment	10.0063	43,25,162	4,32,51,888

LIC Mutual Fund

Description	Face Value	No. of Units	₹
Acquisition & Redemption	10.00	43,26,800	4,32,68,000

9. **Payment to Statutory Auditors:**

Particulars	For the year ended December 31, 2010	For the year ended December 31, 2010 (AMRL)	For the year ended December 31, 2010 (JVC)	For the year ended December 31, 2009
Audit Fees	64,700	50,000	14,700	50,000
<u>For other services</u>				
(i) Limited Review	36,000	36,000	-	36,000
(ii) Audit for Tax Purpose A/c	25,000	25,000	-	-
(iii) Fees for financial Reporting package	20,000	20,000	-	20,000
(iv) Consolidation of Accounts	25,000	25,000	-	-
Expenses Reimbursed	-	-	-	-
TOTAL ...	1,70,700	1,56,000	14,700	1,06,000

10. **Transactions with Joint Venture Companies**

	For the year ended December 31, 2010	For the year ended December 31, 2009
1 Advances given to Joint Venture Companies (JVC)	1,44,68,172	-
2 Reimbursement of expenses from JVC	3,99,710	-
3 Outstanding balance included in Current Assets	1,40,68,462	3,000

11. Advances to others include ₹ 4,86,97,046/- for carrying out the exploration activity of its Coal Blocks. The same shall be allocated to respective Coal Block's Joint Venture Company once the activity is complete and Geological Report and Detailed Project Report is prepared.

12. **Payment made in foreign currency**

Technical Fees: ₹ 57,77,569/- including ₹ 6,16,069/- of Joint Venture Companies.

13. Other Additional information pursuant to the provisions of paragraph 3 & 4 of the part II of schedule VI to the Companies Act, 1956 is not applicable in absence of any commercial activity.

14. The figures of the consolidated financial statements for the year ended 31st December 2010 are not strictly comparable with the previous year's figures due to the fact that investments in all four joint venture companies have been made in the current financial year.

15. Previous year's figures have been regrouped/ rearranged wherever necessary to make them comparable with current year's figures.

As per our report of even date

For and on behalf of the Board of
ACC Mineral Resources Limited,

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

T.N. Tiwari
Sunil Nayak } Director

Rajesh S. Joshi
Partner
Membership No. 38526

Dinesh Kumar Sonthalia
Company Secretary

Mumbai, January 31, 2011

Additional Information pursuant to part IV of Schedule VI to the Companies Act, 1956.

Balance Sheet Abstract and Company's General Business Profile

I. Registration Details

Registration No. **U10100MH1930PLC001612**State Code **11**Balance Sheet Date **31 12 2010**

II. Capital raised during the year (Amount in ₹ Thousands)

Public Issue

Nil

Rights Issue

Nil

Bonus Issue

Nil

Private Placement

Nil

III. Position of Mobilisation and Deployment of Funds (Amount in ₹ Thousands)

Total Liabilities

83681

Total Assets

83681

Sources of Funds

Paid-up Capital

49500

Reserves & Surplus

Nil

Secured Loans

Nil

Unsecured Loans

31150

Application of Funds

Net Fixed Assets

17470

Investments

Nil

Net Current Assets

56011

Misc. Expenditure

993

Accumulated Losses

4479

IV. Performance of Company (Amount in ₹ Thousands)

Turnover

Nil

Total Expenditure

7311

Profit / Loss Before Tax

- 6748

Profit / Loss After Tax

- 5051

Earning per share before Extraordinary Item in ₹

(10.20)

Dividend Rate %

Nil

Earning per share after Extraordinary Item in ₹

(10.20)

V. Generic name of Three Principal Products/Services of Company (as per monetary terms)

Item Code No. (ITC Code) **Nil**