

ANNUAL REPORT 2009-10

Believe in the dream



Notice

NOTICE is hereby given that the 11th Annual General Meeting of the Members of BARAK VALLEY CEMENTS LIMITED will be held on Saturday, the 07th day of August, 2010, at the Registered Office of the Company at 202, Royal View, B.K. Kakoti Road, Ulubari, Guwahati, Assam -781007 at 2.00 P.M. to transact the following business:

ORDINARY BUSINESS:

- To consider and adopt the audited Balance Sheet of the Company as at 31st March, 2010 and Profit and Loss A/c for the year ended on that date together with the Report of the Directors and Auditors thereon.
- To declare Dividend on Equity Shares for the year ended on 31st March, 2010.
- To appoint Director in place of Shri Bijay Kumar Garodia, who retires by rotation and being eligible, offers himself for reappointment.
- To appoint Director in place of Dr. Dhanpat Ram Agarwal, who retires by rotation and being eligible, offers himself for reappointment.
- 5. To appoint M/s Kumar Vijay Gupta & Co., Chartered Accountants as Stautory Auditors of the Company, to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to authorize the Board of Directors to fix their remuneration.

SPECIAL BUSINESS:

- 6. To consider and if thought fit to pass, with or without modification(s), following resolution as an Ordinary Resolution:
 - "RESOLVED THAT pursuant to the provisions of Section 256 read with Section 258 and other applicable provisions, if any, of the Companies Act, 1956 and rules made there under, consent be and is hereby accorded, not to appoint any other person in place and stead of Sh. Dinesh Chandra Agarwal, a Director retiring by rotation, who has expressed his un-willingness to be reappointed."
- 7. To consider and if thought fit to pass, with or without modification(s), following resolution as an Ordinary Resolution:
 - "RESOLVED THAT pursuant to Section 293(1)(d) and other applicable provisions (if any) of the Companies Act, 1956 consent of the members of the Company be and is hereby accorded, for borrowing from time to time, any sum or sums of money for the purposes of the Company upon such terms and conditions and with or without security as the Board of Directors (hereinafter referred to as "the Board" which term shall be deemed to include any Committee thereof) may in its discretion think fit, not withstanding, that the money or monies to be borrowed by the Company (apart from the Temporary loans obtained or to be obtained from time to time in the ordinary course of business) together with the money already borrowed, may exceed the aggregate of the Paid-up share Capital of the Company and its free reserves that is to say, reserves not set apart for any specific purpose(s), provided however that the money or monies to be borrowed by the Company together with the money already borrowed shall not, at any time exceed Rs.200 Crores(Rupees Two Hundred Crores only)".
- 8. To consider and if thought fit to pass, with or without modification(s), following resolution as an Ordinary Resolution:
 - "RESOLVED THAT pursuant to Section 293(1)(a) and other applicable provisions, if any, of the Companies Act, 1956, consent of the members of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter referred to as "the Board" which term shall be deemed to include any Committee thereof) to create such Charges, Mortgages and Hypothecations in addition to the existing charges, mortgages and hypothecations created by the Company, on such movable and immovable properties, both present and future, and in such manner as the Board may deem fit, together with power to take over the management and concern of the Company in certain events in favour of Banks/Financial Institutions and other investing agencies to secure Rupee/Foreign currency Loans and Working Capital facilities availed or proposed to be availed by the Company, provided that the total amount of loans together with interest thereon, additional interest, compound interest, liquidated damages, commitment charges, premium on pre-payment or on redemption, costs, charges, expenses and all other moneys payable by the Company in respect of the said Loans, shall not at any time exceed the limit of Rs.200 Crores(Rupees Two Hundred Crores only)".
 - "RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things, as well as to execute all such documents, instruments and writings as may be required in order to give effect to the above resolution".
- 9. To consider and if thought fit to pass, with or without modification(s), following resolution as Special Resolution:
 - "RESOLVED THAT pursuant to Section 21 and other applicable provisions (if any) of the Companies Act, 1956, rules and regulations made there under and subject to approval of Central Government the name of company be change from its existing name to BARAK CEMEMT LIMITED".
 - *RESOLVED FURTHER THAT the Board be and is hereby authorized to do all such acts, deeds and things, as well as to execute all such documents, instruments and writings as may be required in order to give effect to the above resolution."

BY ORDER OF THE BOARD For Barak Valley Cements Limited

Kolkata 26/05/2010



Sd/-(Bijay Kumar Garodia) Chairman



NOTES:

- A Member entitled to attend and vote at the Annual General Meeting is entitled to appoint proxy(ies) to attend and vote on a poll instead of him/her self and the proxy need not be a member of the Company.
- The instrument appointing proxy(ies), to be effective, must be duly filled, stamped and must reach at the company's registered office not later than 48 hours before the commencement of the meeting. A blank Proxy Form is annexed to this notice. 3.
- As required by Clause 49 of the Listing Agreement, the relevant details of the Directors liable to retire by rotation and seeking
- The Register of Members and Share Transfer Books of the Company shall remain closed from Monday, the 2nd day of August, 2010 to Saturday, the 7th day of August, 2010 (both days inclusive) for determining the names of members eligible for dividend
- Link Intime (India) Private Limited is the Registror & Share Transfer Agent (R&TA) of the Company. All investor related communications 5.

Link Intime (India) Private Limited

Unit: Barak Valley Cements Limited

A-40, 2nd Floor, Naraina Industrial Area,

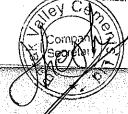
Phase II, Near Batra Banquet Hall, Naraina, New Delhi -110028

E mail: delhi@linktime.co.in

- Members are requested to notify about any changes in address/ bank details/ECS (Electronic Clearing Service) mandate to:
 - the R&T Agent of the Company, viz. Link Intime, if shares are held in physical form; and
 - their respective Depository Participants (DPs), if shares are held in electronic form. (b)
- Members/proxies are requested to kindly take note of the following: 7.
 - attendance slip, as sent herewith, is required to be produced at the venue duly filled in and signed for attending the (i)
 - entry to the hall will be strictly on the basis of the entrance pass, which shall be provided at the counters at the venue, in exchange for duly completed and signed attendance slips, and
 - in all correspondence with the Company and/or the R&T Agent, Folio No./DP & Client ID no. must be quoted. (iiii)
- Members are requested to send their queries, if any, at least 10 days in advance of the meeting so that the information can be 8. 9.
- In case of Joint holders attending the meeting, only such joint holder who is higher in the order of names will be entitled to vote. 10.
- Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution/Power of Attorney authorizing their representative to attend and vote on their behalf at the
- For any investor related queries, communication may be sent by e-mail at cs@barakcement.com. 11.
- Pursuant to Section 109A of the Companies Act, 1956, shareholders are entitled to make nomination in respect of shares held 12. by them in physical form. Shareholders desirous of making nominations are requested to send their requests in Form No. 2B in duplicate (which will be made available on request) to the R&T Agent.
- 13. All documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company on all working days, except Saturdays between 11.00 A.M. and 1.00 P.M. up to the date of the Annual General Meeting. 14
- Members may please note that briefcase, bag, mobile phone and/or eatables shall not be allowed to be taken inside the hall for 15.
- Details of the Directors seeking re-appointment in the 11th Annual General Meeting of the Company pursuant to Clause 49 of
 - Sh. Bijay Kumar Garodia
 - Brief Resume:

Mr. Bijay Kumar Garodia, aged 53 years and has started his business career in 1978 by establishing a small-scale industry and within a decade he established himself as a successful entrepreneur, he has also promoted Forest Product based industry in the North-Eastern state of Assam and Arunachal Pradesh.

He was duly appointed as a Director of the Board of Arunachal Pradesh Forest Product Corporation Limited in 1995 and subsequently, awarded the "National Citizenship Award" in 1995 by the then Honorable Prime Minister of India.





b. Nature of experience:

He has vast knowledge, experience in promoting and developing various industries in North-East Region, further he is associated with the Company since inception.

c. Companies in which he holds the Directorship and the Membership of the Committees of the Board:

01. Meghalaya Cements Limited

04. Prithvi Ferro Alloys Pvt. Ltd.

02. Prithvi Energy Limited

05. Dhariwal Power and Alloys Pvt. Ltd

03. Aditya Mining & Steel Pvt. Ltd.

06. Prithvi Global Ventures Ltd, London, UK

d. Shareholding: 21,62,500 Equity Shares.

e. Relationship with other Directors: Brother of Mr. Mahendra Kumar Agarwal's (Vice-Chairman) wife.

il. Dr. Dhanpat Ram Agarwal

a. Brief Resume:

Dr. Dhanpat Ram Agarwal, aged 50 years, is a qualified Chartered Accountant, holds degree of Law and is having doctorate degree in Economics. He has authored books on WTO, IPR and Direct Taxes.

b. Nature of experience:

He has done extensive foreign traveling on professional and academic assignment. He is a resource person for WTO outsourcing roster for the delivery of training and technical co-operation activities. He is associated with the Company as Independent Director since March 2006.

c. Companies in which he holds the Directorship and the Membership of the Committees of the Board:

TCI Finance Ltd.

Lucas Financial Services Pvt. Ltd.

ITAG Business Solutions Ltd.

Kumpepar Construction Pvt. Ltd.

- d. Shareholding: Nil
- e. Relationship with other Directors: Nil

BY ORDER OF THE BOARD For Barak Valley Cements Limited

Kolkata 26/05/2010 Sd/-(Bijay Kumar Garodia) Chairman





EXPLANATORY STATEMENT (UNDER SECTION 173 OF COMPANIES ACT, 1956)

Item No. 6

Pursuant to Section 255 and 256 of Companies Act, 1956 Sh. Dinesh Chandra Agarwal, Director is liable to retire by rotation and has expressed his unwillingness to be reappointed. The Board of Directors in their Meeting held on 26/05/2010 resolved not to propose appointment of any other person in place and stead of Sh. Dinesh Chandra Agarwal.

In accordance with Section 256(4)(a) of the Companies Act, 1956 if at the place of the retiring director is not so filled up and the Meeting has not expressly resolved not to fill the vacancy, the Meeting shall stand adjourned till the same day in the next week, at the same time and place or if that day is a public holiday, till the next succeeding day which is not a public holiday, at the same time and place. Further, according to Section 258 of the Companies Act, 1956 a Company in general meeting may, by ordinary resolution, increase or reduce

Your Directors consider the resolution in interest of the Company and recommends the resolution for your approval.

None of Directors of your Company are interested, either directly or indirectly, in the said proposal, except to the extent of their

Item No. 7

Since the company is expanding its operations and borrows money in regular course of its business activities, therefore it needs more funds to fulfill its fund requirements, the present maximum limit up to which company can borrow is aggregate of Paid-up Capital and Free Reserve, so if is proposed to increase the Borrowing Power of the Board. Therefore, your Directors place before you the proposal to increase the maximum borrowing limit to Rs. 200 Crores (Rupees Two Hundred Crores) so that they can borrow money, from time to time, for the abovementioned purpose and also for any other purpose which they at their absolute discretion and in the best interest of the Company may deem fit, notwithstanding such amount together with amount already borrowed may exceed Paid-up Share Capital

Your Directors consider the resolution in interest of the Company and recommends the resolution for your approval.

None of Directors of your Company are interested, either directly or indirectly, in the said proposal, except to the extent of their

Item No. 8

As per the provisions of Section 293(1)(a) of the Companies Act, 1956, the Board of Directors of a Public Company can not Sell, Lease or otherwise dispose of the whole or substantially the whole of the undertaking of the Company or where the Company owns more than one undertaking, of the whole, or substantially the whole, of any such undertaking with out the consent of the shareholders in the

The borrowing power of the Company has been increased to Rs. 200 Crores consequent to the said increase the Company may create further Mortgage/Hypothecation or Charges on the present and Future Assets of the Company in favour of Banks/Financial Institutions or any other Lenders. As the Mortgage/Charge/Hypothecation by the Company on its Assets as aforesaid in favour of the Banks and Financial institutions may be regarded as disposal of the Company's properties/undertaking in certain events of default, it is necessary for the Members to pass a resolution under section 293(1)(a) of the Companies Act, 1956, for creation of said Charge/Mortgage/

Your Directors consider the resolution in interest of the Company and recommends the resolution for your approval.

None of Directors of your Company are interested, either directly or indirectly, in the said proposal, except to the extent of their

<u>Item No. 9</u>

For better representation of objects and activities of the Company, the Board of Director in their Meeting held on 26/05/2010 proposed to change the name of Company from its existing name to 'BARAK CEMENT LIMITED'.

In accordance with Section 21 of the Companies Act, 1956 a Company may by special resolution and with the approval of the Central

Your Directors consider the resolution in interest of the Company and recommends the resolution for your approval.

None of Directors of your Company are interested, either directly or indirectly, in the said proposal, except to the extent of their

BY ORDER OF THE BOARD For Barak Valley Cements Limited

Kolkata 26/05/2010

(Bijay Kumar Garodia) Chairman





Directors' Report

To The Members,

Your Directors are pleased to present 11th Directors' report for the Financial Year ended on 31st March, 2010.

Financial Results

The summery of your Company's financial performance during Financial Year ended on 31st March, 2010 is as under:

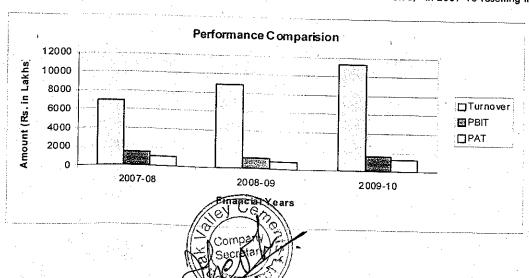
Particulars	3	Year Ended on 11st March, 2010		Rs. In Lace Year Ended or 31st March, 2009
Sales (net of excise duty) Other Income		11294.09 1.27		8914.33 48.13
Total Sales & Other Income		11295.36		8962.46
Profit before Interest, Dep. & Income Tax Less: Depreciation		2254.58 626.2		1744.11 607.81
Profit Before Interest and Income Tax Less: Interest		1628.38 293.17		1136.30 292.46
Profit before Income Tax Less: Prior Period Adjustments Less: Provision for Income Tax Current Income Tax Deferred Tax Liability		1335.21 23.47	1	843.84 1.52
Fringe Benefit Tax Profit after Tax		(6.26)	18.54 7.11	25.65
Add: Balance Brought down from last year		1318.00 3711.56		816.67 3154.15
Profit available for Appropriation Less: Appropriations Transferred to General Reserve		5029.56		3970.82
Proposed Dividend on Equity Shares Corporate Dividend Tax	221.60 37.66	259.26	221.60 37.66	259.26
Balance Transferred to Reserve & Surplus		4770.30		3711.56

OPERATIONS

Stand Alone Financial

Your Company has achieved the 26.70% increase in the turnover (from Rs. 8914.33 Lakhs in 2008-09 to Rs. 11294.09 in 2009-10), consequently there is increase of 61.39 % in the Net profit of the Company (from Rs. 816.67 in 2008-09 to Rs. 1318.00 in 2009-10).

The Earning Per Share of the Company has been increased from Rs.3.69/- in 2008-09 to Rs. 5.95/- in 2009-10 resulting into 61.25%





The state of the s				
Financial Ratios		2007-08	2008-09	2009-10
Current Ratio		3.64	3.83	3.33
Debt Equity Ratio		0.43	0.39	0.42
Return on Equity *Price Earning Ratio		15.03%	10.37%	14.75%
*Dividend Yield Ratio		5.57	3.58	4.66
Net Profit Ratio		6.09%	7.58%	3.60%
Class		15.65%	9.16%	11.67%

^{*} Closing market price as on 31" March (Source: www.nseindia.com)

Consolidated

The Consolidated Financial Statement, is prepared according to the Accounting Standards of ICAI, further as per the requirement of Clause 32 of the Listing Agreement, the audited consolidated financial results of the Company are attached with the annual report. Summary of Consolidated financial performance of the Company and its subsidiaries is hereunder mentioned:

(Rs. in Lacs)

Particulars	-				
				2009-10	2008-09
Sales/ Turnover					
Profit Before Tax	•			15,436.50	11,941.18
Profit After Tax				1,142.07	597.49
				1,152.19	593.00
Total Shareholders Fund				11,486,43	
<u> </u>		· · · · · · · · · · · · · · · · · · ·	·	11,460,43	7,872.41

Subsidiaries

At present, your company has six subsidiary companies namely (i) Cement International Limited, (ii) Badarpur Energy Private Limited, (iii) Meghalaya Minerals and Mines Limited,(iv) Singlacherra Tea Company Private Limited, (v) Goombira Tea Company Private Limited,

Your Company has applied for exemption under Section 212 of the Companies Act, 1956 from attaching the annual accounts of subsidiaries with that of holding company and the same was granted by Ministry of Corporate Affairs, Government of India vide their dated 09/04/2010. The annual accounts and other related information of subsidiaries will be made available to investors of holding as well as of subsidiaries on request, who are seeking such information.

DIVIDEND

Your Directors after considering the performance of the Company for the Financial Year 2009-10 have recommended a Dividend of Re. 1/- per Equity Share of Face Value of Rs. 10/- each, amounting to Rs. 221.60 Lakhs (Previous Year Dividend of Re. 1/- per Equity Share General Meeting.

MANAGEMENT DISCUSSION AND ANALYSIS

In accordance with the Clause 49 of the Listing Agreement, Management Discussion and Analysis Report is annexed herewith and forming integral part of this report.

CORPORATE GOVERNANCE REPORT

A separate section on Corporate Governance in the Annual Report of the Company, with a detailed compliance report on Corporate Governance is forming part of this report.

DIRECTORS

In accordance with the provision of Section 255 & 256 of Companies Act, 1956 Mr. Bijay Kumar Garodia, Dr. Dhanpat Ram Agarwal & Mr. Dinesh Chandra Agarwal are liable to retire by rotation. Mr. Dinesh Chandra Agarwal has expressed his unwillingness to be reappointed, the Board decided not to propose appointment of any other person on his place.

AUDITORS

The Statutory Auditor of the Company M/s Kumar Vijay Gupta & Co., Chartered Accountant, will cease his office at the ensuing Annual General Meeting of the Company and are eligible for re-appointment. They have sought re-appointment and have confirmed that their appointment, if made, shall be within the limits laid down under Section 224(1B) of the Companies Act, 1956. Further M/s Kumar Vijay of ICAL.

The Board of Directors recommend the re-appointment of M/s Kumar Vijay Gupta & Co. as Statutory Auditor of the Company from the conclusion of ensuing Annual General Meeting of the Company till the conclusion of Annual General Meeting to be held next thereafter and to fix their remuneration.

AUDIT COMMITTEE

Your Company has an Audit Committee, in terms of Companies Act, 1956 and that of Listing Agreement, further details of Audit Committee are given in the Corporate Governance Report.

6



AUDITOR'S REPORT

Auditors' Report to the Shareholders does not contain any qualifications. Notes on Accounts referred to the Auditor's Report are self explanatory and thereafter do not call for further comments.

PARTICULARS OF EMPLOYEES

None of the employee of the Company was in receipt of remuneration in excess of the limits laid down in Section 217(2A) of the Companies Act, 1956 read with Companies (Particular of Employees) Rules, 1975.

DIRECTORS RESPONSIBILITY STATEMENT

Pursuant to the requirements of Section 217(2AA) of the Companies Act, 1956, the Directors, to the best of their knowledge and belief and according to the information and explanations obtained by them, confirm that they have taken all reasonable steps, as are required to ensure:

- that all the applicable accounting standards have been followed in preparation of the financial statements and there are no material departures from the said standards;
- ii. that reasonable and prudent accounting policies have been used in preparation of the financial statements, that they have been consistently applied and that reasonable and prudent judgments and estimates have been made in respect of items not concluded by the year end, so as to give a true and fair view of the state of affairs of the Company as at 31.03.2010 and of the profit for the year ended 31.03.2010;
- that proper and sufficient care has been taken for 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 financial statements have been prepared on a going concern basis.

INSURANCE

All the properties of the Company, including building, plant and machinery and stocks, where necessary and to the extent required have been adequately insured against major risks.

PUBLIC DEPOSIT, BUY BACK OF SHARES

During the period under review, your Company has not accepted any deposit from public/ shareholders in accordance with Section 58A of the Companies Act, 1956 and rules made there under and hence no amount of principal or interest was outstanding as on 31/03/2010.

No Buy Back of Shares was proposed or pending during the Financial Year ended on 31/03/2010.

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

The particulars as prescribed under Section 217(1)(e) of the Companies Act, 1956 read with the Companies (Disclosure of Particulars in the report of the Board of Directors) Rules, 1988 are set out in Annexure 'A' forming part of this report.

ACKNOWLEDGMENT

Your Directors place on record their sincere appreciation for significant contribution made by the employees through their dedication, hard work and commitment. Despite severe competition, the enthusiasm and unstinting efforts of the employees have enabled the Company to remain at the forefront of the industry.

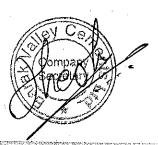
Your Directors take this opportunity to express their deep sense of gratitude to the banks, financial institutions, central and state governments and their departments and the local authorities for their continued guidance and support.

Your Directors would also like to place on record their sincere appreciation for the total commitment, dedication and hard work put in by every member of the BVCL family.

Your Directors are also grateful to the shareholders for their confidence and faith reposed in the Company.

For Barak Valley Cements Limited

Kolkata 26/05/2010 Sd/-**Bijay Kumar Garodia** Chairman





Annexure 'A' to Director's Report

Particulars required under the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988

a) Energy Conservation Measures Taken:

- Installation of VFD at kiln BF fan 110 kw saving power 70 kw/hr.
- Installation of VFD at kiln BF fan 75 kw saving power 27 kw/hr.
- iii. Installation of VFD at kiln CF2 fan 55 kw saving power 22 kw/hr.
- iv. Installation of VFD at kiln CF3 fan 55 kw saving power 25 kw/hr.
- v. Installation of VFD at kiln CF4 fan 55 kw saving power 30 kw/hr.
- vi. Installation of VFD at coal mill TF 3.7 kwsaving power 2.2 kw/hr.
- vii. Installation of VFD at coal mill CA fan saving power 12 KW/hr.
- viii. Add 120 KVAR capacitor Bank with C/M3 saving power 50 kw/hr.
- ix. PLC in Cement Grinding Mill No. 3.

b) Additional investment and proposal, being implemented for reduction of energy consumption.

- Steel Chord Belt Elevator at different place with auxiliary drive.
- Weigh feeders in Raw material grinding.
- Follaphone in Grinding Mills.
- iv. Belt weighers.
- v. Soft starter at difference place to take care of Starting Torque of motor.
- vi. Auxilary drive in cement mills.
- Audit and replacement of motor of correct size.
- viii. Replacement of cement mill no. 1, motor for 450 KW to 350 kw.
- Weigh feeder in place of coal feeding screw conveyor.

c) Impact of measure at (a) and (b) above for reduction of energy consumption and consequent impact on the

After implementation of the above measure, power consumption will decrease and production will increase.

d) Total Energy Consumption and Consumption per unit of production as per Form A in respect of Industries specified in the schedule:

FORM - A

DISCLOSURE OF PARTICULARS WITH RESPECT TO CONSERVATION OF ENERGY:

Power and Fuel Consumption	
a) Purchase Units (KWH)	<u>2009-10</u> <u>2008-09</u>
Total Amount (Rs. In Lakhs)	2,39,03,974 Units 2,19,17,151 Units
Rate/Unit (Rs.)	1358.64 1155.05
Own Generation (KWH)	5.68 5.27
Total Amount (Rs. in Lakhs)	1,73,304 Units 8,33,950 Units
Rate/Unit (Rs)	17.73 78.56
b) Coal Consumption	10.23 9.42
Total Amount (Rs. in Lakhs)	27,115.33 MT 29,258.71 MT
Rate/MT (Rs)	1060.68
Concumuation	3912 4062
Consumption per unit of production (Unit/MT)	Power (Per MT Cord (Per MT
	codi [fel M]
Standard, if any	or Chiker
Current Year	129.00 0.20
Previous Year	115.80 0.18
Previous Year	127.47 0.18



FORM-B

TECHNOLOGY ABSORPTION AND RESEARCH AND DEVELOPMENT

- Researches and Development (R&D)
 - Specific Areas in which Research and Development (R&D) is being carried out by the Company a)
 - Use of Combustion catalyst coal saver.
 - ii. Use of flyash activator.
 - Use of waste heat from cooler to dry the flyash and coal. iii.
 - Lime sludge bricks and to use as pozzolana.
 - Two ways secondly firing at a time.
 - Benefits derived as a result of the above efforts. b)

Cost of Clinker will reduce by 2 to 3%.

Future plan of action c)

To modify the preheater with precalciner to increase the production of clinker from 700 MTD to 850 MTD.

Expenditure on R&D d)

Partic	ulars	2009-2010	2008-2009
1. Capito	Il Expenditure	Nil	Nil
2. Recur	ing Expenditure	30,69,527	2,75,000
Total	Expenditure	30,69,527	2,75,000

- Technology absorption, adaptation and innovation during 2009 10 the following jobs were taken up. 2.
 - Three tier conveyor to dry the coal from waste heat of cooler. a)
 - Manufacturing the drg chain and installation through inside of cooler chamber.
 - Benefit derived as a result of the above efforts b)

The installed capacity of the kiln production will go upto 700 T/Day of clinker and 850 MT of Cement.

c) Foreign Exchange earning and outgo.

> Due to demand supply gap in North Eastern areas, the company is able to sell its entire production in the domestic market itself. Hence, the company is not engaged in any activity relating to import or export.

Foreign Exchange Earned

NII

Foreign Exchange Used

(Foreigh Travelling Expenses)

Rs. 1,47,378

For Barak Valley Cements Limited

Bijay Kumar Garodia

Kolkata 26/05/2010



Sd/-

Chairman