

TALAVADI CEMENTS LIMITED

**ANNUAL REPORT AND ACCOUNTS
2013 – 14**

TALAVADI CEMENTS LIMITED

Registered Office:
9/1, R. N. Mukherjee Road,
Kolkata 700 001
CIN –U72900WB1995PLC099355

DIRECTORS' REPORT

To the Shareholders

Your Directors have pleasure in presenting their Report together with the Audited Accounts of the Company for the year ended 31st March, 2014.

GENERAL REVIEW:

The fly ash extraction Plant of the Company situated at Unchahar near Raebareli, Uttar Pradesh has operated successfully throughout the year and 352092.18 M/Ts. of fly ash has been extracted and despatched to Satna and Raebareli Units of Birla Corporation Limited.

The Company has been granted mining lease for 2,130 hectares in Satna district, Madhya Pradesh, by the Mineral Resource Department, Bhopal. The recommendation was challenged by various parties in the Mines Tribunal and in Jabalpur High Court. All the petitions have since been dismissed except one before the Tribunal and one before the High Court.

STATUS OF THE SCHEME OF AMALGAMATION:

The Board of Directors of the Company at its meeting held on 25th July, 2013 had approved the Scheme of Amalgamation to amalgamate Talavadi Cements Limited, a 98% subsidiary with Birla Corporation Limited, Holding Company with an appointed date of 1st April, 2013. The Scheme has also received approval of the shareholders at the court convened meeting of the Company held on 7th April, 2014. The Scheme is subject to the approval of the Hon'ble High Court at Calcutta.

ACCOUNTS AND FINANCIAL MATTERS:

	For the year ended 31st March, 2014 ₹	For the year ended 31st March, 2013 ₹
Total Revenue	: 1,39,19,458	1,45,99,359
Profit before Tax, Depreciation & Amortisation	: 73,80,345	1,24,17,127
Depreciation and Amortisation Expense	: 35,46,912	34,79,205
Profit before Tax	: 38,33,433	89,37,922
Current Tax	: 7,16,723	16,00,773
MAT Credit (Entitlement)/Reversal	: 94,430	3,61,466
Deferred Tax	: 6,124	4,32,912
Profit for the year	: 30,16,156	65,42,771
Surplus/(Deficit) as per last Financial Statements	: 2,04,07,398	1,38,64,627
Net Surplus/(Deficit)	: 2,34,23,554	2,04,07,398

DIVIDEND:

Your Directors do not recommend any Dividend during the year

DIRECTORS:

Shri B.R. Nahar retires from the Board by rotation, and being eligible, offers himself for re-appointment.

AUDITORS:

Messrs. M. R. Daga & Co., Chartered Accountants, retires as Auditors of the Company and, being eligible, offers themselves for re-appointment.

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

Information in accordance with the provisions of Section 217(1)(e) of the Companies Act, 1956, read with Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 regarding conservation of energy and technology absorption is not provided as the same is not applicable to the Company. There are no foreign exchange earnings and outgo during the year under review.

PARTICULARS OF EMPLOYEES:

The Company has no employee getting remuneration as prescribed under Section 217(2A) of the Companies Act, 1956, read with the amended Companies (Particulars of Employees) Rules, 1975.

DIRECTORS' RESPONSIBILITY STATEMENT:



In accordance with the provisions of Section 217(2AA) of the Companies Act, 1956, your Directors state that –

- i) in the preparation of the annual accounts, the applicable accounting standards have been followed;
- ii) the accounting policies adopted and applied in the preparation of the annual accounts have been consistently followed and reasonable and prudent judgments and estimates have been made so as to give a true and fair view of the state of affairs of the Company at the end of the financial year 2013-14 and of the profit for the year ended 31st March, 2014;
- iii) proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 1956 and safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv) the annual accounts have been prepared on a going concern basis.

ACKNOWLEDGEMENT:

Your Directors wish to place on record their appreciation for co-operation received from various Government agencies.

For and on behalf of the Board

 B.R. Nahar
 G. Jayaraman
} Directors

Place: Kolkata

Date: 5th May, 2014.

AUDITORS' REPORT

To the members of
TALAVADI CEMENTS LIMITED

We have audited the attached Balance Sheet of TALAVADI CEMENTS LIMITED as at 31st March 2014, the Profit & Loss Account and Cash Flow statement of the Company for the year ended on that date annexed thereto. These financial statements are the responsibilities of the Company's Management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Standards on auditing 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.

As required by the Companies (Auditors' Report) Order, 2003 issued by the Central Government in terms of section 227 (4A) of the Companies Act, 1956 we enclose in the Annexure, a statement on the matters specified in paragraph 4 and 5 of the said Order.

Further to our comments in the Annexure referred in paragraph 1 above, we report that:

1. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purposes of our audit.
2. 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 such books.
3. The Balance Sheet, Profit & Loss Account and Cash Flow statement dealt with by the report is in agreement with the books of account.
4. In our Opinion, Balance Sheet, Profit & Loss Account and Cash Flow Statement dealt with by this report comply with the Accounting Standards referred to in section 211 (3C) of Companies Act, 1956.
5. On the basis of the written representation received from the directors as on 31st March 2014 and taken on record by the Board of Directors, we report that none of the Directors is disqualified as on 31st March 2014 from being appointed as Director in term of Clause (g) of sub section (1) of section 274 of the Companies Act, 1956.

In our opinion and to the best of our information and according to the explanations given to us, the said accounts give the information by the Companies Act, 1956 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 31st March, 2014; and
- b. in the case of Profit and Loss Account, of the Profit of the company for the year ended on that date;
- c. in the case of Cash Flow Statement, of the Cash Flows for the year ended on that date.

Place: Satna
Date: 06.05.2014

For and on behalf of
M.R. Daga & Co.
Chartered Accountants


Pankaj Daga
(M.No.404056)
Partner



ANNEXURE TO THE AUDITORS' REPORT

(Referred to in paragraph 1 of our report of even date on the accounts for
The year ended 31st March 2014)

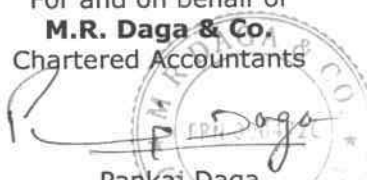
- (i) (a) The company has maintained proper records showing full particulars including quantitative details and situation of Fixed Assets.
- (b) According to the information and explanations given to us the fixed assets were physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification.
- (c) The company has not disposed off any Fixed Assets during the year, and therefore the going concern assumption is not effected.
- (ii) As the Company is not having any inventory, hence physical verification was not required.
- (iii) The company has not granted any secured or unsecured loan to companies, firms or other parties covered in the register maintained under Section 301 of the Companies Act, 1956.
- During the year the company has not taken any secured or unsecured loan from any companies firms or any other parties listed in the register maintained under Section 301 of the Companies Act, 1956.
- (iv) In our opinion, and according to the information and explanations given to us, there are adequate internal control systems commensurate with the size of the Company and nature of its business for the purchase of fixed assets. However the Company has not undertaken any activity of purchase of inventory and sale of goods.
- (v) During the year the company has entered into transactions that need to be entered in the register maintained under section 301 of the Companies Act, 1956. The prices at which such transactions have been made are reasonable having regard to the prevailing market price at the relevant time.
- (vi) The Company has not accepted any deposits from the public during the year.
- (vii) Internal Audit System is not applicable to the Company.
- (viii) The Central Government has not prescribed maintenance of cost records under Section 209(1) (d) of the Companies Act 1956.

Contd...2



- (ix) (a) The Company does not fall under the purview of the Provident Fund Act, 1952 and the Employees State Insurance Act, 1948. According to the information and explanations given to us, no undisputed amounts payable in respect of Investor Education and Protection Fund, Income Tax, Sales Tax, Wealth Tax, Service Tax, Customs and Excise Duty, Cess and other statutory dues were outstanding as at 31st March 2014 for a period of more than six months from the date they become payable.
- (b) According to the information and explanations given to us, the Company has no disputes in case of dues of Sales tax, income tax, Wealth tax, Service tax, Custom duty, Excise duty and Cess.
- (x) The Company does not have any accumulated losses at the end of the financial year, and has not incurred any cash losses in the financial year and in the financial year immediately proceeding such financial year.
- (xi) The Company has no dues towards a financial institution or bank or debenture holders.
- (xii) The company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- (xiii) The provisions of any special statue applicable to chit fund / nidhi/ mutual benefit fund/ societies are not applicable to the Company.
- (xiv) The Company is not dealing or trading in shares, securities, debentures and other investments.
- (xv) According to the information and explanations given to us, the Company has not given any guarantee for loans taken by others from bank or financial institutions.
- (xvi) The Company has not availed any term loan during the year.
- (xvii) The Company has not been raised any short or long term fund during the year.
- (xviii) The company has not made any preferential allotment of shares during the year to parties and companies covered in the Register maintained under section 301 of the Companies Act, 1956.
- (xix) The Company has not issued debentures during the year
- (xx) The Company has not raised money by means of public issue.
- (xxi) In our opinion and to the best of our information and according to the explanations given to us, no fraud on or by the company was noticed or reported during the year.

For and on behalf of
M.R. Daga & Co.
Chartered Accountants



Pankaj Daga
(M.No.404056)
Partner



Place: Satna
Date: 06 05 . 2014

TALAVADI CEMENTS LIMITED
BALANCE SHEET as at 31st Mar 2014

(Amount in Rs.)


	Note	As at Mar 31, 2014	As at Mar 31, 2013
<u>EQUITY AND LIABILITIES</u>			
<u>SHAREHOLDERS' FUND</u>			
Share Capital	2.1	6,00,00,000	6,00,00,000
Reserves and Surplus	2.2	2,34,23,554	2,04,07,398
		8,34,23,554	8,04,07,398
<u>NON-CURRENT LIABILITIES</u>			
Deferred Tax Liabilities (Net)	2.3	60,28,283	60,22,159
Long-Term Provisions		-	-
		60,28,283	60,22,159
<u>CURRENT LIABILITIES</u>			
Other Current Liabilities	2.4	4,49,200	3,31,864
		4,49,200	3,31,864
TOTAL		8,99,01,037	8,67,61,421
<u>ASSETS</u>			
<u>NON-CURRENT ASSETS</u>			
Fixed Assets			
Tangible Assets	2.5	3,99,74,606	4,03,70,837
Intangible assets		-	-
		3,99,74,606	4,03,70,837
Non-Current Investments	2.6	10,000	10,000
Long-Term Loans and Advances	2.7	4,15,30,586	41,62,673
Other Non-Current Assets	2.10	50,42,608	50,42,608
		4,65,83,194	92,15,281
<u>CURRENT ASSETS</u>			
Current Investments	2.8	-	1,23,00,000
Cash and Bank Balances	2.9	23,26,935	2,30,87,408
Short-Term Loans and Advances	2.7	9,19,869	
Other Current Assets	2.10	96,433	17,87,895
		33,43,237	3,71,75,303
TOTAL		8,99,01,037	8,67,61,421

Significant Accounting Policies

1

The accompanying Notes referred to above form an integral part of the Financial Statements

As per our Report annexed
For M.R. Daga & Co.
Chartered Accountants


Pankaj Daga
Partner
(Membership No. 0404056)




S. Jayaraman

Directors

Place: SATNA
Dated: 06.05.2014

Place: KOLKATA
Dated: 05.05.2014

TALAVADI CEMENTS LIMITED
STATEMENT OF PROFIT & LOSS for the period ended 31st Mar, 2014

		(Amount in Rs.)	
	Note	For the Period ended 31st Mar, 2014	For the Period ended 31st Mar, 2013
INCOME			
I		-	-
		-	-
		-	-
II	2.11	1,39,19,458	1,45,99,359
III		1,39,19,458	1,45,99,359
IV EXPENDITURE			
		-	-
		-	-
		-	-
		-	-
	2.12	13,303	-
	2.13	65,25,810	21,82,232
		6,539,113	2,182,232
V		73,80,345	1,24,17,127
VI	2.14	35,46,912	34,79,205
		38,33,433	89,37,922
		-	-
		-	-
VII		38,33,433	89,37,922
VIII		-	-
		7,16,723	16,00,773
		94,430	3,61,466
		6,124	432,912
		30,16,156	65,42,771
		-	-
		-	-
		-	-
IX		30,16,156	65,42,771
		2,04,07,398	1,38,64,627
		2,34,23,554	2,04,07,398
X Earnings Per Share [nominal value Rs. 10 /- each]			
		6,000,000	6,000,000
		0.50	1.09

Significant Accounting Policies

1

The Notes are an integral part of the Financial Statements

As per our Report annexed
For M.R. Daga & Co.
 Chartered Accountants


 Pankaj Daga
 Partner
 (Membership No. 0404056)




 Directors

Place : **SATNA**
 Dated : **06.05.2014**

Place : **KOLKATA**
 Dated : **05.05.2014**

Cash Flow Statement for the year ended 31st March, 2014

Particulars	For the year ended 31st March, 2014	For the year ended 31st March, 2013
A. Cash Flow from Operating Activities:		
Profit before Tax	3,833,433	8,937,922
Adjustments for :		
Depreciation & Amortisation	3,546,912	3,479,205
Investing Activities (Net)	(2,476,842)	(4,131,341)
Operating Profit before Working Capital changes	4,903,503	8,285,786
Adjustments for :		
(Increase)/ Decrease in Long Term Loans and Advances	(37,682,346)	-
(Increase)/ Decrease in Short Term Loans and Advances	1,649,381	(1,656,539)
Increase/ (Decrease) in Other Current Liability	117,336	296,054
Increase/ (Decrease) in Short Term Provisions	-	-
Cash generated from operations	(31,012,126)	6,925,301
Less :- Direct Taxes Paid	1,374,508	1,869,480
Net Cash from Operating Activities	(32,386,634)	5,055,821
B. Cash Flow from Investing Activities:		
Purchase of Non Current Assets	(3,150,681)	(121,800)
Purchase of Non Current Investments (Net)	-	-
Purchase/Sale of Current Investments (Net)	30,237,000	(8,585,576)
Sale of Non Current Investments	1,118,231	1,560,494
Sale of Current Investments	791,205	193,132
Interest received from Non Current Investments	-	-
Interest received from Current Investments	495,312	1,840,599
Dividend received from Non Current Investments	-	-
Dividend received from Current Investments	72,094	537,117
Net Cash used in Investing Activities	29,563,161	(4,576,034)
C. Cash Flow from Financing Activities		
Net Cash used in Financing Activities	-	-
D Net increase in Cash and Cash Equivalents (A+B+C)	(2,823,473)	479,787
E Cash and Cash Equivalents (Opening Balance)	2,837,408	2,357,621
F Cash and Cash Equivalents (Closing Balance) (D+E)	13,935	2,837,408

Notes:

- Above statement has been prepared in indirect method.
- Cash and Cash Equivalents consist of Cash balance in hand and balances with Scheduled Banks .
- Figures for the previous year have been re-grouped wherever considered necessary.

As per our Report annexed

For M.R. Daga & Co.
Chartered Accountants

Pankaj Daga

Partner

(Membership No. 404056)



Ten Nahar
S. Sanyal
Directors

Place : SATNA
Dated : 06.05.2014

Place : KOLKATA
Dated : 05.05.2014

TALAVADI CEMENTS LIMITED

Notes to Financial Statements for the period ended 31st Mar 2014

Basis of Accounting

The financial statements are prepared under the historical cost convention, except stated otherwise, on an accrual basis and in accordance with the generally accepted accounting principles in India, the applicable mandatory Accounting Standards as notified by the Companies (Accounting Standard) Rules, 2006 (as amended) and the relevant provisions of the Companies Act, 1956, read with general circular No 15/2013 dated 13th September 2013, issued by the Ministry of Corporate Affairs, in respect of Section 133 of the Companies Act, 2013.

The financial statements had been prepared and presented as per the requirement of revised Schedule VI as notified under Companies Act 1956 with effect from current year. The adoption of revised schedule VI does not have any impact on recognition and measurement principles as followed by the company.

1. Significant Accounting Policies

1.1 Tangible Fixed Assets

Fixed Assets, other than those which have been revalued, are stated at their original cost which includes expenditure incurred in the acquisition and construction/installation and other related expenses. Depreciation on assets is provided on Straight Line Method in the manner and as per the rates as prescribed in Schedule XIV to the Companies Act, 1956.

1.2 Investments

- i) Long Term Investments are stated at cost. Provision for diminution is made if the decline in value, in the opinion of the management, is other than temporary.
- ii) Current Investments, other than the portion of long term investments disclosed under current investments, are stated at lower of cost or fair value.

1.3 Taxation

Provision for Current Income Tax is made in accordance with the Income Tax Act, 1961. The deferred tax charge or credit is recognised using substantively enacted tax rates subject to consideration of prudence on timing differences between book and tax profits.

1.4 Impairment

An asset is treated as impaired when the carrying cost of the asset exceeds its recoverable value being higher of value in use and net selling price. Value in use is computed at net present value of cash flow expected over the balance useful life of the assets. An impairment loss is recognised as an expense in the Profit & Loss Account in the year in which an asset is identified as impaired. The impairment loss recognised in earlier accounting period is reversed if there has been an improvement in recoverable amount.

1.5 Recognition of Revenue and Expenses

All revenue and expenses are accounted for on accrual basis except as otherwise stated.

- 1.6 Miscellaneous Expenditure is capitalised/charged to Profit & Loss account on commencement of the commercial production.



	As at 31st Mar, 2014	As at 31st Mar, 2013
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NOTE 2.1 : SHARE CAPITAL**Authorised**

60,00,000 Ordinary Shares of Rs. 10/- each	6,00,00,000	6,00,00,000
	<u>6,00,00,000</u>	<u>6,00,00,000</u>

Issued

60,00,000 Ordinary Shares of Rs. 10/- each	6,00,00,000	6,00,00,000
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Subscribed and Paid-up

60,00,000 Ordinary Shares of Rs. 10/- each fully paid-up (Of the above, 58,80,400 Ordinary Shares are held by Birla Corporation Limited, the Holding Company)	6,00,00,000	6,00,00,000
	<u>6,00,00,000</u>	<u>6,00,00,000</u>

The company has only one class of issued shares i.e. ordinary shares having par value of Rs.10 per share. Each holder of ordinary shares is entitled to one vote per share and equal right for dividend. No preference and/or restrictions on distribution of dividend and repayment of capital is attached to the above shares.

There has been no change/movements in number of shares outstanding at the beginning and at the end of the reporting period and therefore no reconciliation is required.

The Company has Birla Corporation Limited as its ultimate holding company

1 (P.Y. 1) shareholder holds more than 5% of the Ordinary Shares of the Company aggregating to 58,80,400 shares as on 31st Mar 14.

No shares have been reserved for issue under options and contracts/ commitments for the sale of shares/disinvestment as at the balance sheet date.

No shares have been allotted or has been bought back by the company during the period of 5 years preceding the date as at which the Balance Sheet is prepared.

No convertible securities has been issued by the company during the Year.

No calls are unpaid by any Director and Officer of the Company during the Year.

NOTE 2.2 : RESERVES & SURPLUS**Surplus/ (Deficit)**

As per last Financial Statements	2,04,07,398	1,38,64,627
Add: Profit for the Year	30,16,156	65,42,771
	<u>2,34,23,554</u>	<u>2,04,07,398</u>
	<u>2,34,23,554</u>	<u>2,04,07,398</u>

NOTE 2.3 : DEFERRED TAX LIABILITIES (NET)**Deferred Tax Liabilities****Arising on account of :**

Depreciation	60,28,283	60,22,159
	<u>60,28,283</u>	<u>60,22,159</u>

Deferred Tax Liabilities

- (a) In accordance with Accounting Standard - 22 i.e. 'Accounting for Taxes on Income' issued by the Institute of Chartered Accountants of India, the Company deferred tax liabilities as on date 31st Mar '14, Rs 60,28,283 arising out of timing differences in respect of depreciation on fixed assets. The excess of deferred tax liabilities over assets has been recognized in the accounts.




TALAVADI CEMENTS LIMITED

(Amount in Rs.)

	As at 31st Mar, 2014	As at 31st Mar, 2013
NOTE 2.4 : Other Current Liabilities		
For Statutory Dues (Service tax Payable & TDS Payable)	4,11,232	3,06,583
Amount payable for Services	12,687	-
Others (Audit Fee)	25,281	25,281
	<u>4,49,200</u>	<u>3,31,864</u>

NOTE 2.6 : NON CURRENT INVESTMENTS

National Savings Certificates (Face Value Rs. 10,000) (Deposited with Government Department as Security)	10,000	10,000
	<u>10,000</u>	<u>10,000</u>

NOTE 2.7 : LOANS & ADVANCES

	Non-Current		Current	
	As at 31st Mar, 2014	As at 31st Mar, 2013	As at 31st Mar, 2014	As at 31st Mar, 2013
Security Deposits				
Secured, considered good	17,500	17,500	-	-
Unsecured, considered good	-	-	-	-
Doubtful	-	-	-	-
	<u>17,500</u>	<u>17,500</u>	-	-
Provision for doubtful security deposit	-	-	-	-
(A)	17,500	17,500	-	-
Other Loans and Advances (Unsecured, Considered good)				
Advance Tax (including TDS) (Net of provisions)	38,30,740	41,45,173	-	-
Advance against supply of Goods and Services	-	-	-	-
Prepaid Expenses	70,566	-	42,081	-
Balances with Government & Statutory Authorities	-	-	8,77,788	-
Advances paid Under Protest	3,76,11,780	-	-	-
	-	-	-	-
(B)	<u>4,15,13,086</u>	<u>41,45,173</u>	<u>9,19,869</u>	-
Total (A + B)	<u>4,15,30,586</u>	<u>41,62,673</u>	<u>9,19,869</u>	-

NOTE 2.8 : CURRENT INVESTMENTS

UNITS IN MUTUAL FUNDS

UNQUOTED

HDFC Medium term opportunities-Direct Plan -Growth Option
(14,55,125 units subscribed & sold during the Year .)

IDFC Money Manager Fund-Investment Plan-Growth
(3,18,988 units subscribed & sold during the Year .)

IDFC Banking Debt Fund Direct Plan Growth
(1,38,408 units subscribed & sold during the Year .)

HDFC Floating Rate Income Fund
(6,02,073 Units Purchase during the Year)

-	-
-	-
-	1,23,00,000
<u>-</u>	<u>1,23,00,000</u>



TALAVADI CEMENTS LIMITED

(Amount in Rs.)

	As at 31st Mar, 2014	As at 31st Mar, 2013
NOTE 2.9 : CASH AND BANK BALANCES		
Cash and Cash Equivalents		
Balances With Banks	11,429	28,34,902
Cheques/drafts on hand and Remittances in transit	-	-
Cash in hand	2,506	2,506
	<u>13,935</u>	<u>28,37,408</u>
Other Bank Balances		
Balances with Bank held as margin money/security	23,13,000	-
Fixed Deposit with Banks	-	2,02,50,000
	<u>23,13,000</u>	<u>2,02,50,000</u>
	<u>23,26,935</u>	<u>2,30,87,408</u>

NOTE 2.10 : OTHER ASSETS

	Non-Current		Current	
	As at 31st Mar, 2014	As at 31st Mar, 2013	As at 31st Mar, 2014	As at 31st Mar, 2013
Unsecured, considered good unless stated otherwise				
Interest accrued on Investments	-	-	96,433	17,87,895
Others	50,42,608	50,42,608	-	-
	<u>50,42,608</u>	<u>50,42,608</u>	<u>96,433</u>	<u>17,87,895</u>

NOTE 2.11 : OTHER INCOME

Interest Income			
From banks		4,95,312	18,40,599
(Tax Deducted at Source Rs. 47,962 Previous Year Rs. 1,84,060)			
Dividend Income			
From long term investments		-	-
From current investments		72,094	5,37,117
Net gain/ (loss) on sale of Investments			
Net gain/ (loss) on sale of long term Investments		11,18,231	15,60,494
Net gain/ (loss) on sale of current Investments		7,91,205	1,93,132
Other Non Operating Income			
Miscellaneous Income (Tax Deducted at Source Rs.2,28,852 Previous Year Rs.2,09,360)		1,14,42,616	1,04,68,017
		<u>1,39,19,458</u>	<u>1,45,99,359</u>

NOTE 2.12 : FINANCE COST

	31st March,2014	31st March,2013
To Others	13,303.00	-
	<u>13,303.00</u>	<u>-</u>



TALAVADI CEMENTS LIMITED

(Amount in Rs.)

	As at 31st Mar, 2014	As at 31st Mar, 2013
NOTE 2.13 : OTHER EXPENSES		
SELLING, ADMINISTRATION AND OTHER EXPENSES		
Legal Charges	42,61,240	18,33,350
Travelling Expenses	4,84,965	1,53,277
Printing and Stationery	16,100	4,171
Bank Charges	23,953	2,909
General Charges	17,08,366	1,60,435
Insurance	6,186	-
Statutory Auditors -		
Audit Fees	20,000	22,472
Tax Audit Fees	5,000	5,618
Directors' Fees	-	-
	<u>65,25,810</u>	<u>21,82,232</u>
	<u>65,25,810</u>	<u>21,82,232</u>

NOTE 2.14: DEPRECIATION

On Fixed Assets	35,46,912	34,79,205
	<u>35,46,912</u>	<u>34,79,205</u>



NOTE 2.5 : FIXED ASSETS

(Amount in Rs.)

Nature of Fixed Assets	GROSS BLOCK				DEPRECIATION				NET BLOCK		
	Cost/Value as at 31st March, 2013	Addition During the year	Other Adjustment During the year	Deductions/ Adjustments during year	Cost/Value as at 31st Mar, 2014	Upto 31st March, 2013	Provided during the year	Deductions/ Adjustments during year	Upto 31st Mar, 2014	As at 31st Mar, 2014	As at 31st Mar, 2013
Buildings	8,88,450	-	-	-	8,88,450	4,38,836	30,397	-	4,69,233	4,19,217	4,49,614
Plant & Machinery	6,53,64,585	23,99,987	-	-	6,77,64,572	2,54,68,434	35,12,619	-	2,89,81,053	3,87,83,519	3,98,96,151
Furniture	94,191	-	-	-	94,191	86,709	1,139	-	87,848	6,343	7,482
Office Equipment	57,993	-	-	-	57,993	40,403	2,757	-	43,160	14,833	17,590
Total :	6,64,05,219	-	-	-	6,88,05,206	2,60,34,382	35,46,912	-	2,95,81,294	3,92,23,912	4,03,70,837
CWIP											
Grand Total											7,50,694
Previous Year :	6,62,83,419	121,800.00	-	-	6,64,05,219	2,25,55,177	34,79,205	-	2,60,34,382	4,03,70,837	4,03,70,837

[Handwritten Signature]



Talavadi Cements Ltd.

- 2.15** There are no reportable segments as per Accounting Standard - 17 i.e. 'Segment Reporting' issued by the Institute of Chartered Accountants of India., as the Company has not yet started its commercial production.
- 2.16** The Company is liable to pay regular tax on its profits earned during the current accounting year. However, tax credit shall be utilized to the extent of difference between regular tax & MAT Liability, depending upon the credit earned by the Company in past years, in accordance with the provisions of Section 115JAA of the Income Tax Act, 1961.
- 2.17** There are no Micro, Small and Medium Enterprises (MSMEs) as defined in the Micro, Small, Medium Enterprises Development Act, 2006, within the appointed date during the year and no MSMEs to whom the Company owes dues on account of principal amount together with interest at the Balance Sheet date, hence no additional disclosure have been made.

2.18 Related Party Disclosure

- a) As defined in Accounting Standard - 18, the Company has a related party relationship in the nature of control by its Holding Company, Birla Corporation Limited.

Key Management Personnel

- | | |
|---|-------------------|
| 1 | Shri B. R. Nahar |
| 2 | Shri G. Jayaraman |
| 3 | Shri P.S. Marwah |

- b) Other related parties with whom transactions have taken place during the year and previous year are : Nil

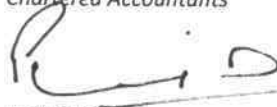
- c) During the year, the Company has entered into the following related parties transactions with Birla Corporation Limited (Holding Company):

	2013-2014	2012-2013
	Holding	Holding
Sale of goods/services	11,442,616	10,468,017
Advances received	4,99,47,993	47,50,955
Advances repaid	4,99,47,993	47,50,955
Balance outstanding at year end		
Debtors	-	-
Creditors	-	-
Advances given	-	-

- 2.19** The Board of Directors of the Company at its meeting held on 25th July 2013 had approved the Scheme of Amalgamation to amalgamate the Company with Birla Corporation Limited, its Holding Company with an appointed date of 1st April 2013. The scheme is subject to the approval of the Hon'ble High Court at Kolkata.

The Notes are an integral part of the Financial Statements

As per our Report annexed
For M.R. Daga & Co.
Chartered Accountants


Pankaj Daga
Partner
(Membership No. 0404056)




Directors

Place : SATNA
Dated : 06.05.2014

Place : KOLKATA
Dated : 05.05.2014

TALAVADI CEMENTS LIMITED

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. : 099355 State Code : 21
Balance Sheet Date : 31.03.2014

II. Capital raised during the year (Amount in Rs. Thousand)

Public Issue : NIL Right Issue : NIL
Bonus Issue : NIL Private Placement : NIL

III. Position of Mobilisation and Deployment of Funds (Amount in Rs. Thousand)

Total Liabilities : 89,901 Total Assets : 89,901

Sources of Funds

Paid-up Capital : 60,000 Reserve & Surplus : 23,424
Secured Loans : NIL Unsecured Loans : NIL
Deferred Tax Liabilities : 6,028 Current Liabilities : 449

Application of Funds

Net Fixed Assets : 39,975 Investments : 10
Net Current Assets : 3,343 Miscellaneous Expenditure : 5,043
Accumulated Losses : NIL Long-Term Loans & Advances : 41,530

IV. Performance of Company (Amount in Rs. Thousand)

Turnover : NIL Total Expenditure : 10,086
Other Income : 13,919 Profit/(Loss) before Tax : 3,833
Profit/(Loss) after Tax : 3,016 Earning per Share (in Rs.) : 0.50
Dividend Rate % : NIL

V. Generic Names of Three Principal Products of Company

Item Code No.(ITC Code) : 250229.00
Product Description : CEMENT

