



50th
ANNUAL
REPORT
2012-2013

Chettinad Cement Corporation Limited



Founder

Dr. Rajah Sir M.A. Muthiah Chettiar's urge to contribute to the nation building cause combined with his business acumen culminated in establishment of "Chettinad Cement Corporation Limited" in 1962 to cater to the growing demands of Cement in the Country.

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MANAGEMENT

- Chairman** : Dr. M.A.M. Ramaswamy
- Managing Director** : Sri M.A.M.R. Muthiah
- Directors** : Sri Ramanathan Palaniappan
Sri R. Krishnamoorthy
Sri SP.ST. Palaniappan
Sri K. Ganapathy
Sri L.Muthukrishnan
Sri S.K. Prabakar, IAS - (TIIC Nominee)
- Company Secretary** : Sri S. Hariharan
- Auditors** : M/s P.B. Vijayaraghavan & Co.
M/s V. Soundararajan & Co.
M/s Krishaan & Co.
- Registered Office** : "Rani Seethai Hall Building"
No. 603, Anna Salai,
Chennai – 600 006
Tel : 28292727 Fax : 28291558
Email : info@chettinadcement.com
Website: www.chettinad.com

PROFILE

CHETTINAD CEMENT CORPORATION LIMITED

The history of the group "House of Chettinad" is linked with the 10 decades old saga. In 1912 took birth the House of Chettinad through a visionary, idealist and born entrepreneur Dr. Rajah Sir Annamalai Chettiar who believed in Social transformation through business. The founder of the House of Chettinad envisaged his companies providing the stimulus for Industrial Growth and conceived business as a means of improving the living standards of people.

Following the footsteps of his father Dr. Rajah Sir Annamalai Chettiar, Dr. Rajah Sir M.A. Muthiah Chettiar continued to contribute to the nation building cause and combined his business acumen to establish the Company "Chettinad Cement Corporation Limited" in 1962 to cater to growing demand of Cement in the Country. The Company's first manufacturing unit located at Puliur, Karur District, in Tamil Nadu commenced production in April 1968. Today the group is being steered under the versatile, dynamic and pragmatic Leadership of Dr. M.A.M. Ramaswamy and his son Sri M.A.M.R. Muthiah based on the footsteps of Dr. Rajah Sir M.A. Muthiah Chettiar. Apart from cement, the Chettinad House is today engaged in activities as diverse as granite, engineering, silica, garnet, information technology, education, health care, plantations, shipping, transportation, stevedoring, clearing and forwarding and logistics.

PRODUCTS

OPC 43 Grade
OPC 53 Grade
Super Grade
Sulphate Resistant Portland Cement
Portland Slag Cement

The company had made a modest beginning with Cement Plant of 2 lakhs Tonnes Per Annum at Puliur Village, Karur District, Tamilnadu. With further modernisation, and installation of additional Cement Grinding Unit of 0.5 MTPA in 2009-10, the capacity at Puliur Plant as of date is 1.10 MTPA.

The Company had then installed a Cement Plant with a capacity of 0.9 MTPA during 2001 at Karikkali Village, Dindigul District, Tamilnadu and installed an additional Cement Grinding Unit to increase its capacity to 1.4 MTPA during 2008.

The Company later commissioned its second cement manufacturing unit with a capacity of 2 MTPA adjacent to its existing factory site at Karikkali Village, during the financial year 2010-11 taking the total capacity of the plant to 3.4 MTPA

During 2008-2009 & 2009-2010, company has installed two Green Field Cement Plants at Kilapaluvur Village, Ariyalur District, Tamilnadu at a capacity of 2 MTPA each.

The Company has commissioned its Green field Cement manufacturing Unit with a capacity of 2.5 MTPA at Chincholi Taluk, Gulbarga District, Karnataka, during the financial year 2011-12

With this, the total cement manufacturing capacity of the company is 11.00 Million Tonnes Per Annum at its four units at Puliur, Karikkali and Ariyalur in Tamil Nadu and Chincholi Taluk, Gulbarga District in Karnataka.

The Company has installed captive power plants at all its Units to cater to the entire requirement of power for its Cement Plants. The Company has in all 105 MW of Power Generation from its captive power plants.

The Company, which has always been striving for Total Quality, possesses International Certification ISO 9001 : 2000, ISO 14001 : 2004 and ISO 18001 : 2000 and takes pride in being acclaimed as one of the major player in a highly competitive Cement Industry in India.

Chettinad Cement has attached great importance to corporate social responsibility and environmental values. This is manifest in the installation of the latest pollution control equipment at all its plants and social welfare work conducted in the villages and towns around all its plants.

The Company has achieved many laurels through awards for "BEST PERFORMANCE" in the Cement Industry and for Environmental Excellence.

PERFORMANCE AT A GLANCE

	2008-09	2009-10	2010-11	2011-12	2012-13
PRODUCTION			(In MT)		
Clinker	2318789	3029280	3474372	3887981	4766369
Cement	3148896	4003468	4562416	5139375	6160875
Capacity Utilisation (%)	135	78	70	52	56
SALES					
Cement & Clinker	3141914	4061789	4573979	5154671	6188277
FINANCIAL HIGHLIGHTS			(₹ in Lakhs)		
Turnover (Gross) including					
Other Income	132762	153662	182184	235605	283188
Gross Profit	47064	51209	52093	69050	63476
Interest & Lease rentals	5078	7679	6299	9249	10605
Depreciation	42900	30808	36287	34681	37149
Profit / (Loss) before Tax	(914)	12722	9507	25120	15722
Provision for Taxation					
– Current Tax (Net)	5125	3080	1950	5807	2240
– Deferred Tax - (Asset) / Liability	(5678)	(21)	40	513	(272)
– Fringe Benefit Tax	60	-	-	-	-
Net Profit / (Loss) after Tax	(421)	9663	7517	18800	13754
PAID - UP SHARE CAPITAL	2950	3820	3820	3820	3820
RESERVES & SURPLUS	32565	82552	88751	104221	115740
RATIOS					
PBITD to Sales (%)	35.61	33.63	30.28	30.03	22.47
PBT to Sales (%)	(-) 0.69	8.35	5.52	10.92	5.56
EPS (₹)	40.87	30.51	19.68	49.21	36.01
Debt to Equity	2.09	0.53	0.72	0.75	0.59
Book Value per Share (₹)	120	226	242	283	313
Dividend (%)	100	-	50	75	50

NOTICE TO THE SHAREHOLDERS

Notice is hereby given that the **Fiftieth Annual General Meeting** of the members of Chettinad Cement Corporation Limited will be held at "Rani Seethai Hall" No.603, Anna Salai, Chennai-600 006 on Saturday, the 28th day of September, 2013 at 10.30 A.M. to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Profit and Loss Statement for the Year ended 31st March, 2013, the Balance Sheet as at that date and the Reports of the Directors and the Auditors thereon.
2. To appoint a Director in the place of **Sri R. Krishnamoorthy**, who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment.
3. To appoint a Director in the place of **Sri SP.ST. Palaniappan**, who retires by rotation in accordance with the Articles of Association of the Company and being eligible, offers himself for re-appointment.
4. To declare a Dividend on the Equity Share Capital for the Financial Year 2012-13.
5. To appoint M/s P. B. Vijayaraghavan & Co., M/s Krishna & Co., and M/s V. Soundararajan & Co., Chartered Accountants as Auditors of the Company to hold office from the conclusion of the Fiftieth Annual General Meeting until the conclusion of the next Annual General Meeting on a remuneration of Rs.3.00 Lakhs (Rupees Three Lakhs Only) each, plus applicable Taxes if any, besides out of pocket expenses.

SPECIAL BUSINESS:

6. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution, with or without modifications.

"RESOLVED THAT in accordance with the provisions of Sections 198, 269, 309, Schedule XIII and other applicable provisions

(including any Statutory modifications or any enactments thereof for the time being in force) of the Companies Act, 1956 and subject to the approval of the Financial Institutions/ Banks wherever required, the Consent of the Company be and is hereby accorded to the re-appointment of Sri M.A.M.R. Muthiah, as the Managing Director of the Company for a period of Five Years with effect from the **28th September, 2013** subject to the provisions of the Articles of Association of the Company and control, superintendence and direction of the Board of Directors of the Company, who are hereby authorized to delegate to him such further powers of substantial management of the Company as they may deem fit".

"RESOLVED FURTHER THAT Sri M.A.M.R. Muthiah, Managing Director be paid a remuneration, by way of Commission which shall not exceed 5% of the Net Profits of the Company each year during the tenure of his Office".

"RESOLVED FURTHER THAT in the event of Loss or inadequacy of Profits, in any Financial Year, the Board of Directors of the Company be and are hereby authorized to sanction such minimum (Monthly) remuneration payable to Sri M.A.M.R. Muthiah, Managing Director, such that the remuneration shall not exceed the maximum limits prescribed under Sub Section 1(A) of Section II of Part II of the Schedule XIII of the Companies Act, 1956 based on the Effective Capital of the Company".

By order of the Board,
S. Hariharan
Company Secretary

Place : Chennai
Date : 20.08.2013

Notes:

1. An Explanatory Statement as required under Section 173 of the Companies Act, 1956 for item No.6 is annexed hereto.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE INSTEAD OF HIMSELF ON A POLL AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM TO BE VALID MUST BE DEPOSITED AT THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE TIME FIXED FOR THE MEETING.**

All the shareholders who are holding the shares in Physical form are advised to get their shares dematerialized, if necessary.
3. The Register of Members and Share Transfer Books of the company shall remain closed from 24.09.2013 To 28.09.2013 (both days inclusive).
4. The Company has appointed M/s Integrated Enterprises (India) Ltd., "Kences Towers", 2nd Floor, No.1, Ramakrishna Street, T. Nagar, Chennai-600 017 as the Registrar & Share Transfer Agents to undertake all investor servicing activities, both demat and physical segments. All concerned are requested to send their documents and address all their correspondence directly to the above Registrars.
5. As part of their "Green Initiative in Corporate Governance", the Ministry of Corporate Affairs have vide their Circular No. 17/2011 dated 21.04.2011 and 18/2011 dated 29.04.2011 permitted the Companies to send various documents, notices, Annual Reports etc., to the Shareholders through electronic mode to the Registered e-mail address of the Shareholders.

All the Shareholders are therefore requested to register their current e-mail ID with their Depository or the Company's Registrars and Transfer Agents, as the case may be to enable the Company to send all the future corporate communications/Annual Reports electronically. The Company shall still provide a physical copy of the above to any shareholder, on request, at no additional cost.
6. Non-resident Shareholders are requested to inform us immediately.
 - a) The Change of residential status on return to India permanently.
 - b) The particulars of the NRE Account, if not furnished earlier.
7. As per Section 205 A of the Companies Act, 1956, the unclaimed dividend amounts out of the Dividend declared from the financial year ended 31st March, 1996 onwards shall be transferred to the Investor Education and Protection Fund (IEPF) of the Central Government after the expiry of Seven years from the date of declaration. Accordingly, the unclaimed dividend for the financial years 1995-96 to 2004-05 except where the claim is under the dispute or kept in abeyance, has been transferred to the said Fund within the stipulated time. The remittance of dividend declared for the financial year 2005-06 will be made during October / November, 2013.

The members who have not claimed/ encashed their dividend so far may communicate to the Company/Registrar and get the dividend amount, declared for the Financial years from 2005-06 to 2011-12. [No dividend declared for the year 2009-10].
8. The details of shareholdings of the Directors appointed / re-appointed in this Annual General Meeting has been disclosed along with their respective resume in the Annexure to the Directors Report - "Corporate Governance".

**Explanatory Statement as required under
Section 173 of the Companies Act, 1956.****Item No. 6:**

The term of Office of the Managing Director Sri M.A.M.R. Muthiah, is due for completion on 27th September, 2013. The Board of Directors at their meeting held on 20.08.2013 considered the re-appointment of Sri M.A.M.R. Muthiah as Managing Director for a period of five years with effect from 28th September, 2013 as per the conditions specified under the respective provisions and Schedule XIII of the Companies Act, 1956 and recommended the same for the approval of the Shareholders at the ensuing Annual General Meeting.

It is proposed that Sri M.A.M.R. Muthiah, Managing Director be paid a remuneration by way of Commission which shall not exceed 5% of the Net profit of the company in each year and where in any financial year during the tenure of his Office the company reports a loss or inadequate profits, then it is proposed to authorize the Board of Directors to sanction such minimum (monthly) remuneration to the Managing Director, such that the remuneration payable to him does not exceed the maximum limits

prescribed under the Sub-Section 1 (A) of Section II of Part II of the Schedule XIII of the Companies Act, 1956 based on the Effective Capital of the Company.

His re-appointment and remuneration thereof are being recommended to the Shareholders for their approval and hence this Ordinary resolution.

INTEREST OF DIRECTORS:

Sri M.A.M.R. Muthiah, Managing Director and Dr. M.A.M. Ramaswamy, Chairman of the Company are deemed to be interested in the subject matter of the Special Business/Ordinary Resolution under Item No.6 in the Notice to the Shareholders.

INSPECTION OF DOCUMENTS:

The following documents will be kept at the Registered Office, during the working hours of the Company and it is open for inspection by the Members.

Memorandum and Articles of Association of the Company.

DIRECTORS' REPORT

The Shareholders,

Your Directors take pleasure in presenting the Fiftieth Annual Report and the Audited Accounts of the Company for the year ended 31st March, 2013.

FINANCIAL RESULTS:

(₹ in lakhs)

	Current Year ended 31/03/2013	Previous Year ended 31/03/2012
Profit before Depreciation and Interest	63476	69050
LESS :		
Depreciation	37149	34681
Interest	10605	9249
Profit before Tax	15722	25120
LESS :		
Provision for Income Tax		
– Current	2240	5807
– Deferred (Assets) / Liabilities	(272)	513
Profit after current and deferred tax	13754	18800
ADD :		
Surplus brought from previous year	49334	35864
Total available for appropriation	63088	54664
APPROPRIATIONS		
Transfer to General Reserve	1500	2000
Proposed Dividend	1909	2865
Tax on the Proposed Dividend	326	465
Balance Carried over to Balance Sheet	59353	49334

DIVIDEND

Your Directors are pleased to recommend a Dividend of Rs. 5.00/- per Equity Share (i.e., 50% Dividend on the Equity Share Capital of the Company) for the Financial year ended 31st March, 2013.

PRODUCTION AND SALES FOR THE YEAR 2012-13

	MT
Clinker produced -	4766369
Cement produced -	6160875
Cement and Clinker Sales -	6188277

OPERATIONS

This is covered under the topic Management Discussion and Analysis.

MANAGEMENT DISCUSSION AND ANALYSIS

a) Economy and developments

The Slowdown in the economy that began in the financial year 2011-12 continued to trouble the country during the financial year 2012-13 also. The stimulus for growth brought about after the Global meltdown during the financial year 2010-11 also brought about strong demand for consumption, but the lack of supply strength to cater to the demand for goods led to double digit inflation during the financial year 2012-13. This affected the Annual Growth rate which hovered around 5% for the financial year 2012-13.

b) Opportunities, Threats, Risks, Concerns and Outlook

The Construction Sector contributes to nearly 7% of the country's GDP and nearly 64% of the Cement is being consumed by the Housing sector, still the per capita consumption of Cement in India continues to be among the lowest in the world. The Government is continually bringing out schemes to give impetus to the construction and development of Infrastructure. According to data available, the Foreign Direct Investment in Cement and Gypsum sector since the beginning of the new millennium is around Rs. 12000 crores.

The above datas coupled with the forecast that Cement Industry would achieve output levels of over 300 Million Tonnes by the end of Financial Year 2013-14, it would not be long when the Indian Cement sector begin to show double digit CAGR levels.

c) Segment wise or Product wise performance

The Company has only one business segments and that is manufacturing and Sale of Cement. The only other segment namely Generation and Sale of Power revolves around the Cement segment and is mainly used for Captive consumption by the Cement segment. Given below are the Segment-wise and Product-wise production figures for the financial year 2012-13.

Grades of Cement	Quantity in M.T
OPC - 43 Grade & 53 Grade	2548425
SRC - PC	11954
PPC	3469769
Slag - PSC	130727
TOTAL	6160875

Power	Generation (in Units)
Captive Thermal Power Plant	543460571

d) Internal control system and their adequacy

The Company has got an adequate system of internal control in place commensurate with the size of its operation and is properly designed to protect and safeguard the assets of the Company. There is a proper system for recording all the transactions which ensures that every transaction is properly authorized and executed according to the norms.

The company had also appointed M/s C. Muthukumar & Co., M/s J. Karthik Bharathi & Co., M/s M. Karuppiyah & Co., and M/s Raghavan & Muralidharan, Chartered Accountants as Internal Auditors to conduct the Systems and compliance Audit of the company.

e) Discussion on financial performance with respect to operational performance.

The company continued with its habit of rewriting its history as it achieved Production and Despatch in excess of 6 Million Tonnes for the financial year 2012-13. The company achieved a record of Production of 6.16 Million Tonnes and despatch of 6.12 Million Tonnes of Cement during the financial year, thereby achieving a growth of nearly 20% over the previous year, which is a commendable effort considering the fact that Industries sector as a whole and Cement sector in particular has been showing only single digit growth recently.

The Gross Turnover of the company for the financial year 2012-13 stood at Rs. 2825 crores as against Rs. 2347 crores in the previous year, which again recorded a growth of 20% over the previous year. The Profit before Tax of Rs. 157 crores was around 37% lower than the previous year, mainly on account of spiraling rise in Raw Material and Transportation Costs.

f) Material developments in Human resources / Industrial relations front, including number of people employed.

As always, the Industrial relation during the current year also has been very cordial and contributed to mutual development. Various seminars, counseling sessions, trainings etc., were conducted to improve the quality of the manpower available thereby increasing the productivity and efficiency of the personnel. The number of personnel employed in the company is : 1582

CAPTIVE THERMAL POWER PLANTS

KARIKKALI WORKS

The Gross power generation from the 1x15 MW and 1x30 MW Captive Thermal Power Plants during the year under review was 188299982 Units, with an auxiliary consumption of 16804926 units. Out of the Net Generation of 171489606 Units, 171182406 units were captively consumed by the Cement Plant thereat and the remaining 307200 units were sold under Power Purchase Agreements.

PULIYUR WORKS

The Gross power generation from the 15 MW Captive Thermal Power Plant during the year under review was 107660300 Units, with an auxiliary consumption of 8606400 units. The Net generation was 99053900 Units and that no sale of power was made during the year from the Puliyur Captive Power Plant.

ARIYALUR WORKS

The Gross power generation from the 3 x 15 MW Captive Thermal Power Plants during the year under review was 206634560 Units, with an auxiliary consumption of 18602792 units. The Net generation was 188031768 Units and that no sale of power was made during the year from the Captive Power Plants at Ariyalur.

CEMENT PLANT PROJECT AT KARNATAKA

Your company has commissioned a Captive Thermal Power Plant with a capacity of 30 MW at the site of the Greenfield Integrated Cement manufacturing

Unit at Sangam.K Village, Chincholi Taluk, Gulbarga District during the first half of the financial year 2012-13. The Gross power generation from the Captive Thermal Power Plant during the year under review was 40865729 Units, with an auxiliary consumption of 4658796 Units. The Net generation was 36206933 Units and that no sale of Power was made from the Captive Power Plants at Kallur.

INDUSTRIAL RELATIONS

The Employees at all ranks of the Company have been extending their fullest co-operation for the smooth conduct of the affairs of the Company and maintenance of cordial Industrial relations. The Directors wish to place on record their appreciation to the employees of the Company at all levels.

PUBLIC DEPOSITS

The company has no unmatured/unpaid Fixed Deposits at the end of financial year 2012-13.

DELISTING OF EQUITY SHARES

A Promoter Group company M/s Chettinad Holdings (P) Ltd. had announced a proposal for Voluntary Delisting of Equity Shares of the company from the National Stock Exchange of India Limited ("NSE") and Madras Stock Exchange Limited ("MSE") where the Equity Shares of the company were listed and withdrawal of the Company's Equity Shares from the permitted to Trade category in the Bombay Stock Exchange Limited ("BSE"), on the 10th May, 2012.

The proposal was approved by the Board of Directors of the company on the 15th May, 2012 and recommended for getting the approval of the Shareholders and further process as per the provisions of Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 ("Delisting Regulation") and other related statutes.

The Shareholders of the company had given their approval to the proposal for Voluntary Delisting of Equity Shares of the company through Postal Ballot held during the period from 4th January, 2013 to 2nd February, 2013 and the result of the same was announced on the 4th February, 2013. The Public Announcement for Delisting of the Equity Shares was made on the 23rd February, 2013 and the Reverse Book Building process ("RBB") to ascertain the price discovered by the Shareholders for the Voluntary Delisting was conducted from the 15th to 21st March, 2013.

The maximum price discovered by the Shareholders in the RBB as per the provisions of Delisting Regulations was Rs. 700/- per Equity Share. The Promoters of the Company accepted an Exit Price of Rs. 720/- per Equity Share ("Exit Price") for successful Delisting of the Equity Shares from the NSE and the MSE, where the Securities of the company were listed and for withdrawal of the Company's Equity Shares from the permitted to Trade category in BSE.

The Post Offer Public Announcement was made on the 25th March, 2013 and the payment of Sale Consideration at the Exit Price was made to all the Shareholders who had successfully tendered their Shares in the RBB at or below the Exit Price on the 26th March, 2013. The final Application for delisting was submitted to NSE, BSE and MSE on the 9th April, 2013.

The company received the final approval for delisting from NSE on the 17th May, 2013 informing that the Equity Shares of the company would be suspended from Trading from the closing hours of 31st May, 2013 and the Equity Shares of the company would be delisted from NSE with effect from 7th June, 2013. The MSE issued their final approval on the 24th May 2013 informing that the Equity Shares of the company would be delisted from MSE with effect from the 7th June, 2013. The BSE issued their final approval on the 27th May, 2013 informing that the Trading of the Equity Shares in the Exchange would be discontinued with effect from the closing hours of 31st May, 2013.

So the Equity Shares of the company have got delisted from all the Stock Exchanges where they were listed with effect from the 7th June, 2013. The Promoters have dispatched the Exit Letter of Offer to all the residual Shareholders who have not participated or have unsuccessfully participated, in the Delisting process so as to enable them to surrender their Shares in favour of the Promoters of the company, at the Exit Price offered in Delisting process, upto a period of one year from the date of delisting i.e., upto 6th June, 2014.

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

As required under Section 217 (1) (e) of the Companies Act, 1956, the details regarding Energy Conservation, Technology Absorption, Foreign Exchange earnings and outgo are given in the Annexure hereto.

STATUTORY INFORMATION REGARDING EMPLOYEES

The particulars regarding employees falling within the purview of Section 217 (2-A) of the Companies Act, 1956 and the Rules made there under, are mentioned in annexure hereto.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to Section 217 (2- AA) of the Companies Act, 1956, the Directors confirm that:

- (i) in the preparation of the Annual Accounts, the applicable accounting standards had been followed.
- (ii) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the profit or loss of the Company for that period.
- (iii) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- (iv) The Directors had prepared the Annual Accounts on a going concern basis.

CORPORATE GOVERNANCE

As per the provisions of the Listing Agreement with Madras Stock Exchange Ltd. and the National Stock Exchange of India Ltd., where the Company's Equity Shares were listed, a Report on Corporate Governance is given in an Annexure hereto.

DIRECTORS

Sri R. Krishnamoorthy, and Sri SP.ST. Palaniappan, Directors retire under Clause 102 of the Articles of Association of the Company and being eligible, offer themselves for re-appointment.

The term of office of Sri M.A.M.R.Muthiah, as Managing Director of the Company is due to complete on 27th September, 2013. It is proposed to re-appoint him as the Managing Director of the Company for a period of 5 years as per the applicable provisions and Schedule XIII of the Companies Act, 1956 with effect from 28th September, 2013.

AUDITORS

The Auditors, M/s P. B. Vijayaraghavan & Co., M/s Soundararajan & Co., and M/s Krishaan & Co., Chartered Accountants retire at the ensuing Annual General Meeting and they are eligible for re-appointment.

The Cost Audit of the Company is conducted by M/s Geeyes & Co., Chennai.

The Cost Audit Report / Compliance report for the financial year 2011-12 were due to be filed by 27th September, 2012. As the MCA stipulated that same had to be filed under the Extensible Business Reporting Language [XBRL] mode, the Cost Audit Report and the Compliance Report, in Form I and Form A, respectively, for the Financial Year 2011-12 have been filed with the Central Government in the prescribed mode on 09th January, 2013 that is, within the permissible extension of time limit fixed upto 31st January, 2013.

The Cost Audit Report and the Compliance Report for the financial year 2012-13 is due to be filed within 180 days from the closure of the financial year in XBRL mode and will be filed within the stipulated period.

CAUTIONARY STATEMENT

Statements made in this Report, including those stated under the caption "Management Discussion and Analysis" describing the company's objectives, expectations or projections may constitute "forward looking statements" within the meaning of applicable securities laws and regulations.

Important factors that could influence the Company's operations include global and domestic supply and demand conditions affecting the selling

prices of finished goods, availability of inputs and their prices, changes in the government regulations, tax laws, economic developments within the country and outside and other factors such as litigations and Industrial relations.

The Company assumes no responsibility in respect of the forward looking statements which may undergo changes in the future on the basis of subsequent developments, information or events.

ACKNOWLEDGEMENT

The Board of Directors wish to thank all the Shareholders, Government Authorities and Financial Institutions and Bankers, Suppliers, Customers and all the categories of Employees for their continued assistance, support and direction to the company during the year under review.

ADDENDUM

Auditors' Report :

Regarding the liability, if any, under the provisions of Jute Packaging Materials (Compulsory use in the Packing Commodities) Act, 1987, the Note No. 39 of the Financial Statements is self-explanatory and the Directors opine that as the amount of liability is not ascertainable, necessary provision can be made in the year in which the actual liability would arise.

For and on behalf of the Board,
M.A.M. RAMASWAMY
Chairman

Place : Chennai
Date : 20.08.2013

ANNEXURE TO THE DIRECTORS' REPORT

Disclosure under sub-section 1(e) of Section 217 of the Companies Act, 1956.

A. CONSERVATION OF ENERGY

a) Energy conservation measures taken :

PULIYUR FACTORY:

1. CPP Faulty capacitors replaced.
2. Optimisation of Lighting Voltage = CPP
3. MCC Room lighting Optimisation – CPP
4. Stacker / Reclaimer tower light
5. VFD installed in Cem. M2 Ball Mill vent bag filter fan.
6. Optimize capacity of motors
7. Optimise Lighting voltage in plant.
8. Optimise Lighting voltage in Packer – 3 & 4.
9. VFD installed in Coal Mill – 3 fan
10. VFD installed in Coal feeding blower
11. VFD installed in PC roots blower.

KARIKKALI FACTORY:

1. Dry Fly ash silo top bag filter fan replaced from DOL with VFD to optimize the Power consumption with a saving of 10 Units / hr.
2. Installed Low Thermal Conductivity refrathem bricks in calcining zone to reduce the radiation loss with a net savings of Rs.9.40 Lacs / Annum.
3. Optimised 17 Nos. of Bag filter fans to reduce power consumption.
4. Line 2 Cooler fans outlet duct were modified to reduce the friction loss provided a saving of 120 Units/hr.
5. Modified 3 Nos. of Cooler fans inlet with Bell mouth arrangement to reduce the inlet suction loss.
6. Optimized Coal firing blower for Precalciner firing by changing the pulley size to get a saving of 100 Units/ Hr.
7. Alternative fuels used in Pyro Section – 262 MT.
8. Optimised Lighting voltage in all the areas of Cement Plant including Captive Power Plant.

ARIYALUR FACTORY:

1. Reduced the idle running of 4 Nos. of bag filter fan Motors by providing Process interlock to stop the fans when belt conveyor is stopped.
2. Changed the operation of PSF Pump A & B in auto mode to Raw water transfer pump D & E in auto mode in CPP WTP.
3. Compressor air audit has been carried out by internal audit team and switched off one 160 KW Compressor in Line 1 Pyro Section.
4. Optimized the operating Hours of CCR Air conditioner (reduced the operation by 2 Hours)
5. Optimised the Operation of Blowers in Packing Plant (Switched off 664 BL1 & 665 BL1 and running 667 BL1).
6. Provided Auto Logic Scheme for CPP PD system blower in Flyash Silo.
7. Replaced Conventional Blade Impeller to FRP Blade Impeller in Kiln Tyre cooling fan (461 FNK & 491 FNH) (2 Nos.).

8. Removed the 2 Nos. of Rotary Airclock's in Pre Heater Kiln feed (1 No. at 4th Stage and 1 No. at 5th Stage)
9. Removed 2 Nos. of Rotary Airlocks in each Cooler ESP Hoppers and provided Flaps.
10. Optimised the operation of 642 FNT Air Blower in Packing Plant.
11. Switched Off 1 No. P & V Blower in LS Crusher Substation.
12. Optimized the operation of Air Slide blowers 642 FNP & 642 FNN by switching ON Standby blower.
13. Recovered the Waste heat from drained bed ash from Boiler by feeding again to the system.
14. Compressor air pressure is optimized and thereby one compressor only running (90KW) for 5 Packers operation. Energy saving 6 KW/Hr.
15. Elimination of Bag diverter drive by providing additional idlers in the place of diverter belts.
16. Energy saving by switching off unwanted lights.
17. Logic Modification for Boiler feed pump speed with respect to Boiler Drum Pressure in Auto mode.
18. PD system Blower running put in Auto Logic instead of running continuously.
19. Auto drain is used in Air receivers to avoid air loss.
20. Usage of 63 KW Pump set for Cement Mill & packing House equipments in place of 110 KW during Kiln stoppage.
21. Cooling tower fan for Line-1 & Line- 2 in Auto mode for Energy Saving purpose.

KALLUR FACTORY - Karnataka State

1. Timer based General Lighting
2. Tripping Interlocks of Major equipment for idle running
3. Tripping Interlocks of auxiliary equipment (Compressors, P&V System, Water Pumps etc.) with Main equipment.
4. Mines water supplying Main water tank and sprinkling Pipe.

b) Additional Investments and Proposals, if any, being implemented for reduction of consumption of energy.

PULIYUR FACTORY

1. Cooler vent fan – energy efficient fan modification for energy savings.
2. Preheater cyclones and down comer duct by CFD analysis conducted for reducing of preheater fan power consumption.
3. Installation of HT VFD Drive for RABH Fan, Raw Mill ESP fan and Cement Mill-1 Bag house to reduce energy consumption.
4. Alternative fuel feeding system: Alternate fuel feeding system to be installed in this financial year, about 5000 MT tons of alternate fuel planned to use to reduce specific heat consumption/fuel cost.

5. Pet coke to be used 40% for reducing of fuel cost and imported limestone consumption.
6. Classifier modification in Raw Mill and Coal Mill-3 for reducing of power consumption.

KARIKKALI FACTORY:

1. Provision of Hot air duct from Line 2 Cooler to Line 1 Cement Mill 1 to avoid consumption of Furnace oil during Kiln 1 Stoppage.
2. Providing rotary air lock for Line 1 Coal Mill replacing the existing double flap gate to reduce false air ingress.
3. Upgradation of Line 1 Coolax cooler CIS Section to ABC Inlet to improve the Thermal Efficiency & Power consumption benefit.
4. Upgradation of Line 1 Kiln Burner with new generation burner to lower the specific Heat & Primary air consumption with better flame characteristics to improve the refractory life and for utilization of alternate fuel.
5. Providing Alternate fuel feeding (AFR) system to reduce Thermal energy consumption towards PAT benefits.
6. Replace the Line 2 Pre-heater fan GRR with variable frequency (MVAC) Drive for savings in electrical energy consumption.
7. Replace the Line 2 Cement Mill fan GRR with variable frequency drive (MVAC) for savings in electrical energy consumption.
8. Provision of VFD drives for the identified Bag filter fans for Electrical energy consumption savings.
9. Expert Optimizer for Line 2 Process optimization.
10. Commissioning of CPP -3, 30 MW & 110 KV switch yard.
11. Planning for continuous Power export.

ARIYALUR FACTORY:

1. Increasing Thermal Substitution rate (TSR) percentage by increasing Addition of Alternate Fuel
2. Maximizing clinker production by operating either line for maximum days.
3. Improving Line -2 Cement Mill PPC production by removing displacer.
4. Improving Raw mill, Coal Mill and Cement Mill performance by removing venturuses installed in the ducts.
5. Monitoring False Air and Fan performance as per defined schedule and circulating the generated report for the action plan for all the concerned.
6. Installation of Expert Optimizer for Line - 2 for all sections.
7. Installation of MEDIUM VOLTAGE Drive for raw mill bag house fan.
8. Installation of AFR feeding system in Line - 1 pre-heater.
9. Installation of Best Refractory Monolithic (like hassle D-65, CRC) at DIP casting and Kiln Burner to increase the Kiln Run time.

10. Pneumatic Vibrators are to be fixed in all Fuel Bunker to avoid fuel coating & for free flow.
11. Water fog arrangement is to be installed in all Air cooled condensers for energy saving purpose.
12. Drag valve is to be replaced in place of ARC valve provided in the Boiler feed pump for energy saving purpose.
13. Removal of Suction dumpers in FD & PA fans to reduce the differential pressure across the dumper.
14. Existing bin is to be used for the lignite storage and conveying by erecting a conveyor belt system to avoid Coal and Lignite mixing and also it will help to avoid pressure drop in the boiler.
15. Replace the existing 40TPH Screw conveyors with the available 90 TPH Drag Chain Conveyor in the Fuel Bunker top.
16. UF flush water to be recycled as a water conservation measure.
17. Delta to star connection will be changed for the motor which are loading less than 40%.
18. Reduction of specific steam consumption in CPP.
19. P & V system - 1 & 3 pulley will be changed as a energy saving purpose.
20. Raw water tank 3 & 4 will be interconnected to provide a positive suction head for the pump to ensure the healthiness of the raw water system (fire hydrant / service / mill spray water) and to reduce the submersible maintenance cost.

KALLUR FACTORY - Karnataka State

The Plant has been commissioned only during the financial year 2011-12 and hence no proposal for any additional investment reduction in consumption of energy.

- c) *Impact of measures of (a) and (b) above on reduction of energy consumption and consequent impact on the cost of production of goods.*

The improvement in efficiency in the Plants are shown in Form- A

- d) *Total energy consumption and energy consumption per unit of production as per Form A of the Annexure in respect of Industries specified in the Schedule thereto.*

Please see Form A

B. TECHNOLOGY ABSORPTION

- e) *Efforts made in technology absorption as per Form B of the Annexure.*

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

- f) *Activities relating to exports; initiatives taken to increase exports; development of new export market for products and services; and export plans:*
Nil

- g) *Total Foreign Exchange Used and earned:*

During the Year 2012 - 13 foreign exchange earned Rs. 415 Lakhs (previous year - Rs. 196 Lakhs) and used was Rs. 8256 Lakhs (previous year -Rs. 11537 Lakhs)

FORM A
FORM FOR DISCLOSURE OF PARTICULARS
WITH RESPECT TO CONSERVATION OF ENERGY

		Year ended 31.03.2013	Year ended 31.03.2012
A. POWER & FUEL CONSUMPTION			
(1) Electricity			
a) Purchased	Units(Lakhs Kwh)	152.76	45.34
Total Amount	₹ in lakhs	1035.47	346.89
Rate/Unit	₹	6.78	7.65
b) Own Generation			
Through Diesel Generator Unit	Units(Lakhs Kwh)	24.31	36.34
Units per litre of HSD / LSHS oil	Kwh	3.09	3.80
Cost/Unit	₹	15.80	11.16
c) CPP (Coal based)			
Generation	Units(Lakhs Kwh)	4946.89	4902.02
Units per Kg. of Fuel		1.42	1.53
Cost per Unit	₹	5.98	5.37
(2) Coal / Pet coke / Others			
Quantity	Tonnes in Lakhs	9.41	8.00
Total Cost	₹ in lakhs	62020.77	55375.71
Average Rate	₹/MT	6592	6919
(3) Furnace Oil			
Quantity	MT	2184	452
Total Cost	₹ in lakhs	913.38	178.36
Average Rate	₹/MT	41816	39494

B. CONSUMPTION PER UNIT OF PRODUCTION

	Standards, if any		
(1) Electricity (IN KWH)	95	80.84	77.42
(2) FUEL: % on Clinker production	20%	12.435	12.347

FORM B
FORM FOR DISCLOSURE OF PARTICULARS
WITH RESPECT TO TECHNOLOGY ABSORPTION

A. RESEARCH AND DEVELOPMENT (R&D)

Puliyur, Karikkali & Ariyalur Factories:	
1. Specific areas in which R&D activities carried out by the company	<p>The Company has established Centralised concrete and R&D Lab at Puliyur Works and is carrying out the following activities:</p> <ul style="list-style-type: none"> a) Usage of alternate fuels derived from municipal waste materials on a sustainable basis. b) To conserve natural mineral, energy resource and cost reduction. c) To have competitive edge in the present day cement marketing scenario. d) To determine optimum cement content in various concrete mixes. e) To ensure that our customers/consumers get the best result out of the products (Cement supplied by us, in various applications-Domestic, Industrial Coastal area construction.) f) To study the strength development of concrete at various ages/various design mixes. g) To increase the usage of mineral admixtures in concrete.
2. Benefits derived as a result of the above R&D	<ul style="list-style-type: none"> a) Better and durable concrete. b) Better customer satisfaction. c) Value addition to products supplied. d) Control of cement manufacturing cost by reducing the consumption of input materials (Coal/Iron ore/ Power). e) Conservation of Mineral resources, use of low and marginal grade Limestone. f) Fly ash consumption increased from 25.71% to 26.31% in the year 2012-13. g) Slag absorption has increased from 62.96% to 64.69% in the year 2012-13.
3. Future Plan of Action	<ul style="list-style-type: none"> a) To standardize the types of various lubricants used in the Plants and reduce lube oil consumption. b) It is planned feeding and incineration system installation for using plastic waste from Municipal Solid Waste. c) Exploration of limestone availability in new lease areas around Seethainagar & Dholipatti Mines so as to augment the life of limestone mines to sustain and improve the level of clinker production in future. d) Setting up of Optical Microscope Laboratory at Puliyur Works for carrying out R & D work affiliated to Puliyur Plant under the guidance of NCBM, Ballabgarh. e) It is planned to integrate all the three quality system (IS/ISO 9001 : 2008, IS/ISO 14001 : 2004, IS 18001 : 2007).
4. Expenditure on R & D	(Amount - ₹ in Lakhs)
a. Capital	:
b. Recurring	: 85.57
c. Total	: 85.57
d. Total R&D expenditure as percentage of total turnover	: 0.03

B. TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION : NIL

ANNEXURE TO THE DIRECTORS' REPORT

PARTICULARS OF EMPLOYEES AS REQUIRED UNDER SUB-SECTION (2A) OF SECTION 217 OF THE COMPANIES ACT, 1956 AND RULES MADE THEREUNDER FORMING PART OF THE DIRECTORS' REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2013.

Statement showing the particulars of Employees employed throughout the Financial year 2012-13 who were in receipt of remuneration not less than ₹ 60.00 Lakhs per year.

Name	Age	Designation/ Nature of Duties	Remuneration Received * (₹ in lakhs)	Qualification & Experience (in years)	Date of commencement of Employment	Particulars of Last Employment
(1)	(2)	(3)	(4)	(5)	(6)	(7)
Mr.C.Sudhakar	64	Technical Director	201.54	M.Sc.(Chemistry)	12.04.1989	Malabar Cement
Muthusamy.N	56	Jt. President (Engg)	85.62	B.E (Mech) A.M.I.E. Electrical	14.12.1979	-
Ravimallian.S	55	Jt. President (Engg)	76.57	M.E (Mech.)	02.07.2006	Atlas Steel Engg.
Chidambaram.M	56	Vice President (Finance)	73.43	B.Com., ACA	16.09.1983	Gedee Associates Pvt. Ltd.
Ramesh. B	54	Sr. Vice President (Marketing)	76.26	B.Sc., PGDMM, PGDIM	12.02.2010	Hi-build Coating Pvt. Ltd.

Statement showing the particulars of Employees employed for the part of the Financial year 2012-13 who were in receipt of remuneration not less than Rs.60.00 Lakhs per year.

Name	Age	Designation/ Nature of Duties	Remuneration Received * (₹ in lakhs)	Qualification & Experience (in years)	Date of commencement of Employment	Particulars of Last Employment
(1)	(2)	(3)	(4)	(5)	(6)	(7)
Subramanian.A	64	Jt. President (Fin. & Admn)	48.73	M.Com.,	03.04.1967	-

Note:

- 1) * Remuneration as shown includes inter-alia, Salary, House rent allowance, Medical Expenses, Leave Travel Assistance, Leave encashment, Provident fund contribution but excludes contribution to Gratuity fund which is not individually allocable.
- 2) The service of above mentioned employees is regular and governed by the rules and regulations of the company.
- 3) The above mentioned employees are not related to any of the Directors of the Company.

ANNEXURE TO DIRECTORS' REPORT - CONTD.
REPORT ON CORPORATE GOVERNANCE AS PER CLAUSE 49 OF THE
LISTING AGREEMENT WITH THE STOCK EXCHANGES

1. BRIEF STATEMENT ON COMPANY'S PHILOSOPHY ON THE CODE OF GOVERNANCE.

The main aim of the concept of Corporate Governance is to create a balance which would result in long term value additions to the Investments of Shareholders while catering to the interests of employees, customers, suppliers, Government and public at large, which covers in its ambit the concept of Social responsibility of Corporate also.

The Company has always believed in following a policy which would contribute towards achieving this balance and thereby reap maximum rewards to all concerned. In this endeavor, the Company has always maintained transparency in its policies, procedures and reporting systems so as to enable the various stakeholders to know exactly the kind of environment they are dealing with. The Company has got very versatile and well qualified Directors in its Board with rich experience in their respective fields and all matters of strategic importance are decided by the Board. The Company has a well constituted Audit Committee and Share Transfer Committee to monitor the financial state of affairs and shareholders interest respectively.

2. BOARD OF DIRECTORS

A) Details of composition, category of Directors and details of their Chairmanship / membership in other Boards / Committees and attendance of each Director at the Company's Board Meetings and last AGM

Category	Name of the director
Promoter [Non-executive] [Executive]	Dr. M.A.M. Ramaswamy, Chairman Sri M.A.M.R. Muthiah, Managing Director
Non-executive – Independent Directors	Sri Ramanathan Palaniappan Sri SP.ST. Palaniappan Sri R. Krishnamoorthy Sri K. Ganapathy Sri L. Muthukrishnan
Nominee Director of TIIC	Sri S.K. Prabakar, IAS

No Director is related to any other Director on the Board in terms of definition of the term "relative" under the Companies Act, 1956 except Dr. M.A.M. Ramaswamy, (Chairman) who is father of Sri M.A.M.R. Muthiah, (Managing Director).

S No.	Name of the Director	No. of Board meetings attended	AGM attended	No. of Membership and Chairmanship in other Boards and Committees.			
				Boards		Committees	
				Chairman	Member	Chairman	Member
1.	Dr.M.A.M.Ramaswamy Non-executive (Promoter)	5	Yes	2	-	-	-
2.	M.A.M.R.Muthiah Executive-(Promoter)	6	Yes	-	2	-	-
3.	R.Krishnamoorthy Independent-Non Executive	5	Yes	-	-	-	-
4.	Ramanathan Palaniappan Independent-Non Executive	4	-	1	1	-	-
5.	SP.ST.Palaniappan Independent-Non Executive	4	Yes	-	-	-	-
6.	K.Ganapathy Independent-Non Executive	2	-	-	1	-	-
7.	Md.Nasimuddin, I.A.S (Since replaced by TIIC with Mr. S.K.Prabakar I.A.S., from 12/02/2013)	1	TIIC Officials attended	-	-	-	-
8.	Sri.S.K.Prabakar, I.A.S	-	-	3	15	-	-
9.	Sri.L.Muthukrishnan	5	Yes	-	1	-	-

B) No. of Board Meetings held : 6 (Six)

Dates on which held: 15.05.12, 29.05.12, 07.08.12, 25.09.12, 06.11.12, and 12.02.13.

None of the Non-executive Directors of the Company has any pecuniary relationship or transaction with the Company.

Bio - Data of Directors proposed to be appointed / re-appointed :

i) Name of the Director	Sri.R.Krishnamoorthy
Date of Birth	08.12.1930
Qualification	M.A., B.L.,
Nature of Expertise	Sr.Advocate, Madras High Court.
Date of First Appointment	27.08.1990
Name of the other Companies in which he holds Directorship	Not holding Directorship/s in any other companies
Name of the Companies in which he holds membership of committees	Chettinad Cement Corporation Ltd.
No. of Shares held in the Company	1400 Equity shares of Rs.10/-each

Chettinad Cement Corporation Limited

ii) Name of the Director	SP.ST.Palaniappan
Date of Birth	25.03.1928
Qualification	B.Com., F.C.A.
Nature of Expertise	Chartered Accountant
Date of First Appointment	15.12.1992
Name of the other Companies in which he holds Directorship	Not holding Directorship/s in any other companies
Name of the Companies in which he holds membership of committees	Chettinad Cement Corporation Ltd.
No. of Shares held in the Company	525 Equity shares of Rs.10/- each
iii) Name of the Director	Sri M.A.M.R. Muthiah, (Managing Director)
Date of Birth	31.05.1971
Qualification	B.E. – Computer Science
Nature of Expertise	Industrialist
Date of First Appointment	18.05.1998
Name of the other Companies in which he holds Directorship	Managing Director in : Chettinad Morimura Semi Conductor- -Material Pvt. Ltd.
	Member of Committee of Management in: Madras Race Club
Name of the Companies in which he holds membership of committees	Chettinad Cement Corporation Ltd.
No. of Shares held in the Company	5586709 Equity Shares of Rs.10/- each.

C) BOARD PROCEDURE

The Company convened Six Board Meetings during the Financial Year 2012-13. The Notices of the Board meeting were sent well in advance to all the Directors to enable them to make themselves convenient to attend the Meeting. The detailed Agenda for the meeting along with notes if any were sent to the Directors about one week to ten days before the Meeting. The Managing Director would give an over view of the performance of the Industry, in general and the Company, in particular. It is followed by a technical presentation by the Technical Director on the performance of the Company on various parameters. The Board of Directors generally reviewed the following:

- Annual operating plans
- Compliance with statutory and legal requirements.
- Adoption of quarterly un-audited financial results.
- Funding requirements and patterns of the Company.
- Transaction of Capital nature.
- Proceedings of the Committee Meetings.

3. CODE OF CONDUCT

The company has put in place a Code of Conduct for its Directors and Senior Management Officials to be adhered to in conduct of the affairs of the Company. The said Code of Conduct has been circulated among the Directors and Senior Management Officials and also uploaded in the official website of the company.

CEO/CFO Certification

The Managing Director the Chief Financial Officer of the Company give Annual Certification on financial reporting and internal control to the Board of Directors in terms of Clause 49(v) of the Listing Agreement.

4. AUDIT COMMITTEE

The Company has constituted an Audit Committee to conform with the requirements of Section 292 A of the Companies Act, 1956 and the Clause 49 of the Listing Agreement with Stock Exchanges. The Committee comprises of four Directors as its members namely, Sri SP.ST. Palaniappan, Sri. K. Ganapathy, Sri R. Krishnamoorthy and Sri M.A.M.R. Muthiah. Sri SP.ST. Palaniappan is the Chairman of the Audit Committee.

The Committee held Four Meetings during the Financial year 2012-13, on 28/05/12, 06/08/12, 05/11/12 and 11/02/13.

All the four meetings held were attended by Sri M.A.M.R. Muthiah, Sri R. Krishnamoorthy, and out four, 2 meetings were attended by Sri K. Ganapathy and Sri SP. ST. Palaniappan.

The Chairman of the Committee, Sri SP. ST. Palaniappan was present at the last Annual General Meeting held on 25th September, 2012.

Brief description of the terms of reference :

- o To review the Company's financial reporting process and financial statement.
- o To recommend the appointment of Statutory Auditors and the Cost Auditors.
- o To review the accounting and financial policies and practices.
- o To review the internal control mechanism and monitor risk management policies adopted by the company and ensure compliance with regulatory guidelines.
- o To review reports furnished by the Internal and Statutory Auditors and ensure that suitable follow – up action is taken.
- o To examine the accountancy, taxation and disclosure aspects of all the significant transactions.
- o Any other matters coming under reference.

5. REMUNERATION COMMITTEE

The Board has constituted a Remuneration Committee conforming with the requirements of Schedule XIII and other relevant provisions of the Companies Act, 1956 with the following Directors as its members, namely, Sri SP. ST. Palaniappan, Sri K. Ganapathy, and Sri R. Krishnamoorthy. Sri R. Krishnamoorthy is the Chairman of the Committee.

The Remuneration Committee met on the 27/04/2012 for according its approval for the payment of monthly remuneration of Rs.4.00 lakhs per month to Sri M.A.M.R. Muthiah, Managing Director from 1st April 2012 to 31st March, 2013, as per sub-section 1 (B) of Section II of Part II of Schedule XIII of the Companies Act, 1956. The payment of the said remuneration to the Managing Director was approved subject to the stipulation that in the event of the company making profits, the monthly remuneration paid would be adjusted in the overall commission that may be paid to the Managing Director.

Further, none of the Directors other than the Managing Director is being paid any remuneration other than the sitting fees for attending the Board/Committee meetings held during the year.

Remuneration to Directors

The Managing Director is entitled to a remuneration of Rs. 834 lakhs as Commission on the net profits of the company for the Financial Year 2012-13 as per his terms of appointment and in compliance with the provisions of Schedule XIII of the Companies Act, 1956.

The Directors have been paid sitting fees for their attendance at the Board/Committee meetings held during the Financial year 2012-13. The Traveling Expenses are being paid to the concerned Directors.

Chettinad Cement Corporation Limited

The details of payment of sitting fees to the Directors are given below :

Name of the Director	Sitting fees paid (₹)	No. of Shares held in the Company
Dr. M.A.M. Ramaswamy	10000	9183834
Sri M.A.M.R. Muthiah	46000	5586709
Sri R. Krishnamoorthy	52000	1400
Sri Ramanathan Palaniappan	10000	500
Sri SP. ST. Palaniappan	28000	525
Sri K. Ganapathy	8000	500
Sri L. Muthukrishnan	12000	500
Mr. Md. Nasimuddin, IAS	2000	-
Mr. S.K. Prabakar, IAS	-	-
Total amount of Sitting fees paid:	168000	

6. SHAREHOLDERS' COMMITTEE

The Company is already having a Share Transfer Committee consisting of three Directors Viz., Sri M.A.M.R. Muthiah (Managing Director), Sri SP.ST. Palaniappan and Sri R. Krishnamoorthy as its members. Sri SP. ST. Palaniappan is the Chairman of the Committee.

Name and designation of Compliance Officer: Mr. S. Hariharan, Company Secretary.

This Committee is also performing the functions of catering to the Shareholder grievances. The Company had received 114 complaints during the financial year 2012-13 and the above said Committee had sorted out all the grievances to the satisfaction of the Shareholders except in the cases where the matter is pending before the Court of law.

7. GENERAL BODY MEETINGS

The Date, location and time of the last three Annual General Meetings of the Company are given below:

Financial Year	Location	Date	Time
2009-10	"Rani Seethai Hall", 603, Anna Salai, Chennai-600 006	21st September, 2010	10.00 a.m.
2010-11	"Rani Seethai Hall", 603, Anna Salai, Chennai-600 006	9th August, 2011	10.00 a.m.
2011-12	"Rani Seethai Hall", 603, Anna Salai, Chennai-600 006	25th September, 2012	10.00 a.m.

Particulars of Special Resolution passed in the previous three Annual General Meetings:

1. Special Resolution passed as required under Schedule XIII of the Companies Act, 1956 at the meeting held on 21.9.2010 regarding re-appointment of Managing Director.
2. Special Resolution passed as required under Sec. 372 A of the Companies Act, 1956 for making investment in the Equity Shares of the Company's Associate Company, at the meeting held on 25.09.2012.
3. Special Resolution passed as required under Sec. 149 (2A) of the Companies Act, 1956 for commencement of new business, at the meeting held on 25.09.2012.

Special Resolution passed by the Shareholders through Postal Ballot on 4th February 2013:

The Special Resolution had been passed by the Shareholders of the Company through Postal Ballot, approving the Voluntary Delisting offer to the Public shareholders of the Company made by M/s Chettinad Holdings Pvt. Ltd. (the Acquirer), belonging to the Promoter Group of the Company, with a view to delist the Equity Shares of the Company from the Stock Exchanges where the Equity Shares of the Company are listed, i.e., National Stock Exchange of India Ltd. (NSE) and the Madras Stock Exchange Ltd. (MSE) and for the withdrawal of permitted to trade status from the Bombay Stock Exchange (BSE).

8. DISCLOSURES

- a) Related party transactions have been disclosed in Item No.48 of the Financial Statements as required under the Accounting Standard 18 issued by the Companies (Accounting Standard) Rules, 2006. These transactions are not likely to be prejudicial to the Company's Interest.
- b) There were no instances of non-compliances or imposition of any penalty/strictures on the Company by the SEBI/Stock Exchange/any Statutory Authority, on any matter relating to capital markets, during the last three years.
- c) Risk Assessment and Mitigation procedure: Risk assessment and mitigation procedure is an on-going process. The Company has in place a concurrent process of Risk assessment and mitigation in the form of periodic review meeting of individual divisions of the Company. These review meetings are chaired by the Managing Director where the various risks faced in the operation, its current and future impact both in financial and operational terms, are discussed in details and steps for minimizing the impact is deliberated, finalized and implemented.

The Managing Director, primarily in-charge of conduct of the affairs of the Company appraises the Board of Directors regularly about the assessed risks and the measures taken to mitigate the same to ensure smooth conduct of the business of the company.

- d) The Code of Conduct ensures that the conduct of affairs of the company is carried out with the highest levels of integrity and ethics with adequate avenues for reporting any suspected fraud or unethical behavior coming to the knowledge of the concerned staff. No employee of the company is denied access to the Audit Committee.
- e) Non-Mandatory requirements regarding Non-executive Chairman and Remuneration Committee is complied with.

9. MEANS OF COMMUNICATION

- a) The Quarterly Financial results for the financial year 2012-13, were published in Business Line (all Editions), News Today (Regional) and Makkal Kural (Tamil Regional).
- b) Financial results are being displayed in the Company's Website.
- c) No official news releases are made and also no presentations have been made to institutional investors or to the analysts.
- d) The Management Discussions & Analysis is a part of Annual Report.

10. GENERAL SHAREHOLDER INFORMATION :

- a) **Date, time and venue of the Annual General Meeting.**

Date :	28.09.2013	Time :	10.30 A.M
Venue :	Rani Seethai Hall		
	No. 603, Anna Salai, CHENNAI - 600 006		

Chettinad Cement Corporation Limited

- b) Date of Book closure 24/09/2013 to 28/09/2013
- c) Dividend payment date Within 30 days from the date of declaration i.e., 28.09.2013
- d) Listing on Stock Exchange Delisted with effect from 07.06.2013

e) Market price Data :	Month	High (₹)	Low (₹)
NSE, High, Low during each	April'12	599.80	531.05
month in last financial year 2012-13	May'12	923.70	505.50
	June'12	868.65	751.00
	July'12	825.00	740.00
	August'12	799.00	733.00
	September'12	870.00	765.05
	October'12	831.40	793.50
	November'12	932.00	726.10
	December'12	1088.00	801.10
	January'13	1018.90	886.00
	February'13	974.00	801.05
	March'13	929.20	670.05

- f) Registrars and Transfer Agents. Depository Registrar :
Integrated Enterprises (India) Ltd.,
II Floor, 'Kences Towers'
No.1, Ramakrishna Street, North Usman Road,
T.Nagar, CHENNAI - 600 017.

- g) Share Transfer System The Company has constituted a Share Transfer Committee which considers and approves the transfer and transmission etc., of shares in Physical mode. The Committee meets once in every 15 days and approves all the pending share transfers, transmission etc., received during the intervening period which are in order. The administration of both physical and Dematerialised shares are being handled by the Registrars M/s Integrated Enterprises (India) Ltd.

- h) Distribution of Shareholding
as on 31.03.2013

i) On the basis of quantum of Shares held.

No. of Shares held	No. of Share- holders	No. of Shares	Share %
Upto 500	3389	420640	1.10
501 to 1000	261	207879	0.55
1001 to 2000	82	127427	0.34
2001 to 3000	23	57417	0.15
3001 to 4000	8	29335	0.08
4001 to 5000	2	9078	0.02
5001 to 10000	2	12895	0.03
10001 & above	17	37334327	97.73
TOTAL	3784	38198998	100.00

ii) On the basis of category of Shareholders

Category	No. of Shares	%
Promoters and Relatives	36089279	94.48
Financial Institutions	1235210	3.23
Foreign Holdings (FII/NRI)	12984	0.03
Other Corporate Bodies	38357	0.10
Mutual Funds	2200	0.01
Banks	1200	0.00
Indian Public	819768	2.15
TOTAL	38198998	100.00

i) Dematerialisation of shares and liquidity

The Company has entered into the Tripartite Agreements with the National Securities Depository Ltd., (NSDL) and Central Depository Services Ltd., (CDSL) for dematerialization of shares. As on 31.03.2013, the total number of Dematerialized Shares are 37172575. The total number of demat shareholders are 2624. For dematerialization of shares, the ISIN of the Company is INE132B01011.

j) Outstanding GDR/ADR/Warrants or any convertible instruments, conversion date and likely impact on Equity.

The Company has not issued any GDR/ ADR and the Company does not have any outstanding warrants or other convertible instruments.

k) Plant locations

PULIYUR WORKS: Kumararajah Muthiah Nagar, Puliur Cement Factory Post, Karur District, Tamil Nadu-639114.

KARIKKALI WORKS: Rani Meyyammai Nagar, Karikkali Village, Via - Palayam, Veda sandur Taluk, Dindigul District, Tamil Nadu.-624703

ARIYALUR WORKS: Kilapaluvur (P.O), Ariyalur District, Tamil Nadu-621707.

KALLUR WORKS: Sangam K. Village, Garagappalli Post, Chandapur(SO) Chincholi (TK), Gulbarga(DT) Karnataka-585305.

l) Address for correspondence

Chettinad Cement Corporation Limited,
Regd. Office : "Rani Seethai Hall Building",
No. 603, Anna Salai, CHENNAI - 600 006
Phone : 044 28292727 Fax: 044 28291558
E-mail : info@chettinadcement.com
Website: www.chettinad.com

m) Investor Correspondence

For matters relating to Shares, Dividends and Annual Reports :

Integrated Enterprises (India) Ltd.,
II Floor, 'Kences Towers'
No.1, Ramakrishna Street, North Usman Road,
T.Nagar, CHENNAI – 600 017
Phone: 044-28140801-803 Fax:28142479
Email ID: corperv@integratedindia.in

For General Investor related information:

The Company Secretary
Chettinad Cement Corporation Limited,
"Rani Seethai Hall Building",
No. 603, Anna Salai,
CHENNAI – 600 006
Email ID : shares@chettinadcement.com

Unclaimed Dividends

The unclaimed dividend for the financial years 1995-96 to 2004-2005, except where the claim is under dispute or kept in abeyance, has been transferred to the Investor Education and Protection Fund (IEPF) within the stipulated time .

The following table shows the details of Dividend relating to financial years 2005-06 to 2011-12 and the due dates on which the unclaimed/un- encashed dividend amounts with respect to the same have to be remitted into IEPF.

Year	Date of Declaration	Dividend (%)	Due date for transfer to IEPF
2005-06	19.09.2006	50	25.10.2013
2006-07	25.09.2007	75	31.10.2014
2007-08	23.09.2008	100	28.10.2015
2008-09	07.09.2009	100	13.10.2016
2009-10	No Dividend declared	-	-
2010-11	09.08.2011	50	14.09.2018
2011-12	25.09.2012	75	31.10.2019

The shareholders are being given due intimation, by sending a letter sufficiently in advance, about the remittance of the said unclaimed/un-encashed dividend amounts into the IEPF so that they would be able to realize the same before remittance by the company. This is an information to the shareholders who have so far not encashed their respective dividend pertaining to the abovementioned years to write to the company and get their dividend, before its remittance into IEPF.

NON - MANDATORY REQUIREMENTS

- a) **Chairman of the Board** Dr. M.A.M. Ramaswamy is the Chairman of the Board. One employee of the Company is a Personal Assistant to the Chairman. There is no separate Chairman's office.
- b) **Tenure of Directors** No tenure for holding their respective Directorship has been fixed for the Independent Directors at the time of their appointment as Directors. The Tenure of Office of the Managing Director (Promoter – Director) is governed by the Schedule XIII of the Companies Act, 1956.
- c) **Remuneration Committee** The Company has formed a Remuneration Committee with three Non-executive Independent Directors as its members in compliance with the amendment to the Schedule XIII of the Companies Act, 1956.
- The Remuneration Committee met on 27.04.2012 approved the payment of monthly remuneration of Rs.4.00 Lakhs per month to the Managing Director for the Financial Year 2012-13, in compliance with the provisions of Schedule XIII of the Companies Act, 1956.
- An amount of Rs. 2000/- is paid to each member as sitting fees for attending the meetings.
- d) **Audit Qualifications** The company is striving to move towards a regime of unqualified financial statements.
- e) **Training of Board Members** Since the Board members are eminent personalities in their own field fully aware of their responsibilities as Directors of the company, there is no requirement for training the members of the Board.
- f) **Mechanism for evaluating Board Members.** Since the Board members are eminent personalities in their own field fully aware of their responsibilities as Directors of the company, there is no requirement for their evaluation.

DECLARATION

As per the provisions of Clause 49 of the Listing Agreement, all the Directors and Senior Management officials of the company have affirmed their compliance with the Code of Conduct.

For Chettinad Cement Corporation Limited

Place : Chennai
Date : 20th August, 2013

M.A.M.R.Muthiah
Managing Director

**CERTIFICATE OF COMPLIANCE OF CORPORATE GOVERNANCE AS PER CLAUSE 49 OF
THE LISTING AGREEMENT BY THE AUDITORS OF THE COMPANY.**

CERTIFICATE

To :

The Members of
M/s.Chettinad Cement Corporation Ltd
Chennai - 600 006

We have examined the compliance of conditions of Corporate Governance by M/s. Chettinad Cement Corporation Ltd for the year ended on 31st March 2013, as stipulated in clause 49 of the Listing Agreement of the said company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the company as per the records maintained by the shareholders committee.

We further state that such compliance is neither an assurance as to the future viability of the company nor the efficiency or effectiveness with which the management has conducted the affairs of the company.

For P.B.Vijayaraghavan & Co.,
Chartered Accountants
Firm Regn.No.004721S
P.B.Srinivasan
Partner
(Membership No. 203774)

For V.Soundararajan & Co.,
Chartered Accountants
Firm Regn.No.003943S
V.S.Ravikumar
Partner
(Membership No. 018030)

For Krishnaa & Co.,
Chartered Accountants
Firm Regn.No.001453S
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

AUDITORS' REPORT

To the Members of Chettinad Cement Corporation Limited

Report on the Financial Statements

We have audited the accompanying financial statements of M/s Chettinad Cement Corporation Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2013, 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 referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that 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 qualified audit opinion.

Basis for Qualified Opinion

The Company had not used jute bags in packing cement in accordance with Jute Packaging Materials (Compulsory Use in the Packing Commodities) Act, 1987 as referred to in Note No.39 of the Financial Statements. Accordingly, no provision has been made for any liability that may arise for such non-compliance, the impact of which is not quantifiable by the management.

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, **except** for the effects of the matter described in the Basis for Qualified Opinion paragraph, 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 March 31, 2013;
- b) in the case of the Profit and Loss Account, 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 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the 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) Except for the effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the accounting standards referred to in sub-section (3C) of section 211 of the Act.
 - e) On the basis of written representations received from the directors as on March 31, 2013, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2013, from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.
 - f) Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section 441A of the Companies Act, 1956 nor has it issued any Rules under the said section, prescribing the manner in which such cess is to be paid, no cess is due and payable by the Company.

For P.B.Vijayaraghavan & Co.,
Chartered Accountants
Firm Regn.No.004721S
P.B.Srinivasan
Partner
(Membership No. 203774)

For V.Soundararajan & Co.,
Chartered Accountants
Firm Regn.No.003943S
V.S.Ravikumar
Partner
(Membership No. 018030)

For Krishna & Co.,
Chartered Accountants
Firm Regn.No.001453S
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

ANNEXURE TO AUDITORS' REPORT

REFERRED TO IN PARAGRAPH 1 OF OUR REPORT OF EVEN DATE

- i. a) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Fixed Assets.
b) These Fixed Assets have been physically verified by the management at reasonable intervals and no material discrepancies were noticed on such verification.
c) No substantial parts of fixed assets of the company have been disposed of during the year.
- ii. a) Inventories have been physically verified at reasonable intervals by the management.
b) The procedures of physical verification of Inventory 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 is maintaining proper records of inventory and discrepancies on physical verification as compared to book records were not material and have been dealt properly in the books of account.
- iii. a) The Company has taken an unsecured inter corporate deposits from Companies appearing in the register maintained by the Company under Section 301 of the Companies Act, 1956. The total number of parties involved were 5 (five), the maximum amounts outstanding at any point of time during the year was Rs. 633 Crores and the closing balance at the end of the year is Rs. 137 Crores
b) In our opinion, the rate of interest and other terms and conditions of the Deposit are not, prima facie, prejudicial to the interest of the company.
c) The Company is regular in payment of interest and the repayment of the principal during the year ended 31st March, 2013.
d) The Company has not given any loans, secured or unsecured to parties referred to Section 301 of the Companies Act, 1956.
- iv. In our opinion, there is an adequate internal control system commensurate with the size of the company and the nature of its business for the purchase of inventory and fixed assets and for the sale of goods and services. During the course of our audit no major weakness has been observed in the internal control system.
- v. According to the information and explanations furnished by the company there are no contracts or arrangements referred to in Section 301 of the Companies Act 1956, entered into by the company except the inter corporate deposit referred in item (iii) above which has been entered into the register maintained under section 301 of the Companies Act, 1956.
- vi. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of section 58A and 58AA and the rules framed there under with regard to the deposits accepted from the public.
- vii. In our opinion, the company has an Internal Audit System commensurate with the size and nature of its business.
- viii. We have broadly reviewed the books of account maintained by the company relating to manufacture of cement pursuant to the order made by the Central Government for the maintenance of cost records under Section 209 (1) (d) of the Companies Act, 1956 and we are of the opinion that prima facie the prescribed accounts and records have been maintained. We, however, have not made a detailed examination of the records with a view to determining whether they are accurate or complete.
- ix. The company has been generally regular in depositing undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Employees State Insurance, Income Tax, Sales Tax/ Value Added Taxes, Wealth Tax, Service Tax, Customs Duty, Excise Duty, Cess, Entry Tax and other statutory dues with the appropriate authorities in India.

There are no arrears of outstanding statutory dues as on 31.3.2013 for a period of more than six months from the date they became payable.

Chettinad Cement Corporation Limited

At the end of the financial year there were no dues of Sales Tax, Income Tax, Customs Duty, Wealth Tax, Service Tax, Excise, Duty and Cess, which have not been deposited on account of any dispute except as follows:

NAME OF THE STATUTE	NATURE OF DUES	AMOUNT (₹ IN LAKHS)	FORUM WHERE DISPUTE IS PENDING
TNGST ACT, 1959	Sales Tax and Penalty	1.27	Sales Tax Appellate Tribunal
Central Excise Act, 1944	Duty & Penalty	6,727.36	CESTAT
Central Excise Act, 1944	Duty & Penalty	145.91	Honourable Supreme Court of India by the Central Excise Dept.
Income Tax Act, 1961	Income Tax Demand incl. Interest	335.35	Income Tax Appellate Tribunal
Income Tax Act, 1961	Income Tax Demand incl. Interest	321.19	Commissioner of Income Tax (Appeals)

- x. The company did not have any accumulated losses at the end of the financial year, nor had it incurred any cash loss during the financial year or in the immediately preceding financial year.
- xi. According to the records produced, the company has not defaulted in repayment of its dues to any financial institution or bank or debenture holders during the year.
- xii. The company has not granted any loans and advances on the basis of security by way of pledge of shares, debentures and other securities.
- xiii. The provisions of any special statute applicable to chit fund / nidhi / mutual benefit fund / societies are not applicable to the Company.
- xiv. In our opinion and according to the information and explanations given to us, the company is not a dealer or trader in shares, securities, debentures and other investments.
- xv. According to the information given to us, the company has not given any guarantee for loans taken by others from banks or financial institutions.
- xvi. On the basis of review of utilization of funds on an overall basis, in our opinion, the term loan taken by the company were applied for the purposes for which the loans were obtained.
- xvii. On the basis of review of utilization of funds on an overall basis, in our opinion, the funds raised on short term basis have not been used for the long term investment 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 any debentures.
- xx. The Company has not raised any money by public issue during the year.
- xxi. During the course of our examination of the books of account carried out in accordance with the generally accepted auditing practices in India, we have not come across any instance of fraud on or by the company nor have we been informed by the management of any such instance being noticed or reported during the year.

For P.B.Vijayaraghavan & Co.,
Chartered Accountants
Firm Regn.No.004721S
P.B.Srinivasan
Partner
(Membership No. 203774)

For V.Soundararajan & Co.,
Chartered Accountants
Firm Regn.No.003943S
V.S.Ravikumar
Partner
(Membership No. 018030)

For Krishnaa & Co.,
Chartered Accountants
Firm Regn.No.001453S
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

BALANCE SHEET AS AT 31ST MARCH 2013

(₹ in lakhs)

Particulars	Note No.	31st March 2013	31st March 2012
I. EQUITY AND LIABILITIES			
1 Shareholders' funds			
(a) Share capital	3	3820	3820
(b) Reserves and surplus	4	115740	104221
(c) Money received against share warrants		-	-
2 Share application money pending allotment		-	-
3 Non-current liabilities			
(a) Long-term borrowings	5	49539	39166
(b) Deferred tax liability (Net) Refer Note 27		1012	1284
(c) Other Long term liabilities	6	2700	2037
(d) Long-term provisions	7	525	634
4 Current liabilities			
(a) Short-term borrowings	8	38867	59762
(b) Trade payables		25407	16548
(c) Other current liabilities	9	24075	21754
(d) Short-term provisions	10	2592	3870
TOTAL		264277	253096
II. ASSETS			
1 Non-current assets			
(a) Fixed assets	11		
(i) Tangible assets		172663	174289
(ii) Intangible assets		54	73
(iii) Capital work-in-progress		10924	15306
(iv) Intangible assets under development		-	-
(b) Non-current investments	12	-	58
(c) Long-term loans and advances	13	927	1037
(d) Other non-current assets		-	-
2 Current assets			
(a) Current Investments		-	-
(b) Inventories	14	48876	37485
(c) Trade receivables	15	21320	17391
(d) Cash and cash equivalents	16	458	194
(e) Short-term loans and advances	17	9055	7263
(f) Other current assets		-	-
TOTAL		264277	253096

Summary of significant accounting policies

1 & 2

The accompanying notes are an integral part of these financial statements.

M.A.M. Ramaswamy
Chairman

M.A.M.R. Muthiah
Managing Director

R. Krishnamoorthy L.Muthukrishnan
SP.ST.Palaniappan

Directors

S. Hariharan
Company Secretary

For P.B.Vijayaraghavan & Co.,
Chartered Accountants
Firm Regn.No.004721S
P.B.Srinivasan
Partner
(Membership No. 203774)

Subject to our Report of even date

For V.Soundararajan & Co.,
Chartered Accountants
Firm Regn.No.003943S
V.S.Ravikumar
Partner
(Membership No. 018030)

For Krishna & Co.,
Chartered Accountants
Firm Regn.No.001453S
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

PROFIT & LOSS STATEMENT FOR THE YEAR ENDED 31ST MARCH 2013 **(₹ in lakhs)**

Particulars	Note No.	For the year ended 31.03.2013	For the year ended 31.03.2012
I. Revenue from operations	18	245078	205990
II. Other income	19	647	875
III. Total Revenue		245725	206865
IV. Expenses:			
Cost of materials consumed	20	41451	27071
Changes in inventories of finished goods work-in-progress and Stock-in-Trade	21	(2369)	(4070)
Employee benefits expense	22	12195	10306
Finance costs	23	10605	9249
Depreciation and amortization expense (refer Note 11)		37149	34681
Other expenses	24	130972	104508
Total expenses		230003	181745
V. Profit before exceptional and extraordinary items and tax		15722	25120
VI. Exceptional items		-	-
VII. Profit before extraordinary items and tax		15722	25120
VIII. Extraordinary Items		-	-
IX. Profit before tax		15722	25120
X. Tax expense:			
(1) Current tax (MAT)		3164	5807
Less: MAT credit entitlement		(924)	-
Net Current tax		2240	5807
(2) Deferred tax		(272)	513
XI Profit/(Loss) for the period from continuing operations		13754	18800
XII Profit/(loss) from discontinuing operations		-	-
XIII Tax expense of discontinuing operations		-	-
XIV Profit/(loss) from Discontinuing operations (after tax)		-	-
XV Profit/(Loss) for the period		13754	18800
XVI Earnings per equity share: Refer Note No.29			
(1) Basic		36.01	49.21
(2) Diluted		36.01	49.21

The accompanying notes are an integral part of these financial statements.

M.A.M. Ramaswamy
Chairman

M.A.M.R. Muthiah
Managing Director

R. Krishnamoorthy
SP.ST.Palaniappan

L.Muthukrishnan

S. Hariharan
Company Secretary

Directors

Subject to our Report of even date

For P.B.Vijayaraghavan & Co.,
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Firm Regn.No.004721S
P.B.Srinivasan
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For Krishna & Co.,
Chartered Accountants
Firm Regn.No.001453S
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

CASH FLOW STATEMENT

	For the year 2012 - 13 (₹ in lakhs)	For the year 2011 - 12 (₹ in lakhs)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit/(Loss) before Tax and Extraordinary Items	15722	25120
Adjustments for:		
Depreciation	37149	34681
Interest	10598	9249
Provision for Doubtful Debts & Debts w/o	176	1
Profit on sale of Investments	(2)	-
Loss on sale of assets(Net) & Assets written off	0	-
Operating Profit Before Working Capital Changes	63643	69051
Adjustments for:		
Trade and other Receivables	(3068)	(6284)
Inventories	(11392)	(14323)
Trade and Other Payables	10565	8265
Cash Generated from operations	59748	56709
Interest paid	(10598)	(9249)
Income Tax Paid	(5480)	(3920)
Net Cash from Operating activities	<u>43670</u>	<u>43540</u>
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(31068)	(63675)
Sale of Investments	60	-
Sale of Fixed Assets	2	-
Net Cash Used in Investing Activities	<u>(31006)</u>	<u>(63675)</u>

Chettinad Cement Corporation Limited

	For the year 2012 - 13 (₹ in lakhs)	For the year 2011 - 12 (₹ in lakhs)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds of Long term Borrowings(Net)	11279	(11207)
Short Term & Unsecured Loans	(17100)	25000
Increase in Working Capital	(3796)	6366
Dividend paid	(2865)	(1910)
Net Cash from Financing Activities	<u>(12482)</u>	<u>18249</u>
Net increase /(decrease) in Cash & Cash equivalents	182	(1886)
Cash & Cash equivalents - Opening balance	89	1975
Cash & Cash equivalents - Closing balance	271	89

M.A.M. Ramaswamy
Chairman

M.A.M.R. Muthiah
Managing Director

R. Krishnamoorthy L.Muthukrishnan
SP.ST.Palaniappan
Directors

S. Hariharan
Company Secretary

For P.B.Vijayaraghavan & Co.,
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For V.Soundararajan & Co.,
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For Krishnaa & Co.,
Chartered Accountants
Firm Regn.No.001453S
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

1. Basis of accounting, presentation and disclosure of financial statements

Financial statements have been prepared complying in all material respects with the Accounting standards notified by Companies (Accounting Standards) Rules, 2006, (as amended) and the relevant provisions of the Companies Act, 1956. Financial statements have been prepared under the historical cost convention on an accrual basis. The Accounting Policies have been consistently applied by the Company and are consistent with those used in the previous year.

2. Summary of significant Accounting Policies

a. Use of estimates

Financial statements are prepared in conformity with Indian GAAP that requires management to make estimates and assumptions which 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. Although these estimates are based upon management's best knowledge of current events and actions, actual results may differ.

b. Fixed Assets

Fixed assets including capital work-in-progress are stated at cost net of CENVAT and Input Tax Credit. Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets are capitalised.

Depreciation is provided on Fixed Assets as per the rates and procedures prescribed under Income Tax Act, 1961 & Income Tax Rules, 1962 on Written Down Value Method as follows :

1. Goodwill	25%
2. Building	
a) Factory Building	10%
b) Residential Buildings	5%
3. Furniture & Fixtures	10%
4. Plant & Machinery	
a) General	15%
b) Pollution Control Equipments	100%
c) Computers	60%
5. Windmill	80%
6. Earth Moving Equipment & Vehicles	15%
7. Railway Sidings	15%

Government grants relating to specific fixed assets are shown as deduction from gross value of such assets.

Leasehold land is amortised over the period of lease.

Depreciation / Depletion is provided on quarry freehold lands based on the proportion of quantity of Limestone extracted to the total mineable reserves.

c. Investments

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

d. Revenue recognition

Sales are inclusive of excise duty and net of rebate and Value Added Tax.

Excise duty payable is accounted on production of finished goods.

e. Retirement and other employee benefits

i. Liability towards Gratuity is covered by a group gratuity scheme with Life Insurance Corporation of India and annual contribution is based on actuarial valuation.

- ii. Provident Fund contribution is made at the prescribed rates under the Employees' Provident Funds and Miscellaneous Provisions Act, 1952.
- iii. Leave encashment is accounted on the basis of actuarial valuation.
- iv. Expenditure in respect of voluntary retirement as per Company's Scheme is written off in the year in which they are incurred.

f. Inventories

Inventories are valued at lower of cost computed on weighted average method and net realisable value.

g. Foreign exchange transactions

Foreign Currency transactions are recorded at the exchange rates prevailing on the date of the transaction.

Monetary Foreign currency assets and liabilities (monetary items) are reported at the exchange rate prevailing on the balance sheet date. Pursuant to the notification of the Companies (Accounting Standards) Amendment Rules, 2006 on 31st March, 2009, which amended Accounting Standard 11 on The Effects of Change in Foreign Exchange Rates, exchange differences relating to long term monetary items are dealt with in the following manner :-

- i. Exchange differences relating to long-term monetary items, arising during the year, in so far as they relate to the acquisition of a depreciable capital asset are added to/deducted from the cost of the asset and depreciated over the balance life of the asset.
- ii. In other cases such differences are accumulated in a "Foreign Currency Monetary Item Transaction Difference Account" and amortized to the profit and loss account over the balance life of the long-term monetary item, however that the period of amortization is upto 31st March 2020.

All other exchange differences are dealt with in the profit and loss account.

Non-monetary items such as investments are carried at historical cost using the exchange rates on the date of the transaction.

h. Income taxes

Current tax is the amount of tax payable in respect of taxable income for the year. Deferred tax is recognised, subject to the consideration of prudence, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets is not recognised on unabsorbed depreciation and carry forward losses unless there is a virtual certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised.

- i. Liabilities of contingent nature have been disclosed separately.

j. Cash and cash equivalents

Cash and cash equivalents for the purposes of cash flow statement comprise cash at bank and in hand and short-term investments with an original maturity of three months or less.

- k. Revenue expenditure including overheads on Research & Development is charged as an expense through the relevant heads of account in the year in which they are incurred. Research & Development expenditure which results in the creation of Capital assets is taken as Fixed Assets and Depreciation is provided over such assets.

	As at 31-3-2013 (₹ in lakhs)	As at 31-3-2012 (₹ in lakhs)
NOTE 3		
SHARE CAPITAL		
Authorised		
500000000 Shares of ₹ 10 each	50000	50000
Issued		
38295748 Equity Shares of ₹10 each	3830	3830
Subscribed & Paid up		
38198998 Equity Shares of ₹10 each fully paid	3820	3820
Total	<u>3820</u>	<u>3820</u>

NOTE 3A
Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	Equity Shares as at 31st March 2013		Equity Shares as at 31st March 2012	
	Number	Amount (₹ in lakhs)	Number	Amount (₹ in lakhs)
Shares outstanding at the beginning of the year	38198998	3820	38198998	3820
Shares Issued during the year	-	-	-	-
Shares bought back during the year	-	-	-	-
Shares outstanding at the end of the year	<u>38198998</u>	<u>3820</u>	<u>38198998</u>	<u>3820</u>

NOTE₃B

The Company has not issued any shares with differential rights.

NOTE₃C

The company is not a subsidiary Company, hence disclosure of share holding by Holding Company is not applicable.

NOTE₃D**Details of shareholders holding more than 5% shares in the Company**

SL. No.	Name of Shareholder	As at 31st March 2013		As at 31st March 2012	
		No. of Shares held	% of Holding	No. of Shares held	% of Holding
1.	Dr. M.A.M.Ramaswamy	9183834	24%	9183834	24%
2.	Mrs. Geetha Muthiah	6953690	18%	6953690	18%
3.	Sri. M.A.M.R.Muthiah	5586709	15%	5586709	15%
4.	Chettinad Logistics Private Limited	3695652	10%	3695652	10%
5.	Chettinad Software Services - Private Limited	2616535	7%	2616535	7%
6.	Chettinad Holdings Private Limited	2306702	6%	-	0%

Refer : Note No.32

NOTE₃E

The company has not reserved any shares for issue under options and contracts/commitments for the sale of shares/disinvestment.

NOTE 4

Reserves & Surplus	As at 31st March 2013	(₹. in lakhs) As at 31st March 2012
a. Capital Reserves		
Opening Balance	40414	40414
(+) Current Year Transfer	-	-
(-) Written Back in Current Year	-	-
Closing Balance	<u>40414</u>	<u>40414</u>
b. Securities Premium Account		
Opening Balance	4973	4973
Add : Securities premium credited on Share issue	-	-
Less : Premium Utilised for various reasons	-	-
Closing Balance	<u>4973</u>	<u>4973</u>
c. Other Reserves- General Reserve		
Opening Balance	9500	7500
(+) Current Year Transfer	1500	2000
(-) Written Back in Current Year	-	-
Closing Balance	<u>11000</u>	<u>9500</u>
d. Surplus		
Opening balance	49334	35864
(+) Net Profit/(Net Loss) For the current year	13754	18800
(+) Transfer from Reserves	-	-
(-) Proposed Dividend & Dividend Tax	(2235)	(3330)
(-) Transfer to Reserves	(1500)	(2000)
Closing Balance	<u>59353</u>	<u>49334</u>
Total	<u>115740</u>	<u>104221</u>

Chettinad Cement Corporation Limited

NOTE 5

	As at 31st March 2013	As at 31st March 2012
(₹ in lakhs)		
Long Term Borrowings		
Secured		
Term loans		
- from banks	23817	15931
(The Term loans availed from Central Bank of India, Canara Bank and HDFC Bank Limited are secured by pari passu first charge basis on all movable and immovable properties of the Company situated at Cement Plant (Line 1) at Keelapalavur Village, Ariyalur District and Captive Power Plant thereat. The Term Loans availed from the Central Bank of India and Canara Bank are also collaterally secured by a charge on the remaining block assets of the company.)		
- from SIPCOT	4244	1757
(The soft loan availed from SIPCOT is secured by pari passu first charge on movable fixed assets at the Cement plants of the company situated at Keelapalavur Village, Ariyalur District and Cement Grinding Unit at Puliur Village, Karur District.)		
Terms of Repayment: The term loans availed from Central Bank Of India and Canara Bank are repayable in 60 Equated Monthly Instalments commencing from April, 2010. Term loan availed from HDFC Bank Limited is repayable in 19 quarterly instalments commencing from May 2013.		
The term loan availed from SIPCOT is repayable in one instalment after a period of 10 years from the year of availment.		
	<u>28061</u>	<u>17688</u>
Unsecured		
Term loans		
from SIPCOT	21478	21478
Terms of Repayment: The loan is repayable after 12 years from the date of availment.		
	<u>21478</u>	<u>21478</u>
Total	<u>49539</u>	<u>39166</u>

NOTE 6

Other Long Term Liabilities

Security deposit	2700	2037
Total	<u>2700</u>	<u>2037</u>

NOTE 7
Long Term Provisions
Provision for employee benefits

Leave Encashment

As at 31st March 2013

 (₹ in lakhs)
 As at 31st March 2012

525

634

Total
525
634
NOTE 8
Short Term Borrowings
Secured
Loans repayable on demand

from Central Bank of India

3467

7262

(The Working Capital facility with Central Bank of India is secured by hypothecation of Raw Materials, Stores, Spares, Packing Materials, Fuel, Process Stock, Finished Goods and Book Debts of the Company and further secured by a second charge on all the immovable properties of the Company.)

3467
7262
Unsecured

from HDFC Bank Limited

5000

-

(Terms of Repayment: The loan is repayable after 179 days from the date of availment in one bullet payment.)

Inter-Corporate Deposit from related parties

30400

52500

35400
52500
Total
38867
59762
NOTE 9
Other Current Liabilities

(a) Current maturities of long-term debt

11743

10836

(b) Unpaid dividend

187

106

(c) Creditors for capital Goods

3699

1340

(d) Other payables - Customer Credit balances

4571

5157

- Others

3875

4315

Total
24075
21754
NOTE 10
Short Term Provisions

(a) Provision for employee benefits,

Salary & Reimbursements

138

101

Contribution to Provident Fund

46

44

Gratuity

-

222

b) Others - Provision for Taxation

Provision for Fringe Benefit Tax

173

173

Provision for Proposed Dividend

1910

2865

Provision for Tax on Proposed Dividend

325

465

Total
2592
3870

NOTE 11 (₹ in lakhs)

		GROSS BLOCK			ACCUMULATED DEPRECIATION/DEPLETION			NET BLOCK		
FIXED ASSETS		As at 1st April 2012	Additions	Deductions	As at 31st March 2013	As at 1st April 2012	For the year	On deductions	As at 31st March 2013	As at 31st March 2012
a. Tangible Assets										
Freehold land	12910	555	-	-	13465	815	195	-	1010	12095
Leasehold land	4	-	0	0	4	0	-	-	0	4
Buildings	24052	5352	-	-	29404	7777	1620	-	9397	16275
Plant and Equipment	308341	28589	-	-	336930	166375	34452	-	200827	141966
Furniture and Fixtures	652	110	-	-	762	305	104	-	409	347
Earth Moving Equipment										
& Vehicles	4074	77	5	5	4146	2980	170	3	3147	1094
Railway Sidings	4824	824	-	-	5648	2316	590	-	2906	2508
Total	354857	35507	5	5	390359	180568	37131	3	217696	174289
b. Intangible Assets										
Goodwill	467	-	-	-	467	394	18	-	412	73
Total	467	-	-	-	467	394	18	-	412	73
Total	355324	35507	5	5	390826	180962	37149	3	218108	174362
Previous Year	283659	71665	-	-	355324	146281	34681	-	180962	

Additions includes expenses during Construction Period of Rs. 3338 Lakhs (Rs.2739 Lakhs)

Note 12
 (₹ in lakhs)

Other Investments	As at 31st March 2013	As at 31st March 2012
(a) Investment in Equity instruments	-	58
Less : Provision for diminution in the value of Investments	-	-
Total	-	58

Particulars	As at 31st March 2013	As at 31st March 2012
Aggregate amount of unquoted investments	-	58

(₹ in lakhs)

Note 12 A

A. Details of Other Investments

S No.	Name of the Body Corporate	Subsidiary / Associate / JV / Controlled Entity / Others	No. of Shares / Units		Quoted / Unquoted	Partly Paid / Fully paid	Extent of Holding (%)		Amount (₹)		Whether stated at Cost Yes/No	If Answer to Column (12) is 'No' - Basis of Valuation
			As at 31st March 2013	As at 31st March 2012			As at 31st March 2013	As at 31st March 2012	As at 31st March 2013	As at 31st March 2012		
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
(a)	Investment in Equity Instruments Haaciendaa Infotech & Realtors Private Limited	Associate	-	100000	Unquoted	Fully Paid			-	58	Yes	NA
	Total								-	58		

NOTE 13

	As at 31st March 2013 (₹ in lakhs)	As at 31st March 2012 (₹ in lakhs)
Long Term Loans and Advances		
a. Capital Advances		
Secured, considered good	-	-
Unsecured, considered good	-	57
Doubtful	-	-
Less: Provision for doubtful advances	-	-
	<u>-</u>	<u>57</u>
b. Security Deposits		
Secured, considered good	-	-
Unsecured, considered good	927	980
Doubtful	-	-
Less: Provision for doubtful deposits	-	-
	<u>927</u>	<u>980</u>
Total	<u><u>927</u></u>	<u><u>1037</u></u>

NOTE 14

Inventories

a. Raw Materials and components	24168		15739	
Goods-in transit	<u>1</u>	<u>24169</u>	<u>57</u>	<u>15796</u>
b. Work-in-progress		6425		4971
c. Finished goods		4884		3969
d. Stores and spares		13398		12749
<i>Inventories are Valued at cost computed on Weighted Average Method</i>				
Grand Total		<u><u>48876</u></u>		<u><u>37485</u></u>

NOTE 15

	As at 31st March 2013 (₹ in lakhs)	As at 31st March 2012 (₹ in lakhs)
Trade Receivables		
Trade receivables outstanding for a period less than six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	20127	16361
Unsecured, considered doubtful	-	-
Less: Provision for doubtful debts	-	-
	<u>20127</u>	<u>16361</u>
Trade receivables outstanding for a period exceeding six months from the date they are due for payment		
Secured, considered good	-	-
Unsecured, considered good	1193	1030
Unsecured, considered doubtful	125	-
	<u>1318</u>	<u>1030</u>
Less: Provision for doubtful debts	(125)	-
	<u>1193</u>	<u>1030</u>
Total	<u>21320</u>	<u>17391</u>

NOTE 16
Cash and cash equivalents

a. Balances with banks		
(i) On Current Accounts	233	63
(ii) Earmarked Balances - unpaid dividend accounts	187	105
b. Cash on hand	38	26
Total	<u>458</u>	<u>194</u>

Chettinad Cement Corporation Limited

NOTE 17

	As at 31st March 2013 (₹ in lakhs)	As at 31st March 2012 (₹ in lakhs)
Short-term loans and advances		
a. Advances recoverable in cash or in kind		
Secured, considered good	-	-
Unsecured, considered good	7413	8396
Doubtful	-	-
Less: Provision for doubtful loans and advances	-	-
MAT Credit Entitlement	924	-
Advance tax and Tax deducted at source (Net of Provision)	718	(1133)
	<u>9055</u>	<u>7263</u>
b. Others - Advance Tax & Tax deducted at Source (net of Provision)		
Secured, considered good	-	-
Unsecured, considered good	-	-
Doubtful	-	-
	<u>-</u>	<u>-</u>
Total	<u>9055</u>	<u>7263</u>
 Contingent liabilities and commitments (to the extent not provided for)		
(i) Contingent Liabilities		
(a) Claims against the company not acknowledged as debt	1750	7448
(b) Guarantees & Letters of Credit	2371	2877
	<u>4121</u>	<u>10325</u>
(ii) Commitments		
(a) Estimated amount of contracts remaining to be executed on capital account and not provided for	6123	13740
	<u>6123</u>	<u>13740</u>
	<u>10244</u>	<u>24065</u>
 Dividend		
Amount of Proposed Dividend (₹ In Lakhs)	1910	2865
Proposed dividend per share (₹)	5.00	7.50

	For the year ended 31.03.13 (₹ in lakhs)	For the year ended 31.03.12 (₹ in lakhs)
NOTE 18		
Revenue from Operations		
Sale of products	281589	229817
Self Consumption	930	113
Other operating revenue- Power	22	4800
Less: Excise duty	(37463)	(28740)
Total	245078	205990
NOTE 19		
Other Income		
Interest Income	15	6
Other non-operating income	632	869
Total	647	875
NOTE 20		
Raw Materials Consumed		
Opening Stock	5965	2948
Add: Purchases	24415	16328
Own Quarrying	21716	13760
	52096	33036
Less: Closing Stock	(10645)	(5965)
Total	41451	27071
Own Quarrying Includes		
i) Salaries & wages, PF and ESI ₹ 147 Lakhs (₹ 627 Lakhs)		
ii) Power ₹ 678 lakhs (₹ 427 Lakhs)		
iii) Stores and Spares ₹ 1143 lakhs (₹ 2125 Lakhs)		
Details of Raw materials consumed		
Limestone	21049	13727
Gypsum	4947	3485
Flyash	6888	5617
Others	8567	4242

Chettinad Cement Corporation Limited

	For the year ended 31.03.13 (₹ in lakhs)	For the year ended 31.03.12 (₹ in lakhs)
NOTE 21		
(Increase) / Decrease in Stocks		
a. Cement Stock:		
Stock at the close of the year	4884	3969
Less: Stock at the beginning of the year	3969	2374
	<u>(915)</u>	<u>(1595)</u>
b. Process Stock:		
Stock at the close of the year	6425	4971
Less: Stock at the beginning of the year	4971	2496
	<u>(1454)</u>	<u>(2475)</u>
Total	<u>(2369)</u>	<u>(4070)</u>

NOTE 22

Employee Benefits Expense

(a) Salaries and wages	10988	8843
(b) Contributions to -		
(i) Provident fund	570	539
(ii) Gratuity fund	-	221
(c) Staff welfare expenses	637	703
Total	<u>12195</u>	<u>10306</u>

Salaries & Wages includes Remuneration paid to the managing director Rs. 834 lakhs (Rs. 1322 lakhs)

NOTE 23

Finance costs

Interest expense	10598	9241
Bank Charges	7	8
Total	<u>10605</u>	<u>9249</u>

For the year ended
 31.03.13
 (₹ in lakhs)

For the year ended
 31.03.12
 (₹ in lakhs)

NOTE 24

Other expenses

1	Power & Fuel	65975	56468
2	Consumption of Stores & Spares	10499	8647
3	Packing Charges	9662	7554
4	Loading & Transport Charges	32205	22665
5	Repairs to building	900	408
6	Repairs to machinery	2034	1917
7	Rent	146	62
8	Insurance	299	373
9	Rates & taxes	1344	796
10	Advertisement & Sales Promotion	2152	1427
11	Travelling Expenses	848	677
12	Telephone	119	97
13	Donation	-	100
14	Miscellaneous Expenses	4789	3317
	Total	130972	104508

Audit fees

Payments to the auditors as

1	Auditor	9	7
2	For other services	4	3
3	For reimbursement of expenses	1	1

25. Disclosure on Micro and Small Enterprises

There are no Micro, Small and Medium enterprises as defined in the Micro, Small and Medium Enterprises Development Act, 2006 to whom the company owes dues on account of Principal amount together with Interest. The above information has been determined to the extent such parties have been identified on the basis of information available with the company and the same has been relied by the Auditors.

26. Buildings include ownership Flat at Mumbai and value of shares in Bombay Middle Class Cooperative Housing Society Ltd., which are in the process of being transferred to the name of the Company.

Chettinad Cement Corporation Limited

	For the year ended 31.03.13 (₹ in lakhs)	For the year ended 31.03.12 (₹ in lakhs)
27. Deferred Taxes		
Deferred Tax liability on account of		
Depreciation	1103	1303
Revenue	79	187
TOTAL	1182	1490
Deferred tax asset on account of:		
Expenses allowable on payment for tax purpose		
Leave encashment provision	170	206
NET LIABILITY / (ASSET)	1012	1284

28. Power & Fuel is net of Captive Power Plant Income of ₹ 34601 lakhs (₹ 25892 Lakhs)

	2012-13	2011-12
29. Earnings per share		
Profit as per Profit and loss statement	13754	18800
Number of equity shares (in lakhs)	382	382
Basic and diluted earnings per share (in ₹)	36.01	49.21
Face value of ₹ 10 Per share		

30. The CENVAT credit disallowance on some of the inputs, capital goods, service tax on goods transports and levy of differential excise duty, amounts to Rs. 19046 Lakhs as on 31.3.2013 (Rs. 6605 Lakhs) and remain unpaid against which the company has preferred appeals. Based on the earlier favourable decisions on similar issues by the Appellate Authorities, in the opinion of the management, no provision is considered necessary.

31. Disclosure as required by Accounting Standard 19, "Leases" prescribed by the Companies (Accounting Standard) Rules, 2006 are given below:

a. Where the Company is a lessee :

- i) The Company has taken various residential, office, and godown premises under operating lease or leave & licence agreements. These are generally not non-cancellable and the period of lease is 11 months and longer and are renewable by mutual consent on mutually agreeable terms.
- ii) Lease payments are recognised in the statement of Profit and Loss Account under "Rent"

b. Where the Company is a lessor :

Details in respect of assets given on operating lease.

Particulars	Gross Block as at 31.03.2013 (₹ in Lakhs)	Accumulated Depreciation As at 31.03.2013 (₹ in Lakhs)	Depreciation (Corresponding to the period of lease rentals) (₹ in Lakhs)
Freehold Building	130	21	0.01

These assets are in respect of premises given on lease for an initial period with option to renew the lease as per terms in the agreements.

Initial direct costs are recognised as expenses in the year in which it is incurred.

32. Voluntary Delisting from Stock Exchanges

The Promoters of the company have completed the process of Voluntary Delisting of the Equity Shares of the company from all the Stock Exchanges where they are listed, namely the National Stock Exchange of India Limited and Madras Stock Exchange Limited and have taken steps to withdraw its Equity Shares being traded in the Bombay Stock Exchange under permitted to Trade category.

The company has made the final Application with the Stock Exchanges for their approval to the delisting and the National Stock Exchange of India Limited vide their Letter NSE/LIST/204482-X dated 17.05.2013, the Bombay Stock Exchange vide their Notice 20130527-6 dated 27.05.2013 and Madras Stock Exchange Limited vide their letter No. MSE/LD/PSK/738/140/13 dated 24.05.2013 have communicated to the company that the admission to dealings in the securities of the company will be withdrawn (delisted) with effect from the 7th June, 2013.

33. Confirmation of balances have been sought and obtained from Parties covering substantial amount of outstanding and wherever applicable necessary adjustments have been made in these financial statements. In respect of other Parties, the balances as appearing in the books of account have been adopted.
34. There is no impairment of assets as per Accounting Standard 28.
35. The Company has been granted eligibility certificate whereby the company is entitled to the benefit of Interest free sales tax deferral scheme for manufacturing cement for 12 years ending March, 2014 for deferral of sales tax not exceeding Rs.21477.82 Lakhs. The company has availed the entire benefit as on 31.03.2010. Such sales tax deferral has to be repaid in stipulated instalments commencing from Financial Year 2014-15.
36. The company has availed Soft Loan Financial Assistance of Rs. 4244 Lakhs (Rs.1757 lakhs) from State Industrial Promotion Corporation of Tamilnadu Limited (SIPCOT) under the Structured Incentive Package for its Ariyalur Cement Project, sanctioned by the Government of Tamilnadu under The New Industrial Policy, 2007.
37. Depletion in the freehold Quarry land to the value of Rs. 195 Lakhs (Rs.203 lakhs) has been accounted.
38. Sundry Creditors includes Rs. 786 Lakhs (Rs.1274 Lakhs) due to Managing Director being the balance remuneration for the year 2012-13.
39. The Company did not use jute bags in packing cement as per Jute Packaging Materials (Compulsory use in the Packing Commodities) Act 1987 in view of the Consumer's preference and resistance from workers who are handling the packing materials. The Supreme Court upheld the validity of the said Act. The Government did not include cement for compulsory packaging in Jute Bags from 1st July 1997. The Liability that may arise for non compliance of the said Act for the earlier period is not ascertainable and the impact on the profits and current liabilities is not quantifiable.
40. Capital Work in Progress includes ₹ 10924 lakhs (₹ 15306 lakhs) towards amount spent for the Projects as detailed below :-

	As at 31.03.13	As at 31.03.12
Work in Progress	10865	15212
Pre-operative Expenses (Net)	59	94
Total	10924	15306

41. Research and development expenditure for the year is ₹ 86 Lakhs (₹ 55 Lakhs) including Depreciation of ₹ 0.26 Lakhs (₹ 0.30 Lakhs)
42. Current tax Includes short provision for earlier years of ₹ Nil (₹ 1821 Lakhs)

Chettinad Cement Corporation Limited

	For the year ended 31.03.13 (₹ in lakhs)	For the year ended 31.03.12 (₹ in lakhs)
43. Value of Imports on CIF Basis		
(a) Raw Materials	6477	2577
(b) Spares & Components	705	689
(c) Capital Goods	949	8269
44. Earnings In Foreign Exchange		
Export (FOB)		
Cement - Value	415	196
45. Expenditure In Foreign Currency		
Travelling & Other Expenses	125	2
46. Details of Imported and indigenous materials consumed during the year		
Raw materials		
Imported	7108	3011
Indigenous	34343	24060
Total	<u>41451</u>	<u>27071</u>
Percentage to Total Consumption		
Raw materials		
Imported	17.15	11.12
Indigenous	82.85	88.88
Total	<u>100.00</u>	<u>100.00</u>
Spare Parts and Consumption		
Imported	4554	1209
Indigenous	5945	7391
Total	<u>10499</u>	<u>8600</u>
Percentage to Total Consumption		
Spare Parts and Consumption		
Imported	43.37	14.06
Indigenous	56.63	85.94
Total	<u>100.00</u>	<u>100.00</u>

47. The Company identifies business segment as the primary segment as per AS-17 and under the primary segment, there are two reportable segment viz cement and power generation. These were identified considering the nature of the products, differing risk and returns.

The company caters mainly to the needs of the domestic market and thus there are no reportable geographical segments.

	CEMENT		POWER		(₹ in lakhs)	
	2012-13	2011-12	2012-13	2011-12	Total	2011-12
REVENUE						
External sales	282236	230692	22	4800	282258	235492
Inter segment sale	0	0	34601	25892	0	0
Total Sales	282236	230692	34623	30692	282258	235492
Other Income					0	0
Total Revenue					282258	235492
RESULT						
Segment result	21302	29649	5010	4714	26312	34363
Unallocated income					0	0
Unallocated Expenses					0	0
Operating Profit					26312	34363
Interest expense					10605	9249
Interest Income					15	6
Income Tax						
- Current					2240	5807
- Deferred					(272)	513
Profit from ordinary activities					13754	18800
Extraordinary expenses					0	0
Net Profit					13754	18800
OTHER INFORMATION						
Segment Assets	204217	197362	60060	55734	264277	253096
Unallocated Assets	-	-	-	-	-	-
Total Assets	204217	197362	60060	55734	264277	253096
Segment liabilities	113832	121700	30885	23355	144717	145055
Unallocated liabilities	-	-	-	-	-	-
Total liabilities	113832	121700	30885	23355	144717	145055
Capital Expenditure	25558	71665	9949	-	35507	71665
Unallocated capital Expenditure	-	-	-	-	-	-
Depreciation	30345	30858	6804	3823	37149	34681
Unallocated Depreciation	-	-	-	-	-	-
Non-Cash expenses other than depreciation	-	-	-	-	-	-

Chettinad Cement Corporation Limited

48. Related Party Disclosures

Description	Year ended 31.03.2013			(₹ in lakhs) Year ended 31.03.2012		
	Associates	Key mgnt Personnel	Relative of Key mgnt Personnel	Associates	Key mgnt Personnel	Relative of Key mgnt Personnel
Purchase of Goods	49204			36917		
Sale of Goods	924			1193		
Services availed	25090			19625		
Deposits Accepted (ICD)	50100			61550		
Deposits Repaid (ICD)	72200			36550		
Interest on Deposits	5865			4309		
Investments	0			0		
Dividend	473	1108	522	316	738	348

Details of Transaction with Associates/Key Managerial Personnel the amount of which is in excess of 10% of the Total Related Party Transactions of similar nature.

Purchase of Goods

Chettinad Logistics P Ltd	49188			36902		
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Sale of Goods

Chettinad Builders P.Ltd	758			879		
Chettinad Power Corporation P. Ltd	164			214		
Chettinad International Coal Terminal (P) Ltd.	-			100		

Services

Chettinad Builders P.Ltd	5565			7542		
Chettinad Logistics P.Ltd	12829			7576		
Chettinad Earthmovers P.Ltd	5044			3779		
Chettinad Structurals & Engineering Ltd	1351			700		
Chettinad International Coal Terminal (P) Ltd.	268			0		

Deposit Accepted

Chettinad Morimora Semiconductor Pvt. Ltd.	300			0		
Chettinad Lignite Transport services P. Ltd.	100			0		
Chettinad Logistics P.Ltd	5100			26200		
South India Corporation Ltd	15950			11050		
Chettinad Holdings Private limited	23000			20100		
Chettinad Realtors Pvt Ltd.	150			0		
Chettinad Coal Waheries Pvt Ltd.	5500			0		

Deposit Repaid

Chettinad Morimora Semiconductor Pvt. Ltd.	300			0		
Chettinad Logistics Private Limited	0			25000		
Chettinad Holdings Private limited	36700			0		
Chettinad Lignite Transport services P. Ltd.	19400			0		
South India Corporation Ltd	15600			9850		
Chettinad Power Corporation Pvt Ltd	200			0		

Interest

Chettinad Logistics P.Ltd	135			1276		
Chettinad Lignite Transport services P. Ltd.	2080			1862		
South India Corporation Ltd	317			985		
Chettinad Morimora Semiconductor Pvt. Ltd.	152			0		
Chettinad Holdings Private limited	3147			0		

Dividend

Dr.M.A.M.Ramaswamy		689			459	
Sri M.A.M.R.Muthiah		419			279	
Mrs. Geetha Muthiah			522			348
Chettinad Logistics P.Ltd	277			185		
Chettinad Software Services P.Ltd	196			131		

Remuneration

Sri M.A.M.R.Muthiah		834			1322	
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A) Names of related parties and description of relationship and closing balance.

i) Name of Associates

1 South India Corporation Ltd	26 Chettinad Morimura Semi Conductor Material (P) Ltd
2 South India Corporation (T) Private Ltd	27 Chettinad Engineering and Allied Services (P) Ltd
3 Chettinad Corporation (P) Ltd	28 Chettinad Apparels (P) Ltd
4 Chettinad Plantations (P) Ltd	29 Chettinad Packers and Movers (P) Ltd
5 Chettinad Structural & Engineering Ltd	30 Chettinad Power Corporation (P) Ltd
6 Chettinad Logistics (P) Ltd	31 Chettinad TV Network (P) Ltd
7 Chettinad Lignite Transport Services (P) Ltd	32 Chettinad Radio Network (P) Ltd
8 Chettinad Financial management Services (P) Ltd	33 Durandel Property Developers (P) Ltd
9 Chettinad Software Services (P) Ltd	34 Chettinad Container Terminal (P) Ltd
10 Chettinad Builders (P) Ltd	35 Chettinad Energy Resource (P) Ltd
11 Chettinad Realtors (P) Ltd	36 Chettinad Electric Company (P) Ltd
12 Chettinad Hospitals (P) Ltd	37 Chettinad Enterprises (P) Ltd
13 Chettinad Pharmaceuticals (P) Ltd	38 Chettinad Dairy & Poultry Farms (P) Ltd
14 Chettinad Electronics (P) Ltd	39 Chettinad Coal Washeries (P) Ltd
15 Chettinad e-Publishing (P) Ltd	40 Chettinad Micro Business (P) Ltd
16 Chettinad Trucks & Equipments (P) Ltd	41 Chettinad Developers (P) Ltd
17 Chettinad Earth Movers (P) Ltd	42 Chettinad Security Services (P) Ltd
18 Haaciendaa Infotech and Realtors (P) Ltd	43 Chettinad Properties (P) Ltd
19 Chettinad International Coal Terminal (P) Ltd	44 Chettinad Refineries (P) Ltd
20 Chettinad Clearing & Forwarding (P) Ltd	45 Chettinad Oil & Gas Enterprises (P) Ltd
21 Chettinad Land & Building Development (P) Ltd	46 Chettinad Natural Resources (P) Ltd
22 Chettinad Projects Development (P) Ltd	47 Chettinad Oil Corporation (P) Ltd
23 Chennai Computer and Software Services (P) Ltd	48 Belaire Apartments (P) Ltd
24 Chettinad Inland Water Transport Services (P) Ltd	49 Chettinad Holdings (P) Ltd
25 Chettinad Infrastructures & Property Developers (P) Ltd	

ii) Closing Balance Cr. ₹ 41723 Lakhs (Cr. ₹ 57214 Lakhs)

iii) The related party relationship is as identified by the Company and relied upon by the Auditors.

B) Key Management Personnel : Dr. M.A.M. Ramaswamy & Sri M.A.M.R. Muthiah

Relative of Key Management Personnel : Smt. Geetha Muthiah, w/o Sri M.A.M.R. Muthiah

Sitting fees of Rs.0.1 lakhs (Rs.0.06 lakhs) paid to Dr. M.A.M. Ramaswamy, Chairman.

Remuneration and sitting fees of Rs. 834.61 Lakhs (Rs.1322.56 Lakhs) paid to Sri M.A.M.R.

Muthiah, Managing Director.

49. Employee Benefits : Details as per As 15

The company has calculated the various employee benefits provided to employees as under:

A) Employee Plan

Provident Fund

The company's contribution to Provident Fund is vested with the Employees Provident Fund Scheme of the Government of India.

Chettinad Cement Corporation Limited

B) In respect of Gratuity and Leave Encashment

(₹ in lakhs)

	2012-13		2011-12	
	Gratuity (Funded)	Leave Encashment (Unfunded)	Gratuity (Funded)	Leave Encashment (Unfunded)
Reconciliation of liability recognized in the Balance Sheet				
Present value of commitments	1386	(525)	1708	(634)
Fair value of Plan Assets	1530	-	1486	-
Net asset/(liability) in the Balance Sheet	-	(525)	(222)	(634)
Movement in net liability recognized in the Balance Sheet				
Net asset/(liability) as at beginning of the year	(222)	(634)	(206)	(604)
Net expense recognised in the Profit and Loss account	-	(185)	(223)	(45)
Contribution during the year	222	294	207	15
Net asset/(liability) as at end of the year	-	(525)	(222)	(634)
Expense recognised in the Profit and Loss account				
Current service cost	125	52	101	30
Interest cost	137	39	118	48
Expected return on plan assets	(128)	-	(118)	-
Actuarial (gains)/losses	(278)	94	122	(33)
Expense charged to the Profit and Loss Account	(144)	185	223	45
Return on plan assets				
Expected return on plan assets	128	-	118	-
Actuarial (gains)/losses	-	-	-	-
Actual return on plan assets	128	-	118	-
Reconciliation of defined-benefit commitments				
Commitments as at beginning of the year	(222)	(634)	(206)	(604)
Current service cost	(125)	(52)	(101)	(48)
Interest cost	(137)	(39)	(118)	(30)
Paid benefits	222	294	207	15
Actuarial (gains)/losses	278	(94)	(122)	33
Expected return on Plan	128	-	118	-
Commitments as at end of the year	144	(525)	(222)	(634)
Reconciliation of plan assets				
Plan assets at beginning of the year	1486	-	1262	-
Expected return on plan assets	128	-	118	-
Contributions during the year	222	-	207	-
Paid benefits	(306)	-	(101)	-
Actuarial gains/(losses)	-	-	-	-
Plan assets as at end of the year	1530	-	1486	-
Principle Assumption				
Discount Rate	8%	8%	8%	8%
Expected return on Plan Assets	-	-	-	-
Expected rate of salary Increase	5%	4%	5%	4%
Mortality	-	LIC (1994-96) Ultimate	-	LIC (1994-96) Ultimate

M.A.M. Ramaswamy
Chairman

M.A.M.R. Muthiah
Managing Director

R. Krishnamoorthy
SP.ST.Palaniappan
Directors

L.Muthukrishnan

S. Hariharan
Company Secretary

For P.B.Vijayaraghavan & Co.,
Chartered Accountants
Firm Regn.No.0047215
P.B.Srinivasan
Partner
(Membership No. 203774)

Subject to our Report of even date
For V.Soundararajan & Co.,
Chartered Accountants
Firm Regn.No.0039435
V.S.Ravikumar
Partner
(Membership No. 018030)

For Krishna & Co.,
Chartered Accountants
Firm Regn.No.0014535
K.Sundar Rajan
Partner
(Membership No. 208431)

Place : Chennai
Date : 28.05.2013

**CHETTINAD CEMENT CORPORATION LIMITED**

Regd. Office : "Rani Seethai Hall Building", 603, Anna Salai, Chennai - 600 006.
Tel : 42149955, 28292727 Fax : 28291558. P.B. No. : 748
Email ID : shares@chettinadcement.com

ATTENDANCE SLIP

PLEASE SIGN THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL

.....
hereby record my presence, at the 50th Annual General Meeting.

Date : 28th September 2013 (Saturday)

Time : 10.30 a.m.

Venue : "Rani Seethai Hall", No. 603, Anna Salai, Chennai - 600 006.

.....
Signature of the Shareholder

.....
Signature of the Proxy

To be filled in by the Shareholder :-

Folio No. / Client ID :

No. of Shares :

**CHETTINAD CEMENT CORPORATION LIMITED**

Regd. Office : "Rani Seethai Hall Building", 603, Anna Salai, Chennai - 600 006.
Tel : 42149955, 28292727 Fax : 28291558. P.B. No. : 748
Email ID : shares@chettinadcement.com

FORM OF PROXY

I/We
of in the district of being a Member / Members of
the above named Company, hereby appoint of
or failing him of
as my/our Proxy to attend and vote for me/us on my / our behalf at the 50th Annual General Meeting of the
Company to be held on Saturday, the 28th September 2013 at 10.30 a.m. and at any adjournment thereof.

Signed this the day of 2013.

Folio No. / Client ID :

No. of Shares :

For Office Use :	
Proxy No.	Date of Receipt

Signature

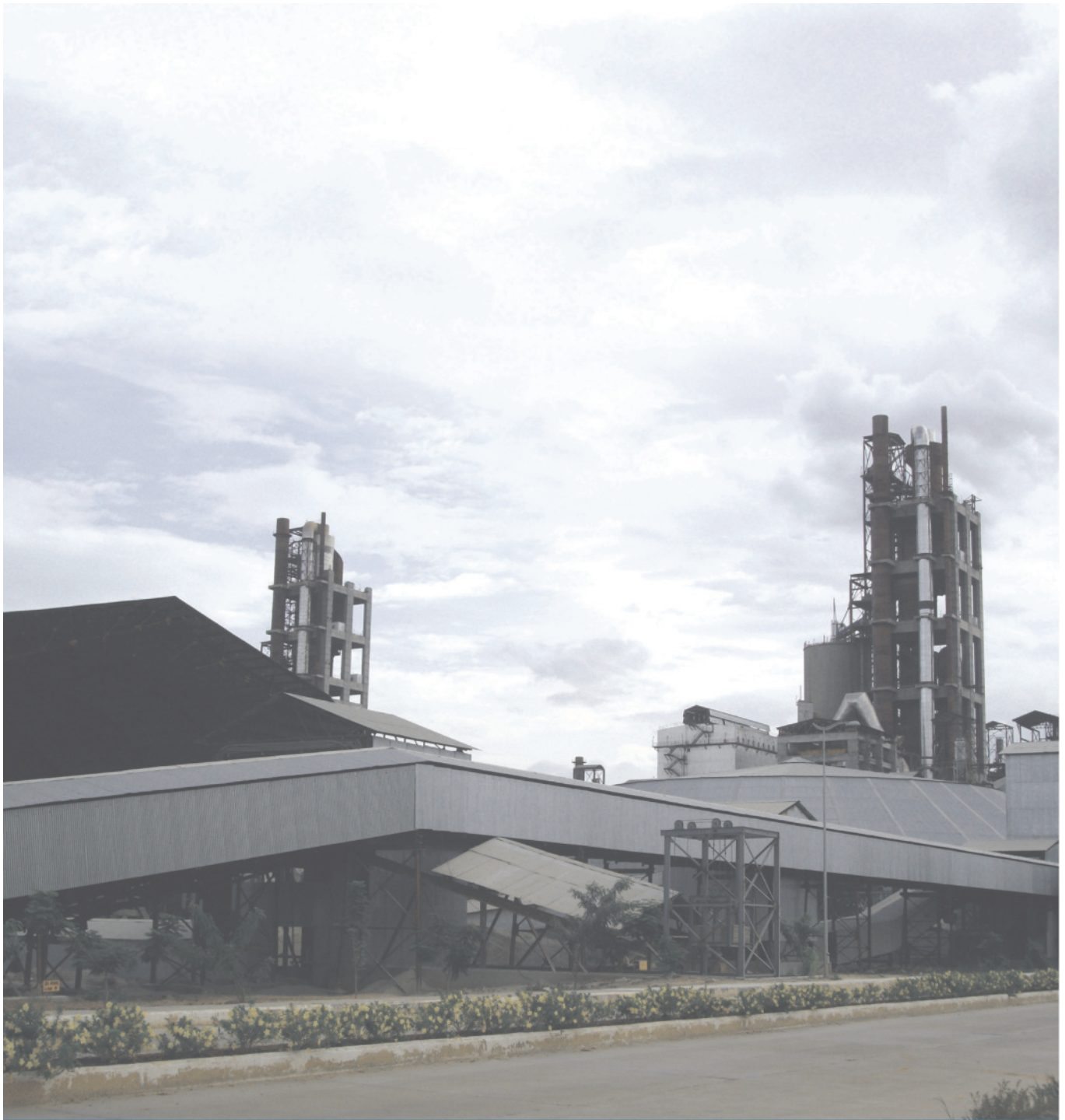
Affix
₹ 1/-
Revenue
Stamp

NOTE:

- Any member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself.
- A Proxy need not be a member.
- A ₹ 1/- Revenue Stamp should be affixed to this and it should then be signed by the member.
- The Form thus completed should be deposited at the Registered Office of the Company at "Rani Seethai Hall Building", 603, Anna Salai, Chennai - 600 006, not less than forty eight hours before the meeting.

List of Awards Received

Awards	Year
1. NATIONAL SAFETY AWARD (For outstanding performance in Industrial Safety in achieving Lowest frequency rate in Industry). Runners up. Highest % reduction in frequency rate.	1976 1977
2. MERIT AWARDS from Regional Directorate of Workers Education	1982 1985
3. TAMILNADU FILM ARTS ASSOCIATION, Chennai. Shield	1978
4. a). NATIONAL PRODUCTIVITY AWARD (Best Productivity Performance in Cement Industry Issued by NPC) Second Best Best Best Second Best Second Best b). BEST PRODUCTIVITY AWARD (Issued by Govt. of Tamilnadu)	1985-86 1986-87 1995-96 1996-97 1998-99 1994-95 1995-96
5. NATIONAL SAFETY AWARD (Mines - For Lowest injury frequency rate Metal Mines Mechanised Open cast). Longest Accident Free Period. Highest % reduction in frequency rate. Best Performance of the year.	1986 1986 1987 1989
6. CONSERVATIONIST OF THE YEAR (For outstanding progress in the field of conservation of Energy, Metal Components & Machinery)	1987
7. NCBM NATIONAL AWARDS (Improvement in Energy Performances) Second Best Best Best (Manufacture of Blended Cement) Best (Manufacture of Blended Cement) Best (Manufacture of Blended Cement)	1994-95 1995-96 1998-99 1999-2000 2000-01
8. TNEB ENERGY CONSERVATION AWARD (One Among the 15 Energy Efficient H.T. Industries of 2000 KVA)	1998-99
9. NCBM NATIONAL AWARDS (Improvement in Electrical Energy Performance) Second Best	1998-99
10. NCBM NATIONAL AWARDS Awarding for Energy Efficiency - 1st Prize Best Improvement in Thermal Energy Performance	2000-01
11. MINISRTY OF ENERGY National Energy Conservation Award National Energy Conservation Award for the Cement Sector	2000-01 2002
12. TAMILNADU GOVERNMENT AWARDS State Safety awards 1st & 3rd Prize	1998
13. NATIONAL AWARD FROM NCCBM Best Environmental Excellence in Cement Industry	2004-05
14. AWARDED THREE LEAVES by the Centre for Science and Environment in Green Rating Project	2004-05
15. TAMILNADU GOVERNMENT AWARDS State Safety Awards 1st Prize	2005
16. TAMILNADU GOVERNMENT AWARDS State Safety Awards 1st Prize	2007
17. NATIONAL AWARD FROM NCCBM Best Environmental Excellence in Cement Industry	2007-08
18. NATIONAL AWARD FROM NCCBM Best Improvement in Thermal Energy Performance	2007-08
19. Water Efficient Unit Award from CII	2012-13



CHETTINAD CEMENT CORPORATION LIMITED

Registered Office :

"Rani Seethai Hall Building", 603, Anna Salai, Chennai - 600 006, India.

Tel : 091-44-28292727, 42149955, Fax : 091-44-28291558.

Cable : Bestcement,

email : info@chettinadcement.com website : www.chettinad.com