

**ITD Cementation India Limited**

Regd. Office: 1st Floor, Dani Wooltex Compound, 158 Vidyanagri Marg, Kalina, Santacruz (East), Mumbai-400 098

**AUDITED STANDALONE FINANCIAL RESULTS  
FOR YEAR ENDED 31ST DECEMBER, 2008**

( Rupees in Lakhs )

Sr. No.	Particulars	Year ended	
		31.12.2008	31.12.2007
		(Audited)	(Audited)
1	a) Total Turnover / Income from Operations	95,659.98	78,353.09
	b) Company's share in profit of Joint Venture	848.48	316.05
	c) Other Operating Income	-	-
2	<b>Expenditure</b>	96,508.46	78,669.14
	a) Consumption of raw materials	40,208.82	29,545.94
	b) Staff cost	8,534.28	7,001.75
	c) Sub-contracts charges	17,496.53	15,646.39
	d) Depreciation	1,972.53	1,465.32
	e) Other expenditure	25,440.00	21,056.45
	f) Total	93,652.16	74,715.85
3	Profit / (Loss) from Operations before Other Income, Interest and Exceptional Items (1-2)	2,856.30	3,953.29
4	Other Income	553.11	1,084.07
5	Profit / (Loss) before Interest and Exceptional Items (3+4)	3,409.41	5,037.36
6	Interest	3,725.01	3,975.30
7	Profit / (Loss) after Interest but before Exceptional Items (5-6)	(315.60)	1,062.06
8	Exceptional items (provision written back)	959.61	231.94
9	Profit / (Loss) from Ordinary Activities before Tax (7+8)	644.01	1,294.00
10	<b>Tax Expense</b>	-	313.74
	a) Current Tax	-	-
	b) Deferred Tax Credit	-	-
	c) Fringe Benefit Tax	94.08	75.52
11	Net Profit/(Loss) from Ordinary Activities after Tax (9-10)	549.93	904.74
12	Extraordinary Items (Net of Tax Expense)	-	-
13	Net Profit/(Loss) for the period (11-12)	549.93	904.74
14	Paid-up Equity Share Capital (Face Value: Rs. 10/- per share)	1,151.58	1,151.58
15	Reserves excluding Revaluation Reserves as per Balance Sheet of previous Accounting Year	33,966.43	33,481.64
16	Earnings per share - (Rs.) * Not Annualised		
	a) Basic and diluted EPS before extraordinary items for the period, for the year to date and for the previous year	4.78	12.55
	b) Basic and diluted EPS after extraordinary items for the period, for the year to date and for the previous year	4.78	12.55
17	Public Shareholding		
	Number of Shares	3,504,472	3,504,472
	Percentage of Shareholding	30.43%	30.43%

**Notes:**

- 1) The above statement of audited financial results was reviewed by the Audit Committee at its Meeting held on March 5, 2009 and approved by the Board of Directors of the Company at its meeting held on March 5, 2009.
- 2) The Company operates in one segment viz. Construction.
- 3) There were no investor complaints at the beginning of the quarter. Four complaints were received and duly attended during the quarter. No complaints remain unsolved at the end of the quarter.
- 4) The Board of Directors of the Company have, at its meeting held on March 5, 2009 recommended Dividend of Re. 1/- per share for the year ended 31st December, 2008.
- 5) In respect of qualifications (*italics*) in the auditors report, it is clarified that:
  - a) *The Company has recognized variation claims of Rs.4,182 lakhs till December 31, 2008, which are also included in the balance of sundry debtors at December 31, 2008. These claims are disputed by the customer. Out of this, claims amounting to Rs. 3,817 lakhs are a subject matter of arbitration. Of these claims the company has received arbitration awards of Rs. 2,610 lakhs in its favour and includes an arbitration award of Rs. 990 lakhs upheld by the district court in favour of the Company. The period within which the customer can challenge the award for Rs. 990 lakhs has not elapsed and the balance amount of arbitration awards for Rs. 1,620 lakhs have since been challenged by the customer. Considering the contractual tenability and legal advice from Company's counsel in the matter, the management is reasonably confident of recovery of the amounts awarded. During the current year ending December 31, 2008, no variation claim was recognised by the Company.*
  - b) *Sundry Debtors as at December 31, 2008 include Rs.3,384 lakhs representing interim work bills for work done which have not been certified by customers beyond normal periods of certification provided in the respective contracts. The management is reasonably confident of the certification and recovery of the same progressively on these contracts based on past experience of the Company, assessment of work done and the fact that these amounts are not disputed by the customer.*

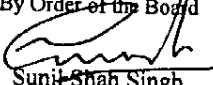
The matters listed in 5 (a) and (b) above were also the subject matter of audit qualifications in the Audited Accounts of the previous accounting year ended December 31, 2007.

- 6) Debtors at December 31, 2008, include an amount of Rs. 1,225 lakhs comprising a claim made by the Company and a writeback of a provision for doubtful debts of earlier years. Based on the payment schedule originally agreed by the Company with the customer, the above mentioned claim was expected to be received by the Company over a period of time commencing from financial year 2008/09. No amounts have been received by the Company against this amount till date and further the payment schedule for this amount is in the process of being rescheduled. The management is reasonably confident of recovery of this amount based on the confirmation letter received from the customer.
- 7) The Company has recognised escalation claims on two road contracts till December 31, 2008 aggregating to Rs. 2,028 lakhs. Sundry debtors at December 31, 2008 includes Rs. 1,140 lakhs out of this amount. These escalation claims were disputed by the customer and the Company has received favourable verdicts from the Dispute Redressal Board and also thereafter in Arbitration in respect of these claims. The Customer has appealed against the Arbitration Award. As at December 31, 2008 an amount of Rs. 1,140 lakhs is still receivable from the customer. Management is reasonably confident of recovery of this amount based on the above and independent legal advice from eminent counsel in the matter. These contracts have been completed and hence during the current year ended December 31, 2008, the Company has not recognised any turnover or escalation claims on these road contracts.
- 8) Pursuant to rights issue offer which closed on December 15, 2007, the Company allotted 5,757,690 equity shares of Rs. 10/- each at a premium of Rs. 415/- per share on December 31, 2007 and received Rs. 24,470.18 lakhs. The details of utilisation of rights issue proceeds are as follows:

Objects of Rights Issue	( Rupees in Lakhs )	
	Amount Received	Amount utilised as on December 31, 2008
Partial repayment/prepayment of our existing debt	10,000.00	10,000.00
Financing a portion of our working capital requirements	7,000.00	7,000.00
General corporate	6,046.93	6,225.10
Rights issue expenses	1,423.25	1,245.08
	24,470.18	24,470.18

- 9) The audited standalone financial results of the Company for the year ended December 31, 2008 are available on the Company's website (<http://www.itdcm.co.in>) and on the websites of BSE ([www.bseindia.com](http://www.bseindia.com)) and NSE ([www.nseindia.com](http://www.nseindia.com))
- 10) Previous period's figures have been regrouped wherever necessary.

Place : Mumbai  
Dated : 5 March, 2009

By Order of the Board  
  
Sunit Shah Singh  
Managing Director