

## 28. THE TRAVANCORE CEMENTS LIMITED

<b>I Date of incorporation</b>	9th October, 1946		
<b>II Address- Registered Office</b>	Nattakom P.O Kottayam 686 013		
<b>III Phone, Gram, Telex, Fax,</b>	0481 2361177, TRAVCEMENT, 088 214 TCL IN, Fax: 0481-2362354		
<b>E-mail</b>	tclktm@sancharnet.in		
<b>IV Administrative Dept. (Under Govt.)</b>	Industries Department		
<b>V Name of Chairman</b>	Shri.P.H. Abdul Salam Haji		
<b>VI Name of Managing Director</b>	Shri. Jacob Joseph		
<b>VII Present Activities</b>	Manufacture and sale of White Cement and Cement Paint		
<b>VIII Manpower as on 31-3-05</b>	No.	Average Emoluments per person (Rs. per month)	
a. Workers (all non-supervisory employees in factory, office and field)	369	7815	
b. Supervisory Staff (in factory office and field)	182	9607	
c. Executives	20	16052	
d. Senior Executives (Heads of department and above)	4	23554	
<b>Total</b>	<b>575</b>		
	<b>2002-03</b>	<b>2003-04</b>	<b>2004-05</b>
<b>IX Bonus</b>			
a. Payable (%)	8.33	8.33	8.33
b. Paid (%)		8.33	8.33
8.33			
<b>X Financial Position (Rs.in lakhs)</b>			
<b>A. Liabilities</b>			
1. Capital			
a. Authorised capital	100.00	100.00	100.00
b. Paid up capital	50.00	50.00	50.00
2. Reserves & Surplus			
a. Retained earnings	687.00	698.00	698.00
b. Other reserves	159.00	67.00	67.00
3. Long term Loans	-	-	-
4. Current liabilities & provisions			
a. Sundry creditors	202.00	149.00	191.00
b. Outstanding expenses	-	-	-
c. Other current liabilities	500.00	509.00	603.00
<b>Total</b>	<b>1598.00</b>	<b>1473.00</b>	<b>1609.00</b>
5. a. Fixed assets:Gross Block	829.00	830.00	826.00
b. Less: Depreciation	678.00	698.00	709.00
c. Net fixed assets	151.00	132.00	117.00
d. Capital work in progress	10.00	10.00	10.00
6. Investments	1.00	1.00	1.00
7. Current assets			
a. Cash & Bank balance	320.00	129.00	59.00

	b. Sundry debtors	76.00	99.00	34.00
	c. Advances	251.00	244.00	235.00
	d. Accrued income	7.00	-	-
	e. Stock			
	(i) Raw materials	121.00	122.00	134.00
	(ii) Semi-finished goods (work -in-process)	245.00	237.00	239.00
	(iii) Finished goods	186.00	74.00	101.00
	(iv) General stores & spares	229.00	208.00	198.00
8.	Miscellaneous expenditure not written off/adjusted			
	a. Preliminary expenses	1.00	1.00	1.00
	b. P&L Account (Accumulated Loss, if any)	-	216.00	480.00
	<b>Total</b>	<b>1598.00</b>	<b>1473.00</b>	<b>1609.00</b>
<b>C.</b>	<b>Other Details</b>			
1.	Share distribution(%)			
	a. State Govt.	51.00	51.00	51.00
	b. Public	49.00	49.00	49.00
	<b>Total</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>
2.	Net worth	895.00	598.00	334.00
3.	Capital employed	894.00	597.00	333.00
4.	Capital invested	50.00	50.00	50.00
5.	Working capital (Current assets - Current liabilities)	733.00	455.00	206.00
<b>XI</b>	<b>Working results: (Rs. in Lakhs)</b>			
1.	<b>Income</b>			
	a. Sales/Service charges	2936.00	2789.00	2779.00
	b. Other Income	43.00	56.00	10.00
	c. Increase/decrease in stock of finished goods & work-in-process	116.00	-119.00	29.00
	<b>Total</b>	<b>3095.00</b>	<b>2726.00</b>	<b>2818.00</b>
2.	<b>Expenditure</b>			
	a. Raw materials, chemicals etc. consumed	295.00	206.00	186.00
	b. Power, fuel, and water charges	992.00	838.00	902.00
	c. Excise duty	365.00	325.00	329.00
	d. Other expenses	598.00	555.00	601.00
	e. Personnel expenses	722.00	742.00	776.00
	f. Interest & Bank Charges	10.00	12.00	9.00
	g. Selling & distribution expenses	245.00	272.00	220.00
	h. Administration expenses	69.00	56.00	55.00
	i. Depreciation	23.00	19.00	15.00
	<b>Total</b>	<b>3319.00</b>	<b>3025.00</b>	<b>3093.00</b>
	Operating profit/loss(+/-)	-224.00	-299.00	-275.00
	Prior period adjustment	-	3.00	10.00
	Net Profit/Loss (+/-)	-224.00	-296.00	-265.00
<b>XII</b>	<b>Taxes &amp; duties:</b>			
	a. Excise Duty	365.00	325.00	329.00
	b. C S T		3.00	3.00
1.00	c. Sales Tax	393.00	365.00	376.00

<b>XIII Dividend</b>	Nil	Nil	Nil
<b>XIV Long Term Loans</b>	Nil	Nil	Nil
<b>XV Interest charges on term loans</b>	Nil	Nil	Nil
<b>XVI Statutory dues as on 31-03-05</b>	Nil	Nil	Nil
<b>XVII Production: (Rs. in lakhs)</b>			

2003-04										
Sl. No.	Products	Unit	Capacity		Budgeted production		Production during the year		% of Capacity utilised	
			Licensed	Installed	Qty.	Value	Qty.	Value	Licensed	Installed
i.	White Cement	MT	50800	30000	30000	3004.00	23123	2305	46.00	77.00
ii.	Cement Paint	MT	6000	1050	1800	422.00	1542	360	26.00	147.24

2004-05										
Sl. No.	Products	Unit	Capacity		Budgeted production		Production during the year		% of Capacity utilised	
			Licensed	Installed	Qty.	Value	Qty.	Value	Licensed	Installed
i.	White Cement	MT	50800	30000	30000	3122.00	23965	2494.00	47.00	80.00
ii.	Cement Paint	MT	6000	1050	1800	424.00	1340	316.00	22.00	128.00

**XVIII Sales (Rs. in Lakhs)**

2003-04						
Sl. No.	Products	Unit	Budgeted sales		Actual sales	
			Qty	Value	Qty.	Value
1.	White Cement	MT	30000	3004	24217	2414.00
2.	Cement Paint	MT	1800	422	1604	375.00
	<b>Total</b>			<b>3426</b>		<b>2789.00</b>

2004-05						
Sl. No.	Products	Unit	Budgeted sales		Actual sales	
			Qty	Value	Qty.	Value
1.	White Cement	MT	30000	3122	23021	2479.00
2.	Cement Paint	MT	1800	424	1256	296.00
	<b>Total</b>			<b>3546</b>		<b>2775.00</b>

<b>XIX Financial / Operating ratios</b>	<b>2002-03</b>	<b>2003-04</b>	<b>2004-05</b>
a. Current ratio	2.04:1	1.69:1	1.26:1
b. Receivables to sales(in months)	0.31	0.43	0.15
c. Stock of finished goods to sales (in months)	0.76	0.32	0.44
d. Stock of raw materials to consumption (in months)		4.92	7.11
8.65 e. Consumption to sales (%)	10.05	7.39	6.69
f. Net profit to sales (%)	-7.63	-10.61	-9.54
g. Return on investment (%)	-25.06	-49.58	-79.58

**XX Status of Accounts**

- Year up to which Accounts have been finalised by the company 2004-05
- Year up to which audit is complete 2003-04

**XXI Employee Development:**

- |             |                |                |                |
|-------------|----------------|----------------|----------------|
| a. Training | <b>2002-03</b> | <b>2003-04</b> | <b>2004-05</b> |
|-------------|----------------|----------------|----------------|

	(i) Budget provision (Rs.)	Not separately accounted	
	(ii) Actually spent (Rs.)		
b. No.of persons sent for external training programmes	4	4	-
c. No.of in-house programmes	11	2	-
d. No. of persons covered in-house programmes	172	69	-

**XXII Income-tax Benefits/Reduction/Relief**

- a) Have you initiated any activity or project during the year that would result in income tax benefits/reduction/relief for the company? No

**XXIII Summary of Performance**

During the year under review, the production of white cement in TCL has marginally increased but that of cement paint has reduced to 1340 MT as compared to the production of 1542 MT during the previous year. The turnover of the Company has also come down to Rs.2779 lakhs as against the turnover of Rs.2789 lakhs during the year 2003-04. However, the net loss of the Company has come down to Rs.265 lakhs as compared to Rs.296 lakhs during the previous year.

It is reported that the cost of production has increased due to hike in oil prices, furnace oil contributing about 60% of the production cost. The Company is also under threat due to problems in raw materials availability.

**The audit of accounts of the Company is complete upto 2003-04.**