

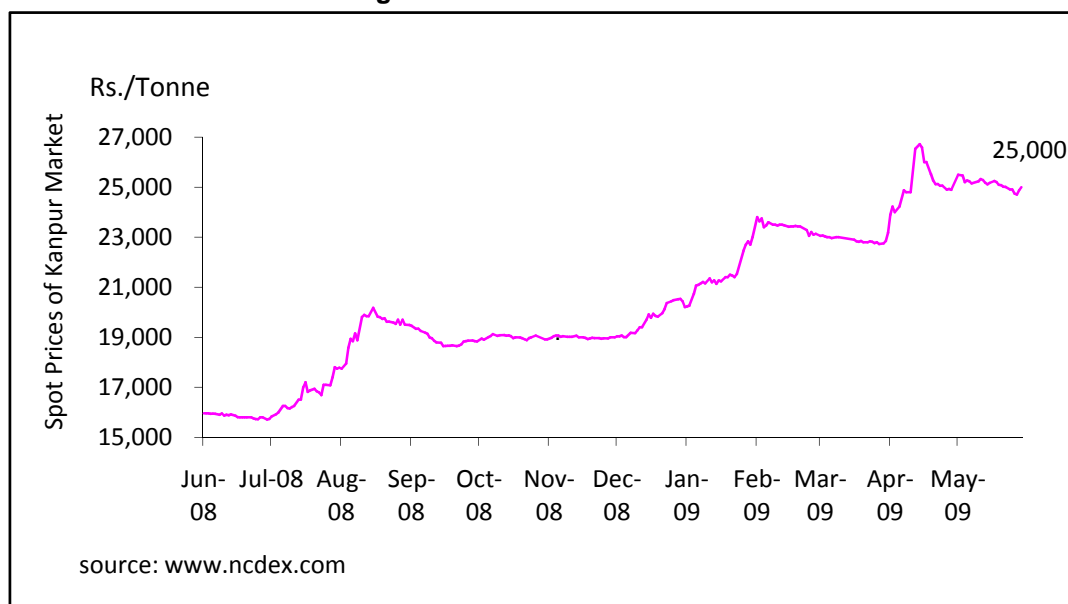
Dalmia Cement (Bharat) Ltd.

Integrated Sugar Unit – Monthly Update

New Delhi, June 5, 2009:

Sugar Price Realizations Trend

Region: Central U.P.



Average spot sugar prices of Kanpur market were flat in May'09 at Rs.25,000 per ton as compared to previous month due to high release of sugar in April and May'09. Weekly reporting of sales volumes by the corporates also seems to have arrested the price uptrend. The levy price at present is Rs 1,345 per quintal where as domestic realization ex-mill is around Rs.2,200 per quintal.

Free Sale Quota (FSQ) for the period ended May 31, 2009						
	For the Month			Financial Year To Date		
	May '09	May '08	YoY Growth%	May '09	May'08	YoY Growth%
All India (Lac MT)	21	14	50%	43	31	39%
Dalmia (MT)	16,110	7,954	103%	35,155	20,795	69%

- **Raw Sugar processing has started** at our Jawahapur unit, U.P. in May'09. The processing will be completed in June'09.

- To curb speculative activities **sugar futures have been banned on NCDEX** (National Commodity & Derivatives Exchange Limited) **and MCX** (Multi Commodity Exchange) upto Dec'09.
- The Centre is toying with the idea of bringing back **Gur (Jaggery) under the Sugar (Control) Order 1966**; giving itself powers to regulate its production to ensure adequate cane supplies to sugar mills.
- The Government is also considering **extending the existing policy of raw sugar imports under OGL** from July'09 to March'10. The aim of extension is to encourage millers to make available white sugar for domestic market and thereby help **keep the prices under control**.
- Industry suggests starting the crushing season early from 1st October instead of the normal schedule of November. The millers are looking to get an exemption on levy portion of 10% for two months. This way they will be compensated for the possible recovery loss of 1.5 - 2% by selling that sugar in open market.
- The Food Ministry has recommended to Government that SMP to be increased to Rs. **107.76 a quintal** for the next season 2009-10, beginning October, from Rs. **81.18 a quintal** in 2008-09 sugar season.

About Dalmia Cement (Bharat) Limited

DCBL, with total gross income of around Rs 2000 crores has business interests in two major segments, Cement and Sugar. It has cement plants in Southern State of Tamil Nadu (Dalmiapuram) & Andhra Pradesh (Kadapa), with capacity of 6.5 million tonnes per annum. Pioneer in cement manufacturing since 1939, DCBL is a leading multi spectrum Cement player in South India with a market share of around 15% and is a pioneer in super specialty cements like Oil well, Railway sleeper and Air strip.

The Company has three Integrated Sugar Mills in the State of Uttar Pradesh with total installed capacity of 22500 tons of cane crush per day leading to sugar manufacturing of about 300,000 MT per annum, distillery capacity of 80 KL per day & cogeneration facility. It has been ranked among the Top 10 players in the sugar industry within a short span of operations in terms of income.

The company has charted out an ambitious growth plan, which is being executed by a professional management team under the guidance of the experienced promoters of the Group. DCBL is expanding its cement footprint in the Southern India with a Greenfield project, at Ariyalur, Tamil Nadu. The company is in the final phase of commissioning at Ariyalur.

The company produces around 160 MW of Power through thermal and renewable energy with an aim to increase the power generation from non-conventional methods.

Over the 7 decades, the company has earned the trust of the employees, distribution chain as well as all its stakeholders. The company is looked upon and respected for being a value-based organization. DCBL is Head Quarters in New Delhi. It has employee strength of more than 3500 people.

For more information about DCBL, please visit our website www.dalmiacement.com or contact us.

Investor Relations Contact:

Nidhi Aggarwal, Head Investor Relations
 Phone: +91 11 23465142 / 5135 / 5102 / 5100
 Email: investorquery@dalmiacement.com

Media Contact:

R. Gurumoorthy
 Phone: +91 11 23465179/ +91 9717004389
 Email: r.gurumoorthy@dalmiacement.com