Till date we have made several attempts to eliminate problems of water shortage, providing drinking water, and sanitation facility, rain water harvesting, building check dams etc. Hiralaxmi Memorial Foundation & Kutch Navnirman Trust [KNT], facilitated access to high quality healthcare services through door to door mobile medical camps in various districts of Kutch, Improving the functioning of public healthcare systems. Besides healthcare, KNT's main focus was education and community development for people of Kutch.

To strengthen animal husbandry, Ashapura Foundation took initiative to ensure increased fodder availability, distribution and management.

I would like to acknowledge my sincere thanks to all the stake holders, fellow directors, partners, customers for the continued contribution during the tenure of Ashapura.

EXECUTIVE CHAIRMAN

Place: Mumbai
Date: 24th September, 2010

Note:
This does not purport to be record of the proceedings of the Annual General Meeting.

CHAIRMAN'S STATEMENT

24th
Annual General Meeting
At
The Indian Merchant Chembers

Walchand Hirachand Hall,
4th Floor, Indian Merchant Chembers, IMC Building,
IMC Marg, Churchgate, Mumbai - 400 020.

At 11.30 a.m.

On Friday
24th Sept., 2010

ASHAPURA
MINECHEM LIMITED

Regd. Office :
Jeevan Udyog Building, 3rd Floor,
278, D. N. Road, Fort, Mumbai - 400 001.



My Dear Shareholders,

I have pleasure in welcoming you all to the 29th Annual General Meeting of Ashapura Minechem Ltd. I hope and trust, the Company's Accounts for the year ended March 31, 2010, along with the Directors' and Auditors' Report and Management's Discussion and Analysis, have already been circulated to you.

The First Quarter performance was quite encouraging and constant flows of FDI gave more confidence in Indian Economy despite the volatility and slow down in China and weak Euro Zone. The World Bank has predicted 9.4% GDP growth for India, endorsing the optimism.

The global economy has only partially recovered from the financial meltdown of 2008. Meanwhile, there are dark clouds on the horizon caused by the current debt-crisis in Europe.

A steady growth in the economy invariably translates into a huge demand for basic raw materials or minerals like coal, iron ore, natural gas, crude oil and the likes. Needless to say, a stable long-term mineral policy and its harmonious implementation by the State and Central Government are vital for sustaining such a growth. At times even good policies are rendered ineffective if they are not implemented in spirit. This issue has been a major concern for all mining companies in the recent months.

Through unwarranted struggle for the last two years, we have seen some positive developments which are indeed encouraging, although some legal matters remain to be put to rest. Despite all the odds, we have earnestly continued on our journey of consolidation and growth. "PT Ashapura Resources" is the group's first foray into Indonesia to explore opportunities in Bauxite, Coal, Manganese and all the other mineral wealth that Country has to offer.

India is set to become the fastest growing economy within the coming few years, and the ability to foresee this opportunity, my dear Shareholders, is what your Company can fully rely upon.

After general views expressed above, you will like to know the details:

1. The expansion of the Bentonite processing plant at Baraya is to come on stream very shortly to meet the growing demand in the export market.

2. Similarly, the expansion of the Acid Activated Bleaching Clay plant at Ler will be completed by end of October 2010. The group has emerged to be the third largest Bleaching Clay producer in the world. To have crossed this milestone within just eight years of our foray into the business is a singularly laudable achievement.

3. China Clay plant in Kerala has already started commercial production.

4. Also by using our trading experience of fifty years, we are doing many international bulk trading business, which is giving good returns.

Above steps will result in improved performance in the short-term as well as long-term.

We are yet to resolve various issues to bring business as usual which we hope will take few months from now. We are confident to overcome present situation to yield real value to all Stakeholders.

I hope MA "Ashapura" will give us all strength and courage to move in the right direction.

On Social Front

Ashapura Foundation is established with an aim to carry out social, cultural and rural development activities in Kutch of Gujarat state in India. As Kutch is the most rural poor in character consisting of 900 villages, known for its diversity of people, culture and geography. It lacks in basic amenities like water, power, communications, medical facilities etc.