

Hyderabad, February 9, 2009

Rain concludes CER Purchase Agreement with IFC

Rain Commodities Limited (RCOL/Company) announced that its wholly owned subsidiary namely Rain CII Carbon (India) Limited (RCCIL) had entered into an agreement with International Finance Corporation (IFC), Washington, D.C. of the World Bank for sale of approximately 850,000 CERs generated by it for the period from July 12, 2007 to July 15, 2012. This transaction will cover 100% CERs generated by RCCIL for the period between July 12, 2007 till July 15, 2012.

United Nations Framework Convention on Climate Change (UNFCCC) has recently issued the first Tranche of 79,535 Carbon Emission Reduction (CERs) to RCCIL for the period from July 12, 2007 to December 31, 2007.

The CERs above have been issued to RCCIL in lieu of reduction in generation of an equivalent quantity of carbon. RCCIL has installed a WHRS (Waste Heat Recovery System) unit at its calcining facility at Vishakhapatnam, India. The usage of waste energy from calcining process and its conversion into usable power have qualified RCCIL for Carbon Emission Reductions up to 2017.

Rain Group is actively exploring opportunities to replicate the waste heat recovery mechanism at three of its facilities in USA and take advantage of the proposed Carbon Trading in USA. The recent introduction of Oxygen Lancing combined with the cash realized from the sale of CERs will provide substantial strength to the Company from a cash flow perspective, considering the fragile global economy.

About Rain Commodities Limited (RCOL)

Rain Commodities Limited (RCOL) and its wholly owned subsidiaries - Rain CII Carbon (India) Limited, India (RCCIL) and Rain CII Carbon LLC, USA (RCC) are engaged in manufacturing of cement and Calcined Petroleum Coke (CPC).

The Company is the world's largest producer of CPC with a total capacity of 2.49 Million Tons Per Annum (MTPA). With acquisition of CII in July 2007, the Company gained access to suppliers of high quality Green Petroleum Coke to realize substantial operational synergies. Further, the Group's customers in the CPC industry are widely distributed geographically across various regions and across industries such as Aluminium, Steel and Titanium di-oxide.

RCOL is a leading producer of cement in South India since 1986. The Company markets cement under the brand "Priya Cement" in Andhra Pradesh, Karnataka and Tamil Nadu. The Company is self-sufficient in all critical raw materials consisting of limestone, power and coal. The total cement capacity of the Company has recently increased to 3.16 MTPA with the completion of the capacity expansion of 1.50 MTPA.

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