PRESS RELEASE

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LARSEN & TOUBRO LIMITED

LARSEN & TOUBRO LIMITED

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L&T Bags Order For Asia's Largest Milk Powder Plant From Mother Dairy

Baroda, July 5, 2004: Mother Dairy, Gandhinagar -- a unit of Gujarat Cooperative Milk Marketing Federation Limited (GCMMF) -- has awarded an order for setting, fully automated milk powder plant of 100 tonnes per day capacity on turnkey basis to Food & Pharma Strategic Business Unit of Engineering and Construction major Larsen & Toubro Limited (L&T).

Total value of the order is Rs. 58 crores. The order pitch of Engineering land 9.95 Tm -06 which would be executed by L&T Construction Division, ECC. This plant is scheduled to go on stream during 2005-06.

L&T will be responsible for total Engineering, Procurement and Construction (EPC) of the complete project based on the process know-how from world renowned Niro A/S, Denmark --

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Vacuum dense phase conveying system facilitating the advantages of gentle powder conveying which minimizes damage to fragile and agglomerated powder.

Latest DCS based automation system and Advance Predictive Control unit for process optimization equipped with online Management Information system.

Intelligent motor and power control centres with sophisticated microprocessor based relays for metering and protection.

FN: Mother Dairy.doc