

ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2021

Feb 13, 2021

The Manager

Listing Department

National Stock Exchange of India Ltd

“Exchange Plaza” C/1, G-Block

Bandra-Kurla Complex,

Bandra (E), Mumbai-400051

Bombay Stock Exchange Ltd

25 Floor, New Trading Ring

Rotunda Building P J Towers,

Dalal Street, Fort

Mumbai – 400 001

Fax No.: 022-26598237/38,
02226598347/48

Fax No.: 022-22723121/2037
/2039/2041

Dear Sirs,

Re: Un-audited Financial Results for the quarter ended 31st December, 2020 -Reg

We are pleased to inform you that the Board of Directors of the Company at its meeting held today i.e February 13, 2021, approved the unaudited Financial Results for the quarter ended 31st December, 2020.

Copies of Financial Results along with Auditors limited review Report for the Audit under Reg, 33 (3) (d) of SEBI (LODR) Regulations, 2015 are attached herewith for your kind information and records.

Thanking you,

Yours faithfully,

For ANDHRA CEMENTS LTD



(G. TIRUPATI RAO)

Company Secretary & GM-Legal

Mobile No. 9989773421



Encl: as above



Regd. Office & Factory : Durga Cement Works, Durgapuram, Srinagar (PO),
Dachepalli - 522414, Guntur District, Andhra Pradesh.
Ph : +91 - 8649-257441/42, Fax : +91 - 8649-257428,
Website : www.andhracements.com, E-mail : investorcell@andhracements.com
CIN : L26942AP1936PLC002379

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020
 (Rs. in Lakhs except EPS)

S. No.	PARTICULARS	Quarter Ended			Nine Months Ended		Year Ended
		31.12.2020 UNAUDITED	30.09.2020 UNAUDITED	31.12.2019 UNAUDITED	31.12.2020 UNAUDITED	31.12.2019 UNAUDITED	31.03.2020 AUDITED
1	Revenue from Operations	2	-	3,489	10	13,197	14,292
2	Other Income	15	13	21	127	63	71
3	Total Income (1+2)	17	13	3,510	137	13,260	14,363
4	Expenses						
(a)	Cost of Material Consumed	0	(0)	347	0	1,471	1,526
(b)	Changes in inventories of finished goods and work-in-progress	2	(0)	389	9	(732)	(106)
(c)	Employee Benefits Expense	399	416	580	1,240	1,776	2,243
(d)	Finance Costs	3,322	3,636	3,068	10,337	9,061	12,174
(e)	Depreciation and Amortisation Expense	1,194	1,197	1,197	3,584	3,591	4,783
(f)	Power and Fuel	38	40	1,437	557	6,046	6,549
(g)	Freight and Forwarding expenses	-	(0)	788	0	2,692	2,954
(h)	Other Expenses	136	163	544	467	1,577	1,899
	Total expenses	5,091	5,452	8,350	16,194	25,482	32,023
5	Profit / (Loss) before exceptional items and tax (3-4)	(5,074)	(5,439)	(4,840)	(16,057)	(12,222)	(17,660)
6	Exceptional Items	-	-	-	-	-	-
7	Profit / (Loss) before tax (5+6)	(5,074)	(5,439)	(4,840)	(16,057)	(12,222)	(17,660)
8	Tax Expense						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	-	-	-	-	(828)	(828)
9	Net Profit / (Loss) for the period (7-8)	(5,074)	(5,439)	(4,840)	(16,057)	(11,394)	(16,832)
10	Other Comprehensive Income (net of tax)						
	Items that will not be reclassified to profit and loss	-	(28)	-	(28)	(4)	(10)
	Items that will be reclassified to profit and loss	-	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	(5,074)	(5,467)	(4,840)	(16,085)	(11,398)	(16,841)
12	Paid up Equity Share Capital (Face value Rs. 10 per share)	29,352	29,352	29,352	29,352	29,352	29,352
13	Earning Per Share (of Rs. 10/- each)						
(a)	Basic	(1.73)	(1.85)	(1.65)	(5.48)	(3.88)	(5.74)
(b)	Diluted	(1.73)	(1.85)	(1.65)	(5.48)	(3.88)	(5.74)
		Not Annualised	Not Annualised	Not Annualised	Not Annualised	Not Annualised	Not Annualised

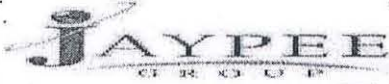
Notes

- The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on February, 13, 2021. The Statutory Auditors have conducted limited review of these results in terms of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI-LODR).
- The Company has incurred losses of Rs.5,074 lakhs for the quarter ended December 31, 2020 resulting into accumulated losses of Rs. 103,083 lakhs against the paid up share capital of Rs. 29,352 lakhs as at December 31, 2020. Moreover, the Company has aggregate borrowing of Rs. 1,18,438 lakhs as on December 31, 2020 including working capital loans and interest accrued thereon. Further at present the plant operations are at halt due to shortage of working capital and consequential attachment of stock and bank accounts of the company by the GST authorities and Power disconnection by the Electricity board. The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the cement market has started improving and company hopes to achieve profitable operations and meet obligations/liabilities and is of the view that the company will continue as a going concern. The statutory auditors have qualified their Report in respect of this matter.
- Certain Trade receivables, Security deposits given/taken, Advances to suppliers, Trade payables and Advances from Customers are subject to confirmations. Management believes that no material adjustments would be required in books of accounts upon receipt of these confirmations.
- The Directorate of Revenue Intelligence has issued an order in December 2018 to the company u/s 110(1) of Customs Act, 1962 confiscating the capital goods having import value of Rs. 3,979 lakhs due to non-fulfilment of certain export obligations. The company has made adequate provision towards differential Custom Duty and interest thereon.
- Facilities extended by the lenders are overdue for more than 90 days at the end of quarter and previous financial year.
- The outbreak of Coronavirus (COVID - 19) pandemic globally and in India is causing significant disturbance in the markets. On 11.03.2020, the Covid -19 outbreak was declared a global pandemic by the World Health Organisation (WHO). It has also resulted in significant disruption in global and Indian economic activities. The situation has been under close watch by the Company to take prompt actions for continuity of business operations in an optimised manner. The Company believes that the impact of this outbreak will not be significant on its business and financial positions.
- The company's business operation fall in single segment i.e. manufacturing and marketing of cement.

 New Delhi
 February 13, 2021


For and on Behalf of the Board of Directors

 NAVEEN KUMAR SINGH
 DIRECTOR AND CEO

**ANDHRA CEMENTS LIMITED**

Regd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)

Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2020

(Rs. In Lakhs except EPS)

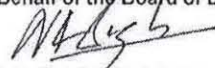
Sl. No.	Particulars	Quarter ended 31.12.2020 (Unaudited)	Nine Months Ended 31.12.2020 (Unaudited)	Quarter ended 31.12.2019 (Unaudited)	Year ended 31.03.2020 (Audited)
1.	Total Income	17	137	3,510	14,363
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(5,074)	(16,057)	(4,840)	(17,660)
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(5,074)	(16,057)	(4,840)	(17,660)
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(5,074)	(16,057)	(4,840)	(16,832)
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(5,074)	(16,085)	(4,840)	(16,841)
6.	Paid-up Equity Share Capital (Face value Rs.10/- per share)	29,352	29,352	29,352	29,352
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(77,435) (As on 31.03.2020)	(77,435) (As on 31.03.2020)	(60,833) (As on 31.03.2019)	(77,435) (As on 31.03.2020)
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)				
	a) Basic	(1.73)	(5.48)	(1.65)	(5.74)
	b) Diluted	(1.73)	(5.48)	(1.65)	(5.74)
		Not Annualised	Not Annualised	Not Annualised	Annualised

Note :

1. The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on February, 13, 2021. The Statutory Auditors have conducted limited review of these results in terms of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI-LODR).
2. The above is an extract of the detailed format of Quarterly and Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on Websites of NSE (www.nseindia.com) and BSE (www.bseindia.com) and the Company's web site(www.andhracements.com).

New Delhi
February 13, 2021

For and on Behalf of the Board of Directors


NAVEEN KUMAR SINGH
DIRECTOR AND CEO

DASS GUPTA & ASSOCIATES

Chartered Accountants

B-4, Gulmohar Park, New Delhi – 110 049
Phones: 46111000 (30 lines), E-mail: admin@dassgupta.com

Independent Auditor's Review Report on Unaudited Financial Results of ANDHRA CEMENTS LIMITED for the quarter and nine months ended on December 31, 2020 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
ANDHRA CEMENTS LIMITED

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of ANDHRA CEMENTS LIMITED ("the Company") for the quarter and nine months ended December 31, 2020, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been compiled from the related interim financial statements which have been prepared in accordance with the recognition and measurement principals laid down in Indian Accounting Standard 34 "Interim Financial Reporting" (Ind AS 34) prescribed under section 133 of the Companies Act 2013, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. We refer to Note 2 to the Statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter ended December 31, 2020, the Company has incurred losses of Rs. 5,074 lakhs, resulting into accumulated losses of Rs. 103,083 lakhs and erosion of net worth as at December 31, 2020. The Company has obligation towards fund-based borrowings aggregating to Rs. 118,438 lakhs as on December 31, 2020 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on December 31, 2020. Further at present the plant operations are at halt due to shortage of working capital and consequential attachment of stock and bank accounts



of the company by the GST authorities and Power disconnection by the Electricity board. These matters require the Company to generate additional cash flow to fund the operations as well as payments to lenders, creditors, statutory dues and other obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying Statement.

4. Based on our review conducted as stated above, except for the possible effect of the matter described in para 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matter

We refer to:

- a) Note 3 to the Statement regarding pending confirmation in respect of certain trade receivables, security deposits given/taken, advances to suppliers, trade payables and advances from customers. The Management believes that on confirmation, there will not be any material impact on the accompanying Statement.
- b) Note 4 to the Statement, in respect of confiscation of imported capital goods having import value of Rs.3,979 lakhs due to non-fulfillment of certain export obligations.

Our report is not modified in respect of these matters.

For Dass Gupta and Associates
Chartered Accountants
Firm Registration No: 000112N

Vipin Agarwal
(Partner)

Membership No: 522003
UDIN:- 21522003AAAAAH4920

Date: 13.02.2021

Place: Delhi