



# SAGAR CEMENTS LIMITED

SCL:SEC:NSE:BSE:2021-22

12th May 2021

The National Stock Exchange of India Ltd.,  
"Exchange Plaza", 5<sup>th</sup> Floor  
Bandra – Kurla Complex  
Bandra (East)  
**Mumbai – 400 051**

The Secretary  
BSE Limited  
P J Towers  
Dalal Street  
**Mumbai – 400 001**

**Symbol: SAGCEM**

**Scrip Code: 502090**

**Series: EQ**

Dear Sirs

**Sub:** Regulation 33 of SEBI (LODR) Regulations 2015 – Furnishing of Audited Standalone and Consolidated Financial Results for the quarter and year ended 2021

...

In continuation of our letter dated 30<sup>th</sup> April, 2021, we wish to inform you that our Board of Directors at their meeting held on today took on record and approved the Audited Financial Results (Standalone and Consolidated) for the quarter / year ended March 31, 2021.

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we enclose the following:

- Statements showing the Audited Financial Results (Standalone and Consolidated) for the quarter / year ended March 31, 2021;
- Auditors' Report on the Financial Results – Standalone and Consolidated.
- Declaration with regard to Auditor's Report, being an unmodified one.

The above said meeting of the Board of Directors commenced at 4.00 p.m. and concluded at 5.00 p.m.

We would request you to kindly take the above information / documents on record.

Thanking you

Yours faithfully  
For Sagar Cements Limited

R.Soundararajan  
Company Secretary

Encl: as above



**Registered Office :** Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500033, Telangana, India.

Phone : +91-40-23351571, 23356572 Fax : +91-40-23356573 E-mail : [info@sagarcements.in](mailto:info@sagarcements.in) Website : [www.sagarcements.in](http://www.sagarcements.in)

**Factories :** Mattampally, Via Huzurnagar, Suryapet-District, Telangana - 508204. Phone : 08683 - 247039

Bayavaram Village, Kasimkota Mandal, Visakhapatnam District, Andhra Pradesh - 531031. Phone : 08924-244550 Fax : 08924-244570

CIN : L26942TG1981PLC002887 GSTIN : 36AACCS8680H1ZZ

**SAGAR CEMENTS LIMITED**  
CIN No: L26942TG1981PLC002887

Plot No. 111, Road No. 10, Jubilee Hills, Hyderabad - 500 033, Phone: +91 40 23351571 Fax: +91 40 23356573  
**STATEMENT OF AUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2021**  
**AND UNAUDITED STANDALONE & CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED MARCH 31, 2021**

(₹ in lakhs, except per share data and unless otherwise stated)

Sl. No.	Particulars	Standalone					Consolidated				
		Quarter ended			Year ended		Quarter ended			Year ended	
		March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020	March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
		(Refer note 9)	(Unaudited)	(Refer note 9)	(Audited)	(Audited)	(Refer note 9)	(Unaudited)	(Refer note 9)	(Audited)	(Audited)
<b>1</b>	<b>Income</b>										
	(a) Revenue from operations	30,499	25,975	21,524	1,00,170	84,758	41,765	36,367	30,357	1,37,132	1,17,515
	(b) Other income	470	569	505	2,069	1,632	171	199	230	778	403
	<b>Total income</b>	<b>30,969</b>	<b>26,544</b>	<b>22,029</b>	<b>1,02,239</b>	<b>86,390</b>	<b>41,936</b>	<b>36,566</b>	<b>30,587</b>	<b>1,37,910</b>	<b>1,17,918</b>
<b>2</b>	<b>Expenses</b>										
	(a) Cost of materials consumed	5,270	4,043	4,071	15,210	15,983	6,755	5,335	5,229	19,710	20,473
	(b) Purchase of stock-in-trade	380	375	686	2,028	4,117	380	375	686	2,028	3,237
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	4	979	(7)	1,389	(602)	183	1,269	38	2,236	(982)
	(d) Employee benefits expense	2,033	1,513	1,649	6,604	5,570	2,337	1,753	1,890	7,636	6,487
	(e) Finance costs	633	605	808	2,525	3,392	1,084	1,126	1,449	4,656	6,099
	(f) Depreciation and amortisation expense	1,401	1,420	1,494	5,620	5,507	2,002	2,136	2,136	8,055	7,887
	(g) Power and fuel expenses	6,027	4,289	5,126	17,536	21,675	8,838	6,754	7,628	26,143	30,918
	(h) Freight and forwarding	4,992	4,035	3,696	15,563	14,171	7,587	6,369	5,969	23,422	22,375
	(i) Other expenses	3,921	3,035	3,243	11,525	11,954	5,260	4,071	4,452	15,913	16,457
	<b>Total expenses</b>	<b>24,661</b>	<b>20,294</b>	<b>20,766</b>	<b>78,000</b>	<b>81,767</b>	<b>34,426</b>	<b>29,086</b>	<b>29,477</b>	<b>1,09,799</b>	<b>1,12,951</b>
<b>3</b>	<b>Profit before tax (1 - 2)</b>	<b>6,308</b>	<b>6,250</b>	<b>1,263</b>	<b>24,239</b>	<b>4,623</b>	<b>7,510</b>	<b>7,480</b>	<b>1,110</b>	<b>28,111</b>	<b>4,967</b>
<b>4</b>	<b>Tax expense</b>										
	(a) Current tax	1,864	1,983	221	6,610	850	1,864	1,983	221	6,610	850
	(b) Deferred tax	240	76	183	1,433	300	662	538	771	2,941	1,464
	<b>Total tax</b>	<b>2,104</b>	<b>2,059</b>	<b>404</b>	<b>8,043</b>	<b>1,150</b>	<b>2,526</b>	<b>2,521</b>	<b>992</b>	<b>9,551</b>	<b>2,314</b>
<b>5</b>	<b>Net profit for the period/ year (3 - 4)</b>	<b>4,204</b>	<b>4,191</b>	<b>859</b>	<b>16,196</b>	<b>3,473</b>	<b>4,984</b>	<b>4,959</b>	<b>118</b>	<b>18,560</b>	<b>2,653</b>
<b>6</b>	<b>Other comprehensive income</b>										
	(i) Remeasurments Gain/ (losses) on defined benefit plans	12	-	(64)	12	(64)	11	-	(60)	11	(60)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(4)	-	22	(4)	22	(4)	-	21	(4)	21
	<b>Total Other comprehensive income/ (loss)</b>	<b>8</b>	<b>-</b>	<b>(42)</b>	<b>8</b>	<b>(42)</b>	<b>7</b>	<b>-</b>	<b>(39)</b>	<b>7</b>	<b>(39)</b>
<b>7</b>	<b>Total comprehensive income (5+6)</b>	<b>4,212</b>	<b>4,191</b>	<b>817</b>	<b>16,204</b>	<b>3,431</b>	<b>4,991</b>	<b>4,959</b>	<b>79</b>	<b>18,567</b>	<b>2,614</b>
<b>8</b>	<b>Profit attributable to:</b>										
	Owners of the company						4,995	4,967	129	18,602	2,671
	Non-controlling interest						(11)	(8)	(11)	(42)	(18)
							<b>4,984</b>	<b>4,959</b>	<b>118</b>	<b>18,560</b>	<b>2,653</b>
<b>9</b>	<b>Total comprehensive income attributable to:</b>										
	Equity attributable to shareholders of the Company						5,002	4,967	90	18,609	2,632
	Non-controlling interest						(11)	(8)	(11)	(42)	(18)
							<b>4,991</b>	<b>4,959</b>	<b>79</b>	<b>18,567</b>	<b>2,614</b>
<b>8</b>	Paid up equity share capital (Face value of ₹ 10 per share)				2,350	2,228				2,350	2,228
<b>9</b>	Other equity				1,22,283	1,01,023				1,18,103	94,438
<b>10</b>	Earnings per share (Basic & Diluted) of ₹ 10 each	17.90	17.85	3.91	70.02	16.17	21.24	21.15	0.54	80.24	12.36
					(*)	(*)				(*)	(*)

(\*) - Annualised

## Balance Sheet

(₹ in lakhs)

Particulars	Standalone		Consolidated	
	As at March 31, 2021	As at March 31, 2020	As at March 31, 2021	As at March 31, 2020
	(Audited)	(Audited)	(Audited)	(Audited)
<b>ASSETS</b>				
<b>Non-current assets</b>				
(a) Property, plant and equipment	79,241	83,275	1,21,342	1,27,141
(b) Capital work-in-progress	2,536	1,983	51,748	10,799
(c) Right of use assets	55	130	1,116	1,176
(d) Goodwill	-	-	4,162	4,162
(e) Intangible assets				
Mining Rights	-	-	5,725	5,893
Other Intangible assets	23	13	32	23
(f) Financial assets				
(i) Investments	62,128	47,726	-	-
(ii) Loans	2,500	-	-	-
(ii) Other financial assets	1,263	1,381	1,786	1,659
(g) Income tax assets (net)	274	308	450	465
(h) Deferred tax assets (net)	-	-	611	2,119
(i) Other non-current assets	1,160	859	11,133	8,716
<b>Total Non-current assets (1)</b>	<b>1,49,180</b>	<b>1,35,675</b>	<b>1,98,105</b>	<b>1,62,153</b>
<b>Current assets</b>				
(a) Inventories	9,197	8,067	12,428	11,580
(b) Financial assets				
(i) Trade receivables	7,305	9,486	10,071	13,678
(ii) Cash and cash equivalents	19,433	171	22,514	290
(iii) Bank balances other than (ii) above	914	843	2,905	985
(iv) Loans	-	1,500	-	-
(v) Other financial assets	252	4,614	335	394
(c) Other current assets	4,649	7,258	11,106	4,795
<b>Total Current assets (2)</b>	<b>41,750</b>	<b>31,939</b>	<b>59,359</b>	<b>31,722</b>
<b>TOTAL ASSETS (1+2)</b>	<b>1,90,930</b>	<b>1,67,614</b>	<b>2,57,464</b>	<b>1,93,875</b>
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a) Equity share capital	2,350	2,228	2,350	2,228
(b) Other equity	1,22,283	1,01,023	1,18,103	94,438
<b>Equity attributable to shareholders of the Company</b>	<b>1,24,633</b>	<b>1,03,251</b>	<b>1,20,453</b>	<b>96,666</b>
Non controlling interest	-	-	5,351	5,393
<b>Total Equity (1)</b>	<b>1,24,633</b>	<b>1,03,251</b>	<b>1,25,804</b>	<b>1,02,059</b>
<b>Liabilities</b>				
<b>Non-current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	12,397	11,514	63,803	28,724
(ii) Lease liabilities	41	126	188	256
(iii) Other financial liabilities	5,700	8,683	6,999	7,016
(b) Provisions	490	843	624	970
(c) Deferred tax liabilities (net)	8,200	4,391	8,200	4,391
(d) Other non-current liabilities	179	179	229	229
<b>Total Non-current liabilities (2)</b>	<b>27,007</b>	<b>25,736</b>	<b>80,043</b>	<b>41,586</b>
<b>Current liabilities</b>				
(a) Financial liabilities				
(i) Borrowings	9,708	10,765	10,217	14,063
(ii) Trade payables				
(a) total outstanding dues of micro enterprises and small enterprises	13	125	17	148
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	17,491	16,729	22,882	22,152
(iii) Lease liabilities	20	10	47	22
(iv) Other financial liabilities	3,983	6,886	8,419	8,688
(b) Provisions	376	308	443	355
(c) Current tax liabilities (net)	1,170	602	1,170	602
(d) Other current liabilities	6,529	3,202	8,422	4,200
<b>Total Current liabilities (3)</b>	<b>39,290</b>	<b>38,627</b>	<b>51,617</b>	<b>50,230</b>
<b>TOTAL EQUITY AND LIABILITIES (1+2+3)</b>	<b>1,90,930</b>	<b>1,67,614</b>	<b>2,57,464</b>	<b>1,93,875</b>

## Statement of cash flows for the year ended March 31, 2021

Particulars	Standalone		Consolidated	
	For the year ended March 31, 2021	For the year ended March 31, 2020	For the year ended March 31, 2021	For the year ended March 31, 2020
	(Audited)	(Audited)	(Audited)	(Audited)
<b>A Cash flow from operating activities</b>				
Profit after tax		16,196		3,473
Adjustments for				
Tax expense	8,043		1,150	
Depreciation and amortization expense	5,620		5,507	
Finance costs	2,525		3,392	
Interest income	(1,707)		(1,447)	
Liabilities no longer required written back	(31)		(22)	
Advances written off	-		25	
Expected credit loss allowance	12		215	
Provision for incentives receivable from government	-		-	84
Unrealised loss on foreign currency transactions and translation	16		169	
Net gain on fair value change in financial instruments	120		(125)	
Profit on sale of property, plant and equipment (net)	(50)		(33)	
Incentives received from government	(1,714)		(1,072)	
		12,834		7,759
<b>Operating profit before working capital changes</b>		<b>29,030</b>		<b>11,232</b>
Changes in working capital				
Adjustments for (increase)/decrease in operating assets:				
Trade receivables	2,169		(1,887)	
Inventories	(1,130)		2,544	
Other financial assets	203		(51)	
Other assets	(502)		1,060	
		740		1,666
Adjustments for increase/(decrease) in operating liabilities:				
Trade payables	665		1,695	
Other financial liabilities	(75)		1,234	
Provisions	(273)		221	
Other liabilities	3,327		(1,573)	
		3,644		1,577
<b>Cash generated from operating activities</b>		<b>33,414</b>		<b>14,475</b>
Less: Income tax paid		(3,635)		(1,004)
<b>Net cash generated from operating activities</b>		<b>29,779</b>		<b>13,471</b>
<b>B Cash flow from investing activities</b>				
Capital expenditure on property, plant and equipment including capital advances	(2,608)		(6,682)	
Deposits not considered as cash and cash equivalents				
- Placed	(178)		(1,760)	
- Matured	-		2,166	
Proceeds from disposal of plant and equipment	103		66	
Investments made during the year	(10,502)		(12,800)	
Interest received	1,044		153	
		(12,141)		(18,857)
<b>Net cash used in investing activities</b>		<b>(12,141)</b>		<b>(47,658)</b>
<b>C Cash flow from financing activities</b>				
Proceeds on allotment of equity shares upon conversion of warrants	6,706		10,266	
Proceeds from non-current borrowings	5,701		12,394	
Repayment of non-current borrowings	(4,433)		(15,326)	
Repayment of unsecured loans from related party	1,500		500	
Payment of unsecured loans to related parties	(2,500)		-	
Proceeds from current borrowings (net)	(1,057)		110	
Repayment of lease liabilities	(126)		(117)	
Finance costs	(2,639)		(3,439)	
Dividends paid including tax	(1,528)		(615)	
		1,624		3,773
<b>Net cash generated from financing activities</b>		<b>1,624</b>		<b>32,166</b>
<b>Net increase/ (decrease) in cash and cash equivalent (A+B+C)</b>		<b>19,262</b>		<b>(1,613)</b>
Cash and cash equivalent at the beginning of the year		171		1,784
<b>Cash and cash equivalent at the end of the year</b>		<b>19,433</b>		<b>171</b>
				22,514
				290
				1,791
				290

**Notes:**

1 Consolidated Segment information:

Based on the "management approach" as defined in IND AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on analysis of various performance indicators by the business segments. Accordingly, information has been presented along these business segments. The accounting principles used in presentation of financial statements are consistently applied to record revenue and expenditure in individual segments.

(₹ in lakhs)

Particulars	Consolidated				
	Quarter ended			Year ended	
	March 31, 2021	December 31, 2020	March 31, 2020	March 31, 2021	March 31, 2020
	(Refer note 9)	(Unaudited)	(Refer note 9)	(Audited)	(Audited)
<b>1. Segment revenue</b>					
(a) Cement	41,660	36,229	30,273	1,36,812	1,17,364
(b) Power	2,725	2,360	4,693	8,861	8,701
<b>Total</b>	<b>44,385</b>	<b>38,589</b>	<b>34,966</b>	<b>1,45,673</b>	<b>1,26,065</b>
Less: Inter segment revenue	2,620	2,222	4,609	8,541	8,550
<b>Revenue from operations</b>	<b>41,765</b>	<b>36,367</b>	<b>30,357</b>	<b>1,37,132</b>	<b>1,17,515</b>
<b>2. Segment results Profit(+)/ Loss(-) before tax and interest</b>					
(a) Cement	8,438	8,524	2,555	32,500	11,072
(b) Power	(10)	8	(4)	(61)	(145)
<b>Total</b>	<b>8,428</b>	<b>8,532</b>	<b>2,551</b>	<b>32,439</b>	<b>10,927</b>
Less:					
(i) Interest expenses (finance costs)	1,084	1,126	1,449	4,656	6,099
(ii) Un-allocable income (Net of un-allocable expense)	(166)	(74)	(8)	(328)	(139)
<b>Total Profit before tax</b>	<b>7,510</b>	<b>7,480</b>	<b>1,110</b>	<b>28,111</b>	<b>4,967</b>

(₹ in lakhs)

Particulars	As at March 31, 2021	As at December 31, 2020	As at March 31, 2020
	(Audited)	(Unaudited)	(Audited)
<b>Segment assets</b>			
(a) Cement	1,93,253	1,83,382	1,52,738
(b) Power	32,623	32,578	33,234
(c) Unallocated	31,588	14,355	7,903
<b>Total assets</b>	<b>2,57,464</b>	<b>2,30,315</b>	<b>1,93,875</b>
<b>Segment liabilities</b>			
(a) Cement	39,434	34,631	35,117
(b) Power	265	253	946
(c) Unallocated	91,961	74,148	55,753
<b>Total liabilities</b>	<b>1,31,660</b>	<b>1,09,032</b>	<b>91,816</b>

- The above standalone and consolidated financial results of Sagar Cements Limited ("the Company") as reviewed by the Audit Committee have been approved by the Board of Directors at its meeting held on May 12, 2021. The results for the year ended March 31, 2021 have been audited and for the quarter ended March 31, 2021 have been reviewed by the statutory auditors. The statutory auditors of the Company have expressed an unmodified opinion thereon.
- The standalone and consolidated financial results of the Company have been prepared in accordance with the Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder (Ind AS) and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- The consolidated financial results includes the results of:
  - Sagar Cements Limited (parent company).
  - Sagar Cements (R) Limited (wholly owned subsidiary company)
  - Jajpur Cements Private Limited (wholly owned subsidiary company)
  - Satguru Cement Private Limited (subsidiary company)
- COVID-19 is the infectious disease caused by the coronavirus, SARS-CoV-2. In March 2020, the WHO declared COVID-19 a pandemic. The Group has adopted measures to curb the spread of infection in order to protect the health of the employees and ensure business continuity with minimal disruption. The Group has considered internal and certain external sources of information, including economic forecasts and industry reports, up to the date of approval of the financial results in determining the possible effects on the carrying amounts of Investments made in the subsidiaries/Goodwill on consolidation, Inventories, receivables, deferred tax assets and other current assets, that may result from the COVID-19 pandemic. The impact of the global health pandemic may be different from that of estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- The Code on Social Security, 2020 ("Code") relating to employee benefits during employment and post-employment benefits received presidential assent in September 2020. The code has been published in the Gazette of India. However, the date on which the code will come into effect has not been notified. The Company and its subsidiaries will assess the impact of the code when it comes into effect and will any related impact in the period the code becomes effective.
- The Board of Directors of the Company in their meeting on April 26, 2021 have approved the proposed Scheme of Amalgamation of its wholly owned subsidiary Sagar Cements (R) Limited (SCRL) with the Company subject to necessary approval from the authorities concerned under section 230 and 232 of the Companies Act 2013. Upon approval of the Scheme from the concerned authorities, the undertakings of Sagar Cements (R) Limited shall get transferred to and vested in the Company with the Appointed Date of March 30, 2021 or such other date as the Hon'ble National Company Law Tribunal may approve. Pending such approval, the standalone financial results of the Company for the quarter and year ended March 31, 2021 are presented without giving effect to the said merger.
- The Board at its meeting held today has recommended for approval of the shareholders a dividend at ₹ 6.50 per equity share of ₹ 10 each (65%) on the 2,35,00,000 equity shares of the Company, which includes interim dividend of ₹ 4 per equity share (40%), already paid during the financial year 2020-21.
- The figures for the current quarter and quarter ended March 2020 are the balancing figures between the audited figures in respect of the full financial year ended March 2021 and March 2020, respectively and published year to date figures up to third quarter ended December 31, 2020 and December 31, 2019, respectively, which were subject to limited review by the statutory auditors.

For Sagar Cements Limited

SAMMIDI  
ANAND REDDY

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SAMMIDI ANAND REDDY  
Date: 2021.05.12 17:30:14  
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Place: Hyderabad  
Date: May 12, 2021

Dr. S. Anand Reddy  
(Managing Director)

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL STANDALONE FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
SAGAR CEMENTS LIMITED**

**Opinion and Conclusion**

We have (a) audited the Annual Standalone Financial Results for the year ended March 31, 2021 and (b) reviewed the Standalone Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both included in the accompanying "Statement of Annual Audited Standalone Financial Results for the year ended March 31, 2021 and Unaudited Standalone Financial Results for the quarter ended March 31, 2021" of **SAGAR CEMENTS LIMITED** ("the Company"), ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

**(a) Opinion on Annual Standalone Financial Results for the year ended March 31, 2021**

In our opinion and to the best of our information and according to the explanations given to us, the Annual Standalone Financial Results for the year ended March 31, 2021:

- i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year then ended.

**(b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2021**

With respect to the Standalone Financial Results for the quarter ended March 31, 2021, based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Standalone Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Basis for Opinion on the Annual Audited Standalone Financial Results for the year ended March 31, 2021**

We conducted our audit in accordance with the Standards on Auditing (“SAs”) specified under Section 143(10) of the Companies Act, 2013 (“the Act”). Our responsibilities under those Standards are further described in paragraph (a) of Auditor’s Responsibilities section below. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“the ICAI”) together with the ethical requirements that are relevant to our audit of the Annual Standalone Financial Results for the year ended March 31, 2021 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management’s Responsibilities for the Statement**

This Statement which includes the Annual Standalone Financial Results is the responsibility of the Company’s Board of Directors and has been approved by them for the issuance. The Annual Standalone Financial Results for the year ended March 31, 2021 has been compiled from the related audited standalone financial statements. This responsibility includes the preparation and presentation of the Standalone Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Standalone Financial Results that give a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the Annual Standalone Financial Results, the Board of Directors are responsible for assessing the Company’s ability, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the financial reporting process of the Company.

**Auditor’s Responsibilities**

**(a) Audit of the Annual Standalone Financial Results for the year ended March 31, 2021**

Our objectives are to obtain reasonable assurance about whether the Annual Standalone Financial Results for the year ended March 31, 2021 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Annual Standalone Financial Results.

## **Deloitte Haskins & Sells**

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Standalone Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Standalone Financial Results, including the disclosures, and whether the Annual Standalone Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results of the Company to express an opinion on the Annual Standalone Financial Results.

Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.



**(b) Review of the Standalone Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Standalone Financial Results for the quarter ended March 31, 2021 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Other Matters**

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us (Refer Note 9 of the Statement) .

Our report on the Statement is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 008072S)



**Ganesh Balakrishnan**  
Partner  
(Membership No. 201193)  
(UDIN: 21201193AAAADL2018)

Place: Hyderabad  
Date: May 12, 2021

**INDEPENDENT AUDITOR'S REPORT ON AUDIT OF ANNUAL CONSOLIDATED FINANCIAL RESULTS AND REVIEW OF QUARTERLY FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
SAGAR CEMENTS LIMITED**

**Opinion and Conclusion**

We have (a) audited the Annual Consolidated Financial Results for the year ended March 31, 2021 and (b) reviewed the Consolidated Financial Results for the quarter ended March 31, 2021 (refer 'Other Matters' section below), which were subject to limited review by us, both ((a) & (b)) included in the accompanying "Statement of Annual Audited Consolidated Financial results for the Year Ended March 31, 2021 and Unaudited Consolidated Financial Results for the quarter ended March 31, 2021 of **SAGAR CEMENTS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), ("the Statement") being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").

**(a) Opinion on Annual Consolidated Financial Results for the year ended March 31, 2021**

In our opinion and to the best of our information and according to the explanations given to us, the Annual Consolidated Financial Results for the year ended March 31, 2021:

- i. includes the results of the following entities:
  - a. Sagar Cements Limited, India (Parent Company)
  - b. Sagar Cements (R) Limited, India (Wholly owned subsidiary)
  - c. Jajpur Cements Private Limited, India (Wholly owned subsidiary)
  - d. Satguru Cement Private Limited, India (Subsidiary)
- ii. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- iii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India of the consolidated net profit and consolidated total comprehensive income and other financial information of the Group for the year ended March 31, 2021.

**(b) Conclusion on Unaudited Consolidated Financial Results for the quarter ended March 31, 2021**

With respect to the Consolidated Financial Results for the quarter ended March 31, 2021, based on our review conducted and procedures performed as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Consolidated Financial Results for the quarter ended March 31, 2021, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Basis for Opinion on the Annual Audited Consolidated Financial Results for the year ended March 31, 2021**

We conducted our audit in accordance with the Standards on Auditing (“SAs”) specified under Section 143(10) of the Companies Act, 2013 (“the Act”). Our responsibilities under those Standards are further described in paragraph (a) of Auditor’s Responsibilities section below. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“the ICAI”) together with the ethical requirements that are relevant to our audit of the Annual Consolidated Financial Results for the year ended March 31, 2021 under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

**Management’s Responsibilities for the Statement**

This Statement, which includes the Annual Consolidated Financial Results is the responsibility of the Parent’s Board of Directors and has been approved by them for the issuance. The Annual Consolidated Financial Results for the year ended March 31, 2021, has been compiled from the related audited consolidated financial statements. This responsibility includes the preparation and presentation of the Consolidated Financial Results for the quarter and year ended March 31, 2021 that give a true and fair view of the consolidated net profit and consolidated other comprehensive income and other financial information of the Group in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards, prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the respective financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of this Consolidated Financial Results by the Directors of the Parent, as aforesaid.

In preparing the Consolidated Financial Results, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

**Auditor's Responsibilities**

**(a) Audit of the Annual Consolidated Financial Results for the year ended March 31, 2021**

Our objectives are to obtain reasonable assurance about whether the Annual Consolidated Financial Results for the year ended March 31, 2021 as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Consolidated Financial Results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Consolidated Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors.
- Evaluate the appropriateness and reasonableness of disclosures made by the Board of Directors in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Annual Consolidated Financial Results, including the disclosures, and whether the Annual Consolidated Financial Results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Standalone Financial Results/ Financial Information of the entities within the Group to express an opinion on the Annual Consolidated Financial Results. We are responsible for the direction, supervision and performance of the audit of financial information of entities included in the Annual Consolidated Financial Results of which we are the independent auditors. We remain solely responsible for our audit opinion.

Materiality is the magnitude of misstatements in the Annual Consolidated Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Consolidated Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Consolidated Financial Results.

We communicate with those charged with governance of the Parent and such other entities included in the Annual Consolidated Financial Results of which we are the independent auditors regarding, among other matters, the planned scope and timing of the audit and significant audit findings including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**(b) Review of the Consolidated Financial Results for the quarter ended March 31, 2021**

We conducted our review of the Consolidated Financial Results for the quarter ended March 31, 2021 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 ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

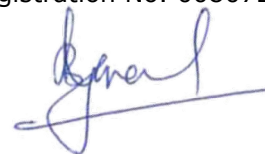
The Statement includes the results of the entities as listed under paragraph (a)(i) of Opinion and Conclusion section above.

**Other Matters**

- The Statement includes the results for the Quarter ended March 31, 2021 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us (Refer Note 9 of the Statement).

Our report is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 008072S)



**Ganesh Balakrishnan**  
Partner  
(Membership No. 201193)  
(UDIN: 21201193AAAADK2325)

Place: Hyderabad  
Date: May 12, 2021



## DECLARATION

Pursuant to Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as notified on May 25, 2016, we hereby declare and confirm that Auditors' Reports on the Standalone and Consolidated Annual financial Results of the company for the quarter and year ended March 31, 2021 are "unmodified opinions".

### For Sagar Cements Limited

SAMMIDI ANAND  
REDDY

Digitally signed by SAMMIDI  
ANAND REDDY  
Date: 2021.05.12 18:46:43 +05'30'

**Dr.S.Anand Reddy**  
**Managing Director**

Place: Hyderabad

Date : May 12, 2021



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