



SRI CHAKRA CEMENT LIMITED

Admn. Office : "CONCRETE HOUSE"
6-3-668/10/66, Durga Nagar Colony,
Punjagutta, Hyderabad - 500 082.
Tel : (O) 040-66612374, 66614633
Fax : 040-23404657
E-mail : srichakracement@gmail.com
CIN No : L40300AP1981PLC002952

Place: Hyderabad
Date: 28th July, 2023

To
The Deputy General Manager,
Corporate Relationship Department,
BSE Limited,
New Trading Ring, Rotunda Building,
P.J.Towers, Dalal Street, Fort,
Mumbai – 400001, Maharashtra

Scrip Code: BSE: 518053

Dear Sir,

Sub: Submission of 41st Annual Report including Notice of 41st AGM for the Financial Year 2022-2023 under Regulation 34 of Securities and Exchange Board of India (LODR), Regulations, 2015.

With reference to the subject cited and in compliance of Regulation 34(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby furnish the Notice of the 41st Annual General Meeting to be held on 23rd day of August, 2023 at 12:00 Noon through Video Conferencing/Other Audio-Visual mode and the Annual Report for the financial year 2022-2023.

This is for your information and records.

Thanking You

Yours faithfully,

For Sri Chakra Cement Limited

P Rajendra Babu
Company Secretary & Compliance Officer
Encl: a/a



**41st Annual Report
2022-23**



BOARD OF DIRECTORS:	
K. Vijay Kumar	- Managing Director
K. V. Nagalalitha	- Director
K. Sriram	- Wholetime Director
K P Patnaik	- Director - Independent
Dr A S Narayana	- Director - Independent
P Ramamoorthy	- Director - Independent
N. Gopal	- Director - Independent
K. Vijayulu Reddy	- Director - Independent
CHIEF FINANCIAL OFFICER: N S R V Prasad	
COMPANY SECRETARY & COMPLIANCE OFFICER: P Rajendra Babu	
AUDITORS:	M/s Satyanarayana & Co. Chartered Accountants, 5-5-88/5, 1 st Floor Amar Mansion, Ranigunj, Secunderabad, Telangana -500003.
COST AUDITOR:	M/s. Naval & Associates Cost Accountants, Hyderabad
REGISTRAR & SHARE TRANSFER AGENTS:	M/s. Venture Capital & Corporate Investments Pvt Ltd "AURUM", 4th & 5th Floors, Plot No.57, Jayabheri Enclave Phase - II, Gachibowli, Hyderabad, Telangana -500032 Ph: 040-23818475/23818476, Fax: 040-23868024 Email: investor.relations@vccipl.com
INTERNAL AUDITOR:	M/s. C Ramachandram & Co
SECRETARIAL AUDITORS:	M/s. Puttaparthi Jagannatham & Co. Company Secretaries 315, ESI, Hyderabad-500038, Telangana
REGD. OFFICE:	D.No.27/4/1, Kannavari Thota, 1st Floor, Beside Central Excise Office, Guntur, Andhra Pradesh - 522104.
ADMINISTRATIVE/CORPORATE OFFICE:	6-3-668/10/66, Durganagar Colony Punjagutta, Hyderabad, Telangana-500082. Tel. 040-23404708, 66612374, 66614633 Email: srichakracement@gmail.com Web: www.srichakracement.com
FACTORY AND WORKS:	Unit-1: Sri Narasimhapuri, Karempudi, Guntur Dist, AP Unit-2: Alamanda, Vizianagaram Dist, AP. Solar Unit: Srikalahasti, Chittoor Dt, AP.



NOTICE OF 41ST ANNUAL GENERAL MEETING

Notice is hereby given that the 41st Annual General Meeting of the members of Sri Chakra Cement Limited ("Company") (CIN: L40300AP1981PLC002952) will be held on Wednesday, the 23rd day of August 2023 at 12.00 NOON through Video Conferencing ("VC") /Other Audio-Visual Means ("OAVM") without the physical presence of the Members at a common venue, to transact the businesses mentioned below.

The proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed Venue of the AGM in accordance with the Secretarial Standards

ORDINARY BUSINESS:

1. ADOPTION OF AUDITED FINANCIAL STATEMENTS AND BOARD REPORT FOR THE FINANCIAL YEAR ENDED MARCH 31, 2023

To receive consider and adopt the Audited Financial Statements of the Company for the Financial year ended 31st March 2023 together with the Reports of the Board of Directors and Auditors thereon.

2. RE-APPOINTMENT OF SMT K V NAGA LALITHA (DIN: 02223430) AS A DIRECTOR LIABLE TO RETIRE BY ROTATION

To Appoint a director in place of Smt. K V Naga Lalitha (DIN: 02223430), who retires by rotation and being eligible, offers herself for re appointment

3. RE-APPOINTMENT OF STATUTORY AUDITORS

To consider and, if thought fit, to pass, the following Resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 139, 142 and all other applicable provisions of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014, (including any statutory modification(s) or re-enactment thereof) and pursuant to the recommendations of the Audit Committee and the Board of Directors of the Company, M/s. Satyanarayana & Co., Chartered Accountants, Hyderabad be and are hereby re-appointed as Statutory Auditors of the Company to hold office from the conclusion of this 41st Annual General Meeting for a period of five years till the conclusion of 46th Annual General Meeting, on such remuneration as may be agreed upon by the Board of Directors and Auditors, in addition to reimbursement of all out-of-pocket expenses in connection with the audit."

SPECIAL BUSINESS:

4. RE-APPOINTMENT OF SRI N GOPAL (DIN: 02466535) AS AN INDEPENDENT DIRECTOR OF THE COMPANY FOR SECOND TERM OF FIVE YEARS

To consider and if thought fit, to pass the resolution as a Special Resolution

"RESOLVED THAT pursuant to provision of Section 149,150,152 and 161 read with Schedule IV and other applicable provisions of the Companies Act, 2013 ('the Act') and the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulation 17, 25 and other applicable provisions of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, (including any statutory modification(s) or re-enactment thereof for the time being in force) and pursuant to the recommendation of the Nomination & Remuneration Committee and the Board of Directors, consent of the members be and is hereby accorded that Sri N Gopal (DIN: 02466535) be and is hereby re-appointed as Independent category of the Company to hold office for a second term of five years and who would not be liable to retire by rotation."

"RESOLVED FURTHER THAT the Board of Directors of the Company (including its committee thereof) and/or Company Secretary of the Company, be and are hereby authorised to do all such acts, deeds, matters and things as may be considered necessary, desirable, or expedient to give effect to this resolution."



5. APPROVAL FOR GIVING LOANS OR GUARANTEES OR PROVIDING SECURITY UNDER SECTION 185 OF THE COMPANIES ACT, 2013

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 185 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) read with the rules made thereunder, including any statutory modifications or re-enactments thereof, for the time being in force, consent of the members of the Company, be and is hereby accorded to the Board of Directors of the Company (hereinafter referred as the “Board”) to advance any loan including any loan represented by a book debt or give any guarantee or provide any security in connection with any loan taken to/by (i) Aditya Spinners Limited, (ii) Sri Subramanya Solar Power Projects LLP, (iii) Sri Bhava Cement and Power Limited and (iv) Envean Leasing and Investments Limited, in which any director of the company is deemed to be interested, for an amount not exceeding Rs.20,00,00,000/- (Rupees Twenty Crores only), in a financial year, to be utilized for the principal business activities by the borrowing companies.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, Sri Vijay Kumar Kapilavai, Managing Director or any other Director of the Company, be and are hereby authorized severally to negotiate, finalize and agree the terms and conditions of the aforesaid loan, guarantee or security, as they deem fit and expedient and to take all necessary steps to finalize and execute all such documents, agreements and writings and to do all such acts and things as may be necessary and also to agree to any amendments thereto from time to time.”

6. APPROVAL FOR MAKING INVESTMENTS, GIVING LOANS, GUARANTEES AND SECURITY IN EXCESS OF LIMITS PROVIDED UNDER SECTION 186 OF THE COMPANIES ACT, 2013

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

“RESOLVED THAT pursuant to Section 186 and all other applicable provisions of the Companies Act, 2013 and the Rules framed thereunder and subject to such approvals as may be required in this regard, approval of the members be and is hereby accorded to the Board of Directors of the Company to (a) grant/give loans, from time to time, on such terms and conditions as it may deem expedient, to any person or other bodies corporate; (b) provide guarantee / security to secure any loan /obligations of any other person or bodies corporate; and (c) acquire by way of subscription, purchase or otherwise the securities of any other bodies corporate, in excess of limits prescribed under Section 186 of the Companies Act, 2013 by an aggregate sum of upto Rs. 50 Crores (Rupees Fifty Crores only), notwithstanding that the aggregate of loans and investments so far made and/or guarantees so far issued to entities, along with the investments, loans, guarantee or security proposed to be made or given by the Board may exceed limits prescribed under Section 186 of the Companies Act, 2013.”

“RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, Sri Vijay Kumar Kapilavai, Managing Director or any other Director of the Company, be and are hereby authorized severally to do all such acts, deeds, things as they deem fit and expedient and to take all necessary steps to finalize and execute all such documents, agreements and writings and to do all such acts and things as may be necessary and also to agree to any amendments thereto from time to time.”

7. APPROVAL FOR ENTERING INTO THE CONTRACTS/ ARRANGEMENTS / TRANSACTIONS WITH RELATED PARTIES

To consider and, if thought fit, to pass, the following Resolution as a Special Resolution:

“RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 and Rule 15(3) of the Companies (Meetings of Board and its Powers) Rules, 2014, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including any statutory modifications or re-enactments thereof, for the time being in force, consent of the members of the Company, be and is hereby accorded to the Board of Directors of the Company to enter into the following contracts/ arrangements/transactions with Related Parties:



Sl .No	Name of the Company with whom transactions are being undertaken and Nature of Relationship	Nature of Contract	Duration of Contract	Total amount of Transactions proposed (Rs.in Lakhs)	Name of the Director or Key Managerial Personnel who is related	Whether transaction done on Arm's Length (Yes/No)
1	Aditya Spinners Limited Enterprises where KMP along with their relatives have control or significant influence	Sale of Cement	Ongoing	50	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes
		Advancing of Loan	Ongoing	500	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes
2	Envean Leasing & Investments Limited Enterprises where KMP along with their relatives have control or significant influence	Advancing of Loan	Ongoing	500	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes
		Commission		250		
		Land lease		200		
3	Sri Subramanya Solar Power Projects LLP Enterprises where KMP along with their relatives have control or significant influence	Advancing of Loan	Ongoing	500	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes
4	Smt K V Naga Lalitha Director	Land lease	Ongoing	25	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes
5	Sri K Sriram KMP/Director	Car Lease	Ongoing	10	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes
6	Sri Bhava Steel and Power Limited Enterprises where Directors along with their relatives have control or significant influence	Advancing of Loan	Ongoing	500	Sri K Vijay Kumar Sri K Sriram Smt K V Naga Lalitha	Yes

“RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorized to finalize the terms and conditions of the contract/ arrangements/ transactions and to execute such other documents, agreements and also to agree to any amendments thereto from time to time as they may think fit for the aforesaid purpose and to do all such acts, deeds, matters and things as may be necessary for giving effect to the above resolution.”

8. RATIFICATION OF M/S NAVAL & ASSOCIATES, COST ACCOUNTANTS AS COST AUDITORS FOR THE YEAR 2023-2024

To consider and if thought fit, to pass the resolution as an ordinary Resolution

“RESOLVED THAT pursuant to the provision of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under, the remuneration payable to M/s. Naval & Associates., Cost Accountants, appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the company for the financial year 2023-2024 amounting to Rs. 75,000/- (Rupees Seventy-Five Thousand only) plus GST as applicable and re-imbursment of out-of-pocket expenses incurred in connection with the aforesaid audit, be and is hereby ratified and confirmed.”

By Order of the Board
For Sri Chakra Cement Limited

Place: Hyderabad,
Date: 26.05.2023

Sd/-
P Rajendra Babu
Company Secretary



EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

Item No: 3

This explanatory statement is in terms of Regulation 36(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“LODR Regulations”), however, the same is strictly not required as per Section 102 of the Act.

The Members at the 37th Annual General Meeting, approved appointment for the first term of M/s Satyanarayana Co., Chartered Accountants, Hyderabad as Statutory Auditors of the Company, to hold office until the conclusion of the 41st Annual General Meeting of the Company.

After evaluating and considering various factors such as industry experience, competency of the audit team, efficiency in conduct of audit, independence, etc., the Board of Directors of the Company has, based on the recommendation of the Audit Committee, at its meeting held on 26th May, 2023, proposed the re-appointment of M/s Satyanarayana & Co., Chartered Accountants, Hyderabad, as the Statutory Auditors of the Company, for a second term of five consecutive years from the conclusion of 41st Annual General Meeting till the conclusion of 46th Annual General Meeting of the Company. The Board of Directors at their meeting held on 26th May, 2023, based on the recommendation of the Audit Committee, approved statutory audit fees for financial year 2023-24.

Ms/. Satyanarayana & Co have confirmed that if appointed, their appointment will be in accordance with Section 139 read with Section 141 of the Act.

Accordingly, the Board recommends re-appointment of M/s Satyanarayana & Co., Chartered Accountants, Hyderabad, as Statutory Auditors of the Company for a second term of five years from the conclusion of this 41st AGM till the conclusion of 46th AGM.

None of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No 3.

Item No: 4

The Board of Directors, on the recommendation of the Nomination & Remuneration Committee (NRC), had approved re-appointment of Sri N Gopal (DIN: 02466535) as an Independent Director for a second term period of 5 (Five) years effective from 26th May, 2023 as per the provisions of Sections 149, 150, 152 and 161 of the Companies Act, 2013 (“the Act”) subject to the approval of the members. In terms of Regulations 17 and 25 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (“Listing Regulations”), the listed entity shall ensure that approval of shareholders by way of a Special Resolution for appointment of a person on the Board of Directors is taken at the next general meeting or within a time period of three months from the date of appointment, whichever is earlier.

Sri N Gopal (DIN: 02466535) is not disqualified from being appointed as a Director in terms of Section 164 of the Act and has given his consent to act as Director. The Company has also received declaration from him under Section 149(6) of the Act and the Listing Regulations that he meets the criteria of independence. The Company has in terms of Section 160 (1) of the Act, received in writing, notice from a Member proposing his candidature for the office of Director. In the opinion of the Board, Sri N Gopal (DIN: 02466535) fulfils the conditions for appointment as an Independent Director as specified in the Act and the rules made thereunder, and the Listing Regulations and is also independent of the management.

The Board is of the view that the knowledge and experience gained by Sri N Gopal (DIN: 02466535) over a period of time, would be beneficial to the Company. Considering the experience and knowledge of Sri N Gopal (DIN: 02466535), it is in the interest of the Company that he be re-appointed as an Independent Director of the Company.

The details required under the provisions of Secretarial Standard-2 on General Meetings read with Listing Regulations are enclosed herewith.

None of the Directors / Key Managerial Personnel of the Company / their relatives except Sri N Gopal (DIN: 02466535) himself is in any way concerned or interested, in the said resolution. The board recommends the said resolution to be passed as a Special Resolution.



Item No.: 5

Pursuant to Section 185 of the Companies Act, 2013, a Company may advance any loan including any loan represented by a book debt or give any guarantee or provide any security in connection with any loan taken by any person in whom any of the directors of the company are interested, subject to the condition that: (1) a Special Resolution is passed by the Company in general meeting; and (2) the Loans are utilized by the borrowing company for its principal business activities.

In the ordinary course of business, the Company may advance loan or give guarantee. The Board of Directors at their meeting held on 26th May, 2023 approved to give loans, give guarantee and provide security not exceeding Rs.20,00,00,000/- (Rupees Twenty Crores only) in a financial year, in one or more tranches, to ((i) Aditya Spinners Limited, (ii) Sri Subramanya Solar Power Projects LLP, (iii) Sri Bhava Cement and Power Limited and (iv) Envean Leasing and Investments Limited, subject to approval of the members of the Company, and the amount shall be used by the borrowing companies for the purpose of their principal business activities.

Accordingly, consent of the Members is sought for passing Special Resolution as set out in item 5 of the Notice.

Except Sri K Vijay Kumar, Sri K Sriram, Smt K V Naga Lalitha, none of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No 5.

The Board of Directors recommends the resolution for your approval as a Special Resolution.

Item No. 6:

Section 186 of the Companies Act, 2013 permits the Company to invest the surplus funds of the Company in shares and securities of the any other body corporates in excess of the 60% of the aggregate of the paid-up share capital and free reserves and securities premium account of the Company or 100% of its free reserves and securities premium account of the Company, whichever is more, if the same is approved by the members of the Company.

Hence, it is proposed to obtain approval to grant loan, invest the funds of the Company in excess of the hundred per cent of its free reserves and securities premium account of the Company or sixty percent of the paid-up share capital, free reserves and securities premium account.

Accordingly, consent of the Members is sought for passing Special Resolution as set out in item 6 of the Notice.

None of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No 6.

The Board of Directors recommends the resolution for your approval as a Special Resolution.

Item No. 7:

Pursuant to the provisions of Section 188 of the Companies Act, 2013 and Rule 15(3) of the Companies (Meetings of Board and its Powers) Rules, 2014, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company shall not enter into contracts or arrangements with related parties except with the prior approval of the shareholders in respect of transactions set out therein.

The Audit Committee and the Board of Directors of the Company at their meetings held on 26th May, 2023, have approved the proposal for entering into the specified Related Party transactions.

Accordingly, consent of the Members is sought for passing Special Resolution as set out in Item No 7. of the Notice.

Except Sri K Vijay Kumar, Sri K Sriram, Smt K V Naga Lalitha, none of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No 7.

The Board of Directors recommends the resolution for your approval as Special Resolution.



Item No: 8

The Board of Directors of the Company on 26th May, 2023, approved the appointment of M/s Naval & Associates, Cost Accountants, for conducting cost audit for the year 2023-24 at a remuneration of Rs 75,000/- plus applicable taxes and out of pocket expenses, as recommended by the Audit Committee of the Company. In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as approved by the Board of Directors, has to be ratified by the members of the Company. The Board recommends for your approval at the ensuing annual general meeting. None of the directors is interested in the resolution.

None of the other Directors and Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No 8.

By Order of the Board
For Sri Chakra Cement Limited

Place: Hyderabad,
Date: 26.05.2023

Sd/-
P Rajendra Babu
Company Secretary



NOTES:

1. Pursuant to General Circular dated December 28, 2022 issued by the Ministry of Corporate Affairs (“MCA”) read with its earlier circulars dated April 8, 2020, April 13, 2020, May 5, 2020, January 13, 2021, December 14, 2021 and May 5, 2022 (collectively referred to as “MCA Circulars”), the companies are permitted to hold their Annual General Meeting (“AGM”) through video conferencing (“VC”) or other audio visual means (“OAVM”) up to September 30, 2023 without the physical presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Act, SEBI Listing Regulations and MCA Circulars, the AGM of the Company is being held through VC / OAVM. In compliance with the provisions of the Companies Act, 2013 (‘Act’), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘Listing Regulations’), MCA Circulars and SEBI Circulars, the AGM of the Company is being held through VC/OAVM so as to enable the members to attend and participate in the AGM through VC/OAVM. The Members are requested not to visit Corporate Office / Registered Office to attend the AGM. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed Venue of the AGM.
2. Printed copy of the Annual report (Including Notice) is not being sent to the Members in view of e-AGM Circular.
3. The detailed procedure for participation in the meeting through VC/OAVM is available at the Company’s website www.srichakracement.com . The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM available for 1,000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The Notice can also be accessed from the website of the Company i.e., www.srichakracement.com, Stock Exchange BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of CDSL(agency for providing the Remote e-Voting facility) www.evotingindia.com
5. The Explanatory statement pursuant to Section 102(1) of the Companies Act, 2013 (“Act”), in respect to the special businesses to be transacted at the AGM is annexed hereto. Additional information as per Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”) and Secretarial Standard -2 (“SS-2”) on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director retiring by rotation seeking re-appointment at this AGM are furnished in the Notice of AGM
6. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars stated above the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting’s agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
7. AGM convened through VC/OAVM is in compliance with applicable provisions of the Companies Act, 2013 read with MCA General Circulars and SEBI Circulars stated above.
8. The attendance of Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning quorum under Section 103 of the Companies Act, 2013.
9. Pursuant to the Circular No. 14/2020 dated April 08, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, Pursuant to Section 112 and Section 113 of the Companies Act, 2013, representatives of the President of India or the Governor of State or the Body Corporates are entitled to attend the AGM through VC/OAVM and cast their votes through e-voting.
10. **The Register of Members and Share Transfer Books of the Company shall remain closed from Thursday, the 17th day of August, 2023 to Wednesday, the 23rd day of August, 2023 (Both days inclusive) for the purpose of the Annual General Meeting.**



11. The voting rights of the members shall be in proportion to their share in the paid up equity share capital of the Company as on the **Cut-off date i.e. Wednesday, the 16th day of August, 2023.**

12. The Company has appointed CS Puttaparthi Jagannatham, Corporate Advocate, Hyderabad, to act as the Scrutinizer for conducting the remote e-voting process as well as the e-voting system on the date of the AGM, in a fair and transparent manner.

13. Members holding shares in electronic form and in physical form are hereby informed that the members desirous of either registering bank particulars or changing bank particulars already registered against their respective folios are requested to write to the Registrar and Share Transfer Agent.

14. To prevent fraudulent transactions, members are advised to exercise due diligence and notify the Company of any change in address or demise of any member as soon as possible. Members are also advised not to leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant and holdings should be verified.

15. **ATTENTION SHAREHOLDER:** SEBI, vide Circular No. SEBI/HO/MIRSD/MIRSD-POD-1/P/CIR/2023/37 dated March 16, 2023 has mandated furnishing of PAN, Address with pincode, email address, mobile number, bank account details, specimen signature and nomination by holders of physical securities. Folios wherein any one of the cited documents/details are not available on or after October 01, 2023, shall be frozen by the Registrar and Transfer Agent of the Company. The requisite disclosure requirement in Form ISR-1 is enclosed at the end of the report for reference of the shareholders.

16. Members may please note that SEBI vide its Circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January 2022 has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR-4, the format of which is available on the Company's website under Investors Corner and on the website of the Company's RTA. Member may also send email to obtain format by sending an email to srichakracement@gmail.com or the RTA. It may be noted that any service request can be processed only after the folio is KYC compliant.

17. As per the provisions of Section 72 of the Act, the facility for making nomination is available to the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a Member desires to opt-out or cancel the earlier nomination and record a fresh nomination, the Member may submit the same in Form ISR-3 or Form SH-14, as the case may be. The member may request a copy of the same, if required by sending an email to srichakracement@gmail.com or the RTA.

18. Details in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment

19. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 and all other documents referred to in the Notice will be available for inspection in electronic mode by sending an e-mail to srichakracement@gmail.com

20. Members desirous of obtaining any information concerning the accounts and operations of the Company are requested to address their questions in writing to the Company at least 7 (Seven) days before the date of the Meeting so that the information required may be made available at the Meeting.

21. The Company is pleased to provide members, facility to exercise their right to vote at the 41st Annual General Meeting (AGM) by electronic means through e-Voting Services provided by Central Depository Services (India) Limited (CDSL).

22. Since the AGM will be held through VC/OAVM, the Route Map and Proxy Form and Attendance Slip is not annexed in this Notice



23. Notices/ documents including the Annual Report are now being sent by electronic mode to the shareholders whose e-mail address has been registered with the Company. Members who would like to receive such notices/documents in electronic mode in lieu of physical copy and who have not registered their e-mail addresses so far or who would like to update their e-mail addresses already registered, are requested to register/update their e-mail address.

- ❖ In respect of electronic shareholding - through their respective Depository Participants.
- ❖ In respect of physical shareholding - by sending a request to the Company's Share Transfer Agent at M/s Venture Capital & Corporate Investments Limited, at their registered office, or contact on Tel No.040-23818475/76, Email ID: investor.relations@vccipl.com, mentioning therein the Company's name i.e., Sri Chakra Cement Limited, their folio number and e-mail address.

CDSL e-Voting System - For e-voting and Joining Virtual meetings

1. Members may note that the 41st AGM of the Company will be convened through VC in compliance with the applicable provisions of the Act, read with the Circulars. The facility to attend the meeting through VC will be provided by the Company. Hence, Members can attend and participate in the ensuing AGM through VC/OAVM.
2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
3. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to the provisions of section 105 of the Act and Regulation 44(4) of the SEBI Listing Regulations, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the Company. Since this AGM is being held through VC/OAVM pursuant to the applicable MCA Circulars, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of Proxies by the members will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.srichakracement.com. The Notice can also be accessed from the websites of the Stock Exchange i.e., BSE Limited at www.bseindia.com. The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM i.e., www.evotingindia.com).
7. The AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular stated above.



THE INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

- (i) The voting period begins on 20th August, 2023 at 09:00 A.M and ends on 22nd August, 2023 at 05:00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 16th August, 2023 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote during the AGM.
- (iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders’ resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- (iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	<ol style="list-style-type: none"> 1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers’ website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.



Individual Shareholders holding securities in demat mode with NSDL	<ol style="list-style-type: none"> 1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the “Beneficial Owner” icon under “Login” which is available under ‘IDeAS’ section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on “Access to e-Voting” under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “Register Online for IDeAS “Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting
--	---

Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
--	--

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542-43.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on “Shareholders” module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.



6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"> Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"> If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

- (vi) After entering these details appropriately, click on “SUBMIT” tab.
- (vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.
- (x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xvi) **Additional Facility for Non - Individual Shareholders and Custodians -For Remote Voting only.**
 - Non-Individual shareholders (i.e., other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
 - The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
 - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
 - Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; srichakracement@gmail.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.



INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **7 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futorex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.



**DETAILS OF DIRECTORS SEEKING APPOINTMENT/
RE-APPOINTMENT AT THE 41ST ANNUAL GENERAL MEETING**
(Pursuant to Regulation 36 of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015, the brief profile of Directors eligible for re-appointment vide item no. 2 & 4 is as follows:)

Name of the Director	Smt K V Naga Lalitha	Sri N Gopal
Date of Birth	19/09/1972	10/10/1953
Nationality	Indian	Indian
Date of Appointment on the Board	30/03/2015	28/05/2018
Qualifications and Expertise in specific functional area	M.A having more than 20 years of experience in various positions in Finance, Marketing and Management of Company Affairs	Commerce Graduate having 35 years of experience various divisions of manufacturing companies
Number of shares held in the company	25,34,100 Equity Shares	0
Names of the other listed entities in which the person holds the directorship and the membership of Committees of the Board along with listed entities from which the person has resigned in the past three years	Directorship in Listed Entities: Aditya Spinners Limited Membership in Committees of other Listed Entities: Member in Audit Committee, Nomination & Remuneration Committee, Stakeholders Relationship Committee and Share Transfer Committee of Aditya Spinners Limited Listed entities from which she resigned from directorship in the past 3 years: Nil	Directorship in Listed Entities: Aditya Spinners Limited, Independent Director Membership in Committees of other Listed Entities: NIL Listed entities from which he resigned from directorship in the past 3 years: Nil
Directorship in all other public companies except foreign companies and companies under Section 8 of the Companies Act, 2013	Envean Leasing and Investments Limited Krishnarama Industrial Investments Limited Sri Bhava Steel and Power Limited Prabhu Cements Limited	Nil
Membership/Chairman of the Committees of the Board of other public limited companies (Membership / Chairmanships of only Audit Committees and Stakeholders Relationship Committees in other public limited companies have been considered)	Nil	Nil
Relationship with other directors <i>interse</i>	Related to K Sriram & K Vijay Kumar	Nil
Terms and Conditions of appointment	--	As per the Special Resolution set-out in Item No.4 and its explanatory statement read with Letter of Appointment
Remuneration last drawn	NA	NA
Remuneration proposed to be paid	No remuneration is proposed except sitting fee	No remuneration is proposed except sitting fee

**DIRECTORS' REPORT AND MANAGEMENT DISCUSSION AND ANALYSIS REPORT:**

Dear Members,

We have pleasure in presenting this 41st Annual Report of the Company together with the Audited Statements of Accounts, Management Discussion and Analysis for the year ended 31st March, 2023.

Financial Results:

₹ in Crs

Particulars	2022-23	2021-22
Revenue from operations (Rs in Crs)	237.08	218.30
Profit before tax	-8.02	9.11
Current Tax	0	2.25
Comprehensive Income	0.40	0.05
Total Comprehensive Income	-8.24	8.47

Even though, the turnover and net price realisation was increased, the net profit has been adversely effected due to hike in the price of coal.

Elevated prices of pet coke and imported coal as a result of geo-political events adversely impacted the entire cement industry. As a result, the power and fuel cost shot up significantly during 2022-23 compared to the previous year.

Cement Industry Structure, Developments and future outlook

Sri Chakra Cement Limited, is among India's growing leading cement companies, renowned for its hassle-free, homebuilding solutions. Unique products tailor-made for Indian climatic conditions, sustainable operations and initiatives that advance the Company's philosophy of contributing to the larger good of the society, have made it the trusted cement brand in India.

By integrating sustainability into operational and growth planning, we have continued to reduce its carbon footprint by reducing thermal and electrical energy intensity, implementing Solar Power Systems at the plants, and increasing the use and capacity of generating renewable energy. We continue to play a pivotal role in building a greener and more sustainable future.

The world economy faced multiple headwinds such as escalating geopolitical tensions, constrained supply chains and high inflation. India proved to be an outlier, demonstrating resilience and growing by 7.2% GDP during FY 2023, aided by strong private consumption, growth-supportive policies, and continued government spending on infrastructure and logistics, among others. However, inflation stayed high, prompting a series of rate hikes by the Reserve Bank of India which, in turn, impacted demand.

The Indian government's strong infrastructure push under the Prime Minister's Gati Shakti (National Master Plan for Multimodal Connectivity) initiative is likely to contribute significantly towards raising industrial competitiveness. Further, the Production Linked Incentive (PLI) scheme announced by the government is not only bolstering the country's manufacturing sector but also creating enormous employment opportunities. Till December 2022, more than 650 applications were approved across 13 sectors under the scheme. The scheme facilitated private sector capex to the tune of Rs. 3.5 lakh crore over the next 3-4 years. Further, with global businesses looking at diversifying their supply chains from China's dependence, India is in the sweet spot to become a manufacturing hub for the world.

India is also witnessing a massive digital transformation. The mass-scale digital infrastructure is second to none, which is further validated by the creation of the India stack. Digitalisation is accelerating e-commerce growth, changing the retail consumer market landscape and attracting leading multinationals in technology and e-commerce to the Indian market.

While global economic growth is expected to moderate further in 2023 before marginally increasing in 2024, India is likely to grow 6.0%-6.5% in FY 2024, the fastest among major economies in the world. Higher public sector capex, coupled with fresh capital investments by the private sector, will help drive medium-term growth, while digitalisation and efficiency-enhancing reforms will enhance productivity. Further, India's transition to clean energy and mobility through green hydrogen and electric vehicles provides significant investment opportunities. Semiconductors and IT product manufacturing are expected to position India attractively in global trade.

The long-term growth drivers of the economy remain intact, coupled with a large and fast-growing middle-class driving consumer spending. The rapidly growing domestic consumer market as well as the large industrial sector have made India an important investment destination for a wide range of multinationals across manufacturing, infrastructure, and services. Further, India is fast becoming the startup capital of the world, attractive sizeable foreign investments, driven by its young population including a large GenX segment, and technology edge.



However, a complex interplay of geopolitical events including the neighbouring countries, high inflation and consequently elevated interest rates could pose risks to future economic growth.

India is the world's second-largest cement producer, accounting for over 7% of the global cement installed capacity. Cement production in India grew at 7.6% for FY 2023 (368 million tonnes) driven by strong demand from housing and infrastructure sectors. The housing sector accounts for the majority of India's cement consumption, followed by the infrastructure sector, and commercial and industrial building constructions.

The outlook for cement sectors is favourable on the back of higher growth opportunities in the housing and infrastructure segment. Government in the Union Budget 2023-24 has allocated Rs. 11.4 billion for the creation of safe housing (rural and urban), sanitation and increasing road connectivity.

With a busy construction season ahead with the preelection spending kicking in. The Industry is expected to see a volume growth of 6-8% going forward and is likely to reach 390-400 million tonnes.

Opportunity and Threats:

Our cement plant being strategically located with high quality limestone mines very near to the plant can cater to the neighbouring States of Tamil Nadu, Karnataka, Goa and Kerala where the realizations are better. The management is putting its best efforts to revive the industry to normal levels.

State Of Company's Affairs:

During the year under review, the Company's profitability is impacted due to heavy competition created by the major players in the industry by way of addition of huge capacities in and around the plant area. However, in order to meet such competition, your company has initiated efforts to reduce the cost of production on account of power and fuel as a part of which the Company has already setup captive solar power generation unit at Srikalahasti with a total installed capacity of 5 MW for with an investment of about Rs 30 Crores

Management Outlook of Macro Economy And Industry:

The International Monetary Fund (IMF) has projected India's GDP growth to be 5.9% in FY2024, and 6.3% in FY2025, driven by strong private sector investment and supported by improvement in transport infrastructure and logistics. The Union Budget 2023-24 has allocated a record amount of Rs.10 Lakh Crores for capital expenditure, which will boost infrastructure development, create jobs, and stimulate demand in the economy.

India's economic growth rate is outpacing many advanced and emerging economies thanks to a strong emphasis on domestic consumption. The Government's strong infrastructure push under National Master Plan for Multimodal Connectivity, logistics development, and industrial corridor development will help drive market competitiveness and fuel future growth. The improvement of labour market conditions and consumer confidence will increase private consumption. Additionally, contact intensive services have already on a rebound, nearing pre COVID levels.

Despite this, potential risks still exist for India's growing economy. OPEC production levels could push up oil prices, possible issues with financial sectors of advanced countries could increase risk aversion across financial markets and impede capital flows, and an the El Nino event may weaken Indian monsoon rains, thus affecting food security

Cement Industry - Development and Outlook:

Cement industry continued with its growth momentum this year as well and cement demand estimated to have reached 393-398 Mn Tons level showing a healthy growth of ~11-12% in FY 2022-23. The solid growth is attributed mainly to the tailwinds observed in demand from infrastructure and rural housing segments.

Demand from infrastructure segment maintained its strong undertone as a result of higher government spending across different infra segments. Within infrastructure, demand from roads segment was the highest contributor followed by railways, irrigation and urban infrastructure. In fact, over the years, there has been a steady rise in share of infrastructure in total cement demand. Its share, which was around 11-13% in FY 13 has risen to 26-28% in FY23.

Rural housing segment witnessed improved demand owing to higher rural incomes resulting from better yields and rise in crop prices. Also, there was strong demand observed from "Pradhan Mantri Awas Yojana - Gramin" as well as "Pradhan Mantri Awas Yojana - Urban" which are part of GOI's "Housing for All by 2022" mission. In FY 2022-23, housing construction from PMAY-G witnessed construction of around 40 lakh dwelling units while that in PMAY-U witnessed the same at around 16 lakh units.



On the supply side, industry is estimated to have added ~30 MTPA of new cement capacity during FY 2022-23. The overall capacity utilization levels are estimated to be around 68-69% for year 2022-23. As regards, industry margins, the same saw contraction on account of elevated power & fuel costs.

Going forward, in FY 2023-24 the cement demand is expected to maintain its healthy momentum. The demand growth is expected to be majorly led by Government's thrust on Infra spending and its flagship housing schemes under Pradhan Mantri Awas Yojana. Demand is also likely to witness enhanced government spending before the Lok Sabha election in 2024. Infrastructure segment, as a result of ~24% enhanced outlay in budgeted spending of central government on key infra sectors, shall be main demand driver. New projects and capacity expansion plans announced by players in capital intensive sectors such as steel and start of work in PLI led projects & Data Centers, are likely to spur demand from the industrial and commercial segments. Expectation of normal monsoon and muted impact of El Nino along with continuation of healthy prices for farm produce suggests that overall demand in general and rural cement demand in particular should be healthy. Industry margins are also expected to improve because of softening of international coal prices and declining crude oil prices. All in all, FY 2023-24 is expected to witness continuation of healthy cement demand

Board of directors, Key managerial personnel and changes during the year:

The Board is duly constituted and balanced as required under the Companies Act, 2013 and the Listing Regulations/Agreement read with the policy of the Board of Directors appointment and remuneration in terms of the provisions of Section 134(3)(e), read with sub-section (3) of Section 178 of the Companies Act, 2013.

Sri V V S R Anjaneyulu (DIN: 00698980) has resigned as the Director of the Company w.e.f 22nd April, 2022.

Sri N. Krishna Mohan (DIN: 00698772) has resigned as the Chairman and Managing Director of the Company w.e.f 30th April, 2022.

Sri K Sriram (DIN: 05103429) was designated as the Wholetime Director of the Company w.e.f 1st June, 2022

Sri Vijayulu Reddy Kaliki (DIN: 03154329) was regularised as Director (Independent Category) at the previous Annual general Meeting.

DIRECTOR'S RESPONSIBILITY STATEMENT:

Pursuant to section 134(3) (c) of the Companies Act, 2013, the Directors confirm that:

- ❖ In the preparation of Annual Accounts, the applicable accounting standards had been followed and there are no material departures from the same.
- ❖ The Directors have selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give true and Fairview of the state of affairs of the company at the end of the financial year and the profit and loss of the company for that period.
- ❖ Proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
- ❖ Annual accounts were prepared on a going concern basis., and
- ❖ Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- ❖ The proper system was devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

DECLARATION BY INDEPENDENT DIRECTORS:

The company has received necessary declaration from all independent Directors under section 149(7) of the Companies Act, 2013 that they meet the criteria of Independence laid down in section 149(6) of the Companies Act, 2013.

BOARD MEETINGS:

The Board met four times during the year under review and the particulars of meeting held and attended by each Director are detailed in the Corporate Governance Report.

POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION

The company's policy lays down the criteria for determining qualifications, positive attributes, Independence of a director and other matter as provided under sub-section (s) of section 178 of the Companies Act, 2013.



The current policy is to have an appropriate mix of executive and independent directors to maintain the independence of the Board in terms of the provisions of section 178. The Board consists of four executive directors and one non executive director and five independent Directors. We affirm that the remuneration paid to the directors is as per the terms laid out in the nomination and remuneration policy of the company.

AUDIT COMMITTEE:

Pursuant to the provisions of section 177 of the Companies Act, 2013 the company board constituted the audit committee with the following directors.

- Sri P Ramamoorthy, Non-Executive Independent Director as Chairman.
- Sri N Gopal, Non-Executive Independent Director
- Smt. K. V. Naga Lalitha, Non-Executive Director.

AUDITORS:

- ❖ **Statutory Auditors:** At the 37th Annual General Meeting held on 23rd day of September 2019; M/s Satyanarayana & Co., Chartered Accountants, Secunderabad, were appointed as Statutory Auditors of the Company to hold office till the conclusion of 41st Annual General Meeting of the Company. In this regard, the Company has received a certificate from the auditors to the effect that if they are reappointed, it would be in accordance with the provisions of section 141 of the Companies Act, 2013.
- ❖ **Cost Auditors:** M/s Naval & Associates, Cost Accountants, Hyderabad, are the Cost Auditors appointed by the company Board for auditing the cost accounts of the Company for the year ended 2022-2023.
- ❖ **Secretarial Auditors:** M/s. Puttaparthi Jagannatham & Co., Company Secretaries, Hyderabad are the Secretarial Auditors appointed by the board of directors of the Company for the FY 2022-23.
- ❖ **Internal Auditors:** M/s C Ramachandram & Co, Chartered Accountants, Hyderabad, were appointed to conduct the internal Audit and review of internal financial controls on financial statements and other matters for better performance of the Company which is being implemented by your Company from time to time.

Disclosure of particulars of employees and related matters:

The information required pursuant to Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managing Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975, in respect of employees of the Company and Director is given in a separate annexure to this Report. Particulars of employees as per the Rule-5(2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are not applicable to the company.

Statutory auditors comment in the independent auditors' report and reply:

With regard to the observations of the Statutory Auditors regarding the confirmations from some of the parties, it is hereby clarified that the company has obtained confirmations from major accounts and some minor accounts, the Board felt that it was required as there is no impact on the accounts.

Other Disclosures

❖ **Board Committees:**

The details of composition, terms of Reference, meetings and attendance particulars of various committees of Board such as Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee, Stakeholders Relationship Committee, Share Transfer Committee are provided in the Corporate Governance Report vide annexure to this Directors report. The intervening gap between the meetings of the Committees are within the prescribed period under the Companies Act, 2013 and the listing regulations. The Committees are constituted with optimum balance of independent, executive/non-executive directors in line with the Companies Act, 2013 and the Listing Regulations, 2015.

❖ **Loans, Guarantees or Investments:**

Details of Loans, Guarantees and investments covered under the provisions of section 186 of the Companies Act, 2013 are given in the notes to the Financial Statements.



❖ **Contracts Or Arrangements With Related Parties:**

All related party transactions that were entered into during the financial year 2022-23 were on an arms-length basis and in the ordinary course of business and were in compliance with the applicable provisions of the Companies Act, 2013 and the Listing Regulations. There were no material related party contracts or arrangements or transactions made by the company. The Company has adopted a related party transactions policy duly approved by the Board, Details of the related party disclosures (transactions) are provided in the accompanying financial statements. The disclosure in form AOC-2 is not applicable.

❖ **Vigil Mechanism/ Whistle Blower Policy:**

The Company has adopted a whistle blower policy and has established a clear vigil mechanism and directors to report concerns unethical behaviour. The policy provides for adequate safeguards against victimisation of employees who avail of the mechanism and also provides for direct access to the chairman of the audit committee. The whistle blower policy may be accessed on the website of the company.

❖ **Prevention of Sexual Harassment at Workplace:**

The Company has adopted a policy on prevention, prohibition and redressal of sexual harassment at the work place in line with the provisions of the "The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and Rules made thereunder, your Company has constituted Internal Complaints Committee (ICC). The Committee has four members and is chaired by a senior women member of the organisation. It is stated that there are no such complaints received by the committee/company during the year under review.

❖ **Material Changes after close of the financial year:**

There have been no material changes and commitments which have occurred after the close of the year till date of this report, effecting the financial position of the company.

❖ **Segment-wise or product-wise performance:**

The Company is mainly engaged in the business of manufacturer of OPC 53/ 43 and PPC grade cement and captive solar power generation. During the year under review, the company has Single Reportable Segment i.e., Cement.

❖ **Risk and concerns:**

The risks and concerns which are applicable to all industries and specially to cement industry can be said to be prevalent in the case of your company as well. Few of the major risks are given below. Periodical increases in the cost of inputs leading to impact on margins

- Uncertainty in coal supplies and increases in the prices.
- Failure or deficiency in the monsoon which may lead to reduction/ loss of revenue due to reduction in demand for cement
- Changes in Government policy impact the costs, demand and supply.
- The drying up of Government contracts through irrigation, infrastructure and housing programs was major reason for hitting the Industry
- In addition to high cost of power and coal, high freight costs, inadequate infrastructure, non-availability of wagons and poor quality of coal and heavy taxes/royalty levies are the other concerns.

❖ **Internal control systems and their adequacy:**

The Company's internal control system in place has a process designed to take care of various controls and audit requirements. It ensures effectiveness in the operations and protection of the company's assets from any possible loss and unauthorised use. It also ensures proper and correct data being recorded. The design of the transactions is such that there is an adequate, appropriate and need based control on the activities/ business processes of the company. The Internal control system is augmented by an established internal audit system which is carried out by outside chartered accountants of the repute and experience. Regular reviews of internal audit are carried out to ensure robustness of the systems and control environment. The internal auditors submit their reports to the audit committee of the Board of Directors for their review. It is also ensured that the internal audit scope is adequate and their reviews are well directed to achieve the desired objectives. The committee also reviews the adequacy and effectiveness of the internal control systems and suggests improvements from time to time. The Compliance to the legal and statutory requirements is given utmost importance as also to ensure efficiency in operations/ reporting and controls. All parameters in operations/ activities are monitored regularly to ensure desired results.



❖ **Human resources development and industrial relations:**

The main focus of the company is to attract, develop and retain talented employees in order to achieve the business objectives. The company has made efforts in the field of training and development, congenial work environment, providing challenging work opportunities etc. The Company has framed HR practices in order to strengthen and building people talent for achieving the business objectives. Initiatives to develop leadership lines as well as enhance technical and functional capability with special focus on nurturing young talent are taken. Young managers are groomed by providing higher responsibilities, Focus remains on gaining cross functional knowledge to enable meaningful participation of employees all across of the company in innovation and process improvement. With the company entering in next phase of growth, the nurtured talent pool will enable smooth transition to new growth trajectory. During the year employee relations remained cordial. This has enabled company to build healthy relationship and resolve issues through dialogue and discussions.

Annexures to the Directors' Report

Corporate Social Responsibility: The Company has constituted a Board level Committee “Corporate Social Responsibility Committee” in terms of section 135 and Schedule VII of the Companies Act, 2013 read with the provisions of the listing agreement/ regulations. CSR activities as detailed in a separate annexure to this annual report as required under Companies (Corporate Social Responsibility Policy) Rules, 2014 vide **Annexure 1** and the same may also be accessed on the company's website.

Conservation of energy, technology absorption, foreign exchange earnings and outgo: The information relating to the conservation of energy, technology absorption, foreign exchange earnings/outgo, as required under the Companies Act, 2013 and the rules made there under is set out in **Annexure 2** which forms part of this Annual Report.

Secretarial Audit Report: The Secretarial Audit Report issued by M/s. Puttaparthi Jagannatham & Co., Company Secretaries, Hyderabad for the year 2022-23 is attached to this Directors' Report vide **Annexure-3.**

Annual Return:

The Annual Return of the company has been placed at the website of the company and can be accessed at <http://srichakracement.com>

Corporate Governance Report:

Your Company has taken adequate steps to adhere to all the stipulations laid down in 27 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015. A report on the Corporate Governance is included as a part of this report. Certificate from the Secretarial Auditors of the company M/s. Puttaparthi Jagannatham & co, Company Secretaries, confirming the compliance with the conditions of Corporate Governance as stipulated under above regulations is included as a part of this report vide **ANNEXURE-4.**

❖ **Risk Management Policy:**

The Company has been addressing various risks impacting the company and the policy of the company on risk management is set out in the Management Discussion and Analysis which forms part of this report.

❖ **Depository System**

Your Company has connectivity with both the Depositories i.e. National Securities Depository Limited (NSDL) and Central Depository Service (India) Limited (CDSL). As per the SEBI (Listing Obligations & Disclosure Requirements) (Fourth Amendment) Regulations, 2018, vide Gazette notification dated 8th June, 2018 & 30th November, 2018 mandated that Share transfer shall be mandatorily carried out in dematerialized form only w.e.f. from 1st April, 2019. In view of the numerous advantages offered by the Depository System, members are requested to avail the facility of Dematerialization of the Company's shares on either of the Depositories mentioned as aforesaid.

❖ **Board Evaluation:**

The evaluation of all the directors and the Board as a whole was conducted based on the criteria and framework adopted by the Board. The evaluation process has been explained in the Corporate Governance report section in this Annual Report. The Board approved the evaluation results as collated by the Nomination and Remuneration Committee. None of the Independent Directors are due for re-appointment.

❖ **Details Of Difference Between Amount Of The Valuation Done At The Time Of One-Time Settlement And The Valuation Done While Taking Loan From The Banks Or Financial Institutions Along With The Reasons Thereof:**



The aforementioned clause is not applicable to the Company during the financial year ended as on 31st March, 2023 as the Company has not taken any loan from the banks or financial institutions under the above mentioned scheme and accordingly there is no instance of one time settlement.

Your Directors state that no disclosure or reporting is required in respect of the following items as they are not apprised there were no transactions on these items during the year under review.

- Details relating to deposits covered under chapter 5 of the Act.
- No significant or material orders were passed by the Regulators or courts or tribunal which impact two going concern status and the company's operations in future.
- There are no such instances of frauds reported by Auditors under Section 143(12) and hence the reporting clause is not applicable to the Company.
- No cases were filed pursuant to the sexual harassment of women at workplace (prevention, prohibition and Redressal) Act, 2013 as per the internal complaints committee (ICC).
- No Dividend was recommended by the Board.
- Your Directors do not propose to carry any amount to General Reserve Account.
- No Issue of equity shares with differential rights as to Dividend, voting or otherwise.
- No Issue of shares to employees of the company under any revenue.
- Corporate social responsibility policy not applicable for the year under report.
- The Company has complied with all the applicable Secretarial Standards issued by The Institute of Company Secretaries of India and notified by the Central Government
- The Company has maintained cost records under Section 148(1) of the Companies Act, 2013
- The Business Responsibility Reporting as required by Regulation 34(2) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, is not applicable to your Company for the financial year ending March 31, 2023
- There is no change in the nature of the business of the company during the year under report.
- There were no such companies which have come or ceased to be the company's subsidiaries, joint ventures or associate companies during the year.
- There were no significant material events occurred between the closure of the books of accounts for the year 2022-23 and the date of this report.
- The company has adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2023 based on the internal controls over financial reporting.
- During the period under review, there was no application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016

❖ **Disclosure of Remuneration:**

A Statement as required under section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is enclosed as **Annexure 5**.

❖ **Cautionary Statement:**

Statements made in this report describing the Company's projections, estimates, expectations or predictions may be 'forward looking predictions within the meaning of applicable securities laws and regulations. Actual results may differ from such estimates, projections, etc. whether expressed or implied. Factors which would make a significant difference to the Company's operations include availability of quality raw materials, market prices in the domestic and overseas markets, changes in Govt. Regulations and tax laws, economic conditions affecting demand/ supplies and other environmental factors over which the Company does not have any control.

❖ **Acknowledgement:**

Your directors take this opportunity to express their sincere appreciation for the support and co-operation received from the various departments of the Government, Bankers, Suppliers, Customers and Shareholders.

The Directors also wish to place on record their appreciation for the committed services of the company's Employees.

For and behalf of the Board
For Sri Chakra Cement Limited

Place: Hyderabad
Date: 26.05.2023

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Whole-time Director
DIN: 05103429



Annexure 1

Annual Report on CSR Activities for the financial year ended 31st March, 2023
[Section 135 of the Companies Act, 2013 read with Rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014]

1. Brief outline on CSR Policy of the Company:

As per the provisions of the Companies Act, 2013 and rules made there under, the Company has formulated its CSR policy for development and implementation of programmes and projects for providing benefits to weaker sections of the society, particularly in the areas of education, healthcare and enhancement of income of rural poor. While planning the CSR Activities, the needs of the people are taken into account and people living around the places where our manufacturing operations are carried out, are consulted. We have undertaken CSR activities directly through our staff with the support of reputed NGOs and trust. The CSR Policy is placed on its website.

2. Composition of CSR Committee:

Sl. No.	Name of the Director	Designation / Nature of Directorship	No of Meetings of CSR Committee held during the year	No of meetings of CSR Committee attended during the year
1.	Sri P Ramamoorthy	Independent Director & Chairman of Committee	2	2
2.	Sri K Vijay Kumar	Executive Director & Member of Committee	2	2
3.	Smt K V Naga Lalitha	Non-Executive Director & Member of the Committee	2	2

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company: <http://srichakracement.com/>

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014: NA.

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the Financial Year, if any:

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (in Lakhs)	Amount required to be set-off for the financial year, if any (in Lakhs)
01	2021-22	6.77	NIL
02	2020-21	2.86	NIL
03	2019-20	NIL	NIL
Total		9.63	NIL

6. Average Net Profit of the Company as per Section 135(5): 154.51 Lakhs

7. (a) Two percent of Average Net Profit of the Company as per Section 135(5): 3.09 lakhs.

(b) Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years: Nil

(c) Amount required to be set off for the Financial Year, if any: NA

(d) Total CSR obligation for the Financial Year (7a+7b-7c): 3.09 Lakhs

8.

S. No	Particulars	Details (Rs. In Lakhs)
(a)	Amount spent on CSR Projects (both Ongoing Project & other than Ongoing Project)	9.86
(b)	Amount spent in Administrative Overheads	0
(c)	Amount spent on Impact Assessment, if applicable	0
(d)	Total amount spent for the Financial Year [(a)+(b)+(c)]	9.86



(e) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (₹. In Lakhs)	Amount unspent (₹.In Lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
9.86	--	-	NA	-	-

(f) Excess amount for set off, if any: Rs. 6.77 Lakhs

Sl. No.	Particular	Amount (₹. In Lakhs)
(i)	Two percent of average net profit of the Company as per section 135(5)	3.09
(ii)	Total amount spent for the Financial Year	9.86
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	6.77
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	2.86
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	9.63

9. (a) Details of Unspent CSR amount for the preceding three Financial Years: NA

S . N o	Prec eding Finan cial Year	Amount transferred to Unspent CSR Account under Section 135(6) (in Rs.)	Balance Amount in Unspent CSR Account under Section 135(6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per Section 135(5), if any		Amount remaining to be spent in succeeding financial years (in Rs.)	Defici ency, if any
					Amount (in Rs)	Date of transfer		
Not Applicable								

10. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: ~~Yes~~/No

If Yes, enter the number of Capital assets created/ acquired

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

S.No	Short particulars of the property or asset(s)	Pin code of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity / Authority / beneficiary of the registered owner		
					CSR Registration Number, if applicable	Name	Registered Address
Not Applicable							

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): Not Applicable

For and behalf of the Board
For Sri Chakra Cement Limited

Place: Hyderabad
Date: 26.05.2023

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
P Ramamoorthy
Independent Director & Chairman-CSR Committee
DIN: 00699048



Annexure -2: Conservation of Energy, Technology Absorption, Foreign Exchange Earning And Outgo Etc.

Information conservation of Energy, Technology absorption, Foreign Exchange earnings and outgo required to be disclosed under section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, are given in the Annexure B to this report.

- ❖ **Conservation of Energy:**
- ❖ Energy Conservation Measures taken regular energy audits are being internally conducted and efforts to are being made to reduce energy consumption by using energy-efficient equipment's, thereby achieve cost savings.
- ❖ Total energy consumption and energy consumption per unit of production as per Form A of the Annexure to the Rules in respect of industries specified in the schedule thereto:

FORM - A*

SI NO	Particulars	31.03.2023	31.03.2022
	Power and Fuel Consumption:		
A	Electricity:		
a)	Purchases (Units in Lakhs)	524.93	505.17
	Total Amount (Rs. In Lakhs)	2164.37	2250.02
	Rate per Unit in (Rs.)	*4.12	*4.44
b)	Own Generation:		
i.	Through Diesel Generator (Units in lakhs)		0.04
	Unit per litre of diesel		1.10
	Cost/Unit (Rs.)		91.00
ii.	Solar Power (units in lakhs)	59.46	54.90
B	Coal		
	Quantity (M.T)	93972	82875
	Total cost (Rs in Lakhs)	9636.38	6357.59
	Average rate /MT (Rs)	10254	7671.30
C	FURNACE OIL		
	Others/Internal Generation	-	-
D	Consumption per unit of production:	-	-
	Electricity (units/MT of Cement)	96.19	94.79
	Coal % per Mt of Clinker	19.19	18.62

*After considering power rebate and solar receivables of Rs. 13.06 crore, the rate per unit has decreased, unless which the rate would differ

FORM B

- ❖ **Technology Absorption:** Efforts made to Research and Development & Technology absorption as per Form B of the Annexure to the Rules: **Not Applicable**
- ❖ **Foreign Exchange Earnings - NIL And Outgo: Nil**

For and behalf of the Board
For Sri Chakra Cement Limited

Place: Hyderabad
Date: 26.05.2023

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Whole-time Director
DIN: 05103429



Annexure-3:
FORM NO. MR-3

Secretarial Audit Report

FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2023

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]

To

The Members of

Sri Chakra Cement Limited

D.No.27/4/1, Kannavarithota, Nagarpalem,
Guntur, Andhra Pradesh - 522004.

We have conducted the Secretarial Audit pursuant to Section 204 of the Companies Act, 2013, on the compliance of applicable statutory provisions and the adherence to good corporate practices by Sri Chakra Cement Limited (hereinafter called "the Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the Corporate Conducts/Statutory Compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of the secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March 2023 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2023 according to the provisions of:

1. The Companies Act, 2013 (the Act) and the rules made there under;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
4. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009; **Not Applicable during the period under review;**
 - d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **Not Applicable during the period under review;**
 - e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; **Not Applicable during the period under review;**
 - f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; **Not Applicable during the period under review;**
 - g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;*
 - h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **Not Applicable during the period under review;**
 - i) The Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015; and
 - j) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018.

We have also examined compliance with the applicable clauses of the following:

- i) Secretarial Standards issued by The Institute of Company Secretaries of India with relating to Board Meetings and General Meetings.



- ii) The Listing Agreements entered into by the Company with BSE Limited (BSE) on 31st March, 2023 read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- iii) Other Specifically applicable laws to the Company in respect of which we relied on the Internal Audit report and noted relevant compliances and observations made by the Internal Auditor.
 - iv) *Other Specifically applicable laws to the Company:*
 - Cement Control Order, 1967;
 - Cement Cess Rule, 1993;
 - Cement (Quality Control) Order, 1995 and 2003;
 - Bureau of Indian Standards Rules, 1987;
 - Mines and Minerals (Regulation and Development) Act, 1957;
 - The Mines Act, 1952;
 - The Explosives Act, 1884;
 - Factories Act, 1948;
 - Industrial Disputes Act, 1947;
 - The Payment of Wages Act, 1936;
 - The Minimum Wages Act, 1948;
 - The Employees Compensation Act; 1923
 - The Employees' Provident Fund and Miscellaneous Provisions Act, 1952;
 - The Payment of Bonus Act, 1965;
 - Equal Remuneration Act, 1976;
 - The Environment (Protection) Act, 1986;
 - The Hazardous Waste (Management, Handling and Transboundary Movement) Rules, 2008;
 - Labour laws and other incidental laws related to labour and employees appointed by the Company either on its payroll or on contractual as related to wages, gratuity etc.;
 - The Air and Water (Prevention & Control of Pollution) Acts;
 - Acts as prescribed under Direct Tax and Indirect Tax;
 - Land Revenue laws of the State of AP;
 - Labour Welfare Act of the State of AP

6. During the financial year under report, the Company has complied with the provisions of the Acts to the extent applicable and the Rules, Regulations, Guidelines, Standards, etc., mentioned above subject to the following:

- i) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we report that the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of:
 - External Commercial Borrowings were not attracted to the Company under the financial year under report;
 - Foreign Direct Investment (FDI) were not attracted to the company under the financial year under report;
 - Overseas Direct Investment by Residents in Joint Venture/ Wholly Owned Subsidiary abroad were not attracted to the company under the financial year under report.
- ii) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under Report.

7. We have relied on the information and representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company as stated under para-6 above.

8. *We further report that the Company is in the process of revocation of suspension of trading on the BSE Listing Center. Required information/ documents as per the Decision of Request Review Committee are submitted to the BSE Ltd. and the matter is in process

We further report that:

- (i) based on the information provided by the Company, its officers and its authorised representatives during the conduct of the audit and also on review of quarterly reports by respective Department Heads/Company Secretary/ CEO taken on record by the Board of Directors of the Company, adequate systems and processes and control mechanism exist in the company to monitor and ensure the compliance of with the applicable general laws like labour laws, competition law and environment laws.



- (ii) the Compliance by the Company of applicable financial laws like direct and indirect laws has not been reviewed in this Audit since the same have been subject to review by Statutory Financial Audit and Other designated professionals.
- (iii) the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.
- (iv) adequate notice is given to all Directors to schedule the Board and Committee Meetings, agenda and detailed notes on agenda were sent electronically well in advance or shorter consent were taken in other cases, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- (v) all the decisions at the Board Meetings and Committee Meetings have been carried out unanimously as recorded in the Minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

We further report that,

- (i) there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
- (ii) there were no specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the Company's affairs except as reported in the Financial Audit Report.

**Place: Hyderabad
Date: 24th May 2023**

**For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896E000370520**

**This report is to be read with our letter with given date which is annexed as 'Annexure A' and forms an integral part of this report.*

'ANNEXURE A'

**To
The Members,
Sri Chakra Cement Limited
D.No.27/4/1, Kannavari thota
Nagarampalem Guntur-522004**

Our report with given date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**Place: Hyderabad
Date: 24th May 2023**

**For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896E000370520**

**ANNEXURE- 4: REPORT ON CORPORATE GOVERNANCE**

In terms of compliance with Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Corporate Governance Report is set out herewith along with relevant disclosures as required there under.

Company's philosophy:

The company's policies, practices and philosophy adopted since inception are in line with Corporate Governance. These policies, practices are required periodically to ensure its effective compliance. The composition of company board is well balanced with a view to manage the affairs of the company efficiently and professionally. The management believes that corporate growth, goals, transparency and enhanced shareholder value are to be achieved only through good corporate governance.

Board of directors:

The Board of Directors of the Company have an optimum combination of Executive, Non-Executive and Independent Directors, who have in-depth of business knowledge of business, in addition to the expertise in their areas of specialisation. The Board of the Company comprises ten Directors that include one Women Director.

(i) The composition and category of Directors as on 31st March, 2023 are follows:

Category	Name of Director	Designation	No of Companies in which he is a director
Promoter & Exe. Directors.	Sri. K Vijay Kumar	Managing Director	6
	Sri K. Sriram	Wholetime Director	3
Promoter and Non Exe. Director	Smt. K. V. Nagalalitha	Director	6
Independent Non-Executive Director	Sri. P Ramamorthy	Independent Director	2
	Sri. K P Patnaik	Independent Director	1
	Dr A S Narayana	Independent Director	2
	Sri Nemani Gopal	Independent Director	2
	Sri K Vijayulu Reddy	Independent Director	2

(ii) **Board Meetings dates and attendance particulars thereof**

During the year 2022-23 the Board met four times on 28-05-2022, 06-08-2022, 11-11-2022, and 13-02-2023 and the following table shows details of Directors attendance at the board meeting and at the last annual general meeting.

Category	Name of Director	Designation	28-05-2022	06-08-2022	11-11-2022	13-02-2023	Last AGM
Promoter & Exe. Directors.	Sri. K Vijay Kumar	Managing Director	Y	Y	Y	Y	Y
	Sri K.Sriram	Wholetime Director	Y	Y	Y	Y	Y
Promoter and Non Exe. Director	Smt. K. V. Nagalalitha	Director	Y	Y	Y	Y	Y
Independent Non-Executive Director	Sri. K P Patnaik	IND-Director	Y	Y	Y	Y	N
	Dr A S Narayana	IND-Director	Y	Y	Y	Y	N
	Sri Nemani Gopal	IND-Director	N	Y	Y	Y	N
	Sri. P Ramamorthy	IND-Director	Y	Y	Y	Y	Y
	Sri K Vijayulu Reddy	IND-Director	Y	Y	Y	Y	Y

Y: YES N: NO NA: Not Applicable

Board Committees and their powers and procedures

In Compliance with the requirements of the provisions of the Companies Act, 2013 and listing regulations, the following committees were constituted to review on various affairs of the day-to-day business from time to time and monitoring the same periodically.

A) Audit Committee:

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	held	Attended	Terms of Reference
Sri.P Ramoorthy, Ind Director	Chairman	4	4	Audit Committee reviews the Internal Auditors and Statutory Audit reports, financial results, effectiveness of internal audit processes and the Company's risk management strategy.
Sri.Nemani Gopal Ind Director	Member	4	4	
Smt.K.V.Nagalalitha Non Ex Director	Member	4	4	

*The chairman of the Audit Committee was present at the last Annual General Meeting.

**B) Nomination and Remuneration Committee:**

The Committee Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	held	Attended	Terms of Reference
Sri. Nemani Gopal Ind. Director	Chairman	1	1	Committee shall formulate a criteria and policy on appointment/remuneration of and identify the qualified persons who are qualified to become Directors/ Sr management.
Sri. P Rama Moorthy, Ind. Director	Member	1	1	
Smt. K. V. Nagalalitha, Non Ex Director	Member	1	1	

C) Corporate Social Responsibility Committee:

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	held	Attended	Terms of Reference
Sri. P Rama Moorthy, Ind. Director	Chairman	2	2	Committee formulate and recommend to the Board, a CSR Policy and the amount of expenditure to be incurred on CSR activities. Committee framed a transparent monitoring mechanism for implementation of CSR projects.
Sri. K Vijay Kumar Managing Director	Member	2	2	
Smt K V Naga Lalitha Non Executive Director	Member	2	2	

D) Stakeholders' Relationship Committee:

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	Held	Attended	Terms of Reference
Sri P Ramamoorthy, Ind Non Ex Director	Chairman	3	3	Committee focuses primarily on monitoring expeditious Redressal and review of investors / stakeholders grievances.
Sri Vijayulu Reddy, Ind Non. Ex Director	Member	3	3	
Smt K V Naga Lalitha Director	Member	3	3	

E) Share transfer committee:

Composition, Terms of Reference, and Attendance particulars of the committee.

Name of the Director	Position	Held	Attended	Terms of reference
Sri. K. Vijay Kumar Ex. Director	Chairman	0	0	Committee approves share transfers, issue of duplicate certificates, share transmission, share transposition and related matters.
Smt. K.V. Nagalalitha Non- Ex. Director	Member	0	0	

During the year under review, there were no meetings held

F) Shareholder's Services:

Sl.No.	Nature of Complaints	2022-23		Pending as on 31.03.2023
		Received	Answered	
1	Non-receipt of annual accounts	NIL	NIL	Nil
2	Non-receipt of share certificates	NIL	NIL	Nil
3	SEBI/BSE complaints	Nil	Nil	Nil
4	Sub-division or consolidation	Nil	Nil	Nil
5	Non-receipt of dividends	Nil	Nil	Nil
6	Others	11	11	Nil

Disclosures:

- **Related Party Transactions:** There are no materially significant related party transactions that have potential conflict with the interests of the company at large. Suitable disclosures have been made in the Annual Report.
- **Non-compliance by the company, penalties, and strictures imposed:** No instances of non-compliances, strictures/penalties have been imposed on the company or the Securities and Exchange Board of India or any statutory authority on any matters related to capital markets during the last three years.
- **Disclosure with regard to the provisions of Independent Directors:** The Company has complied requirements of Companies Act, 2013 and the Listing Regulations regarding appointment, qualifications, procedures and evaluation of performance of independent and non-executive directors and also obtained declarations from all the Independent Directors as required under the Companies Act, 2013.



- **Separate Meeting of Independent Directors:** In Compliance of the requirements of the Act, all the Independent Directors had a meeting on 13th February, 2023, without the attendance of Non-Independent Directors and members of Management and discussed the issues such as review of performance of non-independent directors, chairperson based on the views of executive and non-executive directors and the Board as a whole and assessed the quality, quantity and timeliness of flow of information between the company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.
- **Risk Management:** Risk evaluation and management is an on-going process within the organization. The Company has a well-defined risk management framework in place. The Company periodically places before the Audit and Risk Management Committee and the Board, the key risks and the risk assessment and mitigation procedures followed by the Company for its review.
Details of compliance with mandatory requirements and adoption of non-mandatory requirements: The Company has complied with all mandatory requirements of Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015
- **Communication To Shareholders:**
Effective communication of information is an essential component of corporate governance. It is a process of sharing information, ideas, thoughts, opinions and plans to all stakeholders which promotes management-shareholder relations. The Company regularly interacts with shareholders through multiple channels of communication such as results announcement, annual report, media releases, Company's website and subject specific communications.
- The unaudited quarterly and audited annual financial results are announced immediately after approval from the Board and sent to respective stock exchanges where the Company's shares are listed within the time specified in the listing regulations.
 - Thereafter, these are circulated among media / news agencies / analyst etc. of the Company and are displayed on the Company's website <http://srichakracement.com>.
 - Annual Report of the Company is sent to each shareholder prior to the Annual General Meeting.
- **Sebi Complaints Redressal System (Scores)**
SEBI has initiated SCORES processing the investor complaints in a centralised web redress system and online Redressal of all the shareholders complaints. The company is in compliance with the SCORES and redressed the shareholders complaints well within the stipulated time.

❖ **Relationship between Directors inter se:**

Sl.No.	Name of the Director	Relationship with other Directors
1	Sri. K. Vijay Kumar	Related to Sri. K Sriram & Smt. K.V. Nagalalitha
2.	Smt. K. V. Nagalalitha	Related to Sri. K Sriram & Sri. K.Vijay Kumar
3	Sri K.Sriram	Related to Smt K V Naga Lalitha & Sri K.Vijay Kumar
4	Sri.P.Rama Moorthy	None
5	Dr. A.S.Naryana	None
6	Sri.K.P.Patnaik	None
7	Sri. Nemani Gopal	None
8	Sri. K Vijayulu Reddy	None

General shareholder information:

Annual General Meeting

Day and Date of AGM	Time	Venue
41 st A.G.M. Wednesday; 23 rd August, 2023	12.00 NOON	Video conference/other Audio-Visual Means

Details Of Annual General Meetings of the Company held during the past three years:

Financial Year	Venue	Date	Time	No of Special Resolution passed
40 th AGM 31.03.2022	Video conference/other Audio-Visual Means	14.09.2022	12.00 Noon	6
39 th AGM 31.03.2021	Video conference/other Audio-Visual Means	16.09.2021	12.00 Noon	3
38 th AGM 31.03.2020	Video conference/other Audio-Visual Means	17.12.2020	12.00 Noon	8

**Financial Year and tentative financial calendar**

The current financial year of the Company	1st April 2022 to 31st March 2023.
Date of Book closure	17 th August, 2023 to 23 rd August, 2023(both dates inclusive)
Stock exchange, listing etc.	The Shares are listed on Bombay Stock Exchange . Presently, the shares are under suspension and steps have been initiated to revoke suspension. Stock code- 518053
Name of the Depositories (For Demat only)	National Securities Depositories Limited , Trade World, 'A' Wing, 4&5 Floors, Kamala Mills Compound, Lower Parel, Mumbai-400 013. Central Depository Services (India) Limited , P J Towers, 17 th Floor, Dalai Street, Fort, Mumbai-400 001.
ISIN No	INE827D01020
Corporate Identification Number (CIN)	L40300AP1981PLC002952
Name and designation of compliance officer	Sri P Rajendra Babu, Company Secretary and Compliance Officer
Registrar And Share Transfer Agents: (Demat and Physical)	Venture Capital & Corporate Investments Private Limited , "AURUM", 4th & 5th Floors, Plot No.57, Jayabheri Enclave Phase - II, Gachibowli, Hyderabad - 500032. Ph: 040-23818475/35164940. Email ID: investor.relations@vccipl.com

Distribution on Face Value**Distribution of Share Holding as on 31st March 2023**

Nominal Value	Holders		Amount	
	Number	% To Total	In Rs	% To Total
Upto - 5000	8856	96.52	8780710	9.76
5001 - 10000	211	2.30	1384800	1.54
10001 - 20000	53	0.58	750900	0.83
20001 - 30000	21	0.23	540850	0.60
30001 - 40000	5	0.05	171300	0.19
40001 - 50000	4	0.04	176400	0.20
50001 - 100000	6	0.07	447000	0.50
100001 and above	19	0.21	77748040	86.39
Total	9175	100	90000000	100.00

Share transfer system:

Demat Requests are normally confirmed within 10 days of receipt subject to the documents being valid and complete in all respects.

Dematerialisation of shares:

The shares of the company are in compulsory demat segment. The company has signed agreements with both the depositories i.e., National Securities Depository Limited and Central Depository Services (India) Limited. As on 31st March, 2023 approximately 6317106 Shares are dematerialised representing 70.19 % of the total paid up capital.

Outstanding GDRs/ADRs/Warrants or any convertible Instruments, conversion date & likely impact on equity: NIL**Details of Shares:**

Particulars	Number of shares	% Of total issued capital
Issued capital & Listed Capital	9000000	100
Held in dematerialised form in CDSL*	5360940	59.57
Held in dematerialised form in NSDL*	956166	10.62
Physical*	2682894	29.81

Plant Location**Address for Correspondence**

UNIT: 1: Sri Narasimhapuri, Karempudi, Guntur District
UNIT-2: Alamanda, Jami Mandal, Vizianagaram District
Captive solar Power Plant:
Sri Kalahasthi, Chittoor District, AP

Company Secretary and Compliance Officer,
SRI CHAKRA CEMENT LIMITED,
6-3-668/10/66, Durganagar Colony, Punjagutta,
Hyderabad- 500 082, Ph:040-6661 4633, 040-
66612374.Email: srichakracement@gmail.com

For and behalf of the Board
For Sri Chakra Cement Limited

Place: Hyderabad
Date: 26.05.2023

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Whole-time Director
DIN: 05103429



DECLARATION of CODE OF CONDUCT:

As provided under Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the members of Board of Directors and Senior Management Personnel have affirmed compliance with the Code of Conduct for Board of Directors and Senior Management for the year ended on 31st March, 2023.

**For and behalf of the Board
For Sri Chakra Cement Limited**

**Place: Hyderabad
Date: 26.05.2023**

**Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568**

**Sd/-
K Sriram
Whole-time Director
DIN: 05103429**

**CEO AND CFO CERTIFICATION
(Pursuant to Regulation 17(8) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)**

We, K. Vijay Kumar, Managing Director and NSRV Prasad, Chief Financial Officer responsible for the finance function and certify that:

- ❖ We have reviewed financial statements and the cash flow statement for the year ended 31st March, 2023 and that to the best of our knowledge and behalf.
- ❖ These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
- ❖ These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- ❖ There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- ❖ We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and Audit Committee deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or propose to take to rectify these deficiencies.
- ❖ We have indicated to the Auditors and the "Audit Committee"
 - There has not been any significant change in internal control over financial reporting during the year under reference.
 - There has not been any significant Changes in accounting policies during the year requiring disclosure in the notes to the financial statements and
 - We are not aware of any instance during the year of significant fraud with involvement there in, if any, of the Management or an Employee having a significant role in the Company's internal control system over financial reporting.

**Place: Hyderabad
Date : 26.05.2023**

**Sd/-
K. Vijay Kumar
Managing Director
DIN: 00769568**

**Sd/-
NSRV Prasad
Chief Financial Officer
PAN: AJWPP6407B**



CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To

The Members of
Sri Chakra Cement Limited
D.No.27/4/1, Kannavarithota, Nagarampalem,
Guntur, Andhra Pradesh - 522004.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Sri Chakra Cement Limited having CIN: L40300AP1981PLC002952 and registered office at D.No.27/4/1, Kannavarithota, Nagarampalem, Guntur, Andhra Pradesh - 522004 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub-clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March 2023 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No	Name of Director	DIN	Date of appointment in Company
1	Vijay Kumar Kapilavai	00769568	31.01.2008
2	Ramamoorthy Puthalapattu	00699048	17.01.2011
3	Krishna Prakash Patnaik	01160445	07.04.2011
4	Srimannarayana Atluri	07544333	30.03.2015
5	Venkata Naga Lalitha Kapilavai	02223430	30.03.2015
6	Gopal Nemani	02466535	28.05.2018
7	Sriram Kapilavai	05103429	19.12.2020
8	Vijayulu Reddy Kaliki	03154329	09.11.2021

Ensuring the eligibility of for the appointment/continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date: 24th May 2023

For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896E000370883



CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members of
Sri Chakra Cement Limited

We have examined the relevant records relating to compliance of conditions of Corporate Governance by Sri Chakra Cement Limited (“the Company”), for the year ended 31st March, 2023, as per the relevant provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘Listing Regulations’) as referred to in Regulation 15(2) of the Listing Regulations for the year ended 31st March, 2023.

The compliance of conditions of Corporate Governance is the responsibility of the Management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in above mentioned Listing Regulations, as applicable.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Hyderabad
Date: 24th May 2023

For Puttaparthi Jagannatham & Co.
Company Secretaries
Sd/-
CS Navajyoth Puttaparthi
Partner
FCS No: 9896; CP No: 16041
Peer Review Certificate No. 1158/2021
UDIN: F009896E000370960



ANNEXURE: 5 (Statement of Disclosure of Remuneration under section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

i Ratio of remuneration of each Executive Director to the median remuneration of the Employees of the company for the financial year 2022-23, the percentage increase in remuneration of Chief Executive Officer, Chief Financial Officer and other Executive Director and Company Secretary during the financial year 2022-23 are as under.

S.No.	Name of Director/KMP	Designation	Ratio of remuneration of each Director to median remuneration of Employees	Percentage Increase in Remuneration
1	Sri N Krishna Mohan		1:1.05	-
2	Sri K Vijay Kumar	Managing Director	1:15.76	-
4	Sri K Sriram	Executive Director	1:12.08	
Key Managerial Personnel (Other than MD/WTD/JMD)				
1	Sri NSRV Prasad	Chief Financial Officer	1:3.39	
2	Sri P Rajendra Babu	Company Secretary	1:4.80	-

S.No.	Particulars	Description
ii	The percentile increase in the median remuneration of the employees during the financial year	There was an increase of 4.46% in the median remuneration of employees during the financial year.
iii	The No of permanent employees on the rolls of company during the financial year	There were about 267 permanent employees.
iv	Relationship between average increase in remuneration and company's performance:	The average increase in remuneration of the employees was about NIL As against this, total revenue from operations of the company during FY 2022-2023 was increased by 8.60%.
V	Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company	The total remuneration of Key Managerial Personnel went up by NIL
Vi	Variations in the market capitalization of the Company, price earnings ratio.	Presently shares are under suspension and hence, the same cannot be reported.
Vii	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	Average percentile increase in the salary of employees other than managerial personnel was about NIL approx. as against the percentile increase in the remuneration of managerial was about NIL
Viii	The key parameters for any variable component of remuneration availed by the Directors	NA
ix	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year	NIL
X	Affirmation that the remuneration is as per the remuneration policy of the Company	The remuneration of directors and other KMP is in compliance with the policy of the company and as per statutory requirements

For and behalf of the Board
For Sri Chakra Cement Limited

Place: Hyderabad
Date: 26.05.2023

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Whole-time Director
DIN: 05103429

**Independent Auditor's Report****To The Members of Sri Chakra Cement Limited****Report on the Audit of the Financial Statements**

We have audited the financial statements of M/s Sri Chakra Cement Limited (“the Company”) which comprise the Balance Sheet as at 31 March 2023, and the Statement of Profit and Loss (including other comprehensive income), the statement of changes in equity and the statement of Cash Flows for the year then, and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act 2013 (“Act”) in the manner so required (and give a true and fair view in conformity with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) and other accounting principles generally accepted in India of the state of affairs of the Company as at March 31, 2023, and its Loss, total comprehensive income, the changes in equity and cash flows for the year ended as on that date.

Basis for opinion

We conducted our audit in accordance with the standards on auditing specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Company in accordance with the code of ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements 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 code of ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter: We draw attention to the financial results which describes that based on the current indications of future economic conditions, the company expects to recover the carrying amount of all its assets and revenue recognised. Our opinion is not modified in respect of this matter.

Key Audit Matters

There are no reportable key audit matters.

Information other than the financial statements and auditors' report thereon.

The Company's board of directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, A Business Responsibility Report, Corporate Governance and Shareholder's information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the IND-AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (“the Act”) with respect to the preparation of these Financial Statements, that give a true and fair view of the financial position, financial performance (including other comprehensive income), Cash Flows and changes in equity of the Company in accordance with the Indian Accounting Standards (Ind- AS) prescribed under section 133 of the Act, read with the **Companies (Indian Accounting Standards) Rules, 2015** and Companies (Indian Accounting Standards) Rules 2016, as amended from time to time, and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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 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 Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial Statements, management is 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 management 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 Company's financial reporting process.

Auditor's Responsibilities for the audit of the financial statements.

Our objectives are to obtain reasonable assurance about whether the financial statements 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 these financial statements.

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

Identify and assess the risks of material misstatement of the financial statements, 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. Under Section 143(3)(i) of the **Companies Act, 2013**, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of management's 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 Company's ability 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 financial statements 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on other Legal and regulatory Requirements.

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of Section 143 of the Act, we give in the Annexure B, a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The IND-AS Financial Statements (including other comprehensive income), Cash Flows Statement, statement of changes in equity dealt with by this report are in agreement with the books of account.
 - d) In our opinion, the aforesaid IND-AS Financial Statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of the written representations received from the directors as on 31 March 2023 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2023 from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A" Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial control over financial reporting:
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of section 197 of the Act: and
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The company has disclosed the impact of pending litigations on its financial position in its financial statements - refer Note 21 to the financial statements;
 - ii. The company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv. The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities 'intermediaries', with the understanding, whether recorded in writing or otherwise, **that the intermediary shall, whether, directly or indirectly lend or invest** in other persons or entities identified in any manner whatsoever by or on behalf of the company 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - v. The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities 'Funding Parties', with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or investing other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party 'Ultimate Beneficiaries' or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

For M/s Satyanarayana & Co.,
Chartered Accountants
Firm's Regn No.003680S

Sd/-
G Venkata Ratnam
Partner
Membership No.019455

Place: Hyderabad
Date: 26-05-2023



“Annexure A” to the Independent Auditor’s Report of even date on the IND-AS Financial Statements of Sri Chakra Cement Limited. Report on the Internal Financial Controls under Clause (i) of Sub - section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Sri Chakra Cement Limited (“the Company”) as of March 31, 2023 in conjunction with our audit of the IND-AS Financial Statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls.

The Company’s management is responsible for establishing and maintaining internal financial controls based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors’ Responsibility.

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such control operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the IND-AS Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting

Meaning of Internal Financial Control over Financial Reporting.

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of IND-AS Financial Statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of IND-AS Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company’s assets that could have a material effect on the IND-AS Financial Statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting.

Because of the inherent limitations of financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.



Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2023 based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.”

For M/s Satyanarayana & Co.,
Chartered Accountants
Firm’s Regn No.003680S

Sd/-
G Venkata Ratnam
Partner
Membership No.019455

Place: Hyderabad
Date: 26-05-2023

“Annexure B” to the Independent Auditor’s Report of even date to the members of Sri Chakra Cement Limited, on the IND-AS Financial Statements for the year ended 31st March 2023

Based on the audit procedures performed for the purpose of reporting a true and fair view on the IND-AS Financial Statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

- (i) (a) (A) The Company is maintaining proper records showing full particulars including quantitative details and situation of property, plant and equipment.
(B) The company does not own intangible assets. Therefore maintenance of proper records for the same does not arise.
- (b) These property, plant and equipment have been physically verified by the management at reasonable intervals. No material discrepancies have been noticed on such verification.
- (c) The title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company. Land Measuring 52.35 acres situated at petasanigandla/Karempudi village has been taken possession by the company during the year. The formalities for registration are pending as at the end of the year.
- (d) The Company has not revalued its property, plant and equipment during the year.
- (e) No proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- (ii) (a) Physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is reasonable. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed.
(b) The company has not been sanctioned working capital limits in excess of five crore rupees during the year.
- (iii) The Company during the year had not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, limited liability partnerships or any other parties. Therefore 3(iii) (a)(A) & (B), 3(iii)(b), (c),(d),(e), (f) are not applicable.
- (iv) Paragraph 3(iv) is not applicable.
- (v) The Company had not accepted any deposits or amounts which are deemed to be deposits.
- (vi) Maintenance of cost records has been prescribed by the Central Government under sub section (1) of Section 148 of the Companies Act and such accounts and records have been made and maintained.
- (vii) (a) The Company is regular in depositing undisputed statutory dues including Goods and Service Tax, Provident Fund, Employees State Insurance, Income tax, Sales tax, Service tax, Duty of customs, Duty of excise, Value Added Tax, Cess and other statutory dues to the appropriate authorities.
(b) Statutory dues referred to in sub-section (a) which have not been deposited on account of dispute are as follows:



Name of the statue	Nature of dues	Amount in Rs Lakhs	Period to which the amount relates	Forum where dispute is pending
APCPDCL	Electricity Duty	378.00	2022-23	Hon'ble High Court of A P
APCPDCL	Voltage surcharge	2483.00	2010-11 to 2022-23	Hon'ble High Court of A P

- (viii) There are no transactions not recorded in the books of account.
- (ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in payment of interest thereon to any lender.
 (b) The Company was not declared wilful defaulter by any bank or financial institution or other lender.
 (c) The Company has not borrowed any term loans.
 (d) No funds were raised on short term basis.
 (e) The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
 (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- (x) (a) No moneys were raised by way of initial public offer or further public offer (including debt instruments) during the year.
 (b) The Company has not made any preferential allotment or private placement of shares or convertible debentures fully, partially or optionally convertible during the year.
- (xi) (a) No fraud by the company or any fraud on the company has been noticed or reported during the year. Therefore (b) is not applicable.
 (b) No whistle blower complaints were received during the year of the company.
- (xii) (a) The Company is not a Nidhi company. Therefore (b) & (c) are not applicable.
- (xiii) All transactions with the related parties are in compliance with sections 177 and 188 of the Companies Act and the details have been disclosed in the financial statements.
- (xiv) (a) The Company has an internal audit system commensurate with the size and nature of its business.
 (b) The reports of the internal auditors were considered by us.
- (xv) The Company has not entered into non-cash transactions with directors or persons connected with him.
- (xvi) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934. Therefore (b), (c) and (d) are not applicable.
- (xvii) The Company has not incurred cash losses in the financial year or in the immediately preceding financial year.
- (xviii) There has been no resignation of the Statutory Auditors during the year.
- (xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and the our knowledge of the Board of Directors and Management plans in our opinion the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- (xx) (a) There were no unspent amounts that are required to be transferred to a fund specified in schedule VI to the Companies Act.
 (b) Not applicable.
- (xxi) The Company does not come under the requirement of preparing consolidated financial statements.

**For M/s Satyanarayana & Co.,
Chartered Accountants
Firm's Regn No.003680S**

**Sd/-
G Venkata Ratnam
Partner
Membership No.019455**

**Place: Hyderabad
Date: 26-05-2023**



SIGNIFICANT ACCOUNTING POLICIES

Notes forming part of the Ind-As financial statements for the year ended March 31, 2023

1. Company Information:

Sri Chakra Cement Limited (SCCL) (“the Company”) is a public limited company incorporated in India vide CIN No L40300AP1981PLC002952 under the provisions of the Companies Act, 1956 having its registered office at Guntur District, Andhra Pradesh. The Company’s principal activity is manufacturing of all kinds of Cement, solar power generation. The Ind -AS financial statements of the Company for the year ended 31st March 2023 were authorized for issue in accordance with a resolution passed by the Board of Directors of the company on 26th May, 2023

2. Significant Account Policies:

This note provides a list of the significant accounting policies adopted in the preparation of the financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

a) Basis of preparation:

The financial statements have been prepared under the historical cost convention with the exception of certain assets and liabilities that are required to be carried at fair values as per to Ind AS . Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

b) Use of estimates and critical accounting judgments:

In preparation of the financial statements, the company makes judgments, estimates and assumptions about the carrying values of assets and liabilities that are not readily apparent from other sources. The estimates and the associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimate and the underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and future periods affected.

Significant judgments and estimates relating to the carrying values of assets and liabilities include useful lives of property, plant and equipment and intangible assets, and investments, provision for employee benefits and other provisions, recoverability of deferred tax assets, commitments and contingencies.

c) Revenue Recognition:

Sale of products.

Cement: Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and when the significant risks and rewards of ownership of the goods have been transferred to the buyer, usually on delivery/dispatch of the goods. It is measured at the value of the consideration received or receivable, net of returns, discounts, volume rebates. Power: Revenue from sale of power is recognized and adjusted against the power cost.

d) Other income

Interest income is recognized on time proportion basis taking into account the amount outstanding and the rate applicable.

e) Borrowing Costs:

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets. Until such time as the assets are substantially ready for the intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing cost eligible for capitalization other borrowings costs are expensed in the period in which they are incurred. There are no long term borrowings outstanding to any financial institutions as on 31st March 2022.

f) Employee Benefits:

(i) Short term obligations

Liabilities for wages and salaries, including non -monetary benefits are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.



(ii) Other long-term employee benefit obligations

The liabilities for earned leave is not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligations. Remeasurements as a result of the experience adjustments and changes in actuarial assumptions are recognized in profit or loss. The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

(iii) Gratuity obligations

The liability or assets recognized in the balance sheet in respect of gratuity plans in the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognized immediately in profit or loss.

(iv) Defined contribution plans

The company pays provident funds contributions to publicly administered funds as per local regulations and superannuation funds to LIC of India. The company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due.

(v) Bonus plans

The company recognizes a liability and an expense for bonuses. The company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

g) Income Taxes:

Tax expense for the year comprises current and deferred tax.

Current Tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act,1961 and other applicable tax laws that have been enacted or substantively enacted by the end of the reporting period.

Deferred tax is recognized on temporary difference between the carrying amounts of assets and liabilities in the financial statements and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognized for all taxable temporary differences. Deferred tax assets are generally recognized for all deductible temporary differences to the extent that it is probable that taxable profits will be available against which those deductible temporary differences can be utilized. Such deferred tax assets and liabilities are not recognized if the temporary differences arise from the initial recognition (other than in a business combination) of assets and liabilities in a transaction that affects neither the taxable profit nor the accounting profit. In addition deferred tax liabilities are not recognized if the temporary difference arises from the initial recognition of goodwill.



The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realized based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

Tax relating to items recognized directly in equity or other comprehensive income is recognized in equity or other comprehensive income and not in the statement of profit and loss.

Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets and they are related to income taxes levied by the same tax authority, but they intend to settle current tax liabilities and assets on a net basis or their tax assets on liabilities will be realized simultaneously.

h) Property, plant and equipment (PPE):

Property, plant and equipment are carried at cost less accumulated depreciation and impairment losses, if any. The cost of property, plant and equipment comprises of purchase price, applicable duties and taxes, any directly attributable expenditure on making the asset ready for its intended use other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets, upto the date the asset is ready for its intended use.

All other repair and maintenance costs, including regular servicing, are recognized in the statement of profit and loss as incurred. When a replacement occurs, the carrying value of the replacement part is de-recognized. Where an item of property, plant and equipment comprises major components having different useful lives, these components are accounted for as separate items.

Property, plant and equipment retired from active use and held for sale are stated at the lower of their net book value and net realizable value and are disclosed separately.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognized in profit or loss.

i) Depreciation:

Depreciation is the systematic allocation of the depreciable amounts of PPE over its useful life and is provided on the straight line method over the useful lives as prescribed in schedule II to the Act.

j) Investment properties:

Investment properties are properties held to earn rentals and/or for capital appreciation (including property under construction for such purposes). Investments properties are measured initially at cost, including transaction cost. Subsequent to initial recognition, investment properties are measured at cost model which is in accordance with Ind AS 40.

An investment property is derecognized upon disposal or when the investment property is permanently withdrawn from use and no further economic benefits are expected from disposal. Any gain or loss arising on derecognition of the property is included in profit or loss in the period in which the property is derecognized.

k) Impairment of assets:

Intangible assets and property, plant and equipment: Intangible assets and property, plant and equipment are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e the higher of the fair value less cost to sell and the value in use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the cash generating unit (CGU) to which the asset belongs. If such asset is considered to be impaired, the impairment to be recognized in the statement of profit and loss is measured by the amount by which the carrying value of the asset exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

l) Inventories:

Raw Materials, Fuel, Stores and Spares and Packing Materials

Valued at lower of cost and net realizable value (NRV). However, these items are considered to be realizable at cost, if the finished products, in which they will be used, are expected to be sold at or above cost, cost is determined on weighted Average basis.

**Material in Transit:**

Valuation of Inventories of Materials in Transit is done at Cost.

Work-in-progress (WIP) and Finished Goods

Valued at lower of cost and NRV. Cost of Finished Goods and WIP includes cost of raw materials, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost of inventories is computed on weighted average basis.

m) Provision, Contingent Liabilities and Contingent assets:

The company recognizes provisions when there is present obligation as a result of past event and it is probable that there will an outflow of resources and reliable estimate can be make of the amount of the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows to the net present value using an appropriate pre-tax discounting rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability. Unwinding of the discount is recognized in the statement of profit and loss as finance cost. Provisions are reviewed at each reporting date and are adjusted to reflect the current best estimate. At present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is disclosed as a contingent liability. Contingent Liability are also disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the country.

Contingent assets are not recognized in financial statements since this may result in the recognition of income that may never be realized.

n) Financial Instruments:

Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

A. Financial Assets**(i) Financial assets carried at amortised cost**

A financial asset is subsequently measured at amortized cost if it is held within a business model whose objective is to hold the asset in order to collect contractual cash flows and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

(ii) Financial assets at fair value through other comprehensive income

A financial asset is subsequently measured at fair value through other comprehensive income if it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets and the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. Further, in case where the company has made an irrevocable selection based on its business model, for its investments which are classified as equity instruments, the subsequent changes in fair value are recognized in other comprehensive income.

(iii) Financial assets at fair value through profit or loss

A financial asset which is not classified in any of the above categories are subsequently fair valued through profit or loss.

(iv) The company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12month ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized is recognized as an impairment gain or loss in statement of profit or loss.



B. Financial liabilities and equity instruments

Classification as debt or equity

Financial liabilities and equity instruments issued by the Company are classified according to the substance of the contractual arrangements entered into and the definitions of a financial liability and an equity instrument.

Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of the Company after deducting all of its liabilities. Equity instruments are recorded at the proceeds received, net of direct issue costs.

Financial Liabilities

Trade and other payables are initially measured at fair value, net of transaction costs, and are subsequently measured at amortised cost using the effective interest rate method. Any difference between the proceeds (net of transaction costs) and the settlement or redemption of borrowings is recognized over the term of the borrowing in the statement of profit and loss.

Derecognition of financial instruments

The Company derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109. A financial liability (or a part of financial liability) is derecognized from the company's balance sheet when the obligation specified in the contract is discharged or cancelled or expires.

Fair value of financial instruments

In determining the fair value of its financial instruments, the Company uses a variety of methods and assumptions that are based on market conditions and risks existing at each reporting date. The methods used to determine fair value include discounted cash flow analysis, available quoted market prices and dealer quotes. All methods of assessing fair value result in general approximation of value, and such value may not be realized.

Offsetting financial Instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis or realize the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

o) Earning Per Share:

The basic earnings per share is computed by dividing the profit/(loss) for the year attributable to the equity shareholders by the weighted average number of equity shares outstanding during the year. For the purpose of calculating diluted earnings per share, profit/(loss) for the year attributable to the equity shareholders and the weighted average number of the equity shares outstanding during the year the adjusted for the effects of all dilutive potential equity shares.

p) Cash and cash equivalents:

Cash and cash equivalents include cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

q) Segment Reporting -Identification of Segments:

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the company's chief operating decision maker to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind AS 108, the chief Executive Officer will evaluate the Company's performance and allocates resources based on an analysis of various performance indicators by business segments and geographic segments.

r) Government Grants:

Grants from the government are recognized at fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions.

Government grants relating to income are deferred and recognized in the profit or loss over the period necessary to match them with costs they are intended to compensate and presented within other income.



Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit and loss on a straight line basis over the expected lives of the related assets and presented within other income. The benefit of a government loan at below current market rate of interest is treated as a government grant.

s).Leases

Lease-Rentals payable under leases are charged to the statement of profit and loss

t) Rounding off amounts

All amounts disclosed in the financial statement and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

u) The Company has considered internal and certain external sources of information, including economic forecasts and industry reports, up to the date of approval of the financial statements in determining the possible effects on the carrying amounts of inventories, receivables, deferred tax assets and other current assets that may result from the Covid-19 pandemic. The Company has used the elements of prudence in applying the judgements and assumptions, including sensitivity analysis, and based on current estimates expects the carrying amount of these assets will be recovered. The eventual outcome of impact of the global health pandemic may be different from these estimated as on the date of approval of these financial results.

Balance Sheet (Ind-As) as At 31st March 2023

₹ in lakhs

Particulars	Notes	31.03.2023	31.03.2022
A ASSETS			
<u>Non-Current Assets</u>			
Property, Plant and Equipment	1	9738.75	7926.96
Capital Work In Progress	2	-	-
<u>Financial Assets</u>			
(i) Investments	3(i)	213.20	213.20
(ii) Loans	3(ii)	5558.80	3934.50
(iii) Other Financial Assets	3(iii)	291.20	2587.17
Deferred Tax Assets (Net)	4	389.73	372.57
Other Non-Current Assets	5	147.92	56.15
Total Non-Current Assets		16339.60	15090.56
<u>Current Assets</u>			
Inventories	6	2663.68	1468.75
<u>Financial Assets</u>			
(i) Investments	7(i)	-	-
(ii) Trade receivables	7(ii)	1059.74	732.21
(iii) Cash and Cash Equivalents	7(iii)	194.82	698.18
(iv) Other Bank Balances (not specified in (iii) above)	7(iv)	51.23	130.59
(v) Other Financial Assets	7(v)	-	-
(a) Advance for Supply of materials		194.76	772.62
(b) Advance to others		830.53	396.89
Current tax Assets	8	183.72	303.35
Other Current Assets	9	25.50	26.35
Total Current Assets		2540.30	3060.19
TOTAL ASSETS		21543.58	19619.50
B EQUITY AND LIABILITIES			
<u>Equity</u>			
Equity Share Capital	10(i)	900.00	900.00
Other Equity	10(ii)	4718.84	5542.42
Total Equity		5618.84	6442.42
<u>Liabilities</u>			
<u>Non-Current Liabilities</u>			
<u>Financial Liabilities</u>			
(i) Borrowings	11(i)	7652.24	6948.48
(ii) Other Financial liabilities	11(ii)	713.51	785.80
Long term provisions	12	69.87	149.20
Deferred Govt Grant	13	787.07	1375.25
Total Non-Current Liabilities		9222.69	9258.73
<u>Current Liabilities</u>			
<u>Financial Liabilities</u>			
(i) Trade Payables	14(i)	2245.11	621.25
(ii) Other Financial Liabilities	14(ii)	3342.76	2246.63
Short Term provisions	15	8.15	11.65
Other Current Liabilities	16	1106.02	1038.81
Total Current Liabilities		6702.05	3918.34
Total Liabilities		15924.74	13177.08
TOTAL EQUITY AND LIABILITIES		21543.58	19619.50

The accompanying notes form an integral part of financial statements

As per our report of even date

For Satyanarayana & co,

Chartered Accountants

(FRN No 003680S)

Sd/-

G Venkataratnam

Partner

M No: 19455

For and On behalf of the Board

For Sri Chakra Cement Limited

Sd/-

K Vijay Kumar

Managing Director

DIN: 00769568

Sd/-

K Sriram

Whole-time Director

DIN: 05103429

Place: Hyderabad

Date: 26.05.2023

UDIN:230194'58G2GUG2824

Sd/-

P Rajendra Babu

Company Secretary

M No: 6934

Sd/-

NSRV Prasad

Chief Financial Officer



Statement of Profit and Loss Account (Ind-As) For the Year Ended 31st March 2023 ₹ in lakhs

	Particulars	Notes	31.03.2023	31.03.2022
I	Income			
	Revenue from Operation	17(i)	23708.11	21830.10
	Other Income	17(ii)	1159.53	951.40
	Total Income		24867.64	22781.50
II	Expenses			
	Cost of materials Consumed	18(i)	5274.14	5029.63
	Changes in inventories &WIP	18(ii)	(526.02)	(158.24)
	Employee Benefit expense	18(iii)	1780.37	1607.44
	Finance Cost	18(iv)	947.83	850.38
	Depreciation & Amort. expense	18(v)	1016.31	1011.31
	CSR Expenditure	18(vi)	9.86	-
	Other Expense	18(vii)	17167.27	13529.42
	Total Expenses		25669.75	21869.94
III	Profit Before tax		(802.11)	911.55
	Tax Expense	19		
	For the current year		-	225.00
	Deferred tax Expenditure/(Income)		(18.75)	(164.57)
	Total Tax Expense		-	-
V	Profit for the year		(783.36)	851.13
VI	Other Comprehensive Income			
	Items that will not be reclassified to profit of Loss			
	Remeasurement of Defined benefit plan (gain) / Loss		(6.41)	6.21
	Income Tax relating to the above		1.60	(1.55)
	Interest on royalty waived		45.03	
VII	Total Other Comprehensive Income		40.23	4.66
VIII	Total Comprehensive Income		(823.59)	846.47
	Earnings per share - basic and diluted on equity shares having face value of Rs.10/- each		(8.70)	9.46

As per our report of even date
For Satyanarayana & co,
Chartered Accountants
(FRN No 003680S)

For and On behalf of the Board
For Sri Chakra Cement Limited

Sd/-
G Venkataratnam
Partner
M No: 19455

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Whole-time Director
DIN: 05103429

Place: Hyderabad
Date: 26.05.2023
UDIN: 23019458G2GUG2824

Sd/-
P Rajendra Babu
Company Secretary
M No: 6934

Sd/-
NSRV Prasad
Chief Financial Officer

Statement of Changes in Equity for the Year Ended 31st March 2023

₹ in lakhs

Particulars	31.03.2023	31.03.2022
Equity share Capital		
Opening Balance	900.00	900.00
Changes during the year	-	-
Balance at the end	900.00	900.00

Note No: 10(ii) Other Equity

₹ in lakhs

Particulars	Subsidy	Capital Reserve	Retained Earnings	Other Comprehensive Income	Total
Balance as on 01.04.2021	10.00	3183.82	369.05	1133.08	4695.96
Profit for the year	-	-	851.13	-	851.13
Re-Measurement of defined benefit plans (Net of Taxes)	-	-	-	(4.66)	(4.66)
Other Prior period items	-	-	-	-	-
Other Adjustments	-	-	-	-	-
Balance as on 31.03.2022	10.00	3183.82	1220.18	1128.42	5542.42
Profit for the year	-	-	(783.36)	-	(783.36)
Re-Measurement of defined benefit plans (Net of Taxes)	-	-	-	4.81	
Income Tax Paid	-	-	-	(45.03)	
Other Adjustments	-	-	-	-	(40.23)
Balance as on 31.03.2022	10.00	3183.82	436.83	1133.23	4718.84

The accompanying notes form an integral part of financial statements

As per our report of even date
For Satyanarayana & co,
Chartered Accountants
(FRN No 003680S)

For and On behalf of the Board
For Sri Chakra Cement Limited

Sd/-
G Venkataratnam
Partner
M No: 19455

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
K Sriram
Whole-time Director
DIN: 05103429

Place: Hyderabad
Date: 26.05.2023
UDIN: 230194'58G2GUG2824

Sd/-
P Rajendra Babu
Company Secretary
M No: 6934

Sd/-
NSRV Prasad
Chief Financial Officer



Cash Flow Statement (Ind-As) For the Year Ended 31st March 2023

₹ in lakhs

Particulars	31.03.2023	31.03.2022
A. Cash Flow From Operating Activities		
Profit before tax	(783.36)	851.13
Adjustments for:		
Depreciation and Amortisation Expense	1016.31	1011.31
Finance Cost	113.48	80.41
Profit on Investments	(43.27)	(11.21)
Change in operating assets and liabilities		
(Increase)/Decrease in trade receivables	(327.53)	(195.50)
(Increase)/Decrease in inventories	(1194.93)	(113.91)
(Increase)/Decrease in other bank balances	79.36	(49.33)
(Increase)/Decrease in other financial assets	144.21	941.91
(Increase)/Decrease in other current assets	0.85	2.52
(Increase)/Decrease investments Current	-	-
(Increase)/Decrease in current tax assets	119.63	(33.05)
(Increase)/Decrease investments Current	-	-
(Increase)/Decrease in non-current loans	(1624.30)	(370.50)
(Increase)/Decrease in non-current financial assets	2295.97	(915.43)
Increase/(Decrease) in Non-Current Assets	(91.78)	(9.07)
Increase/(Decrease) in other trade payables	1623.83	(113.45)
Increase/(Decrease) in other short term borrowings	-	-
Increase/(Decrease) in other financial liabilities	1096.14	(600.16)
Increase/(Decrease) in other short term provisions	(3.50)	3.01
Increase/(Decrease) in cash credit	-	(293.79)
Increase/(Decrease) in other current liabilities	67.20	134.53
Increase/(Decrease) in temporary balances (def Tax Adjustments)	(17.15)	(166.13)
Cash generated from operations	2471.21	153.30
Income Tax Paid	-	-
Remeasurement of employee benefit plan	4.81	(4.66)
Prior period Expenses	(45.03)	
Net Cash inflow/(outflow) from operating activities	2430.98	148.64
B. Cash Flow from Investing Activities		
Payments for property, plant and equipment	(2828.10)	(569.49)
Profit on sale of Investments (Equity)	43.27	11.21
Net Cash inflow/(outflow) from investing activities	(2784.83)	(558.28)
C. Cash Flow From Financing Activities		
Interest paid	(113.48)	(80.41)
(Repayment)/proceeds from borrowings	703.76	1001.44
Repayment of other financial Liabilities	(72.29)	(137.23)
Government grants	(588.18)	(520.88)
Long term provisions	(79.33)	(66.84)
Net Cash inflow/(outflow) from financing activities	(149.52)	196.07
Net Increase / (decrease) in cash/ cash equivalents	(503.36)	(213.57)
Cash and cash equivalents at the beginning of financial year	698.18	911.76
Cash and cash equivalents at the end of financial year	194.82	698.18

As per our report of even date
For Satyanarayana & co,
Chartered Accountants
(FRN No 003680S)

Sd/-
G Venkataratnam
Partner
M No: 19455

Place: Hyderabad
Date: 26.05.2023
UDIN:230194'58G2GUG2824

For and On behalf of the Board
For Sri Chakra Cement Limited

Sd/-
K Vijay Kumar
Managing Director
DIN: 00769568

Sd/-
P Rajendra Babu
Company Secretary
M No: 6934

Sd/-
K Sriram
Whole-time Director
DIN: 05103429

Sd/-
NSRV Prasad
Chief Financial Officer



Note No: 1 & 2

Property, Plant and Equipment and Capital Work In Progress																			
Particulars	land	Plot at HYD Vijaynagar	Rat at Vijaynagar	Factory blds	Staff Quarters	Roads	Plant & Mach.	Ele. Eqp	Off. Eqp	Comp-uters	Furniture & Fix	Quary Eqp	Vehicles	Misc Asst	Solar Plant	Total	Cap. Work In progress		
GROSS CARRYING AMOUNT																			
As at 01.04.2021	-	-	9.32	1694.07	127.09	48.55	13483.53	1324.27	37.88	64.26	45.56	150.38	45.49	41.93	2584.44	19656.78			
Additions				8.10			552.98		.47	2.50	.15				5.29	549.49			
Disposals/ Transfers																			
As at 31.03.2022	-	-	9.32	1702.17	127.09	48.55	14036.51	1324.27	38.35	66.76	45.71	150.38	45.49	41.93	2587.73	20226.28			
Additions	2161.14				1.28		651.64		1.70	11.56	.78					2828.10			
Disposals/ Transfers																			
As at 31.03.2023	2161.14	-	9.32	1702.17	128.36	48.55	14688.15	1324.27	40.05	78.32	46.49	150.38	45.49	41.93	2587.73	23054.38			

DEPRECIATION																			
Particulars	land	Plot at HYD Vijaynagar	Rat at Vijaynagar	Factory blds	Staff Quarters	Roads	Plant & Mach.	Ele. Eqp	Off. Eqp	Comp-uters	Furniture & Fix	Quary Eqp	Vehicles	Misc Asst	Solar Plant	Total	Cap. Work In progress		
As at 01.04.2021	-	-	.73	677.79	22.92	43.86	8556.10	1289.85	31.36	60.25	43.21	144.35	40.29	40.56	336.75	11288.00			
Charged during the year			.14	48.83	1.97	.94	856.92	3.87	1.81	2.85	.30	-	.91	.62	92.15	1011.31			
Disposals/ Transfers																			
As at 31.03.2022	-	-	.86	726.62	24.88	44.81	9413.01	1293.72	33.17	63.10	43.51	144.35	41.20	41.17	428.90	12299.31			
Depreciation Charged during the year			.13	45.10	1.97	.94	865.97	.11	1.56	2.32	.36		.91	.22	96.72	1016.31			
Disposals/ Transfers																			
As at 31.03.2023	-	-	1.00	771.72	26.85	45.75	10278.98	1293.83	34.73	65.43	43.87	144.35	42.12	41.39	525.61	13315.62			

NET CARRYING AMOUNT																		
Particulars	land	Plot at HYD Vijaynagar	Rat at Vijaynagar	Factory blds	Staff Quarters	Roads	Plant & Mach.	Ele. Eqp	Off. Eqp	Comp-uters	Furniture & Fix	Quary Eqp	Vehicles	Misc Asst	Solar Plant	Total	Cap. Work In progress	
As at 31.03.2022	-	-	8.46	975.55	102.20	3.75	4623.50	30.55	5.18	3.66	2.20	6.04	4.28	.76	2160.83	7926.96		
As at 31.03.2023	2161.14	-	8.32	930.45	101.52	2.80	4409.17	30.44	5.32	12.90	2.62	6.04	3.37	.55	2064.11	9738.75		

1. Land measuring 52.35 acres situated at petasanigandla/Karempudi has been taken possession by the company during the year. The formalities for registration are pending as at the end of the year.

Note No: 3(i) Financial Assets- Investments as at 31st March 2023

₹ In Lakhs

Particulars	31.03.2023	31.03.2022
Investments in Sri Subrahmanya Solar Projects (LLP)	213.20	213.20
Total	213.20	213.20

Note No: 3(ii) Financial Assets- Non Current Loans

Particulars	31.03.2023	31.03.2022
Unsecured considered good		-
Deposits with Government Departments/Others	5558.80	3934.50
Less: Reclassification of Tax assets under Cr Assets	-	-
Total Financial assets non-current	5558.80	3934.50

Note No: 3(iii) Other Non-Current Financial Assets

Particulars	31.03.2023	31.03.2022
Advance for purchase of land-----A	-	2355.24
Bank deposits having maturity over 12 months	291.20	231.93
FDs fair value to be shown separately- Non Cur Portion	-	-
FDs fair value to be shown separately- Cur Portion	-	-
Sub Total-----B	291.20	231.93
Total -----(A+B)	291.20	2587.17

Note No: 4 Deferred Tax Assets

Particulars	31.03.2023	31.03.2022
A. Balance Sheet		
Differed tax Asset (Net)	389.73	372.57
B. Profit and Loss Account		
Differed Tax Expenditure/(Income) provided in P&L Acc	-	-
Differed tax Expenditure/ (Income) Recognized in OCI	-	-

Reconciliation of Deferred tax Liabilities/ Asset

Particulars	31.03.2023	31.03.2022
Opening Balance	372.57	206.45
Deferred tax Liability/(Asset) on difference in Depreciation	18.75	164.57
Tax impact on the temporary differences due to Ind as Adjustment	-	-
Def. tax Liability on temp Differences recognised in P&L	-	-
Def. tax Asset on temp Differences recognised in P&L	(1.60)	1.55
Carry forward of previous year balance on adjustments		-
Total	389.73	372.57

Note No: 5 Other Non-Current Assets

Particulars	31.03.2023	31.03.2022
Unsecured considered good		-
Long Term Trade receivables	61.01	56.46
Provision for doubtful debts	(26.88)	(26.88)
Sub Total	34.13	56.15
Prepaid expenses	113.79	-
Total	147.92	56.15

Prepaid expenses include unamortized portion of fair value of FDs as per IND AS 109 Non-current portion Amounting to Rs. 113.79 Lakhs for 2022-23

Ageing Analysis as on 31/03/2023

₹ In Lakhs

Particulars	Less than 6 Months	6 Months to 1 Year	1 to 2 years	2 to 3 years	Above 3 years	Total
Undisputed Receivables	-	-	-	-	-	-
Considered Good	-	0.30	10.68	5.79	4.29	21.06
Considered Doubtful	-	-	-	-	-	-
Disputed Receivables	-	-	-	-	-	-
Considered Good	-	-	4.94	2.01	6.12	13.07
Considered Doubtful	-	-	-	-	26.88	26.88
Total		0.30	15.62	7.8	37.29	61.01



Ageing Analysis as on 31/03/2022

₹ In Lakhs

Particulars	Less than 6 Months	6 Months to 1 Year	1 to 2 years	2 to 3 years	Above 3 years	Total
Undisputed Receivables	-	-	-	-	-	-
Considered Good	-	-	26.13	5.86	7.7	39.06
Considered Doubtful	-	-	-	-	-	-
Disputed Receivables	-	-	-	-	-	-
Considered Good	-	-	6.14	4.85	6.09	17.08
Considered Doubtful	-	-	-	-	26.88	26.88
Total	-	-	32.27	10.71	40.04	83.02

Note No: 6 Inventories

₹ in Lakhs

Particulars	31.03.2023	31.03.2022
Raw Materials	97.29	106.70
Work In Progress	709.13	230.75
Finished Goods	81.15	33.50
Stores and Spares	1333.99	962.26
Packing Materials	106.17	132.34
Coal	335.94	3.20
Total	2663.68	1468.75

Inventories are valued at lower of cost and market value

Note No: 7(i) Financial Assets (Current) - Investments

₹ in Lakhs

Particulars	31.03.2023	31.03.2022
Investments in Mutual Funds	-	-
Fair value through Profit and Loss Account	-	-

Investments in Mutual Funds are remeasured at fair value based on the NAV as on 31st March 2023

Note No: 7(ii) Financial Assets (Current) - Trade Receivables-

₹ in lakhs

Particulars	31.03.2023	31.03.2022
<u>Unsecured considered good</u>		
Outstanding for a period of exceeding six months	27.27	29.89
Outstanding for a period of less than six months	1043.28	713.13
	1070.55	743.02
LESS: Provision for expected credit losses	10.81	10.81
Total	1059.74	732.21

No trade receivables are due from any directors or other officers of the company with jointly or severally with any person or any related party

Trade receivables are non-interest bearing and are generally on terms of around 30 days

Ageing Analysis as on 31/03/2023

₹ In Lakhs

Particulars	Less than 6 Months	6 Months to 1 Year	1 to 2 years	2 to 3 years	Above 3 years	Total
Undisputed Receivables	-	-	-	-	-	-
Considered Good	1043.28	27.27	-	-	-	1070.55
Considered Doubtful	-	-	-	-	-	-
Disputed Receivables	-	-	-	-	-	-
Considered Good	-	-	-	-	-	-
Considered Doubtful	-	-	-	-	-	-
Total	1043.28	27.27	-	-	-	1070.55

Ageing Analysis as on 31/03/2022

₹ In Lakhs

Particulars	Less than 6 Months	6 Months to 1 Year	1 to 2 years	2 to 3 years	Above 3 years	Total
Undisputed Receivables	-	-	-	-	-	-
Considered Good	713.12	29.89	-	-	-	743.01
Considered Doubtful	-	-	-	-	-	-
Disputed Receivables	-	-	-	-	-	-
Considered Good	-	-	-	-	-	-
Considered Doubtful	-	-	-	-	-	-
Total	713.12	29.89	-	-	-	743.01



Note No: 7(iii) Financial Assets (Current) - Cash and Cash Equivalents

₹ in lakhs

Particulars	31.03.2023	31.03.2022
Cash on Hand	3.82	10.98
Balance with bank in current account	191.00	687.21
Total	194.82	698.18
Long term deposits(more than 12M, to be shown as NCA	-	-
Deposit- maturity between 3 to 12M, to be shown as CA	-	-
Net Cash and Cash Equivalents	194.82	698.18

Note No: 7(iv) Bank Balances other than mentioned in Note No 7(iii)

Particulars	31.03.2023	31.03.2022
Deposit- maturity between 3 to 12Months	51.23	130.59

Note No: 7(v) Financial Assets (Current) - Financial Loans

Particulars	31.03.2023	31.03.2022
Advances for purchase of	-	-
Raw Materials	146.00	649.70
Store and Spares	48.76	122.92
Advance to Employees	20.68	16.20
Other Advances	483.38	230.25
Short Term Deposits	326.47	150.44
Total	1025.29	1169.51
Net Current financial assets	1025.29	1169.51

Note No: 8 Financial Assets (Current) - Current tax Assets

Particulars	31.03.2023	31.03.2022
Income Tax Refund Due	57.47	84.47
TDS on Income	18.31	21.81
MAT Credit Entitlement	51.72	153.39
TDS on cash withdrawals	0.09	0.09
TCS	56.13	43.59
Total	183.72	303.35

Note No: 9 Other Current Assets

Particulars	31.03.2023	31.03.2022
Prepaid expenses	25.50	26.35
Other receivables	-	-
Total	25.50	26.35

Prepaid expenses include unamortised portion of fair value of FDs as per IND AS 109 current portion amounting to Rs.25.50 Lakhs for 2022-23

Note No: 10(i) statement of Changes in Equity for the Year Ended 31st March 2023

Particulars	31.03.2023	31.03.2022
Equity share Capital		
Opening Balance	900.00	900.00
Changes during the year	-	-
Balance at the end	900.00	900.00

Note No: 10(ii) Other Equity

₹ in lakhs

Particulars	Subsidy	Capital Reserve	Retained Earnings	Other Comprehensive Income	Total
Balance as on 01.04.2021	10.00	3183.82	369.05	1133.08	4695.96
Profit for the year	-	-	851.13	-	851.13
Re-Measurement of defined benefit plans (Net of Taxes)	-	-	-	(4.66)	(4.66)
Other Prior period items	-	-	-	-	-
Other Adjustments	-	-	-	-	-
Balance as on 31.03.2022	10.00	3183.82	1220.18	1128.42	5542.42
Profit for the year	-	-	(783.36)	-	(783.36)
Re-Measurement of defined benefit plans (Net of Taxes)	-	-	-	4.81	
Income Tax Paid	-	-	-	(45.03)	
Other Adjustments	-	-	-	-	(40.23)
Balance as on 31.03.2022	10.00	3183.82	436.83	1133.23	4718.84



Note No 10(iii): Equity Share Capital

₹ in Lakhs

Particulars	31.03.2023		31.03.2022	
	Numbers (in lakhs)	Amount	Numbers (in lakhs)	Amount
Authorised: Equity Shares of Rs 10/- each face Value	200.00	2000.00	200.00	2000.00
Issued: Equity Shares of Rs 10/- each face Value	90.00	900.00	90.00	900.00
Subscribed and Paid Up: Equity Shares of Rs 10/- each face Value	90.00	900.00	90.00	900.00
Total	90.00	900.00	90.00	900.00

Reconciliation of number of shares outstanding at the beginning and at the end of the year & Changes in the Equity Share capital

Particulars	31.03.2023		31.03.2022	
	Numbers (in lakhs)	Amount	Numbers (in lakhs)	Amount
Authorised: Equity Shares of Rs 10/- each:				
Balance at the beginning	200.00	2000.00	200.00	2000.00
Changes during the year	-	-	-	-
Balance at the end	200.00	2000.00	200.00	2000.00
Issued, Subscribed and paid Up: Equity Shares of Rs 10/- each				
Balance at the beginning:	90.00	900.00	90.00	900.00
Changes during the year	-	-	-	-
Balance at the end	90.00	900.00	90.00	900.00

Terms/Rights/Restrictions attached to Equity Share:

The Company has one class of shares- Equity shares having a par value of Rs. 10/- . Each holder of equity shares is entitled to one vote per share

Details of shareholders holding more than 5% of the shares in the Company

Particulars	31.03.2023		31.03.2022	
	Number	%	Number	%
Sri K Vijay Kumar	2068244	22.98	2068244	22.98
Smt K V Nagalalitha	2534100	28.16	2534100	28.16
Smt V V Nagalakshmi	1877990	20.87	1877990	20.87

Details of Shares held by the Promoters in the Company and change during the year

Particulars	31.03.2023			31.03.2022		
	Number	%	% change during the year	Number	%	% change during the year
Sri K Vijay Kumar	2068244	22.98	-	2068244	22.98	11.00%
Smt K V Nagalalitha	2534100	28.16	-	2534100	28.16	1.43%
Sri V V S R Anjaneyulu	14744	0.16	-	14744	0.16	9.63%
Smt V V Nagalakshmi	1877990	20.87	-	1877990	20.87	-

Note No: 11(i) Financial Liabilities- Borrowings

₹ in lakhs

Particulars	31.03.2023	31.03.2022
Unsecured		
Loans from Related parties	-	-
Government Loan- Unsecured	-	-
Sales tax Deferment Loan	5335.92	4927.95
Royalty (MRT) Deferment loan	2316.32	2020.54
Net Long term Borrowings	7652.24	6948.48

Reconciliation of Government Loan

Particulars	31.03.2023	31.03.2022
Face Value of Loan - Sales Tax and MRT	8439.31	8323.73
Less: Fair Value surplus- Government grant	787.07	1375.25
Fair valued Government Loan as per IND AS	7652.24	6948.48

Sales Tax and MRT Deferent

The Company was sanctioned a deferment package by the Government of AP in respect of the Sales Tax and Royalty for a period of 7 years w.e.f. 16.07.2015 vide GO Dated 16.07.2015. Accordingly, the company availed the said deferment of Sales tax up to 30.06.2017



As per the IND As, the company has opted to apply the fair value measurements for the deferment loans in respect of Sales and Royalty as on the date of transition i.e. 01.04.2016 and further loans received till 2022-23 through amortised cost using discounted value method @ 11% (Rate Generally applicable for borrowing outside). The difference between the fair value and carrying amount is classified as "Deferred Govt Grant"

Maturity Profile of the Deferred Sales Tax and Royalty deferment			₹ in lakhs
Repayment Date	NO of Inst	Sales tax	Royalty
31.03.2023	-	-	-
31.03.2024	2	4620.73	679.43
31.03.2025	1	803.14	476.43
31.03.2026			490.71
31.03.2027			355.47
31.03.2028			417.26
31.03.2029			480.56
31.03.2030			115.58
Total		5423.87	3015.44

Note No: 11(ii) Financial Liabilities- Others			₹ in lakhs
Particulars	31.03.2023	31.03.2022	
Deposits from stockiest and Dealers	713.51	785.80	
Statutory Liabilities as per BIFR Scheme	-	-	
Total	713.51	785.80	

As per the terms and conditions of the agreement entered with the dealers and transporters, the security deposits being interest bearing and to be adjusted against the supply of materials at the time of termination and not payable in cash, and hence prima facie, this is not a financial liability. As such the same is valued at carrying amount in the IND As financial statements

Note No: 12 Long Term Provisions			₹ in lakhs
Particulars	31.03.2023	31.03.2022	
Provision for Gratuity	26.63	103.19	
Provision for Compensated Absences	43.24	46.02	
Total	69.87	149.20	

The Company provides for expenses towards gratuity and compensated absences provided to its employees which is recognized at the present value of the amount payable determined based on an independent external actuarial valuers report as at the balance sheet date based on the projected cost unit method.

The Actuarial gain/ loss as per the report submitted by the Actuary has been considered as an item of Other Comprehensive Income in P&L account for the year ended 31.03.2023 after considering the deferred tax item on the same as per the applicable rate and the liability has been reduced to the extent of such gain.

Disclosure required pertaining to Employee Benefits as per Ind AS 19 is given below ₹ in Lakhs

Particulars	Gratuity Plan (Funded)		Compensated Absences (Non-Funded)	
	31.03.2023	31.03.2022	31.03.2023	31.03.2022
Reconciliation of opening and closing balances of present value of obligations				
Defined Benefit Obligation as at the beginning of the year	310.40	297.90	47.61	48.36
Current Service Cost	21.42	22.09	6.58	6.90
Interest Cost	22.96	20.66	3.52	3.28
Actuarial Loss/ Gain	(12.45)	1.72	(7.42)	(9.31)
Benefits paid	(44.62)	(31.97)	(5.87)	(1.62)
Defined Benefit obligations as at the end of the year	297.71	310.40	44.42	47.61

Reconciliation of opening and Closing Balances of fair value of Plan assets			₹ in lakhs	
	31.03.2023	31.03.2022		
Fair Value of Plan assets at the beginning of the year	197.16	121.94	-	-
Expected rate of return on Plan Assets	16.67	10.64	-	-
Actuarial Loss/ gain	(6.03)	(4.48)	-	-
Employers' contribution	100.94	101.03	-	-
benefits paid	(44.62)	(31.97)	-	-
Fair Value of Plan Assets at the end of the year	264.12	197.16	-	-



₹ in lakhs

Actual Return on Plan Assets				
Expected Return on Plan Assets	16.67	10.64	-	-
Actuarial Losses/ gain on Plan Assets	(6.03)	(4.48)	-	-
Actual Return on Plan Assets	10.64	6.16	-	-

Reconciliation of Fair Value of Assets and Obligations				
Fair Value of Plan Assets	264.12	197.16	-	-
Present Value of Obligations	297.71	310.40	44.42	47.61
Difference	33.59	113.24	-	-
Amount recognized in balance Sheet	33.59	113.24	44.42	47.61

Expenses recognized during the year				
Current Service Cost	21.42	22.09	6.58	6.90
net Interest on Obligations	6.29	9.64	3.52	3.28
Actuarial Loss/ gain recognized during the year	-	-	(7.42)	(9.31)
past Service Cost	-	-	-	-
Expenses recognised in Statement of Profit and loss	27.71	31.73	2.68	0.87

Amount Recognized in the Other Comprehensive Income				
Actuarial Changes arising from				
Experience Adjustments on Plan Liabilities	(12.44)	6.21	-	-
Changes in financial assumptions	-	-	-	-
Return on Plan assets excluding amount included in the Net Interest on Net Defined liability/ (Asset) above	6.03	(1.55)	-	-
Amount Recognized in the Other Comprehensive Income during the year	(6.41)	4.66	-	-

₹ in Lakhs

Actuarial Assumptions		
LIC 1996-98 table applied for Service mortality rate	Indian Assured lives Mortality (2012-14) Ult	
Discount rate p.a	7.40%	7.40%
Retirement Age	60 years	60 years
Rate Escalation in Salary p.a.	7.00%	7.00%
Rate employee turnover	1%	1%

Estimate of expected benefit Payments				
year 1	6.98	10.05	1.17	1.59
year 2	12.31	28.35	1.86	2.56
year 3	31.82	15.24	3.04	2.18
Year 4	29.40	28.59	2.63	2.25
Year 5	25.91	28.26	2.75	3.73
next 5 Years	112.79	119.22	7.47	8.18

₹ in lakhs

Quantitative Sensitivity Analysis for Significant Assumptions				
Discount rate - 1 percent increase	269.40	280.67	39.62	42.35
Discount rate - 1 percent decrease	330.88	345.41	50.10	53.88
Salary escalation- 1 percent increase	330.68	344.99	50.06	53.81
Salary escalation- 1 percent decrease	269.05	280.46	39.56	42.32
withdrawal rate- 1 percent increase	298.07	310.21	44.48	47.57
withdrawal rate- 1 percent decrease	297.36	310.59	44.34	47.65

Note No: 13 Deferred Government Grant (Non Current)

Particulars	31.03.2023	31.03.2022
Deferred Government Grant	787.07	1375.25

Deferred Government Grant comprises of -Fair value interest benefit below market/ Nil rate of interest pertaining to te sales tax and royalty deferment recognized as Government Grant as per IND AS 20 and recognized as Grant Income and amortized over the period of deferment in P&L account as per income Statement approach basis



Movement of Government Grant

₹ in lakhs

Particulars	31.03.2023	31.03.2022
Opening Balance	1375.25	1896.13
Amount recognised during the year on ST Deferment	-	-
Amount recognised during the year on MRT Deferment	59.91	249.09
St Deferment - Diff due to changes in fair value calc	171.58	-
MRT Deferment - Diff due to changes in fair value calc	14.68	-
Sub-Total	1621.42	2145.22
Less: Revenue recognised in P&L Account	834.35	769.97
Total Deferred Govt Grant	787.07	1375.25

Note No:14(i) Financial Liabilities-Trade payables (Current)

Particulars	31.03.2023	31.03.2022
Creditors - Raw Material	1592.19	101.34
Creditors - Stores and Spares	331.52	288.14
Creditors - Packing Materials	321.40	231.77
Total	2245.11	621.25

₹ in Lakhs

There are no dues to micro and small enterprises at the reporting date (As at 31.03.2023 & as at 31.03.2022 - Rs NIL). This information as required to be disclosed under Micro Small and Medium enterprises Development Act, 2006 has been determined to the extent of such parties have been identified on the basis of information available with the Company

Trade payable Ageing Schedule for the year ended March 31,2023 and March 31, 2022

₹ in lakhs

Particulars	<1Year	1-2 years	2-3Years	>3Years	Total
2022-23	-	-	-	-	-
Un Disputed	-	-	-	-	-
MSME	-	-	-	-	-
Others	2185.34	8.37	0.02	-	2193.73
Disputed	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	51.38	51.38
2021-22	-	-	-	-	-
Un Disputed	-	-	-	-	-
MSME	-	-	-	-	-
Others	561.80	1.42	6.62	-	569.87
Disputed	-	-	-	-	-
MSME	-	-	-	-	-
Others	-	-	-	51.38	51.38

Note No:14(ii) Other Financial liabilities- Current

₹ in lakhs

Particulars	31.03.2023	31.03.2022
Current maturities of Long term Debt- Unsecured	-	-
Unsecured	1009.19	86.04
Expenses Payable	2333.57	2160.59
Total	3342.76	2246.63

Note No: 15 Short Term Provisions

Particulars	31.03.2023	31.03.2022
Provision for gratuity	6.98	10.05
Provision for compensated absences	1.18	1.60
Total	8.15	11.65

Note No: 16 Other Current Liabilities

Particulars	31.03.2023	31.03.2022
Advance from Customers	556.90	798.09
Others	549.12	240.72
Total	1106.02	1038.81

The Advances from Customers are received in the normal course of business and adjusted against subsequent supplies



₹ in lakhs

Note No 17(i): Revenue From Operations

Particulars	31.03.2023	31.03.2022
Sale of Products (Net)	23820.47	21959.85
Adjustments as per IND AS		
Less: Trade and Cash Discounts	112.36	129.75
Revenue from Operations- Total	23708.11	21830.10

Revenue from Operations representing revenue received from sale of Products include the excise duty and excludes discounts allowed on the same which is recognized as per the IND AS-18

Note No 17(ii): Other Income

₹ in lakhs

Particulars	31.03.2023	31.03.2022
Interest Income	70.66	19.63
Scrap Sales	187.45	150.15
Misc Income	0.29	0.26
Profit on sale of Investment	-	0.17
Profit on sale of Investment in firm	43.27	11.21
Government Grant	834.35	769.97
Interest on fir value of bank FD's	23.51	-
Total Other income	1159.53	951.40

Note No 18(i): Cost of Materials Consumed

Particulars	31.03.2023	31.03.2022
Limestone	1331.58	1200.53
Other additives	1936.69	1866.88
packing material	1141.80	1161.59
Stores and Spares	864.08	800.63
Total	5274.14	5029.63

₹ in lakhs

Particulars	31.03.2023	31.03.2022
a) Value of imports calculated on C.I.F. basis by the company during the financial year in respect of:-		
I Raw materials	nil	nil
ii Components and spare parts:	nil	nil
iii Capital goods	nil	nil
b) Expenditure in foreign currency during the financial year on account of:		
I Royalty	nil	nil
ii Know How	nil	nil
iii Professional and consultation fee	nil	nil
iv interest	nil	nil
v other matters	nil	nil
c) Raw materials, spare parts and components consumed during the financial year:		
Consumption of Raw Material	Rs. In Lac %	Rs. In Lac %
Imported	nil	nil
Indigenous	3268.26 100	3067.40 100
Total	3268.26 100	3067.40 100
Consumption of spare parts & components		
Imported	nil	nil
Indigenous	864.07 100	800.63 100
Total	864.07 100	800.63 100
d) The amount remitted during the year in foreign currencies on account of dividends:		
Dividends remitted in foreign currencies	nil	nil
Total No. of non-resident shareholders	nil	nil
Total No. of shares held non-resident shareholders	nil	nil
Year to which the dividends relate	nil	nil
e) Earnings in foreign exchange classified under the following heads, namely:-		
i. Export of goods calculated on F.O.B.basis; Services	nil	nil
ii. Royalty, know-how, professional and consultation fees;	nil	nil
iii. Interest and dividend	nil	nil
iv. Other income(indicate the nature thereof)	nil	nil



Note No 18(ii): Changes in the inventories of finished goods, work in progress

₹ in Lakhs

Particulars	31.03.2023	31.03.2022
Opening Stock		
<u>Work in Progress</u>		
Raw Material	23.11	15.95
Clinker	207.64	50.49
Finished Goods	33.50	39.59
Total opening Balance -A	264.26	106.02
Closing Stock		
<u>Work in Progress</u>		
Raw Material	19.76	23.11
Clinker	689.38	207.64
Finished Goods	81.15	33.50
Total Closing Balance -B	790.28	264.26
Total Change in the inventories (Net) (A-B)	(526.02)	(158.24)

Note No 18(iii): Employee Benefit Expense

Particulars	31.03.2023	31.03.2022
Salaries	1108.52	1057.03
Remuneration to Directors	110.00	135.60
Contribution to PF and Other Funds	72.51	70.85
Emoluments	21.59	
Workmen and Staff Welfare Expenses	467.75	343.96
Total	1780.37	1607.44
Ind Adjustment		
Less: Defined benefit gain/loss to be shown under other comprehensive income	-	-
Tax Adjustment on the above	-	-
Net Employee Benefit expense	1780.37	1607.44

Note No 18(iv): Finance cost

Particulars	31.03.2023	31.03.2022
Interest- Others	113.48	80.41
Interest calculated on financial liabilities/assets as per effective rate		
Sales Tax	603.75	611.54
Royalty	230.60	158.43
Total finance cost	947.83	850.38

Note No 18(v): Depreciation and Amortisation expense

Particulars	31.03.2023	31.03.2022
Depreciation on Property, Plant and Equipment	1016.31	1011.31

Note No 18(vi): CSR Expenditure

Particulars	31.03.2023	31.03.2022
CSR Expenditure	9.86	-

Note No 18(vii): Other Expenses

₹ in lakhs

Power, Fuel:

Particulars	31.03.2023	31.03.2022
Power Cost	2164.37	2250.03
Coal Cost	9636.38	6357.59
Total	11800.75	8607.62

Direct Manufacturing Expense, Admn and Selling expenses etc

₹ in Lakhs

Particulars	31.03.2023	31.03.2022
Direct Manufacturing Expenses	120.33	125.06
Repairs and Maintenance		
- Buildings	15.69	33.55
- Plant and machinery	83.93	62.96
- Others	614.94	541.91
Sub Total	834.88	763.48



₹ in lakhs

Administration Expenses		
Travelling and Conveyance	69.16	50.93
Directors' Travelling expenses	1.32	0.63
Printing and Stationary	4.17	5.36
Communication Expenses	15.54	13.73
Legal and professional Charges	32.44	19.71
Insurance	22.45	24.54
Audit Fees and Expenses	1.10	1.00
Postage & telegraphs	2.19	1.87
Rent	39.73	39.97
Rates and taxes	292.72	84.79
Security Service Charges	64.02	59.73
Bank Charges	14.61	3.11
Lease rentals	406.93	46.92
Donations	2.55	5.00
Expected Credit Losses	-	1.41
Misc Expenses	223.81	254.45
Freight Charges - Stores & Consumables	38.70	35.61
Car Hire Charges	22.12	20.44
Electrical and water charges	10.03	6.31
Mines renewal fee	64.10	-
Solar plant expenses	36.31	38.81
Sub Total	1364.00	714.34

Selling Expenses

Freight, packing and forwarding Charges	2912.90	3283.90
Advertisement and Publicity	231.22	160.08
Sub Total	3144.13	3443.99
Ind As Adjustment		
Prepaid Expenses written off	23.51	-
Grand Total as per IND as	17167.27	13529.42

Audit Fees and Expenses

Particulars	31.03.2023	31.03.2022
Statutory Auditors		
Statutory Audit	0.85	0.80
Reimbursement of Expenses	0.05	-
Tax Auditors- Taxation matters	0.20	0.20
Total	1.10	1.00

Note No 19: Tax Expenses

Particulars	31.03.2023	31.03.2022
Current year Tax	-	225.00
Deferred Tax Expenditure/(Income)	(18.75)	(164.57)
Total	(18.75)	60.43

Note No: 20(i) Disclosure on Fair Value Measurement

The fair values of financial assets and liabilities are determined at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. Fair value of cash and short - term deposits, trade and other short term receivables, trade payables, other current liabilities, short term loans from banks and other financial instruments approximate their carrying amounts largely due to their short term maturities of these instruments.

₹ in Lakhs

Particulars	31-03-2023			31-03-2022		
	Amort. Cost	FVTPL	FVTOCI	Amort. Cost	FVTPL	FVTOCI
Financial Assets						
Investments	-	-	-	-	-	-
Loans and Advances	5558.80	-	-	3934.50	-	-
Trade Receivables	1059.74	-	-	732.21	-	-



Cash and Bank Balances	194.82	-	-	698.18	-	-
Other Financial Assets	291.20	-	-	2587.17	-	-
Financial Liabilities						
Long term Borrowings	7652.24	-	-	6948.48	-	-
Trade Payables	2245.11	-	-	621.25	-	-
Other financial Liabilities	1819.53	-	-	1824.61	-	-

Note No: 20(ii) Fair Value Hierarchy

The company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

FINANCIAL ASSETS		₹ in Lakhs	
Particulars	Levels	31.03.2023	31.03.2022
Investments	Level 1	-	-
	Level 2	-	-
	Level 3	-	-
Loans and Advances	Level 1	-	-
	Level 2	-	-
	Level 3	5558.80	3934.50
Trade Receivables	Level 1	-	-
	Level 2	-	-
	Level 3	1059.74	732.21

FINANCIAL LIABILITIES		₹ in Lakhs	
Particulars	Levels	31.03.2023	31.03.2022
Long term Borrowings	Level 1	-	-
	Level 2	-	-
	Level 3	7652.24	6948.48
Trade Payables	Level 1	-	-
	Level 2	-	-
	Level 3	2245.11	621.25
Other financial Liabilities	Level 1	-	-
	Level 2	-	-
	Level 3	1819.53	1824.61

Note No: 20(iii) Valuation Technique used to determine fair value

The significant inputs used in the fair value measurement categorized within the fair value hierarchy are given below:

Nature of Fin Instrument	Valuation Technique	Remarks
Investment in Mutual Funds	NAV as on 31.03.2023	
Dealer deposits	Carrying value	Since these are int bearing, carrying value is the fair value.
Sales tax and MRT Deferment	Amortized Cost	NPV @interest @11% market rate as it is an interest free.
Trade receivables and Payables	Carrying value	Based on their short term nature, carrying value will be fair value.

Note No: 20(iv) Valuation Process:

₹ in Lakhs

Particulars	31.03.2023		31.03.2022	
	C V	FV	CV	FV
Financial assets				
Loans& Deposits	5558.80	5558.80	3934.50	3934.50
Total	5558.80	5558.80	3934.50	3934.50
Financial Liabilities				
Borrowings- Deferent Loans				
ST Deferment	5423.87	5335.92	5423.87	4927.95
MRT Deferment	3015.44	2316.32	2899.86	2020.54
Total	8439.31	7652.24	8323.73	6948.48



The Carrying amounts of Trade receivables, trade payables, cash and cash equivalents and other current liabilities are considered to be the same as fair values, due to their short term nature

The fair value of interest free Sales tax and Royalty deferment loans are calculated based on net present values under discounting method market lending rate and amortization thereof and are classified as level 3 fair values in their fair value hierarchy since significant inputs required to fair value on instrument are observable. since there is no change in the interest rate used for discounting, the fair value is equal to the amortized cost

For other non-current assets and liabilities including chits subscription, the fair value and carrying value is considered to be the same considering their nature and applicability of provisions of the IND AS

Note No: 21 Contingent Liability:

₹ in Lakhs

Nature of Liability	31.03.2023	31.03.2022	Period relating to	Pending before Authority
Sales Tax Related (Tamilnadu Govt)	-	43	1983	II Jr Civil Judge, Hyderabad
Sales Tax Related (Telangana Govt)	-	591	Prior to year 2005	Telangana Govt (earlier AP Govt)applied for OTS as settled for 3.00Cr in 10EMI)
Electricity Duty related - APDCPDCL	378	-	2022-23	Hon'ble High Court of AP
Electricity supply related- APSPDCL / APCPDCL	2483	2314	2010-11 to 2022-23	Hon'ble High Court of AP

Note No: 22 Other Disclosures

Item	Description
Segment Information	The company primarily operates in Cement segment. Being the reportable segment under the IND AS.
Corporate Social Responsibility (CSR)	Section 135(5) of the Companies Act 2013, stipulates that the company needs to spend 2% of the average net profit made during the 3 immediately preceding financial years in pursuant of its Corporate Social Responsibility (CSR). Thus the company has spent Rs.9.86 Lakhs during the financial year 2022-23 towards CSR activities.
Dues to Micro, small and Medium enterprise	The Company has recorded all known liabilities in the financial statements. The company has not received any intimations from suppliers regarding the status under the micro, small and medium enterprises development act 2006 and hence disclosures if any relating to, amounts unpaid as at the year and together with interest paid or payable as required under the said Act have not been given.
Income from Solar Plant	The revenue generated from solar plant has been adjusted towards the Power and Fuel Cost under Note No: 18 (vii)

Note No: 23(i): Financial Risk Management

The Board of Directors (BOD) has overall responsibility for the establishment and oversight of the company's risk management framework and thus established a risk management policy to identify and analyse the risk faced by the company. Risk management systems are reviewed by the BOD periodically to reflect changes in market conditions and the company's activities. The company through its training and management standards and procedures develop a disciplined and constructive control environment in which all employees understand their roles and obligations. The Audit committee oversees how management monitors compliance with the company's risk management policies and procedures, and reviews the risk management framework. The audit committee is assisted in the oversight role by internal audit. Internal Audit undertakes reviews of the risk management controls and procedures, the results of which are reported to the audit committee.

The company has the following financial risks:

Category of the risk	Nature of risk
Credit risk	Receivables
	Financial instruments and cash deposits
Liquidity Risk	Fund Management- Investments
Market Risk	Cash flow and fair value interest rate risk

The board of directors regularly reviews these risks and approves the risk management policies, which covers the management of these risks.

Credit Risk:

Credit Risk is the risk of financial loss to the company if the customer or counterparty to the financial instruments fails to meet its contractual obligations and arises principally from the company's receivables, treasury operations and other operations that are in the nature of lease.

**Receivables:**

The Company's exposure to credit risk is influenced mainly by the individual characteristic of each customer. The company extends credit to its customers in the normal course of business by considering the factors such as financial reliability of customers. The company evaluates the concentration of the risk with respect to trade receivables as low, as its customers are located in several jurisdictions and operate in largely independent markets. The company maintains adequate security deposits from its customers in case of wholesale and retail segment. In case of institutional segment, credit risks are mitigated by way of enforceable securities. The exposures with the government are generally unsecured but they are considering good. However, unsecured credits are extended based on creditworthiness of the customers on case to case basis.

Trade receivables are written off when there is no reasonable expectation of recovery. Such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the company and where there is a probability of default, the company creates a provision based on expected credit loss for trade receivables under simplified approach as below:

Note No: 23(ii) Provision for Expected Credit Losses Trade receivables as at 31.03.2023

₹ in Lakhs

Particulars	Below 21 days	Less than 90 Days	90 to 180 days	More than 180 days	Total
Gross Carrying amount	747.94	255.34	40.01	88.28	1131.57
Expected Loss Rate	0.04%	1.76%	4.00%	5.00%	0.11
Expected credit loss	0.30	4.50	1.60	4.41	10.81
Carrying amount of trade receivables net of impairment	747.64	250.84	38.40	83.87	1120.76

Trade receivables as at 31.03.2022

Particulars	Below 21 days	Less than 90 Days	90 to 180 days	More than 180 days	Total
Gross Carrying amount	595.94	108.49	8.70	112.92	826.05
Expected Loss Rate	0.05%	2.00%	5.00%	7.00%	0.14
Expected credit loss	0.30	2.17	0.43	7.90	10.81
Carrying amount of trade receivables net of impairment	595.64	106.32	8.26	105.01	815.24

Note No: 23(iii) Financial instruments and cash deposits

Investments of surplus funds are made only with the approved counterparties. The company is presently exposed to customer party risk relating to short term and medium term deposits placed with banks, and also investments made in mutual funds. The company places its cash equivalents based on the creditworthiness of the financial institutions.

Note No: 23(iv) Liquidity Risk:

Liquidity Risks are those risk that the company will not be able to settle or meet its obligations on time or at reasonable price. In the management of Liquidity risk. The company monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the company's operations and to mitigate the effects of functions in cash flows.

Note No: 23(v) Fund Management

Due to the dynamic nature of the underlying business, the company aims at maintaining flexibility in funding by keeping both committed and uncommitted credit lines available. The company has laid well defined policies and procedures facilitated by robust information system for timely and qualitative decision making by the management including its day to day operations.

Note No: 23(vi) financial arrangements

The company has access to the following undrawn borrowing facilities

Particulars	31.03.2023	31.03.2022
Expiring within one year		
Bank over draft and Other facilities		
Term Loans		
Expiring beyond one year		

**Note No: 23(vii) Maturity Profile of Financial Liabilities**

₹ in Lakhs

Particulars	<1year	1-5 years	>5 years	Total
As at 31.03.2023				
Deferred Sales tax and MRT Loan	-	7652.24	787.07	8439.31
Trade Payables	2245.11	-	-	2245.11
Security Deposits Payables	-	-	-	-
Other Financial Liabilities	1819.53	-	-	1819.53
As at 31.03.2022				
Deferred Sales tax and MRT Loan	-	7424.69	899.04	8323.73
Trade Payables	621.25	-	-	621.25
Security Deposits Payables	-	-	-	-
Other Financial Liabilities	1824.61	-	-	1824.61

Note No: 23(viii) Foreign Currency Risk / Interest rate risk exposure:

The company is not exposed to any foreign currency risk / Interest rate risk exposure during the year under report.

Note No: 24 Capital Management

For the purpose of the company's Capital management, Capital includes issued equity share capital and all other equity reserves attributable to the equity holders of the company. The primary objective of the company's capital management is to maximize the shareholder's wealth. The company manages its capital structure and makes adjustments in the light of changes in economic conditions and the requirements of the financial covenants. The company monitors capital using a gearing ratio, which is net debt divided by total equity plus net debt.

Capital Management

₹ in Lakhs

Particulars	31.03.2023	31.03.2022
Long term Borrowings	7652.24	6948.48
Current maturities of Long term Liabilities	-	-
Short Term Liabilities	1114.17	1050.46
Less: Cash and Cash Equivalents	194.82	698.18
Net Debt- A	8571.59	7300.76
Equity Share Capital	900.00	900.00
Other Equity	4718.84	5542.42
Total Equity- B	5618.84	6442.42
Total Capital Employed	14190.43	13743.19
Capital Gearing Ratio	60.40	53.12

In order to achieve this overall objective, the company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. There have been no breaches in the financial covenants of any interest-bearing loans / borrowings. There are no significant changes in the objectives, policies or processes for managing capital during the years ended 31-03-2023 and 31-03-2022.

Note No: 25 Information on names of related parties and nature of Relationship as required by Ind AS 24 on related party disclosures for the year ended 31st March 2023.

A. Directors (including Whole time)	
Name of the Director	Designation
Sri K Vijay Kumar	Managing Director
Sri K. Sriram	Executive Director
Smt K V Naga Lalitha	Director
Sri P Ramamoorthy	Independent Director
Sri K P Patnaik	Independent Director
Sri Nemani Gopal	Independent Director
Dr A S Narayana	Independent Director
B. Key Managerial Personnel	
Name of the Key Management Personnel	Designation
Sri K Vijay Kumar	Managing Director & CEO
sri K Sriram	Executive Director
Sri P Rajendra Babu	Company Secretary
Sri NSRV Prasad	Chief Financial Officer

**C. Companies over which KMP / relatives of KMP exercise significant influence****Name of the enterprise / Company**

M/s Aditya Spinners Limited
M/s Envean Leasing and Investments Limited
M/s Jitharam Finance and Investments Limited
M/s Krishnarama Industrial Investments Limited

D. Relatives of KMP and Directors**Name of the relative of KMP****Nature of relationship**

Smt K V Nagalalitha	W/o Sri K Vijay Kumar
Sri K Sriram	S/o Sri K Vijay Kumar

E. Related party balances as on 31.03.2023

₹ in Lakhs

i. in relation to Remuneration

Name of the KMP	31.03.2023	31.03.2022
Sri N Krishna Mohan	-	2.83
Sri. K Vijay Kumar	2.68	2.42
Sri. K Sriram (Remuneration)	0.90	0.88

ii. In relation to Car Lease Rentals

Name of the KMP		
Sri. K Sriram	0.50	0.50

iii. In relation to Commission paid

Name of the Enterprise of KMP		
M/s Envean Leasing and Investments Limited	11.53	(21.99)
M/s Sri Narasimha Cements and Power Limited	-	4.44

iv. In relation to Advance for Purchase of Land

Name of the Enterprise		
M/s Envean Leasing and Investments Limited	-	(790.05)
M/s Sri Narasimha Cements & Power Ltd	-	(672.00)
M/s Sri Bhava Steel and Power Ltd	-	(698.64)

v. In relation to Lease Rentals

Name of the Enterprise		
Smt K V Nagalalitha for land use for solar unit @ Sri Kalahasti	1.24	1.25
Envean Leasing and Investments Limited (land lease U2)	238.42	-

vi. In relation to Loans taken

Name of the Enterprise		
Sri K Vijay Kumar (loan outstanding)	1000.21	-
Sri K Vijay Kumar (interest accrued and due)	8.98	-

Vii

Loans to KMP	-	-
--------------	---	---

Related party transactions	31.03.2023	31.03.2022
	Dr to P&I	Dr to P&I
<u>IN RELATION TO REMUNERATION</u>		
Sri N krishna Mohan	4.00	48.00
Sri K Vijay Kumar	60.00	42.00
Sri K Sriram	46.00	12.00
Sri V V S R Anjaneyulu	-	30.60
<u>IN RELATION TO CAR LEASE</u>		
Sri K Sri Ram	6.00	6.00
<u>IN RELATION TO COMMISSION PAID</u>		
Envean Leasing and Investments Ltd	204.53	105.07
Sri Narasimha Cements & Power Ltd	-	82.20
<u>IN RELATION TO LAND LEASE</u>		
Smt K V Naga Lalitha	18.00	18.00
Envean Leasing and Investments ltd	360.00	-
<u>IN RELATION TO INTEREST ON U/L</u>		
Sri K Vijay Kumar	100.37	-



- I All the title deeds of immovable property are held in name of the company, except as disclosed in note no. 2 PPE
- II The Company has not revalued its property, Plant and Equipment during the year under audit.
- III No Loans or Advances in the nature of loans are granted to promoters, directors, KMPs and other related Parties (as defined under Companies Act, 2013) either severally or jointly with any other person.
- IV The Company does not have Capital-Work-in Progress (CWIP)
- V The Company does not have any intangible Assets under Development
- VI No proceedings have been initiated or pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.
- VII The Company does not have any Loans, facilities with Banks or Financial Institutions.
- VIII The Company is not declared wilful defaulter by any bank or financial institution or other lender.
- IX The Company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956.
- X No charges or satisfaction is yet to be registered with Registrar of Companies beyond the statutory period,
- XI The Company does not have number of layers of companies.
- XII Financial Ratios:

Key Financial Ratios:

Ratio	Numerator	Denominator	31.03.2023	31.03.2022	% of variance
Current Ratio	Current Assets	Current Liabilities	0.78	1.16	(32.82)
Debt-Equity Ratio	Debt	Net Worth	1.50	1.29	16.25
Debt Service Coverage Ratio	EBDIT	Interest Exp+Prin repay	NA	NA	-
Return On Equity (ROE)	profit after tax	Avg SH Equity	(14.66)	13.14	(211.56)
Inventory T/O Ratio(times)	Sale of Products	Average Inventory	11.47	15.46	(25.78)
Trade Receivables T/O (times)	Sale of Products	Avg Trade Receivables	26.46	33.02	(19.86)
Trade Payables T/O (times)	Purchases	Avg Trade Payables	4.51	7.59	(40.53)
Net Capital T/O Ratio	Sale of Products	Cur Assets-Cur Liabilities	(15.83)	35.75	(144.27)
Net Profit Ratio	Profit after tax	Sale of Products	(3.47)	3.88	(189.59)
Return on Capital Employed	EBIT	Avg Capital Employed	(4.64)	6.32	(173.44)
Return on Investments	Income Generated from investments	Total Weighted avg Inv	NA	NA	-

Debt = Long Term Secured loans + Current Maturities of Long Term Debt + Long term Unsecured Loans + Cash Credit Facilities

Net Worth = Equity Share Capital + Reserves and Surplus

Average Inventory = (Opening + Closing balance)/2

Average Trade Debtors = (Opening + Closing balance)/2

Average Trade Payables = (Opening + Closing balance)/2

Capital Employed = Total Assets - Current Liabilities

Note: During the Financial year ended March 31, 2023 there had been a significant increase in the fuel expenses when compared to the previous financial year, this impacts the operating margins, resulting into variations in ratios as reported above.

Note: Explanation shall be provided for any change in the ratio by more than 25% as compared to the preceding year

XIII No scheme of Arrangements has been approved by the Competent Authority in terms of sections 230 to 237 of The Companies Act, 2013

XIV The company has not advanced or loaned or invested funds(either borrowed funds or share premium or any other sources or kind of funds) to any other person(s) or entity(ies), including foreign entities(intermediaries).

XV No undisclosed income is reported during the financial year.

XVI The Company has not traded or invested in crypto currency during the financial year.



Form ISR - 1

(see SEBI circular No. SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 on Common and Simplified Norms for processing investor's service request by RTAs and norms for furnishing PAN, KYC details and Nomination)

REQUEST FOR REGISTERING PAN, KYC DETAILS OR CHANGES / UPDATION THEREOF

[For Securities (Shares / Debentures / Bonds, etc.) of listed companies held in physical form]

Date: ___ / ___ / ____

A. I / We request you to Register / Change / Update the following (Tick relevant box)

<input type="checkbox"/> PAN	<input type="checkbox"/> Postal Address
<input type="checkbox"/> Bank details	<input type="checkbox"/> E-mail address
<input type="checkbox"/> Signature	<input type="checkbox"/> Mobile number
<input type="checkbox"/> Demat Account details	

B. Security Details:

Name of the Issuer Company	Folio No.:
Name(s) of the Security holder(s) as per the Certificate(s)	1. 2. 3.
Number & Face value of securities	
Distinctive number of securities	From To

C. I / We are submitting documents as per Table below (tick as relevant, refer to the instructions):

<input type="checkbox"/>	Document / Information / Details	Instruction / Remark
1	PAN of (all) the (joint) holder(s) PAN Whether it is Valid (linked to Aadhaar): <input type="checkbox"/> Yes <input type="checkbox"/> No	<p>□□□□□□□□ □□□□□□□□</p> <p>PAN shall be valid only if it is linked to Aadhaar by March 31, 2023* For Exemptions / Clarifications on PAN, please refer to Objection Memo in page 4</p>
2	Demat Account Number	<p>□□□□□□□□ □□□□□□□□</p> <p>Also provide Client Master List (CML) of your Demat Account, provided by the Depository Participant.</p>
3	Proof of Address of the first holder	<p>Provide any one of the documents, only if there is change in the address;</p> <p><input type="checkbox"/> Client Master List (CML) of your Demat Account, provided by the Depository Participant</p> <p><input type="checkbox"/> Valid Passport/ Ration Card/ Registered Lease or Sale Agreement of Residence / Driving License / Flat Maintenance bill.</p> <p><input type="checkbox"/> Utility bills like Telephone Bill (only land line), Electricity bill or Gas bill - Not more than 3 months old.</p> <p><input type="checkbox"/> Identity card / document with address, issued by any of the following: Central/State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions.</p> <p><input type="checkbox"/> For FII / sub account, Power of Attorney given by FII / sub-account to the Custodians (which are duly notarized and / or apostilled or consularised) that gives the registered address should be taken.</p> <p><input type="checkbox"/> The proof of address in the name of the spouse</p>
4	Bank details	<p>Provide the copy of the bank statement with details of bank name, branch, account number and IFS Code or copy of cheque leaf. Alternatively, Bank details available in the CML will be updated in the folio.</p>
5	E-mail address	<p>Alternatively the e-mail address available in the CML will be updated in the folio</p>
6	Mobile	<p>Alternatively the mobile number available in the CML will be updated in the folio</p>
7	Specimen Signature	<p><input type="checkbox"/> Provide banker's attestation of the signature of the holder(s) as per Form ISR - 2 in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03,</p>



		2021) and <input type="checkbox"/> Original cancelled cheque
8	Nomination**	<input type="checkbox"/> Providing Nomination: Please submit the duly filled up Nomination Form (SH-13) or 'Declaration to Opt out of Nomination' as per Form ISR-3, in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 dated November 03, 2021 <input type="checkbox"/> Change in Existing Nomination: Please use Form SH-14 in SEBI circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2021/655 <input type="checkbox"/> Cancellation of Existing Nomination: Please use Form SH-14 and Form ISR - 3

* or any date as may be specified by the CBDT

** Nomination (Form SH-13 or SH-14) / 'Declaration to Opt-Out of nomination' (Form ISR - 3), has to furnished by the holder(s) separately for each listed company.

Mode of submission of documents to the RTA

Please use any one of the following mode;

1. In Person Verification (IPV): by producing the originals to the authorized person of the RTA, who will retain copy(ies) of the document(s)
2. In hard copy: by furnishing self-attested photocopy(ies) of the relevant document, with date
3. Through e-mail address already registered with the RTA, with e-sign of scanned copies of documents
4. Service portal of the RTA with e-sign with scanned copies of documents, if the RTA is providing such facility

Note

It is mandatory for holders of physical securities in listed company to furnish PAN, full KYC details (address proof, bank details, e-mail address, mobile number) and Nomination (for all the eligible folios).

Upon receipt or up-dation of bank details, the RTA automatically, pay electronically, all the moneys of / payments to the holder that were previous unclaimed / unsuccessful.

RTA shall update the folio with PAN, KYC details and Nominee, within seven working days of its receipt. However, cancellation of nomination, shall take effect from the date on which this intimation is received by the company / RTA.

RTA shall not insist on Affidavits or Attestation / Notarization or indemnity for registering / up-dating / changing PAN, KYC details and Nomination.

Authorization: I / We authorise you (RTA) to update the above PAN and KYC details in my / our folio (s) _____, _____, in which I / We are the holder(s) (strike off what is not applicable).

Declaration: All the above facts stated are true and correct.

Holder 1	Holder 2	Holder 3
Signature	<input type="checkbox"/>	<input type="checkbox"/>
Name	<input type="checkbox"/>	<input type="checkbox"/>
Full postal address	<input type="checkbox"/>	
PIN	<input type="checkbox"/> 000000	



Objection Memo that can be raised by the RTA
(only if the relevant document / details is / are not available in the folio or if there is a mismatch / discrepancy in the same or change thereof)

Note
RTAs shall raise all objections, if any / at all, in one instance only; the RTA shall not raise further objections on the same issue again and again, after the holder / claimant furnishes all the prescribed documents and details, unless there is any deficiency / discrepancy in the same.

No.	Item	Documents / Details to be provided to the RTA by the holder(s) / claimant(s)
1	PAN - Exceptions and Clarification	'Exemptions/clarifications to PAN', as provided in clause D to 'Instructions/Check List for Filing KYC Forms' in Annexure - 1 to SEBI circular No. MIRSD/SE/Cir-21/2011 dated October 05, 2011 on Uniform Know Your Client (KYC) Requirements for the Securities Market, shall also applicable for holder(s) / claimant(s) of securities held in physical mode.
2	Minor mismatch in Signature - minor	The RTA shall intimate the holder at the existing address, seeking objection, if any, within 15 days
3	Major mismatch in Signature or its non-availability with the RTA	<ul style="list-style-type: none"> □ Banker's attestation of the signature of the holder(s) as per Form ISR - 2 □ Original cancelled cheque
4	Mismatch in Name	Furnish any one of the following documents, explaining the difference in names; <ul style="list-style-type: none"> □ Unique Identification Number (UID) (Aadhaar) □ Valid Passport □ Driving license □ PAN card with photograph □ Identity card / document with applicant's Photo, issued by any of the following: Central / State Government and its Departments, Statutory / Regulatory Authorities, Public Sector Undertakings, Scheduled Commercial Banks, Public Financial Institutions □ Marriage certificate □ Divorce decree
5	Present address of the holder is not matching with the address available in the folio	RTA shall issue intimation to both the old and new addresses. If the letters sent to either the old and or new addresses is / are undelivered or if there is an objection in response to this letter, then provide any one of the following; <ul style="list-style-type: none"> □ any one of the documents in row 3 in Table C, reflecting the old address or □ Counterfoil of dividend warrant received from the company or □ Bank statement showing the credit of previous dividend received <p>The above procedure will be applicable for request for change in address of the holder also</p>