

Ref. ACL.SEC:2016

19th January, 2016

The Manager Listing Department National Stock Exchange of India Ltd Exchange Plaza, C-1, G-Block Bandra-Kurla Complex, Bandra (E), Mumbai - 400051 Fax No. 022-26598237/38/8347/48	The Manager BSE Limited 25 th Floor, New Trading Ring, P J Towers, Dalal Street, Fort Mumbai - 400 001 Fax No. 022-22723121/2037/2039/41
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Dear Sirs,

Sub. : Clarification on News Item published in "The Economic Times"

**Ref: 1. NSE - Ref No. NSE/CM/Surveillance/R-231, Dt. 19.01.2016 &
2. BSE - Ref. No.L/DOSS/ONL/RV/GM/2015-16/199, Dt. 19.01.16**

Kindly refer to your captioned communications.

This is with reference to recent news item which appeared in 'The Economic Times' dated 19th January, 2016 captioned "Sagar in talks to buy Andhra Cements".

We hereby clarify that the Company not aware of any negotiations taken place with regard to the above mentioned subject matter and we are not aware of any specific event having taken place in the Company which requires intimation to the Stock Exchanges in terms of Regulation 30 of SEBI (LODR) Regulations, 2015 and that our Company operations are as usual, except the announcement of the last Financial Results for the quarter ended 30th September, 2015 on 2nd November, 2015.

We may, however, add that the share price might be increasing due to the Investors' perception about the Cement Market conditions and Industry in general in the States of Andhra Pradesh and Telengana, because of building of new capital and other infrastructure projects coming up in both the States, which is our core marketing area and our share price may be lower than other Cement Companies.

This is for your kind information and records.

Thanking you,
Yours truly,

For ANDHRA CEMENTS LTD

G. TIRUPATI RAO
COMPANY SECRETARY

