

# **ANDHRA CEMENTS LIMITED**

Ref: ACL:SEC:2017

May 27, 2017

The Manager  
Listing Department  
**National Stock Exchange of India Ltd**  
"Exchange Plaza" C/1, G-Block  
Bandra-Kurla Complex,  
Bandra (E), Mumbai-400051

**Bombay Stock Exchange Ltd**  
25 Floor, New Trading Ring  
Rotunda Building P J Towers,  
Dalal Street, Fort  
Mumbai – 400 001

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

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

Dear Sirs,

**Re: Audited Financial Results for the year 2016-17 - Outcome of the Board Meeting held on May 27, 2017**

We are pleased to inform you that the Meeting of the Board of Directors of the Company held today i.e May 27, 2017, inter alia approved the the Audited financial results for the quarter / year ended 31<sup>st</sup> March, 2017. Copies of Financial Results along with Auditors Report and declaration for Audit Reports under Reg, 33 (3) (d) of SEBI (LODR) Regulations, 2015 are attached herewith for your kind information and records..

Thanking you,

Yours faithfully,

**For ANDHRA CEMENTS LTD**



**(G. TIRUPATI RAO)**

Company Secretary & GM-Legal



Encl: as above



ANDHRA CEMENTS LIMITED

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

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

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2017

(Rs. In Lakhs)

S. No.	PARTICULARS	Quarter ended			Year Ended	Nine Months Ended
		31.03.2017	31.12.2016	31.03.2016	31.03.2017	31.03.2016
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
I	Revenue From Operations	10,312	10,055	10,541	40,508	33,847
II	Other Income	104	34	107	233	288
III	<b>Total Income (I+II)</b>	<b>10,416</b>	<b>10,089</b>	<b>10,648</b>	<b>40,741</b>	<b>34,135</b>
IV	<b>EXPENSES</b>					
	Cost of Materials Consumed	1,114	928	1,484	4,077	4,214
	Cost of Goods Sales	0	14	-	149	
	Changes in Inventories of Finished Goods, Work-in-Progress	509	(92)	(45)	507	382
	Employee Benefit Expenses	697	775	555	2,824	1,606
	Finance Cost	2,676	2,744	2,407	10,501	7,404
	Depreciation and Amortization Expenses	996	1,004	1,002	4,004	3,012
	Power and Fuel	3,626	3,391	3,173	12,886	9,586
	Freight and Loading Expenses	1,859	1,704	2,022	7,239	7,389
	Excise Duty	1,473	1,418	1,431	5,579	4,651
	Other Expenses	1,221	668	924	3,355	2,618
V	<b>Total Expenses</b>	<b>14,171</b>	<b>12,554</b>	<b>12,953</b>	<b>51,121</b>	<b>40,862</b>
VI	<b>Profit before Exceptional and Extraordinary Items and Tax (III-V)</b>	<b>(3,755)</b>	<b>(2,465)</b>	<b>(2,305)</b>	<b>(10,380)</b>	<b>(6,727)</b>
VII	Exceptional Items			-		
VIII	<b>Profit/(loss) before tax (VI-VII)</b>	<b>(3,755)</b>	<b>(2,465)</b>	<b>(2,305)</b>	<b>(10,380)</b>	<b>(6,727)</b>
IX	<b>Tax expense:</b>					
	(1) Current Tax			-		
	(2) Deferred Tax	(9)	(10)	37	(68)	(37)
X	<b>Profit/(Loss) for the period (VIII-IX)</b>	<b>(3,746)</b>	<b>(2,455)</b>	<b>(2,342)</b>	<b>(10,312)</b>	<b>(6,690)</b>
XI	<b>Other Comprehensive Income( net of taxes)</b>	<b>39</b>	<b>2</b>	<b>(3)</b>	<b>33</b>	<b>(3)</b>
XII	<b>Total Comprehensive Income ( X+ XI)</b>	<b>(3,707)</b>	<b>(2,453)</b>	<b>(2,345)</b>	<b>(10,279)</b>	<b>(6,693)</b>
XIII	<b>Paid up Equity Share Capital (Face value Rs. 10 per share)</b>	<b>29,352</b>	<b>29,352</b>	<b>29,352</b>	<b>29,352</b>	<b>29,352</b>
XIV	<b>Earning per Equity Share:</b>					
	(1) Basic	(1.28)	(0.84)	(0.80)	(3.51)	(2.28)
	(2) Diluted	(1.28)	(0.84)	(0.80)	(3.51)	(2.28)
		Not Annualised	Not Annualised	Not Annualised		Not Annualised



## AUDITED STATEMENT OF ASSETS AND LIABILITIES

(Rs. In Lakhs)

PARTICULARS	As at	As at
	March 31, 2017	March 31, 2016
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
a. Property, Plant and Equipment	77,749	81,761
b. Capital work-in-progress	30,155	28,609
c. Financial Assets		
(i) Investment	1	1
(ii) Loan and Advances	1,383	1,280
(iii) Other	236	12
d. Other Non-Current Assets	2,655	4,051
e. Deferred tax Assets, net		
f. Non-Current Tax Assets (net)	126	127
<b>CURRENT ASSETS</b>		
a. Inventories	2,887	2,503
b. Financial Assets		
(i) Trade and other receivables	2,711	3,152
(ii) Cash and cash equivalents	596	833
(iii) Bank balances other than (ii) above	309	362
(iv) Loans and advances	1,588	50
(v) Other	44	73
c. Other current assets	4,377	2,488
<b>TOTAL</b>	<b>124,819</b>	<b>125,303</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
(a) Equity share capital	29,352	29,352
(b) Other Equity	(35,825)	(25,547)
<b>LIABILITIES</b>		
<b>NON-CURRENT LIABILITIES</b>		
(a) Financial liabilities		
(i) Borrowings	87,997	85,958
(ii) Other financial liabilities		
(b) Provision	462	513
(c) Deferred tax liabilities, net	911	964
(d) Other non-current liabilities	-	-
<b>CURRENT LIABILITIES</b>		
(a) Financial liabilities		
(i) Borrowing	3,859	3,577
(ii) Trade payables	13,191	9,966
(iii) Other financial liabilities	20,548	17,805
(b) Other Current Liabilities	4,215	2,613
(c) Provisions	108	102
<b>Total Equity and Liabilities</b>	<b>124,819</b>	<b>125,303</b>



**Notes**

- 1 The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on May 27, 2017. The auditors have carried out audit of the financial statements.
- 2 This statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies act, 2013 and other recognized accounting practices and policies to the extent applicable. Beginning April 1, 2016 the Company has for the first time adopted Ind AS with a transition date of April 1, 2015.
- 3 During the year the Company has incurred a Net Loss of Rs. 10,281 Lakhs resulting into accumulated losses of Rs. 45,031 Lakhs (included Total Comprehensive Income), against paid up share capital of Rs.29,352 Lakhs as at March 31, 2017. However, the Company has earned operating profits (i.e. profits before Interest and Depreciation) of Rs. 4,224 lakhs for the year ended March 31, 2017. The Company plans to implement various marketing and cost control measures to help the Company establish consistent profitable operations and cash flows. Subsequent to the year-end, The Company has commissioned its captive power plant which will help in reduction of power cost. The Company is also exploring other options for additional funds for its operations and liabilities / obligations on maturity. These measures as well as improvement in the conditions for the cement industry, improvement in capacity utilization and enhancement in revenues are expected to increase operational efficiency and achieve profitability. The management is of the view that the Company will be able to to achieve profitable operations and meet its liabilities in due course. Accordingly, these financial statements have been prepared on the basis that the Company will continue as a going concern for the foreseeable future.
- 4 The yearly figures are not comparable as the previous period ended March 31, 2016 comprised of nine months and current year ended March 31, 2017 comprised of twelve months.
- 5 The reconciliation of net profit reported in accordance with Indian GAAP to total comprehensive income in accordance with Ind AS is given below:

Description	Quarter ended 31.3.2016	Nine Months Ended 31.03.2016
Net Profit/(Loss) as per Indian GAAP	(2,235)	(6,512)
Actuarial gain on employees defined benefits plans recognized	18	4
Others	(88)	(219)
Impact of Deferred tax on above	(37)	37
<b>Profit as per Ind As</b>	<b>(2,342)</b>	<b>(6,690)</b>
Others Comprehensive income (net of income tax)	(3)	(3)
<b>Total</b>	<b>(2,345)</b>	<b>(6,693)</b>

- 6 The Figures of current quarter (i.e., three months ended on March 31, 2017) are the balancing figures between the audited figures of the full financial year and the published year to date figures upto the end of third quarter of the current financial year and the corresponding previous quarter (i.e. three months ended March 31, 2016) are the balancing figures between the audited figures of the nine months ended March 31, 2016 and the published year to date figures upto the end of second quarter ended December 31, 2015.
- 7 The Company is exclusively engaged in the business of cement and cement related products
- 8 Previous year figures have been regrouped/reclassified wherever necessary.

NOIDA  
27/05/2017



By order of the Board

S.K. Mandal  
Managing Director

# CHATURVEDI & PARTNERS

## Chartered Accountants

212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019

Phone : 011-46654665 Fax : 011-46654655

Email : delhi@chaturvedica.com

**Independent Auditor's Report on Financial Results of Andhra Cements Limited for year ended on March 31, 2017 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

**To the Board of Directors of Andhra Cements Limited**

1. We have audited the accompanying statement of financial results ("the Statement") of Andhra Cements Limited ("the Company") for the year ended on March 31, 2017 attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended). This statement, which is the responsibility of the company's management and approved by the Board of Directors has been prepared from the related financial statements which has been prepared in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Companies Act 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such financial statements.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement.

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

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
  - i. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, (as amended) in this regard; and
  - ii. give a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the year ended on March 31, 2017.
4. We draw attention to note 3 to the statement, in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the year, the Company has incurred a Net Loss of Rs. 10,281 Lakhs resulting into accumulated losses of Rs. 45,031 Lakhs against paid up share capital of Rs. 29,352 Lakhs as at March 31, 2017. Management of the Company believes that the Company would be able to achieve profitable operations and meet its obligations. Our report is not qualified in respect of this matter



5. The Statement includes the results for the Quarter ended March 31, 2017 being the balancing figure between the audited figures in respect of the full financial year and the published figures upto the third quarter of the current financial year, which were subject to limited review.

**For CHATURVEDI & PARTNERS.**  
Chartered Accountants  
Firm Registration No. 307068E




**Ravindra Nath Chaturvedi**  
Partner  
Membership No. 092087



NOIDA  
May 27, 2017

**DECLARATION FOR AUDIT REPORTS**

**AS PER REGULATION 33(3)(d) OF SEBI (LODR) REGULATIONS, 2015**

<b>1</b>	<b>Name of the Company</b>	<b>ANDHRA CEMENTS LTD</b>
<b>2</b>	<b>Annual Audited Financial Statements For the FY - 2016-17</b>	<b>31<sup>st</sup> March, 2017</b>
<b>3</b>	<b>Type of Audit Observation</b>	<b>Unmodified opinion</b>
<b>4</b>	<b>Frequency of Observation</b>	<b>Not Applicable</b>
<b>5</b>	<b>Signed by</b>	<b>CFO</b> <b>For ANDHRA CEMENTS LTD</b>  <b>(A.K. AGRAWAL)</b> <b>CFO</b> 