



SAGAR CEMENTS LIMITED

SCL:SEC:BSE:2018-19

23rd June 2018

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

Scrip Code: 502090

Dear Sir,

Sub: Submission of Declaration in respect of Standalone and Consolidated audited financial results for the quarter / year ended March 31, 2018

...

With reference to your Email dated 22nd June, 2018, we are submitting herewith the revised declaration in respect of Standalone and Consolidated audited financial results for the quarter/year ended March 31, 2018 under Regulation 33 (3) (d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you

Yours faithfully
For Sagar Cements Limited


R. Soundararajan
Company Secretary

Encl.



Registered Office : Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500 033

Phone : +91-40-23351571, 23356572 Fax : +91-40-23356573 info@sagarcements.in www.sagarcements.in

CIN : L26942TG1981PLC002887



SAGAR CEMENTS LIMITED

SCL:SEC:NSE:BSE:2018-19

29th May 2018

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

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

Symbol: SAGCEM
Series: EQ

Scrip Code: 502090

Dear Sir,

**Audited Financial Results (Standalone and Consolidated) for the quarter / year ended
March 31, 2018**

In continuation of our letter dated 14th May 2017, we wish to inform you that our Board of Directors at their meeting held on today took on record and approved the Audited Financial Results (Standalone and Consolidated) for the quarter / year ended March 31, 2018.

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

- Statements showing the Audited Financial Results (Standalone and Consolidated) for the quarter / year ended March 31, 2018;
- Auditors' Report on the Audited Financial Results – Standalone and Consolidated.
- Declaration with regard to Auditor's Report, being an unmodified one.

The meeting of the Board of Directors commenced at 4.30 p.m. and concluded at 8.45 p.m.

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

Thanking you

Yours faithfully
For Sagar Cements Limited


R. Soundararajan
Company Secretary

Encl: as above.



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Factory : Mattampally (Village & Mandal) - 508 204. Nalgonda - District. Phone : 08683 - 247039

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SAGAR CEMENTS LIMITED
CIN: L26942TG1981PLC002887

Plot No. 111 , Road No. 10 Jubilee Hills, Hyderabad - 500 033 Phone : +91 40 23351571 Fax: +91 40 23356573

STATEMENT OF AUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

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

Sl. No.	Particulars	Standalone					Consolidated				
		Quarter ended			Year ended		Quarter ended			Year ended	
		March 31, 2018 (Refer Note 7)	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017	March 31, 2018 (Refer Note 7)	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017
1	Income										
	(a) Revenue from operations (Refer note 5)	20,968	18,020	18,241	77,601	62,000	29,488	24,940	27,094	107,772	94,159
	(b) Other income	459	431	455	1,860	2,312	173	145	122	730	352
	Total income	21,427	18,451	18,696	79,461	64,312	29,661	25,085	27,216	108,502	94,511
2	Expenses										
	(a) Cost of materials consumed	2,846	2,830	2,049	10,713	7,214	3,879	3,752	2,856	14,194	10,310
	(b) Purchase of stock-in-trade	393	291	-	1,726	-	393	291	-	1,726	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	376	99	1,261	(1,650)	297	510	8	1,886	(1,409)	135
	(d) Excise duty (Refer note 5)	-	-	2,564	2,802	8,424	-	-	3,684	3,963	12,775
	(e) Employee benefits expense	1,417	1,031	907	4,494	3,635	1,585	1,182	1,192	5,129	4,311
	(f) Finance costs	815	740	774	2,973	3,045	1,537	1,451	1,538	5,929	6,208
	(g) Depreciation and amortisation expense	906	833	793	3,330	2,800	1,417	1,348	1,284	5,362	4,759
	(h) Power and fuel expenses	6,204	5,177	4,766	22,687	17,589	8,827	7,810	7,613	33,138	27,189
	(i) Freight and forwarding	4,234	3,621	2,807	15,121	10,091	6,341	5,293	4,080	21,793	15,112
	(j) Other expenses	2,926	2,435	2,114	9,656	8,813	4,076	3,445	3,183	14,110	13,290
	Total expenses	20,117	17,057	18,035	71,852	61,908	28,565	24,580	27,316	103,935	94,089
3	Profit before tax (1-2)	1,310	1,394	661	7,609	2,404	1,096	505	(100)	4,567	422
4	Tax expense										
	(a) Current tax	442	152	83	1,641	469	442	152	83	1,641	469
	(b) Deferred tax	219	227	216	1,029	686	180	52	133	300	345
	Total Tax	661	379	299	2,670	1,155	622	204	216	1,941	814
5	Net Profit/(loss) for the period (3-4)	649	1,015	362	4,939	1,249	474	301	(316)	2,626	(392)
6	Other Comprehensive Income										
	(i) Items that will not be reclassified to profit or loss	(31)	-	(7)	(31)	(7)	(19)	-	(36)	(19)	(36)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	11	-	3	11	3	7	-	13	7	13
	Total Other Comprehensive Income	(20)	-	(4)	(20)	(4)	(12)	-	(23)	(12)	(23)
7	Total Comprehensive Income (5+6)	629	1,015	358	4,919	1,245	462	301	(339)	2,614	(415)
8	Earnings per share (Basic & Diluted) of ₹ 10 each	3.18	4.98	1.88	24.21	6.98	2.26	1.48	(1.64)	12.81	(2.19)
					(*)	(*)				(*)	(*)

(*) - Not annualised

Notes:

- The above standalone and consolidated audited financial results were reviewed by the Audit Committee and later approved by the Board of Directors at their respective meetings held on May 29, 2018. The statutory auditors have expressed an unmodified audit opinion on the standalone and consolidated financial results.
- The standalone and consolidated financial results of the Company have been prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").



3 Balance Sheet

₹ in Lakhs

Particulars	Standalone		Consolidated	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
ASSETS				
Non-current assets				
(a) Property, Plant and Equipment	55,233	49,451	98,500	93,125
(b) Capital work-in-progress	12,206	5,165	12,538	5,534
(c) Goodwill	-	-	3,873	3,873
(d) Intangible Asset	15	16	2,882	3,057
(e) Financial Assets				
(i) Investments				
(a) Investment in Subsidiaries	26,595	25,759	-	-
(b) Other Investments	-	28	-	28
(ii) Loans	2,500	-	-	-
(iii) Other financial assets	1,435	1,589	1,584	1,924
(f) Advance Income tax	71	100	71	100
(g) Deferred tax assets (net)	-	-	3,188	2,463
(h) Other non-current assets	5,123	2,366	5,260	2,436
Total Non-current Assets (1)	103,178	84,474	127,896	112,540
Current assets				
(a) Inventories	6,757	7,296	9,491	11,035
(b) Financial Assets				
(i) Trade receivables	5,847	4,634	9,258	8,083
(ii) Cash and cash equivalents	4,050	16,116	4,100	16,178
(iii) Bank balances other than (ii) above	1,597	869	1,710	869
(iv) Other Financial Assets	4,200	4,068	382	693
(c) Other current assets	5,801	4,237	4,223	3,922
Total Current Assets (2)	28,252	37,220	29,164	40,780
Total Assets (1+2)	131,430	121,694	157,060	153,320
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	2,040	2,040	2,040	2,040
(b) Other Equity	80,343	76,407	75,880	74,256
Total Equity (1)	82,383	78,447	77,920	76,296
Liabilities				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	13,783	14,829	32,972	34,967
(ii) Other financial liabilities	4,491	4,280	5,065	4,587
(b) Provisions	328	199	394	236
(c) Deferred tax liabilities (Net)	4,030	3,003	4,030	3,003
(d) Other current liabilities	179	178	229	229
Total Non - Current Liabilities	22,811	22,489	42,690	43,022
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	9,577	5,800	11,526	9,561
(ii) Trade payables	7,841	8,420	13,680	14,777
(iii) Other financial liabilities	3,844	2,940	5,077	5,079
(b) Provisions	200	156	228	208
(c) Current Tax Liabilities (Net)	232	62	232	62
(d) Other current liabilities	4,542	3,380	5,707	4,315
Total Current Liabilities	26,236	20,758	36,450	34,002
Total Equity and Liabilities	131,430	121,694	157,060	153,320



4 Consolidated Segment information:

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

(₹ in lakhs)

Particulars	Consolidated				
	Quarter ended			Year ended	
	March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
1. Segment revenue					
(a) Cement	29,400	24,856	26,748	107,195	92,701
(b) Power	2,269	1,855	1,675	7,690	6,160
Total	31,669	26,711	28,423	114,885	98,861
Less: Inter segment revenue	2,181	1,771	1,329	7,113	4,702
Revenue from operations	29,488	24,940	27,094	107,772	94,159
2. Segment results (Profit)(+)/ Loss(-) before tax and interest					
(a) Cement	2,462	2,021	1,484	10,263	6,136
(b) Power	(2)	(210)	(168)	(497)	142
Total	2,460	1,811	1,316	9,766	6,278
Less:					
(i) Interest expenses (finance costs)	1,537	1,451	1,538	5,929	6,208
(ii) Un-allocable income (Net of un-allocable expense)	(173)	(145)	(122)	(730)	(352)
Total Profit/(Loss) Before Tax	1,096	505	(100)	4,567	422

(₹ in lakhs)

Capital employed (Segment assets – Segment liabilities)	As at March 31, 2018 (Audited)	As at December 31, 2017 (Unaudited)	As at March 31, 2017 (Audited)
Segment assets			
(a) Cement	131,069	131,331	129,354
(b) Power	12,853	13,192	16,382
(c) Unallocated	13,138	15,710	7,584
Total assets	157,060	160,233	153,320
Segment liabilities			
(a) Cement	36,754	40,672	31,359
(b) Power	1,985	1,571	3,461
(c) Unallocated	4,094	3,879	3,107
Total liabilities	42,833	46,122	37,927

- The Government of India introduced the Goods and Services Tax (GST) with effect from July 01, 2017. Accordingly, in compliance with Indian Accounting Standards (Ind AS) 18- 'Revenue', Revenue for the operations for the quarter ended March 31, 2018, quarter ended December 31, 2017 and year ended March 31, 2018 (from July 1, 2018) is net of GST. For the quarter ended and year ended March 31, 2017, Revenue from operations includes excise duty which is now subsumed in GST.
- The consolidated financial results includes the results of its wholly owned subsidiary Sagar Cements (R) Limited.
- The figures for the last quarter are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to third quarter of the financial year.
- The Board of Directors on October 26, 2017 announced an Interim Dividend of ₹ 2.50 per equity share (25%) on the 2,04,00,000 equity shares of ₹ 10/- each of the company for the year 2017-18 and paid the same on November 16, 2017. The Board at its meeting held on today has recommended for approval of the shareholders a further dividend of ₹ 1.50 per equity share (15%) on the above said shares for the year 2017-18.
- Effective April 5, 2018, the Company has acquired assets of two hydel power plants from Sagar Power Limited for captive consumption of power.
- Corresponding previous period's figures have been regrouped/reclassified, wherever necessary.

Place: Hyderabad
Date: May 29, 2018



For Sagar Cements Limited
S Sreekanth Reddy
S Sreekanth Reddy
(Executive Director)

**INDEPENDENT AUDITOR'S REPORT
TO THE BOARD OF DIRECTORS OF
SAGAR CEMENTS LIMITED**

1. We have audited the accompanying Statement of Standalone Financial Results of **SAGAR CEMENTS LIMITED** ("the Company"), for the year ended March 31, 2018, ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related standalone Ind AS financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ('Ind AS') and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.
3. 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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from 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 and fair presentation of the Statement 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

4. 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; and
 - (ii) gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit and total comprehensive income and other financial information of the Company for the year ended March 31, 2018.

5. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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



Ganesh Balakrishnan
Partner
(Membership No. 201193)

Place: Hyderabad
Date: May 29, 2018

INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF SAGAR CEMENTS LIMITED

1. We have audited the accompanying Statement of Consolidated Financial Results of **SAGAR CEMENTS LIMITED** ("the Holding Company") and its subsidiary (the Holding Company and its subsidiary together referred to as "the Group") for the year ended March 31, 2018 ("the Statement"), being submitted by the Holding Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Board of Directors, has been compiled from the related consolidated financial statements which has been prepared in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such consolidated financial statements.
3. 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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from 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 Holding Company's preparation and fair presentation of the Statement 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 Holding 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 obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
 - a. includes the results of following entities:

Holding Company:
Sagar Cements Limited

Subsidiary:
Sagar Cements (R) Limited (Formerly BMM Cements Limited);

Deloitte Haskins & Sells

- b. is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - c. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net profit, total comprehensive income and other financial information of the Group for the year ended March 31, 2018.
5. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

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



Ganesh Balakrishnan
Partner
(Membership No. 2091193)

Place: Hyderabad
Date: May 29, 2018



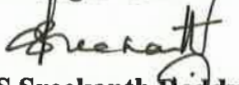
SAGAR CEMENTS LIMITED

DECLARATION

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

Pursuant to Regulation 33 (3) (d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as notified on May 25, 2016, we hereby declare and confirm that Auditors' Reports on the Standalone and Consolidated Annual financial Results of the company for the quarter and year ended March 31, 2018 are an "unmodified opinions".

for Sagar Cements Limited


S.Sreekanth Reddy
Executive Director

Place: Hyderabad
Date : May 29, 2018



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