

ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2021

August 14, 2021

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: Submission of Un-audited Financial Results for the quarter ended 30th June, 2021 -Reg

We are pleased to inform you that the Board of Directors of the Company at its meeting held today i.e August 14, 2021, considered and approved the Un-audited Financial Results for the quarter ended 30th June, 2021.

Copies of Financial Results along with Auditors Limited Report 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

Sd/-
(G. TIRUPATI RAO)
Company Secretary & GM-Legal
Mobile No. 9989773421

Encl: as above



Regd. Office & Factory: Durga Cement Works, Durgapuram, Srinagar(PO),
Dachepalli - 522414, Guntur District, Andhra Pradesh,
Ph: +91 - 8649-257428/29, Fax: +91- 8649-257449,
Website: www.andhracements.com.E.mail: investorcell@andhracements.com
CIN : L26942AP1936PLC002379



ANDHRA CEMENTS LIMITED

Regd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)
 Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021
 (Rs. in Lakhs except EPS)

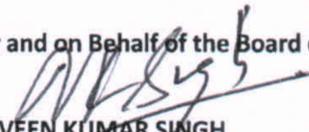
S. No.	PARTICULARS	Quarter Ended			Year Ended
		30.06.2021	31.03.2021	30.06.2020	31.03.2021
		UNAUDITED	AUDITED	UNAUDITED	AUDITED
1	Revenue from Operations	-	-	8	10
2	Other Income	14	18	99	145
3	Total income (1+2)	14	18	107	155
4	Expenses				
(a)	Cost of Material Consumed	-	-	0	0
(b)	Changes in inventories of finished goods and work-in-progress	0	-	6	9
(c)	Employee Benefits Expense	379	365	425	1,605
(d)	Finance Costs	3,870	2,635	3,379	12,972
(e)	Depreciation and Amortisation Expense	1,164	1,169	1,193	4,753
(f)	Power and Fuel	43	34	479	591
(g)	Freight and Forwarding expenses	-	-	0	0
(h)	Other Expenses	145	262	168	729
	Total expenses	5,501	4,465	5,650	20,659
5	Profit / (Loss) before exceptional items and tax (3-4)	(5,587)	(4,447)	(5,543)	(20,504)
6	Exceptional Items	-	-	-	-
7	Profit / (Loss) before tax (5+6)	(5,587)	(4,447)	(5,543)	(20,504)
8	Tax Expense				
	Current Tax	-	-	-	-
	Deferred Tax	-	-	-	-
9	Net Profit / (Loss) for the period (7-8)	(5,587)	(4,447)	(5,543)	(20,504)
10	Other Comprehensive Income (net of tax)				
	items that will not be reclassified to profit and loss	-	-	-	(28)
	items that will be reclassified to profit and loss	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	(5,587)	(4,447)	(5,543)	(20,532)
12	Paid up Equity Share Capital (Face value Rs. 10 per share)	29,352	29,352	29,352	29,352
13	Earning Per Share (of Rs. 10/- each)				
(a)	Basic	(1.90)	(1.51)	(1.89)	(6.99)
(b)	Diluted	(1.90)	(1.51)	(1.89)	(6.99)
		Not Annualised	Not Annualised	Not Annualised	Annualised

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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 August,14, 2021. The Statutory Auditors have conducted limited review of these results in terms of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI-LODR).
- 2 The Company has incurred losses of Rs. 5,587 lakhs for the quarter ended June 30, 2021, resulting into accumulated losses of Rs. 113,116 lakhs against the paid up share capital of Rs. 29,352 lakhs as at June 30, 2021. Moreover, the Company has aggregate borrowing of Rs. 1,23,152 lakhs as on June 30, 2021 including working capital loans and interest accrued thereon. Further at present the plant operations are at halt due to shortage of working capital and consequential attachment of stock and bank accounts of the company by the GST authorities and Power disconnection by the Electricity board.
The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the lenders of Company have decided to identify an investor for resolution of stress in the Company. An advertisement dated 3rd June 2021 has been published in leading newspapers in this regard asking prospective investors to submit an Expression of Interest (EOI). The process is currently underway and various prospective investors are in the midst of due diligence activities. The company hopes to meet obligations/liabilities and is of the view that the company will continue as a going concern. The statutory auditors have qualified their Report in respect of this matter.
- 3 Certain Trade receivables, Security deposits given/taken, Advances to suppliers, Trade payables and Advances from Customers are subject to confirmations. Management believes that no material adjustments would be required in books of accounts upon receipt of these confirmations.
- 4 The Directorate of Revenue Intelligence has issued an order in December 2018 to the company u/s 110(1) of Customs Act,1962 confiscating the capital goods having import value of Rs. 3,979 lakhs due to non-fulfillment of certain export obligations. The company has made adequate provision towards differential Custom Duty and interest thereon.
- 5 Facilities extended by the lenders are overdue for more than 90 days at the end of quarter and previous financial year.
- 6 The outbreak of Coronavirus (COVID - 19) pandemic globally and in India is causing significant disturbance in the markets. On 11.03.2020, the Covid -19 outbreak was declared a global pandemic by the World Health Organisation (WHO). It has also resulted in significant disruption in global and Indian economic activities. The situation has been under close watch by the Company to take prompt actions for continuity of business operations in an optimised manner. The Company believes that the impact of this outbreak will not be significant on its business and financial positions.
- 7 The company's business operation fall in single segment i.e. manufacturing and marketing of cement.
- 8 Figures for the quarter ended March 31, 2021, are the balancing figures between the audited figures in respect of financial year ended March 31,2021 and the published figures for the nine months ended December 31, 2020, which were subject to limited review.

For and on Behalf of the Board of Directors


NAVEEN KUMAR SINGH
DIRECTOR AND CEO

New Delhi
August 14, 2021



ANDHRA CEMENTS LIMITED

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

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

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2021

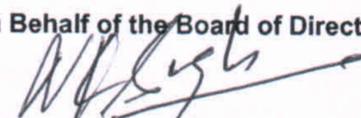
(Rs. In Lakhs except EPS)

Sl. No.	Particulars	Quarter ended 30.06.2021 (Unaudited)	Year ended 31.03.2021 (Audited)	Quarter ended 30.06.2020 (Unaudited)	Year ended 31.03.2020 (Audited)
1.	Total Income	14	155	107	14,363
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(5,587)	(20,504)	(5,543)	(17,660)
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(5,587)	(20,504)	(5,543)	(17,660)
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(5,587)	(20,504)	(5,543)	(16,832)
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(5,587)	(20,532)	(5,543)	(16,841)
6.	Paid-up Equity Share Capital (Face value Rs.10/- per share)	29,352	29,352	29,352	29,352
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(97,383) (As on 31.03.2021)	(97,383) (As on 31.03.2021)	(77,435) (As on 31.03.2020)	(77,435) (As on 31.03.2020)
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)				
	a) Basic	(1.90)	(6.99)	(1.89)	(5.74)
	b) Diluted	(1.90)	(6.99)	(1.89)	(5.74)
		Not Annualised	Annualised	Not Annualised	Annualised

Note :

- 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 August,14, 2021. The Statutory Auditors have conducted limited review of these results in terms of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI-LODR).
- The above is an extract of the detailed format of Quarterly and Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on Websites of NSE (www.nseindia.com) and BSE (www.bseindia.com) and the Company's web site(www.andhracements.com).

For and on Behalf of the Board of Directors


NAVEEN KUMAR SINGH
DIRECTOR AND CEO

New Delhi
August 14, 2021

Independent Auditor's Limited Review Report on the Unaudited Financial Results of ANDHRA CEMENTS LIMITED for the quarter ended on June 30, 2021 pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

TO
THE BOARD OF DIRECTORS,
ANDHRA CEMENTS LIMITED

1. We have reviewed the accompanying statement of Unaudited Financial Results of **ANDHRA CEMENTS LIMITED** ("the Company") for the quarter ended on 30th June, 2021 together with the notes thereon (hereinafter referred to as "the Statement" and initialed for the purpose of identification) being submitted by the Company pursuant to the requirement of Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') as amended, read with SEBI Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 ("the Circular").
2. The statement, which is the responsibility of the Company's Management and approved by the Board of Directors of the company, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant Rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



4. **Basis of Qualified conclusion**

Attention is drawn to:

We refer to Note 2 to the unaudited financial results in respect of preparation of the financial results of the Company on going concern basis for the reasons stated therein. During the quarter ended 30th June, 2021, the Company has incurred losses of Rs. 5,587 lakhs, resulting into accumulated losses of Rs 1,13,116 lakhs and erosion of net worth as at 30th June, 2021. The Company has obligation towards fund-based borrowings aggregating to Rs. 1,23,152 lakhs as on 30th June, 2021 including working capital loans and interest accrued thereon. The plant operations are continuously at halt due to shortage of working capital and consequential attachment of stock and bank accounts of the company by the GST authorities and power disconnection by the Electricity board since February 2020. The Company's current liabilities have exceeded current assets as on 30th June, 2021. Currently, the lenders to the company have decided to identify an investor for resolution of stress in the company. An Advertisement dated 3rd June 2021 has been published in leading newspaper in this regard asking prospective investors to submit an Expression of Interest (EoI) in this regard. The process is currently underway and various prospective investors are in the midst of due diligence activities. These matters require the Company to generate additional cash flow to fund the operations as well as payments to lenders, creditors, statutory dues and other obligations.

These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any on the accompanying financial results.

Matters stated above have also been qualified in our report in preceding quarter/year ended 31st March, 2021 and corresponding quarter ended on 30th June 2020.

5. **Qualified Conclusion**

Based on our review conducted and procedures performed as stated in paragraph 3 above, *except possible effect as stated in basis of Qualified conclusion paragraph above*, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with the recognition and measurement principles laid down in the applicable Indian Accounting Standard ("Ind AS") specified under Section 133 of the Companies Act, 2013 as amended, read with relevant Rules and other recognized accounting practices and policies thereon, has not disclosed the information required to be disclosed in terms of the Listing Regulation, read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.



6. Emphasis of matter

We draw attention to:

- a) Note 3 to the unaudited financial results regarding pending confirmation in respect of certain trade receivables, security deposits given/taken, advances to suppliers, trade payables and advances from customers. The Management believes that on confirmation, there will not be any material impact on the accompanying financial statements.
- b) Note 4 to the unaudited financial results, in respect of confiscation of imported capital goods having import value of Rs 3,979 lakhs due to non-fulfillment of certain export obligations.
- c) Note 6 to the unaudited financial results regarding the impact of COVID-19 pandemic on the Company. Management is of the view that there are no reasons to believe that the pandemic will have any significant impact on the ability of the company to continue as a going concern. Nevertheless, the impact in sight of involvement of pandemic in future period is uncertain and could impact the operations in future years.

Our conclusion on the statement is not modified in respect of above stated matters.

**For Dass Gupta & Associates
Chartered Accountants
Firm Registration No. 000112N**



**(CA Pankaj Mangal)
Partner
Membership No. 097890**

**Place: Delhi
Date: 14th August, 2021
UDIN: 21097890AAAAAU7411**