



ANDHRA CEMENTS LIMITED

Subsidiary of SAGAR CEMENTS LIMITED

Ref. ACL.SE:2023

19th October, 2023

The Manager Listing Department National Stock Exchange of India Ltd Exchange Plaza, C-1, G-Block Bandra-Kurla Complex, Bandra (E), Mumbai – 400051 NSE Symbol: ACL	The Manager Listing Department BSE Limited 25 th Floor, New Trading Ring, P J Towers, Dalal Street, Fort Mumbai – 400 001 BSE Scrip Code - 532141
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Dear Sirs,

Re: Un-audited Financial Results for the 2nd Quarter ended 30th September, 2023

We are pleased to inform you that the Board of Directors of the Company at its meeting held today i.e 19th October, 2023, **(Commenced at 11.00 am and Concluded at 3.00 pm)** considered and approved the Un-audited Financial Results for the 2nd quarter / half year ended 30th September, 2023.

Copies of Financial Results along with Auditors Limited Review Report under Reg, 33 (3) (d) of SEBI (LODR) Regulations, 2015 is attached herewith for your kind information and records.

Thanking you,

Yours truly,
For ANDHRA CEMENTS LTD

G. TIRUPATI RAO
COMPANY SECRETARY

Encl; As Above

Regd. Office & Works : Durga Cement Works, Durgapuram, Srinagar Post, Dachepalli Mandal, Palnadu District, A.P - 522414.

Phone: +91 8649-257441 / 42 | Fax: +91 8649-257428

Vizag Unit : Visakha Cement Works, Parlupalem Village, Durganagar Post, Visakhapatnam - 530029, A.P.

Corporate Office : Plot No.111, Road No.10, Jubilee Hills, Hyderabad - 500033, Telangana, India.

Phone : +91-40-23351571, 23356572 Fax : +91-40-23356573

Website: www.andhracements.com | E-mail: investorcell@andhracements.com | CIN: L26942API936PLC002379 | GSTIN: 37AABCA9263D2ZQ

ANDHRA CEMENTS LIMITED
CIN No: L26942AP1936PLC002379

Durga Cement Works, Durgapuram, Srinagar Post, Dachepalli Mandal, Palnadu District, Andhra Pradesh - 522 414,
Phone: +91 8649 257441 Fax: +91 8649 257428, Email: investorcell@andhracemts.com, Website: www.andhracemts.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2023

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

Sl. No.	Particulars	Quarter ended			Six months ended		Year ended
		September 30, 2023	June 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022	March 31, 2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	(a) Revenue from operations	6,515	1,320	-	7,835	-	-
	(b) Other income	25	36	28	61	42	48
	Total income	6,540	1,356	28	7,896	42	48
2	Expenses						
	(a) Cost of materials consumed	1,031	707	-	1,738	-	-
	(b) Changes in inventories of finished goods and work-in-progress	(2,240)	(5)	-	(2,245)	-	33
	(c) Employee benefits expense	314	280	151	594	343	744
	(d) Finance costs	1,879	1,414	4,289	3,293	8,426	1,567
	(e) Depreciation and amortisation expense	1,303	1,287	1,168	2,590	2,331	4,679
	(f) Power and fuel expenses	4,919	476	31	5,395	67	105
	(g) Freight and forwarding expense	921	288	-	1,209	-	-
	(h) Other expenses	795	671	212	1,466	371	1,713
	Total expenses	8,922	5,118	5,851	14,040	11,538	8,841
3	Loss before exceptional items and tax (1 - 2)	(2,382)	(3,762)	(5,823)	(6,144)	(11,496)	(8,793)
4	Exceptional items (Refer note 5A and 5B)	1,479	-	-	1,479	-	97,163
5	(Loss)/ profit before tax (3 + 4)	(903)	(3,762)	(5,823)	(4,665)	(11,496)	88,370
6	Tax expense						
	(a) Current tax	-	-	-	-	-	-
	(b) Deferred tax	(805)	(1,296)	-	(2,101)	-	(6,592)
	Total tax expense	(805)	(1,296)	-	(2,101)	-	(6,592)
7	Net (loss)/ profit for the period/ year (5 - 6)	(98)	(2,466)	(5,823)	(2,564)	(11,496)	94,962
8	Other Comprehensive Income						
	(i) Remeasurements gain on defined benefit plans	-	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income	-	-	-	-	-	-
9	Total Comprehensive (loss)/ Income (7+8)	(98)	(2,466)	(5,823)	(2,564)	(11,496)	94,962
10	Paid up equity share capital (Face value of ₹ 10 per share) (Refer note 4)						9,217
11	Other equity						26,307
12	Earnings per share of ₹ 10 each						
	(a) Basic (in ₹)	(0.11)	(2.68)	(1.98)	(2.78)	(3.92)	34.82
	(b) Diluted (in ₹)	(0.11)	(2.68)	(1.98)	(2.78)	(3.92)	34.82
		(*)	(*)	(*)	(*)	(*)	

(*) - Not Annualised



Balance Sheet

(₹ in lakhs)

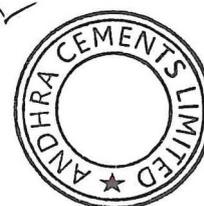
Particulars	As at	As at
	September 30, (Unaudited)	March 31, 2023 (Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	71,255	73,816
(b) Capital work-in-progress	8,594	2,630
(c) Right of use assets	20	-
(d) Intangible assets		
(i) Other Intangible assets	2	-
(e) Financial assets		
(i) Other financial assets	905	17
(f) Deferred tax assets (net)	8,693	6,592
(g) Other non-current assets	980	1,367
Total Non-current assets (1)	90,449	84,422
Current assets		
(a) Inventories	6,603	517
(b) Financial assets		
(i) Trade receivables	5,448	-
(ii) Cash and cash equivalents	527	4,370
(iii) Bank balances other than Cash and cash equivalents	927	926
(iv) Other financial assets	246	8
(c) Other current assets	1,024	632
(d) Income tax assets (net)	-	5
Total Current assets (2)	14,775	6,458
Asset held for sale (3) (Refer note 6)	900	-
TOTAL ASSETS (1+2+3)	1,06,124	90,880
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	9,217	9,217
(b) Other equity	24,462	26,307
Total Equity (1)	33,679	35,524
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	60,552	52,490
(ia) Lease liabilities	7	-
(ii) Other financial liabilities	4	-
(b) Provisions	127	159
Total Non-current liabilities (2)	60,690	52,649
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,749	-
(ia) Lease liabilities	15	-
(ii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	92	5
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	7,214	285
(iii) Other financial liabilities	147	2,190
(b) Provisions	68	68
(c) Other current liabilities	470	159
Total Current liabilities (3)	11,755	2,707
TOTAL EQUITY AND LIABILITIES (1+2+3)	1,06,124	90,880



Statement of cash flows for the six months ended September 30, 2023

(₹ in lakhs)

Particulars	Six months ended September 30, 2023		Six months ended September 30, 2022	
	(Unaudited)		(Unaudited)	
A Cash flow from operating activities				
Loss before tax		(4,665)		(11,496)
Adjustments for				
Depreciation and amortization expense	2,590		2,331	
Finance costs	3,293		8,426	
Interest income	(49)		(42)	
Exceptional income (Refer note 5A)	(1,479)		-	
Unrealised gain on foreign currency transactions and translation	(6)		-	
		4,349		10,715
Operating profit before working capital changes		(316)		(781)
Changes in working capital				
Adjustments for (increase)/decrease in operating assets:				
Trade receivables	(5,448)		5	
Inventories	(6,086)		2	
Other financial assets	(456)		(48)	
Other assets	(428)		31	
		(12,418)		(10)
Adjustments for increase/(decrease) in operating liabilities:				
Trade payables	7,022		543	
Other financial liabilities	(566)		10,703	
Provisions	(32)		(102)	
Other liabilities	311		336	
		6,735		11,480
Cash generated from operating activities		(5,999)		10,689
Less: Income tax paid		-		-
Net cash generated from operating activities		(5,999)		10,689
B Cash flow from investing activities				
Capital expenditure on property, plant and equipment including capital advances	(7,402)		-	
Deposits not considered as cash and cash equivalents				
- Placed	-		(1,903)	
- Matured	-		-	
Proceeds from disposal of plant and equipment	820		-	
Interest received	19		42	
Net cash used in investing activities		(6,563)		(1,861)
C Cash flow from financing activities				
Proceeds from non-current borrowings	8,964		-	
Repayment of non-current borrowings	(2)		-	
Proceeds from current borrowings (net)	2,849		-	
Repayment of lease liabilities	(7)		-	
Finance costs	(3,085)		(8,426)	
Net cash generated from financing activities		8,719		(8,426)
Net increase in cash and cash equivalent (A+B+C)		(3,843)		402
Cash and cash equivalent at the beginning of the period		4,370		1
Cash and cash equivalent at the end of the period		527		403



Notes:

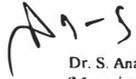
- 1 The above financial results of Andhra Cements Limited ("the Company") as reviewed by the Audit Committee have been approved by the Board of Directors at its meeting held on October 19, 2023. The Statutory auditors of the Company have issued an unmodified conclusion in respect of the limited review of the the quarter and six months ended September 30, 2023.
- 2 The Company is engaged in manufacture and sale of "cement and cement related products" which constitutes a single reportable business segment as per Ind AS 108 - 'Operating Segments'.
- 3 The financial results of the Company have been prepared in accordance with the Indian Accounting Standards as 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").
- 4 The implementation of the Approved Resolution Plan commenced on February 17, 2023, the entire process was completed within the prescribed timeline of 30 days as mentioned in the approved Resolution Plan. Pursuant to the implementation of resolution plan, Erstwhile promoter fully paid up equity shares of 20,17,41,371 has been cancelled and the public shareholding have been reduced from 9,17,79,121 shares to 45,88,956 of ₹ 10 each (i.e., reduced to 5%) of the reconstituted paid up equity share capital of the Company. The Board of Directors of the Company at its meeting held on March 23, 2023 approved allotment of 8,75,63,533 fully paid equity shares ₹ 10/- each to Sagar Cements Limited with a premium of ₹ 26.80 per share, aggregating to ₹ 32,223 lakhs, representing 95% of the equity share capital of the Company.
Post implementation of the resolution plan, the Monitoring Committee was dissolved on March 17, 2023 and the Board of Directors took charge for managing the affairs of the company and to maintain the Company as a going concern.
- 5A Exceptional item in the financial results represents impairment reversal recorded during the quarter and six months ended September 30, 2023, based on remeasurement of certain assets at fair value as per the agreement entered by the Company.
- 5B Exceptional Income on account of gains recognised in accordance with the approved Resolution Plan comprises of:

Particulars	₹ in lakhs	
	For the year ended March 31, 2023	
Extinguishment of dues towards secured financial creditors	58,462	
Liabilities of capital goods extinguishment	8,120	
Statutory remittances written back	1,973	
Other current and non-current liabilities written back	34,317	
Total income (A)	1,02,872	
Other current and non-current assets written off	1,000	
Provision for impairment in Property, plant & equipment	4,709	
Total expense (B)	5,709	
Net gain (A -B)	97,163	

- 6 Asset held for sale represents Cement Mill I and Cement Mill II along with its auxiliary equipments. These assets are classified as asset held for sale based on sale agreement executed by the Company, pending clearance of the above-mentioned assets from site by the identified buyer. Asset held for sale is classified at lower of cost or net realizable value.
- 7 The financial results of the Company for the quarter ended September 30, 2022, and half year ended September 30, 2022 were reviewed by the predecessor auditors (M/s Dass Gupta & Associates, Chartered Accountants), who have expressed an unmodified review conclusion. The financial results of the Company for the year ended March 31, 2023 were audited by the predecessor auditors (M/s Dass Gupta & Associates, Chartered Accountants), who have expressed an unmodified opinion.

Place: Hyderabad
Date: October 19, 2023



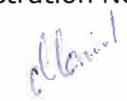
For Andhra Cements Limited

Dr. S. Anand Reddy
(Managing Director)

INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF ANDHRA CEMENTS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **ANDHRA CEMENTS LIMITED** (the "Company"), for the quarter and six months ended September 30, 2023 (the "Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed 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 a conclusion 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 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 aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 008072S)


C Manish Muralidhar
(Partner)
(Membership No. 213649)

Place: Hyderabad
Date: October 19, 2023
UDIN: 23213649BGVCCX3276