

April 21, 2020

**National Stock Exchange  
of India Limited**

Exchange Plaza, 5th Floor  
Plot No.C/1, G Block,  
Bandra Kurla Complex,  
Bandra (East), Mumbai 400 051  
Tel.: 2659 8235/36 8458  
**Scrip Code: ACC**

**BSE Limited**

Corporate Relations  
Department  
P.J. Towers, Dalal Street  
Mumbai 400 001  
Tel.: 2272 8013/15/58/8307  
**Scrip Code: 500410**

ACC Limited  
Registered Office  
Cement House  
121, Maharshi Karve Road  
Mumbai - 400 020, India

CIN: L26940MH1936PLC002515

Phone: +91 22 3302 4321  
Fax: +91 22 6631 7458  
[www.acclimited.com](http://www.acclimited.com)

Dear Sirs,

**Sub: Outcome of the Board Meeting for the quarter ended March 31, 2020 - SEBI  
(Listing Obligations and Disclosure Requirements) Regulations, 2015**

Pursuant to the provisions of Regulation 33 and other applicable provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI LODR'), we wish to inform you that the Board of Directors (the '**Board**') of ACC Limited ('**Company**') at its meeting held today i.e. Tuesday, April 21, 2020, considered and approved the Unaudited Standalone Financial Statements of the Company for the quarter ended March 31, 2020 and the Consolidated Financial Statements of the Company for the quarter ended March 31, 2020.

A copy of the unaudited financial results along with the Limited Review Report thereon and the declaration (*on the Standalone and Consolidated Financial Results of the Company for the quarter ended March 31, 2020*) that the Limited Review Report on the Results is with unmodified opinion in pursuance of the Regulation 33(3)(d) of SEBI LODR is enclosed herewith.

A media release on the results is also enclosed herewith.

The Board Meeting commenced at 2:00 p.m. and concluded at 4:35 p.m. All the above mentioned documents will be simultaneously posted on the Company's website at [www.acclimited.com](http://www.acclimited.com).

You are requested to take note of the same.

Yours Sincerely  
For **ACC Limited**

**Rajiv Choubey**  
**Chief Legal Officer & Company Secretary**  
**ACS-13063**

Encl.: as above

**ACC LIMITED**  
**CIN: L26940MH1936PLC002515**  
**Registered Office : Cement House,**  
**121, Maharshi Karve Road, Mumbai - 400 020**  
**Tel. No.: 022-41593321; Fax No.: 022-66317458; Website: www.acclimited.com; e-mail: ACC-InvestorSupport@acclimited.com**

( ₹ in Crore )

**Statement of Standalone Unaudited Results for the Quarter Ended 31-03-2020**

	Particulars	3 months ended 31-03-2020	Preceding 3 months ended 31-12-2019	Corresponding 3 months ended 31-03-2019	Previous year ended 31-12-2019
			(Refer Note - 8)		
		Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Revenue from Operations</b>				
	a) Sales / Income from Operations	3,433.02	3,969.77	3,849.63	15,343.11
	b) Other operating revenue	68.69	90.50	69.46	313.54
	<b>Total Revenue from Operations</b>	<b>3,501.71</b>	<b>4,060.27</b>	<b>3,919.09</b>	<b>15,656.65</b>
<b>2</b>	Other Income (Refer Note - 5)	54.65	55.99	152.49	311.21
<b>3</b>	<b>Total Income</b>	<b>3,556.36</b>	<b>4,116.26</b>	<b>4,071.58</b>	<b>15,967.86</b>
<b>4</b>	<b>Expenses</b>				
	a) Cost of materials consumed	529.99	523.06	635.96	2,258.10
	b) Purchases of stock-in-trade	110.16	103.82	66.04	361.69
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(164.67)	324.57	9.53	100.81
	d) Employee benefits expense	208.46	232.47	199.52	863.97
	e) Power and Fuel	733.82	740.02	791.56	3,131.34
	f) Freight and Forwarding expense	945.70	989.45	1,061.27	4,050.06
	g) Finance costs (Refer Note - 3)	10.59	29.24	20.85	86.22
	h) Depreciation and amortisation expense (Refer Note - 3)	157.08	159.95	146.69	602.97
	i) Other expenses (Refer Note - 3)	552.40	606.33	624.30	2,481.23
	<b>Total expenses</b>	<b>3,083.53</b>	<b>3,708.91</b>	<b>3,555.72</b>	<b>13,936.39</b>
<b>5</b>	<b>Profit before tax (3-4)</b>	<b>472.83</b>	<b>407.35</b>	<b>515.86</b>	<b>2,031.47</b>
<b>6</b>	Tax expense (Refer Note - 6)				
	a) Current tax	142.64	116.61	203.17	689.81
	b) Deferred tax charge / (credit)	10.25	21.52	(25.73)	(17.25)
		<b>152.89</b>	<b>138.13</b>	<b>177.44</b>	<b>672.56</b>
<b>7</b>	<b>Profit for the period (5-6)</b>	<b>319.94</b>	<b>269.22</b>	<b>338.42</b>	<b>1,358.91</b>

-2-

(₹ in Crore)					
	Particulars	3 months ended 31-03-2020	Preceding 3 months ended 31-12-2019	Corresponding 3 months ended 31-03-2019	Previous year ended 31-12-2019
			(Refer Note - 8)		
		Unaudited	Unaudited	Unaudited	Audited
8	Other Comprehensive Income (OCI)				
	Items that will not be reclassified to profit or loss				
	Re-measurement gains / (loss) on defined benefit plans (Refer Note - 7)	(4.45)	(24.79)	4.96	(75.28)
	Income tax relating to items that will not be reclassified to profit or loss	1.56	8.65	(1.73)	26.30
	<b>Other Comprehensive Income for the period, net of tax</b>	<b>(2.89)</b>	<b>(16.14)</b>	<b>3.23</b>	<b>(48.98)</b>
9	<b>Total Comprehensive Income (7+8)</b>	<b>317.05</b>	<b>253.08</b>	<b>341.65</b>	<b>1,309.93</b>
10	Paid-up equity share capital (Face value per share ₹ 10)	187.99	187.99	187.99	187.99
11	Other Equity				11,333.29
12	Earnings per share of ₹ 10 each (not annualised)				
	(a) Basic ₹	17.04	14.34	18.02	72.36
	(b) Diluted ₹	17.00	14.30	17.98	72.19

(₹ in Crore)					
Standalone Segment wise Revenue, Result, Assets and Liabilities					
	Particulars	3 months ended 31-03-2020	Preceding 3 months ended 31-12-2019	Corresponding 3 months ended 31-03-2019	Previous year ended 31-12-2019
			(Refer Note - 8)		
		Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue (Including inter-segment revenue)				
a	Cement	3,153.07	3,704.90	3,587.06	14,365.91
b	Ready Mix Concrete	389.83	388.89	392.99	1,482.55
	<b>Total</b>	<b>3,542.90</b>	<b>4,093.79</b>	<b>3,980.05</b>	<b>15,848.46</b>
	Less: Inter Segment Revenue	41.19	33.52	60.96	191.81
	<b>Total Revenue from Operations</b>	<b>3,501.71</b>	<b>4,060.27</b>	<b>3,919.09</b>	<b>15,656.65</b>
2	Segment Results				
a	Cement	393.67	312.65	357.76	1,701.25
b	Ready Mix Concrete	36.27	68.03	40.17	133.21
	<b>Total</b>	<b>429.94</b>	<b>380.68</b>	<b>397.93</b>	<b>1,834.46</b>
	Less: i Finance costs	10.59	29.24	20.85	86.22
	ii Other Un-allocable Expenditure net of Un-allocable (Income)	(2.51)	(5.89)	(2.07)	(16.48)
	Add : Interest and Dividend Income (Refer Note - 5)	50.97	50.02	136.71	266.75
	<b>Total Profit before tax</b>	<b>472.83</b>	<b>407.35</b>	<b>515.86</b>	<b>2,031.47</b>
3	<b>Segment Assets</b>				
a	Cement	11,588.09	10,925.45	12,053.63	10,925.45
b	Ready Mix Concrete	670.93	470.27	484.85	470.27
c	Unallocated	5,244.25	5,686.38	3,506.65	5,686.38
	<b>Total Assets</b>	<b>17,503.27</b>	<b>17,082.10</b>	<b>16,045.13</b>	<b>17,082.10</b>
4	<b>Segment Liabilities</b>				
a	Cement	3,776.55	3,792.39	3,756.12	3,792.39
b	Ready Mix Concrete	465.62	355.15	343.80	355.15
c	Unallocated	1,421.30	1,413.28	1,392.84	1,413.28
	<b>Total Liabilities</b>	<b>5,663.47</b>	<b>5,560.82</b>	<b>5,492.76</b>	<b>5,560.82</b>

## Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 21, 2020. The Statutory Auditors have carried out a limited review of the above results.
- 2 The COVID -19 pandemic is rapidly spreading throughout the world. ACC's plants and offices are under nationwide lockdown since March 24, 2020. As a result of lockdown the volumes for the month of March 2020 has been impacted. The Company is monitoring the situation closely and will resume operations in a phased manner taking into account directives from the Government.
- 3 The Company has adopted Ind AS 116 effective January 01, 2020, using the modified retrospective approach without restatement of the comparative period. Leases that were accounted for as operating leases in accordance with Ind AS 17 Leases, are recognised at the present value of the remaining lease payments starting January 01, 2020, and discounted using the lessee's incremental borrowing rate as at the date of initial application. This has resulted in recognising a lease liabilities and right-of-use assets of ₹ 131.61 Crore. The effect of implementing Standard in the statement of profit and loss for the three months ended March 31, 2020 is as under:  
Other expenses are lower by ₹ 8.85 Crore  
Depreciation and Amortisation expenses is higher by ₹ 7.20 Crore  
Finance costs are higher by ₹ 2.64 Crore
- 4 The Competition Commission of India ('CCI'), on grounds of alleged cartelisation, vide its order dated August 31, 2016 had imposed a penalty of ₹ 1,147.59 Crore on the Company. The Company had appealed against the penalty to the Competition Appellate Tribunal (COMPAT) which granted a stay with a condition to deposit 10% of the penalty amount, which was deposited (the "Interim order"). COMPAT was replaced by the National Company Law Appellate Tribunal (NCLAT) effective May 26, 2017, who vide its judgment dated July 25, 2018, dismissed the Company's appeal and upheld the CCI's order. Against the above judgment of NCLAT, the Company appealed before the Hon'ble Supreme Court, which by its order dated October 05, 2018 has admitted the appeal and directed that the interim order passed by the Tribunal in this case will continue in the meantime.  
  
In a separate matter, pursuant to a reference filed by the Government of Haryana, the CCI by its order dated January 19, 2017 had imposed a penalty of ₹ 35.32 Crore on the Company. On Company's filing an appeal, COMPAT has stayed the penalty. Matter is now listed before NCLAT and is pending for hearing.  
  
Based on the advice of external legal counsel, the Company believes it has a strong case on merits for successful appeal in these matters. Accordingly, the Company is of the view that no provision is necessary in these financial results.
- 5 During the previous year ended December 31, 2019 receipt of Orders Giving Effect (OGE) of the CIT(A) orders for certain Assessment Years, resulted in interest income and reversal of provision for interest on income tax aggregating ₹ 276.66 Crore. The Company made a provision of ₹ 177.18 Crore against this due to uncertainty of its ultimate realisability and the net income of ₹ 99.48 Crore is included in Other Income for the quarter ended March 31, 2019 and year ended December 31, 2019.
- 6 On September 20, 2019, vide the Taxation Laws (Amendment) Ordinance 2019, the Government of India inserted Section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective April 01, 2019 subject to certain conditions. The Company is currently in the process of evaluating this option.

## Notes (Contd.):

- 7 The Provident Fund of ACC Limited (Trust) had invested ₹ 49 Crore in perpetual bonds of IL&FS Financial Services Limited.  
In view of uncertainties regarding recoverability of this investment, during the previous year ended December 31, 2019 the Company provided ₹ 49 Crore being the change in re-measurement of the defined benefit plans, in Other Comprehensive Income towards probable incremental employee benefit liability that may arise on the Company on account of any likely shortfall of the Trust in meeting its obligations.
- 8 The figures of the quarter ended December 31, 2019 are the balancing figures between audited figures in respect of the full financial year ended December 31, 2019 and the unaudited published year-to-date figures up to the third quarter of the financial year.
- 9 Figures for the previous periods have been regrouped / reclassified wherever necessary to conform to the current period's presentation.

For and on behalf of the Board of Directors

(Sridhar Balakrishnan )  
MANAGING DIRECTOR & CEO  
DIN:08699523

Mumbai - April 21, 2020

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

### THE BOARD OF DIRECTORS OF ACC LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **ACC LIMITED** ("the Company"), for the quarter ended March 31, 2020 ("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.

# **Deloitte Haskins & Sells LLP**

5. We draw attention to Note 4 to the Statement which describes the following matters:

- a. In terms of order dated August 31, 2016, the Competition Commission of India (CCI) had imposed a penalty of ₹ 1,147.59 crores for alleged contravention of the provisions of the Competition Act, 2002 (the Competition Act) by the Company. On the Company's appeal, National Company Law Appellate Tribunal (NCLAT), (which replaced the Competition Appellate Tribunal (COMPAT) effective May 26, 2017), in its order passed on July 25, 2018 had upheld the CCI's Order. The Company's appeal against the said judgement of NCLAT before the Hon'ble Supreme Court was admitted vide its order dated October 05, 2018 with a direction that the interim order passed by the Tribunal would continue.
- b. In a separate matter, pursuant to a reference filed by the Government of Haryana, the CCI by its order dated January 19, 2017, had imposed a penalty of ₹ 35.32 crores on the Company for alleged contravention of the provisions of the Competition Act. On Company's filing an appeal together with application for interim stay against payment of penalty, COMPAT has stayed the penalty pending hearing of the application. This matter is listed before the NCLAT for hearing.

Based on the Company's assessment on the outcome of these appeals supported by the advice of external legal counsel, the Company is of the view that no provision is necessary in respect of these matters in these financial results.

Our conclusion on the Statement is not modified in respect of these matters.

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm's Registration No. 117366W/W-100018)

SAIRA NAINAR  
Partner  
(Membership No. 040081)  
(UDIN: 20040081AAAAAQ2232)

Place: MUMBAI  
Date: April 21, 2020

**ACC LIMITED**  
**CIN: L26940MH1936PLC002515**  
**Registered Office : Cement House,**  
**121, Maharshi Karve Road, Mumbai - 400 020**  
**Tel. No.: 022-41593321; Fax No.: 022-66317458; Website: www.acclimited.com; e-mail: ACC-InvestorSupport@acclimited.com**

Statement of Consolidated Unaudited Results for the Quarter Ended 31-03-2020					( ₹ in Crore )
	Particulars	3 months ended 31-03-2020	Preceding 3 months ended 31-12-2019 (Refer Note - 8)	Corresponding 3 months ended 31-03-2019	Previous year ended 31-12-2019
		Unaudited	Unaudited	Unaudited	Audited
1	Revenue from Operations				
	a) Sales / Income from Operations	3,433.02	3,969.77	3,849.63	15,343.11
	b) Other operating revenue	68.69	90.54	69.48	314.44
	Total Revenue from Operations	3,501.71	4,060.31	3,919.11	15,657.55
2	Other Income (Refer Note - 5)	55.92	57.54	156.60	318.43
3	Total Income	3,557.63	4,117.85	4,075.71	15,975.98
4	Expenses				
	a) Cost of materials consumed	529.99	523.10	635.95	2,256.39
	b) Purchases of stock-in-trade	110.16	103.82	66.04	361.69
	c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(164.67)	324.57	9.53	100.81
	d) Employee benefits expense	209.00	233.00	200.07	866.11
	e) Power and Fuel	734.36	740.85	792.09	3,134.01
	f) Freight and Forwarding expense	941.47	984.44	1,056.88	4,032.09
	g) Finance costs (Refer Note - 3)	10.60	29.26	20.86	86.27
	h) Depreciation and amortisation expense (Refer Note - 3)	157.95	160.81	147.57	606.44
	i) Other expenses (Refer Note - 3)	554.92	609.57	626.85	2,493.67
	Total expenses	3,083.78	3,709.42	3,555.84	13,937.48
5	Profit before share of profit of associates and joint ventures and tax (3-4)	473.85	408.43	519.87	2,038.50
6	Share of profit / (loss) of associates and joint ventures	2.23	4.88	3.22	14.02
7	Profit before tax (5+6)	476.08	413.31	523.09	2,052.52
8	Tax expense (Refer Note - 6)				
	a) Current tax	142.83	116.32	202.84	690.20
	b) Deferred tax charge / (credit)	10.23	23.71	(25.77)	(15.22)
		153.06	140.03	177.07	674.98
9	Profit for the period (7-8)	323.02	273.28	346.02	1,377.54

(₹ in Crore)				
Particulars	3 months ended 31-03-2020	Preceding 3 months ended 31-12-2019 (Refer Note - 8)	Corresponding 3 months ended 31-03-2019	Previous year ended 31-12-2019
	Unaudited	Unaudited	Unaudited	Audited
10 Other Comprehensive Income (OCI)				
Items that will not be reclassified to profit or loss				
Re-measurement gains / (loss) on defined benefit plans (Refer Note - 7)	(4.49)	(25.03)	4.95	(75.53)
Income tax relating to items that will not be reclassified to profit or loss	1.56	8.65	(1.73)	26.30
<b>Other Comprehensive Income for the period, net of tax</b>	<b>(2.93)</b>	<b>(16.38)</b>	<b>3.22</b>	<b>(49.23)</b>
<b>11 Total Comprehensive Income (9+10)</b>	<b>320.09</b>	<b>256.90</b>	<b>349.24</b>	<b>1,328.31</b>
12 Profit Attributable to:				
Owners of the Company	323.00	273.25	345.99	1,377.41
Non-controlling interests	0.02	0.03	0.03	0.13
<b>Profit for the period</b>	<b>323.02</b>	<b>273.28</b>	<b>346.02</b>	<b>1,377.54</b>
13 Other Comprehensive Income Attributable to:				
Owners of the Company	(2.93)	(16.38)	3.22	(49.23)
Non-controlling interests	-	-	-	-
<b>Other Comprehensive Income</b>	<b>(2.93)</b>	<b>(16.38)</b>	<b>3.22</b>	<b>(49.23)</b>
14 Total Comprehensive Income Attributable to:				
Owners of the Company	320.07	256.87	349.21	1,328.18
Non-controlling interests	0.02	0.03	0.03	0.13
<b>Total Comprehensive Income</b>	<b>320.09</b>	<b>256.90</b>	<b>349.24</b>	<b>1,328.31</b>
15 Paid-up equity share capital (Face value per share ₹ 10)	187.99	187.99	187.99	187.99
16 Other Equity				11,355.78
17 Earnings per share of ₹ 10 each (not annualised)				
(a) Basic ₹	17.20	14.55	18.42	73.35
(b) Diluted ₹	17.16	14.52	18.38	73.17

(₹ in Crore)					
Consolidated Segment wise Revenue, Result, Assets and Liabilities					
	Particulars	3 months ended 31-03-2020	Preceding 3 months ended 31-12-2019 (Refer Note - 8)	Corresponding 3 months ended 31-03-2019	Previous year ended 31-12-2019
		Unaudited	Unaudited	Unaudited	Audited
1	Segment Revenue (Including inter-segment revenue)				
a	Cement	3,153.07	3,704.94	3,587.08	14,366.81
b	Ready Mix Concrete	389.83	388.89	392.99	1,482.55
	<b>Total</b>	<b>3,542.90</b>	<b>4,093.83</b>	<b>3,980.07</b>	<b>15,849.36</b>
	Less: Inter segment revenue	41.19	33.52	60.96	191.81
	<b>Total Revenue from Operations</b>	<b>3,501.71</b>	<b>4,060.31</b>	<b>3,919.11</b>	<b>15,657.55</b>
2	Segment Results				
a	Cement	393.43	314.59	357.69	1,703.52
b	Ready Mix Concrete	36.27	68.03	40.17	133.21
	<b>Total</b>	<b>429.70</b>	<b>382.62</b>	<b>397.86</b>	<b>1,836.73</b>
	Less: i Finance costs	10.60	29.26	20.86	86.27
	ii Other Un-allocable Expenditure net of Un-allocable (Income)	(2.87)	(3.91)	(5.06)	(18.55)
	Add : Interest and Dividend Income (Refer Note - 5)	51.88	51.16	137.81	269.49
	<b>Profit before share of profit of associates and joint ventures and tax</b>	<b>473.85</b>	<b>408.43</b>	<b>519.87</b>	<b>2,038.50</b>
	Add : Share of profit / (loss) of associates and joint ventures	2.23	4.88	3.22	14.02
	<b>Total Profit Before Tax</b>	<b>476.08</b>	<b>413.31</b>	<b>523.09</b>	<b>2,052.52</b>
3	<b>Segment Assets</b>				
a	Cement	11,643.12	10,979.56	12,112.75	10,979.56
b	Ready Mix Concrete	670.93	470.27	484.85	470.27
c	Unallocated	5,245.22	5,686.15	3,487.11	5,686.15
	<b>Total Assets</b>	<b>17,559.27</b>	<b>17,135.98</b>	<b>16,084.71</b>	<b>17,135.98</b>
4	<b>Segment Liabilities</b>				
a	Cement	3,789.77	3,806.50	3,769.04	3,806.50
b	Ready Mix Concrete	465.62	355.15	343.80	355.15
c	Unallocated	1,435.39	1,427.40	1,404.67	1,427.40
	<b>Total Liabilities</b>	<b>5,690.78</b>	<b>5,589.05</b>	<b>5,517.51</b>	<b>5,589.05</b>

## Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on April 21, 2020. The Statutory Auditors have carried out a limited review of the above results.
- 2 The COVID -19 pandemic is rapidly spreading throughout the world. ACC's plants and offices are under nationwide lockdown since March 24, 2020. As a result of lockdown the volumes for the month of March 2020 has been impacted. The Company is monitoring the situation closely and will resume operations in a phased manner taking into account directives from the Government.
- 3 The Company has adopted Ind AS 116 effective January 01, 2020, using the modified retrospective approach without restatement of the comparative period. Leases that were accounted for as operating leases in accordance with Ind AS 17 Leases, are recognised at the present value of the remaining lease payments starting January 01, 2020, and discounted using the lessee's incremental borrowing rate as at the date of initial application. This has resulted in recognising a lease liabilities and right-of-use assets of ₹ 131.61 Crore. The effect of implementing Standard in the statement of profit and loss for the three months ended March 31, 2020 is as under:  
Other expenses are lower by ₹ 8.85 Crore  
Depreciation and Amortisation expenses is higher by ₹ 7.20 Crore  
Finance costs are higher by ₹ 2.64 Crore
- 4 The Competition Commission of India ('CCI'), on grounds of alleged cartelisation, vide its order dated August 31, 2016 had imposed a penalty of ₹ 1,147.59 Crore on the Company. The Company had appealed against the penalty to the Competition Appellate Tribunal (COMPAT) which granted a stay with a condition to deposit 10% of the penalty amount, which was deposited (the "Interim order"). COMPAT was replaced by the National Company Law Appellate Tribunal (NCLAT) effective May 26, 2017, who vide its judgment dated July 25, 2018, dismissed the Company's appeal and upheld the CCI's order. Against the above judgment of NCLAT, the Company appealed before the Hon'ble Supreme Court, which by its order dated October 05, 2018 has admitted the appeal and directed that the interim order passed by the Tribunal in this case will continue in the meantime.  
  
In a separate matter, pursuant to a reference filed by the Government of Haryana, the CCI by its order dated January 19, 2017 had imposed a penalty of ₹ 35.32 Crore on the Company. On Company's filing an appeal, COMPAT has stayed the penalty. Matter is now listed before NCLAT and is pending for hearing.  
  
Based on the advice of external legal counsel, the Company believes it has a strong case on merits for successful appeal in these matters. Accordingly, the Company is of the view that no provision is necessary in these financial results.
- 5 During the previous year ended December 31, 2019 receipt of Orders Giving Effect (OGE) of the CIT(A) orders for certain Assessment Years, resulted in interest income and reversal of provision for interest on income tax aggregating ₹ 276.66 Crore. The Company made a provision of ₹ 177.18 Crore against this due to uncertainty of its ultimate realisability and the net income of ₹ 99.48 Crore is included in Other Income for the quarter ended March 31, 2019 and year ended December 31, 2019.
- 6 On September 20, 2019, vide the Taxation Laws (Amendment) Ordinance 2019, the Government of India inserted Section 115BAA in the Income Tax Act, 1961 which provides domestic companies a non-reversible option to pay corporate tax at reduced rates effective April 01, 2019 subject to certain conditions. The Company is currently in the process of evaluating this option.

Notes (Contd.):

- 7 The Provident Fund of ACC Limited (Trust) had invested ₹ 49 Crore in perpetual bonds of IL&FS Financial Services Limited.  
In view of uncertainties regarding recoverability of this investment, during the previous year ended December 31, 2019 the Company provided ₹ 49 Crore being the change in re-measurement of the defined benefit plans, in Other Comprehensive Income towards probable incremental employee benefit liability that may arise on the Company on account of any likely shortfall of the Trust in meeting its obligations.
- 8 The figures of the quarter ended December 31, 2019 are the balancing figures between audited figures in respect of the full financial year ended December 31, 2019 and the unaudited published year-to-date figures up to the third quarter of the financial year.
- 9 Figures for the previous periods have been regrouped / reclassified wherever necessary to conform to the current period's presentation.

For and on behalf of the Board of Directors

(Sridhar Balakrishnan )  
MANAGING DIRECTOR & CEO  
DIN:08699523

Mumbai - April 21, 2020

## **INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED FINANCIAL RESULTS**

### **TO THE BOARD OF DIRECTORS OF ACC LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **ACC LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net profit after tax and total comprehensive income of its associates and joint ventures for the quarter ended March 31, 2020 ("the Statement") which includes four joint operations of a subsidiary (consolidated on proportionate basis with subsidiary), being submitted by the Parent 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 Parent's Management and approved by the Parent'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 Parent'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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the results of the following entities:

Parent Company  
ACC Limited

Subsidiary Companies

- a. Bulk Cement Corporation (India) Limited
- b. ACC Mineral Resources Limited (AMRL) including following four joint operations:
  - i. MP AMRL (Semaria) Coal Company Limited (Joint operation of AMRL)
  - ii. MP AMRL (Morga) Coal Company Limited (Joint operation of AMRL)
  - iii. MP AMRL (Marki Barka) Coal Company Limited (Joint operation of AMRL)
  - iv. MP AMRL (Bicharpur) Coal Company Limited (Joint operation of AMRL)
- c. Lucky Minmat Limited
- d. National Limestone Company Private Limited
- e. Singhania Minerals Private Limited

Joint Ventures

- a. OneIndia BSC Private Limited
- b. Aakaash Manufacturing Company Private Limited

Associates

- a. Alcon Cement Company Private Limited
- b. Asian Concretes and Cements Private Limited

5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of the other auditors referred to in paragraph 7 below, 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.

6. We draw attention to Note 4 to the Statement which describes the following matters:

- a. In terms of order dated August 31, 2016, the Competition Commission of India (CCI) had imposed a penalty of ₹ 1,147.59 crores for alleged contravention of the provisions of the Competition Act, 2002 (the Competition Act) by the Company. On the Company's appeal, National Company Law Appellate Tribunal (NCLAT), (which replaced the Competition Appellate Tribunal (COMPAT) effective May 26, 2017), in its order passed on July 25, 2018 had upheld the CCI's Order. The Company's appeal against the said judgement of NCLAT before the Hon'ble Supreme Court was admitted vide its order dated October 05, 2018 with a direction that the interim order passed by the Tribunal would continue.
- b. In a separate matter, pursuant to a reference filed by the Government of Haryana, the CCI by its order dated January 19, 2017, had imposed a penalty of ₹ 35.32 crores on the Company for alleged contravention of the provisions of the Competition Act. On Company's filing an appeal together with application for interim stay against payment of penalty, COMPAT has stayed the penalty pending hearing of the application. This matter is listed before the NCLAT for hearing.

Based on the Company's assessment on the outcome of these appeals supported by the advice of external legal counsel, the Company is of the view that no provision is necessary in respect of these matters in these consolidated financial results.

Our conclusion on the Statement is not modified in respect of these matters.

7. We did not review the interim financial information of four subsidiaries (including four joint operations of a subsidiary) included in the consolidated unaudited financial results, whose interim financial information reflect total revenues of ₹ 0.96 crores for the quarter ended March 31, 2020, total net profit after tax of ₹ 0.47 crores for the quarter ended March 31, 2020 and total comprehensive income of ₹ 0.47 crores for the quarter ended March 31, 2020, as considered in the Statement.

The consolidated unaudited financial results also includes the Group's share of profit after tax of ₹ 0.42 crores for the quarter ended March 31, 2020 and total comprehensive income of ₹ 0.38 crores for the quarter ended March 31, 2020, as considered in the Statement, in respect of one joint venture and one associate, whose interim financial information have not been reviewed by us.

These interim financial information have been reviewed by other auditors whose reports have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, joint venture and associate, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our conclusion on the Statement is not modified in respect of these matters.

8. The consolidated unaudited financial results also includes the Group's share of profit after tax of ₹ 1.53 crores for the quarter ended March 31, 2020 and total comprehensive income of ₹ 1.53 crores for the quarter ended March 31, 2020, as considered in the Statement, in respect of one associate, based on its interim financial information which has not been reviewed by its auditor. According to the information and explanations given to us by the Management, this interim financial information is not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial information certified by the Management.

For DELOITTE HASKINS & SELLS LLP  
Chartered Accountants  
(Firm's Registration No. 17366W/W-100018)

SAIRA NAINAR  
Partner  
(Membership No.040081)  
(UDIN: 20040081AAAAAR6536)

Place: MUMBAI  
Date: April 21, 2020

# Media Release

## Highlights Q1, 2020

- Operating EBITDA improved by 10% on a year-on-year basis despite impact of COVID – 19 lock down in March 2020
- Company fully focused on health of employees and stakeholders
- Support initiatives through ACC TRUST have touched more than half a million people
- Strong recovery plan under implementation to emerge stronger from this crisis

## Consolidated Financial Results for First Quarter (January-March) 2020

		Quarter Jan-Mar 2020	Quarter Jan-Mar 2019
Sales Volume – Cement	Million Tonnes	6.56	7.46
Sales Volume –Ready Mix Concrete	Million Cubic metres	0.93	0.94
Net Sales	₹Crore	3,433	3,850
Operating EBITDA	₹Crore	586	532
Profit before Tax	₹Crore	476	523*
Profit after Tax	₹Crore	323	346

\*Includes interest income on income tax of ₹99 Cr

"The COVID -19 pandemic is rapidly spreading throughout the world. During these difficult times we are fully focused on health and safety of our employees and our neighbouring communities. However, operations have been severely impacted since the commencement of the nationwide lockdown from March 24, 2020 impacting volumes for the month of March 2020.

Until February 2020 Cement and Ready Mix Concrete volume benefitted from a healthy growth. Despite COVID-19 impacting operations in the month of March, we have delivered a double digit growth in EBITDA for the first Quarter of 2020 compared to same period last year. This growth has been supported by significant focus on premium products, increase in value added solutions in our Ready Mix business and results of cost reduction exercise in manufacturing and logistics.

Cement sector in India has shown strong recovery in the face of external shocks, notably the global financial crisis and demonetization. With our robust business continuity plan guiding us towards recovery path, I strongly believe we will emerge stronger from this crisis." **said Sridhar Balakrishnan, Managing Director & CEO.**

## **COVID-19 pandemic and nation-wide Lockdown**

To prevent the spread of the coronavirus pandemic, and in accordance with directives received from the Central & State Governments and local bodies, the Company temporarily suspended operations from the date of nationwide lockdown.

To protect and support local communities and those fighting in the frontlines against COVID -19, ACC TRUST has embarked on various activities including distribution of food and provisions to migrant workers, disinfecting and sanitizing villages, producing and delivering face masks to local communities and educating communities on social distancing and personal hygiene. Until now ACC TRUST has reached out to more than half a million people through these initiatives.

# Media Release

The Company is monitoring the situation closely and will resume operations in a phased manner giving utmost consideration to the health and safety of our people, while also taking into account directives from the Government.

## **Performance**

The Company witnessed weak offtake during the quarter due to the COVID-19 nation-wide lockdown from March 24, 2020. Cement sales volumes declined by 12% during this quarter as compared to the same period previous year.

Net Sales during the quarter declined by 11% to ₹3,433 Crore compared to ₹3,850 Crore for the same quarter last year. Operating EBITDA for the quarter registered a growth of 10% to ₹586 Crore as against ₹532 Crore during the same quarter of the previous year.

The Company continues to focus on enhancing operational efficiencies, reducing costs and improving productivity. Input cost of raw materials were lower on account of better material source mix optimization and supply chain efficiencies.

## **Ready Mix Concrete**

The company's ready mix concrete business continued to show robust growth for the first two months of the year. However, during the quarter, volumes declined marginally due to the COVID-19 lockdown. Value Added Solutions (VAS) grew significantly during the quarter. Two new plants were commissioned during the quarter bringing the total number of ready mix concrete plants to 92.

## **Outlook**

We believe that with higher probability of normal monsoon, growth in rural economy will revive and stay strong. Despite uncertainty surrounding the COVID-19 pandemic and lockdown restrictions, the Company believes that, post lockdown, supportive measures and stimuli from the Government & Reserve Bank of India will help spur demand growth notably in the Infrastructure segment. We expect cement demand to increase in the medium term once the pandemic subsides and business operations commence.

**Sridhar Balakrishnan**  
**Managing Director & CEO**

April 21, 2020

---

## **About ACC**

ACC Limited, a member of the LafargeHolcim Group, is one of India's leading producers of cement and ready mixed concrete. It has ~6700 employees, 17 cement manufacturing sites, 92 concrete plants and a nationwide network of over 50,000 retail outlets to serve its customers. With a world-class R&D centre in Mumbai, the quality of ACC's products and services, as well as its commitment to technological development, make it a preferred brand in building materials. Established in 1936, ACC is counted among the country's 'Most Sustainable Companies' and it is recognized for its best practices in environment management and corporate citizenship.