



SAGAR CEMENTS (R) LIMITED

(A wholly owned subsidiary of SAGAR CEMENTS LIMITED)
(formerly known as BMM CEMENTS LIMITED)

Ref:BMM:SEC:NSE:2017-18

26th October 2017

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

Dear Sir,

Un-audited Financial Results for the half-year ended September 30, 2017

...

We wish to inform you that our Board of Directors at their meeting held today, approved the un-audited financial results for the half-year ended 30th September, 2017.

Pursuant to Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we enclose the following:

- (i) Statements showing the un-audited Financial Results for the half-year ended September 30, 2017;
- (ii) Limited Review Report on the Un-audited Financial Results .

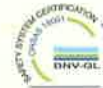
We would request you to kindly take the above information / documents on record.

Thanking you

Yours faithfully
For Sagar Cements (R) Limited

R.Soundararajan
Company Secretary

Encl.



Admin. Office: Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500033.

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

Registered Office: # 19/13, Old No.19/5, 19/6, 3rd Floor, Western Side, Kareem Towers, SRT Road, (Cunningham Road), Bengaluru-560052, Karnataka. Ph: 080-41157020

Factory: Gudipadu Village and Post, Yadiki Mandal, Ananthapur District, Andhra Pradesh-515408. Phone: 08558-200272

CIN : U40300KA2007PLC043746

SAGAR CEMENTS (R) LIMITED (Formerly Known as BMM CEMENTS LIMITED)

CIN No: U40300KA2007PLC043746

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2017

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

Sl. No.	Particulars	Six months ended	Six months ended	Year ended
		September 30, 2017	September 30, 2016	March 31, 2017
		(Unaudited)	(Unaudited)	(Audited)
1	Income from operations			
	(a) Revenue from operations	16,642	16,106	34,268
	(b) Other income	29	13	45
	Total income	16,671	16,119	34,313
2	Expenses			
	(a) Cost of materials consumed	1,525	1,538	3,096
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	198	(419)	(162)
	(c) Excise duty	1,162	2,149	4,351
	(d) Employee benefits expense	406	345	676
	(e) Finance costs	2,110	3,002	5,167
	(f) Depreciation and amortisation expense	925	891	1,795
	(g) Power and fuel expense	6,927	4,959	11,349
	(h) Freight & forwarding	2,892	2,289	5,021
	(i) Other expenses	2,385	2,349	4,837
	Total expenses	18,530	17,103	36,130
3	Loss before tax (1-2)	(1,859)	(984)	(1,817)
4	Tax expense/(benefit)			
	(a) Current Tax	-	-	-
	(b) Deferred Tax	(514)	(336)	(341)
	Total Tax	(514)	(336)	(341)
5	Net loss for the period (3-4)	(1,345)	(648)	(1,476)
6	Other comprehensive income			
	(i) Items that will not be reclassified to profit or loss	-	-	(29)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	10
	Total Other comprehensive income	-	-	(19)
7	Total comprehensive income (5+6)	(1,345)	(648)	(1,495)
8	Earnings per share (Basic & Diluted) of ₹ 10 each [Not annualised]	(1.46)	(0.62)	(1.57)
9	Debt equity ratio (Refer Note 4)	3.40	854.58	3.03
10	Debt service coverage ratio (Refer Note 4)	0.29	0.49	0.25
11	Interest service coverage ratio (Refer Note 4)	0.78	1.08	1.06
12	Net worth (Refer Note 4)	8,164	48	9,507



Notes:-

1. Statement of Assets and Liabilities

(₹ in lakhs)

Particulars	As at September 30, 2017	As at March 31, 2017
ASSETS		
Non-current assets		
(a) Property, plant and equipment	43,289	43,675
(b) Capital work-in-progress	260	369
(c) Intangible assets	15	26
(d) Financial Assets		
(i) Other financial assets	628	635
(e) Deferred tax asset	2,978	2,463
(f) Other non-current assets	184	68
Total Non-current assets	47,354	47,236
Current assets		
(a) Inventories	4,315	3,739
(b) Financial assets		
(i) Trade receivables	3,478	3,449
(ii) Cash and cash equivalents	60	62
(iii) Other financial assets	224	238
(c) Other current assets	2,043	1,446
Total Current assets	10,120	8,934
Total Assets (1+2)	57,474	56,170
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	10,381	10,381
(b) Other equity	(2,217)	(874)
Total equity	8,164	9,507
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	27,327	27,344
(ii) Other financial liabilities	650	608
(b) Provisions	45	37
(c) Other current liabilities	50	50
Total Non - current liabilities	28,072	28,039
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	4,402	3,761
(ii) Trade payables	7,512	6,357
(iii) Other financial liabilities	7,322	5,754
(b) Provisions	36	52
(c) Other current liabilities	1,966	2,700
Total current liabilities	21,238	18,624
Total Equity and Liabilities	57,474	56,170



- 2 The above financial results were reviewed by the Audit Committee and later approved by the Board of Directors at their respective meetings held on October 26, 2017. The Statutory Auditors have carried out a Limited Review of the above results.
- 3 The financial results of the company have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 - Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued there under and other accounting principles generally accepted in India.
- 4 Ratios have been computed as follows:
a) Debt equity ratio = Debt / Net Worth
[Debt: Long term secured loans + Long term unsecured loans]
[Net Worth: Equity share capital + Reserves and Surplus]
b) Debt service coverage ratio = Earnings before depreciation, interest and tax / (Interest expense during the period + Principal repayment (excluding refinanced debt) for all the loan funds during the period).
c) Interest service coverage ratio = Cash profit after adjusting depreciation / Interest expense during the period.
[Cash profit after adjusting depreciation: Profit After Tax + Interest + Depreciation]
- 5 In the absence of adequate profits for the period, the company has not created Debentures Redemption Reserve during the period.
- 6 The Company issued 11.6% Non-Convertible Debentures (NCDs) on March 23, 2016. The following are the additional disclosure as per Regulation 52 (4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2016:

(i)

S No.	Particulars	As at September 30, 2017
(a)	Previous due date for the payment of interest of NCDs	May 28, 2017
(b)	Interest has been paid	Yes
(c)	Previous due date for the repayment of Principal of NCDs	Payment schedule starts from May 28, 2019
(d)	Next due date for the payment of interest of NCDs	November 28, 2017
(e)	Amount of interest payable (₹ in lakhs)	877
(f)	Next due date for the repayment of principal of NCDs	May 28, 2019
(g)	Amount of principal repayable (₹ in lakhs)	1,154

- (ii) The credit rating by India Ratings and research for the NCDs, issued by the Company is 'IND A-' / Stable.
- (iii) The Company continues to maintain 100% asset cover for the secured NCDs issued by it.
- 7 During the year 2016-17, the company converted the balance of ₹ 17,200 lakhs against the loan availed from its holding company Sagar Cements Limited into 4,30,00,000 8% cumulative redeemable preference shares of ₹10 each at a premium of ₹30 each.
- 8 Revenue from operations for the current quarter are not comparable with previous quarters/periods, as revenues are presented net of Goods & Services Tax (GST) whereas excise duties were included in revenues with corresponding disclosure under 'Expenses'.
- 9 Corresponding previous periods figures have been regrouped/reclassified, wherever considered necessary to correspond with the current period's grouping.

For Sagar Cements (R) Limited
(Formerly known as BMM Cements Limited)

Place: Hyderabad
Date: October 26, 2017



A. S.

Dr.S.Anand Reddy
Director

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

TO THE BOARD OF DIRECTORS OF SAGAR CEMENTS (R) LIMITED (Formerly BMM CEMENTS LIMITED)

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SAGAR CEMENTS (R) LIMITED (Formerly BMM CEMENTS LIMITED)** ("the Company"), for the six months ended September 30, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in 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 issue a report on the Statement based on our review.

2. 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 provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016, 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. 0080725)


Ganesh Balakrishnan

Partner
(Membership No. 201193)

Secunderabad, October 26, 2017

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

TO THE BOARD OF DIRECTORS OF SAGAR CEMENTS (R) LIMITED (Formerly BMM CEMENTS LIMITED)

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SAGAR CEMENTS (R) LIMITED (Formerly BMM CEMENTS LIMITED)** ("the Company"), for the six months ended September 30, 2017 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in 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 issue a report on the Statement based on our review.

2. 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 provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016, 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)



Ganesh Balakrishnan
Partner
(Membership No. 201193)

Secunderabad, October 26, 2017



SAGAR CEMENTS (R) LIMITED

(A wholly owned subsidiary of SAGAR CEMENTS LIMITED)
(formerly known as BMM CEMENTS LIMITED)

October 26, 2017

To
The National Stock Exchange of India Limited
Exchange Plaza
Bandra Kurla Complex,
Bandra (E)
Mumbai – 400 051

Kind attn.: Mr. Yogesh Deshmukh

Dear Sir,

Certificate for receipt and noting of information for the half year ended September 30, 2017

[Pursuant to Regulation 52(5) of the SEBI (LODR) Regulations, 2015]

With reference to the above subject, we submit herewith the information and documents as per the provisions of Uniform Listing Agreement entered into with the NSE where Debt Securities of the Company are listed and the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 thereunder for the half year ended September 30, 2017, for dissemination to the debenture holders as mentioned below:

- (a) Credit rating and change in credit rating (if any) : Present rating Ind A- stable
Previous Rating BBB
- (b) Asset cover available, in case of non-convertible debt Securities : 1.56
- (c) Debt-equity ratio : 3.40
- (d) Previous due date for the payment of interest / dividend for non-convertible redeemable preference shares / repayment of principal of non-convertible preference shares / non-convertible debt securities and whether the same has been paid or not; and,

Previous due date for interest payment is 30th May, 2017 and same was paid.

- (e) Next due date for the payment of interest:

S.No.	Due Date of Interest payment	Amount of Interest payable
1.	28 th November, 2017	Rs.8,77,15,068.50

- (f) Debt service coverage ratio : 0.29
- (g) Interest service coverage ratio : 0.78
- (h) outstanding redeemable Debentures (Quantity and value) : 1500 redeemable Non convertible Debentures of Rs.10 lakhs each
- (i) Debenture redemption reserve : Nil
- (j) Net worth : Rs.8164 Lakhs
- (k) Net profit after tax : Rs.-1345 Lakhs (Loss)
- (l) Earnings per share : -1.46

Yours faithfully,

For Sagar Cements (R) Limited

R.Soundararajan
Company Secretary



Admin. Office: Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500033.

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

Registered Office: # 19/13, Old No.19/5, 19/6, 3rd Floor, Western Side, Kareem Towers, SRT Road, (Cunningham Road), Bengaluru-560052, Karnataka. Ph: 080-41157020

Factory: Gudipadu Village and Post, Yadiki Mandal, Ananthapur District, Andhra Pradesh-515408. Phone: 08558-200272

CIN : U40300KA2007PLC043746

IDBI Trusteeship Services Ltd

CIN : U65991MH2001GOI131154



Ref. No.: ITSL/OPR/2017-18/5868
Date: October 26, 2017

Sagar Cements (R) Ltd.
(formerly known as BMM Cements Limited)
Plot no.111, Road no.10,
Jubilee Hills, Hyderabad- 500 03

Kind Attn: Mr. Raja Reddy

Subject: Certificate u/r 52(5) of SEBI (Listing Obligations & disclosure Requirements) Regulations, 2015, for Debentures Issue by Sagar Cements (R) Ltd., for the year ended September 30, 2017

Dear Sir/Madam,

We are acting as Debenture Trustee for the Secured, Redeemable Non-Convertible Debentures issued by BMM Cements Limited ("The Company").

In terms of the provisions of Regulation 52(5) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, ('Regulations') we certify that we have taken note of the disclosures made by the Company in the letter enclosed hereto, under Regulation 52(4).

Thanking you.

Yours truly,
For IDBI Trusteeship Services Limited


Authorized Signatory

Encl. As above