



# SAGAR CEMENTS LIMITED

SCL:SEC:NSE:2023-24

24<sup>th</sup> January 2025

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

**Symbol: SAGCEM**  
**Series: EQ**

**Symbol SAGCEM**  
**Series Debt**  
**ISIN INE433R07016**

Dear Sirs

**Sub:** Disclosure under Regulations 51, 52 and 54 and other applicable regulations of SEBI (LODR) Regulations 2015 – Furnishing of Un-audited Standalone and Consolidated Financial Results for the third quarter and nine months period ended 31<sup>st</sup> December, 2024

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Further to our letter dated 8<sup>th</sup> January, 2025, we are pleased to forward herewith our un-audited stand-alone and consolidated financial results for the third quarter and nine months period ended 31<sup>st</sup> December, 2024, which were taken on record and approved by our Board at their meeting held on today, after review by the Audit Committee.

Pursuant to the Regulations 51, 52 and 54 and other applicable regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

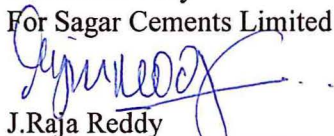
- Un - audited Financial Results (Standalone and Consolidated) for the third quarter and nine months ended 31<sup>st</sup> December, 2024;
- Limited Review Report on the Financial Results - Standalone and Consolidated.
- Disclosure under Regulations 54 (2) & 54 (3) and other applicable Regulations of SEBI (LODR) Regulations, 2015

The above said meeting of the Board of Directors commenced at 3:15 p.m. and concluded at 5:00 p.m.

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

Thanking you

Yours faithfully  
For Sagar Cements Limited

  
J. Raja Reddy  
Company Secretary  
M.No.A31113



Encl: as above

Registered Office : Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500033, Telangana State, India.  
Phone : +91-40-23351571, 23351572 Fax : +91-40-23356573 E-mail : info@sagarcements.in Website : www.sagarcements.in  
CIN : L26942TG1981PLC002887 GSTIN : 36AACCS8680H2ZY

Factories : Mattampally Village & Mandal, Suryapet District, Telangana State - 508204. Phone : 08683 - 247039 GSTIN : 36AACCS8680H1ZZ  
Bayyavaram Village, Kasimkota Mandal, Anakapally District, Andhra Pradesh State - 531031. Phone : 08924-244550 Fax : 08924-244570 GSTIN : 37AACCS8680H1ZX  
Gudipadu Village, Yadiki Mandal, Ananthapur District, Andhra Pradesh State - 515408. Phone:08558-200272 GSTIN : 37AACCS8680H1ZX  
Kalinganagar, Industrial Complex, Tahsil-Dangadi, Dist - Jajpur, Odisha. Phone : 08340882288 GSTIN : 21AACCS8680H1ZA

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

### TO THE BOARD OF DIRECTORS OF SAGAR CEMENTS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SAGAR CEMENTS LIMITED** ("the Company"), for the quarter and nine months ended December 31, 2024 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33, Regulation 52 and Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
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 and in compliance with Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations. 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, Regulation 52 and Regulation 54 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)  
(UDIN: 25213649BMOELU9929)

Place: Hyderabad  
Date: January 24, 2025





STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2024

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

Sl. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2024	September 30, 2024	December 31, 2023	December 31, 2024	December 31, 2023	March 31, 2024
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income</b>						
	(a) Revenue from operations	38,340	32,973	50,262	1,10,680	1,39,089	1,90,755
	(b) Other income (Refer note 4)	615	648	531	1,927	1,553	5,391
	<b>Total income</b>	<b>38,955</b>	<b>33,621</b>	<b>50,793</b>	<b>1,12,607</b>	<b>1,40,642</b>	<b>1,96,146</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	8,200	6,691	11,035	22,875	31,386	41,238
	(b) Purchase of stock-in-trade	93	176	523	993	1,796	2,747
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(69)	1,602	(736)	602	(3,805)	(4,357)
	(d) Employee benefits expense	2,822	2,254	2,261	7,292	6,603	8,895
	(e) Finance costs	2,127	2,001	1,888	6,080	5,646	7,509
	(f) Depreciation and amortisation expense	3,019	2,992	3,052	8,931	8,573	11,651
	(g) Power and fuel expenses	13,300	10,333	16,253	36,736	48,396	65,722
	(h) Freight and forwarding expense	7,847	6,789	8,856	22,197	25,181	34,846
	(i) Other expenses	5,143	4,947	5,475	15,125	16,599	23,394
	<b>Total expenses</b>	<b>42,482</b>	<b>37,785</b>	<b>48,607</b>	<b>1,20,831</b>	<b>1,40,375</b>	<b>1,91,645</b>
3	<b>(Loss)/ profit before tax (1 - 2)</b>	<b>(3,527)</b>	<b>(4,164)</b>	<b>2,186</b>	<b>(8,224)</b>	<b>267</b>	<b>4,501</b>
4	<b>Tax expense</b>						
	(a) Current tax	-	-	136	-	136	890
	(b) Deferred tax	(1,101)	(1,435)	516	(2,693)	254	494
	<b>Total tax expense</b>	<b>(1,101)</b>	<b>(1,435)</b>	<b>652</b>	<b>(2,693)</b>	<b>390</b>	<b>1,384</b>
5	<b>Net (loss)/ profit for the period/ year (3 - 4)</b>	<b>(2,426)</b>	<b>(2,729)</b>	<b>1,534</b>	<b>(5,531)</b>	<b>(123)</b>	<b>3,117</b>
6	<b>Other Comprehensive Income</b>						
	(i) Remeasurements gain on defined benefit plans	(35)	(36)	-	(107)	-	(143)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	12	13	-	37	-	50
	<b>Total Other Comprehensive Income</b>	<b>(23)</b>	<b>(23)</b>	<b>-</b>	<b>(70)</b>	<b>-</b>	<b>(93)</b>
7	<b>Total Comprehensive (loss)/ Income (5+6)</b>	<b>(2,449)</b>	<b>(2,752)</b>	<b>1,534</b>	<b>(5,601)</b>	<b>(123)</b>	<b>3,024</b>
8	Paid up equity share capital (Face value of ₹ 2 per share)						2,614
9	Other equity						1,67,913
10	<b>Earnings per share of ₹ 2 each</b>						
	(a) Basic (in ₹)	(1.86)	(2.09)	1.17	(4.23)	(0.09)	2.38
	(b) Diluted (in ₹)	(1.86)	(2.09)	1.17	(4.23)	(0.09)	2.38
		(*)	(*)	(*)	(*)	(*)	

(\*) - Not Annualised



Additional disclosure as per clause 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Sl. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2024	September 30, 2024	December 31, 2023	December 31, 2024	December 31, 2023	March 31, 2024
1	Net worth (₹ in Lakhs) [Equity share capital + Other equity]	1,64,011	1,66,460	1,67,380	1,64,011	1,67,380	1,70,527
2	Earnings per share (Basic & Diluted) of ₹ 2 each	(1.86)	(2.09)	1.17	(4.23)	(0.09)	2.38
3	Debt Equity Ratio (times) [Debt / Net Worth] [Debt: Non current borrowings + Current borrowings + Non current unsecured loans]	0.33	0.32	0.35	0.33	0.35	0.28
4	Debt Service Coverage Ratio (times) [Earnings before depreciation, interest and tax / (Finance cost + Principal repayment (excluding refinanced debt) for all the loan funds during the period)]	0.31	0.19	1.47	0.47	1.11	1.41
5	Interest Service Coverage Ratio (times) [Cash profit after adjusting depreciation / Finance cost] [Cash profit after adjusting depreciation: Profit After Tax + Finance cost + Depreciation]	1.28	1.13	3.43	1.56	2.50	2.97
6	Long term Debt to Working Capital (times) [(Non-Current Borrowings + Current maturities of long term debt + Non current unsecured loans) / (Net working capital excl. Current borrowings)]	1.22	1.26	1.23	1.22	1.23	1.57
7	Total debts to Total Assets ratio (%) [(Non current borrowings + Current borrowings) / Total Assets]	19%	19%	20%	19%	20%	17%
8	Current ratio (times) [Current Assets / Current Liabilities excl. Current borrowings]	1.49	1.58	1.69	1.49	1.69	1.46
9	Bad debts to Account receivable ratio (%) [Bad Debts / Average Trade Receivable]	7%	7%	7%	7%	7%	8%
10	Current liability ratio (%) [Current liabilities excl. Current borrowings / Total liabilities]	37%	35%	34%	37%	34%	39%
11	Debtors Turnover ratio (times) [(Sales of Products and Services / Average Trade Receivable)] - Annualised	7.30	6.51	10.03	7.01	9.27	11.37
12	Inventory Turnover ratio (times) [(Sales of Products and Services / Average Inventory)] - Annualised	7.08	6.44	8.80	6.80	8.13	8.80
13	Operating Margin (%) [(Profit before Depreciation, Interest, Tax and Exceptional Item Less Other Income) / Sales of Products and Services]	3%	1%	13%	4%	9%	10%
14	Net Profit Margin (%) [Profit after tax / Sales of Products and Services]	(6%)	(8%)	3%	(5%)	(0%)	2%





**Notes:**

- 1 The above standalone unaudited financial results of Sagar Cements Limited ("the Company") as reviewed by the Audit Committee have been approved by the Board of Directors at its meeting held on January 24, 2025. The statutory auditors of the Company have issued an unmodified conclusion in respect of the limited review of the quarter and nine months ended December 31, 2024.
- 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 standalone unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- 4 During the financial year 2023-24, the Company has made Offer For Sale (OFS) through stock exchange mechanism for its investment in Andhra Cements Limited (ACL) to meet the initial requirement of Minimum Public Shareholding (MPS) by ACL. Accordingly, shareholding of the Company in ACL reduced from 95% to 90%. The Company registered a short-term capital gain of ₹ 3,189 lakhs from the OFS, which was classified as 'Other Income'.

Place: Hyderabad  
Date: January 24, 2025



For Sagar Cements Limited

A handwritten signature in black ink, appearing to be "A. Anand Reddy".

Dr. S. Anand Reddy  
(Managing Director)

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

### TO THE BOARD OF DIRECTORS OF SAGAR CEMENTS LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **SAGAR CEMENTS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and nine months ended December 31, 2024 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33, Regulation 52 and Regulation 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
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 and in compliance with Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations. 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.
4. The Statement includes the results of the following entities:
  - a) Sagar Cements Limited (Parent Company)
  - b) Andhra Cements Limited (Subsidiary)
  - c) Sagar Cements (M) Private Limited (Subsidiary)
5. Based on our review conducted and procedures performed 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, Regulation 52 and Regulation 54 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)  
(UDIN: 25213649BMOELR1669)

Place: Hyderabad  
Date: January 24, 2025



**STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2024**

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

Sl. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2024	September 30, 2024	December 31, 2023	December 31, 2024	December 31, 2023	March 31, 2024
		(Unaudited)	(Unaudited)	(Unaudited) (Refer note 5)	(Unaudited)	(Unaudited) (Refer note 5)	(Audited)
<b>1</b>	<b>Income</b>						
	(a) Revenue from operations	56,388	47,512	66,941	1,59,960	1,79,590	2,50,461
	(b) Other income (Refer note 7)	481	484	373	1,795	1,038	5,412
	<b>Total income</b>	<b>56,869</b>	<b>47,996</b>	<b>67,314</b>	<b>1,61,755</b>	<b>1,80,628</b>	<b>2,55,873</b>
<b>2</b>	<b>Expenses</b>						
	(a) Cost of materials consumed	10,347	8,762	11,769	29,837	33,308	46,071
	(b) Purchase of stock-in-trade	93	176	259	576	1,414	1,781
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(233)	1,662	(1,252)	440	(6,369)	(6,694)
	(d) Employee benefits expense	3,758	3,071	2,993	9,871	8,664	11,730
	(e) Finance costs	4,807	4,638	4,886	14,082	13,934	18,483
	(f) Depreciation and amortisation expense	5,861	5,760	5,653	17,239	15,802	21,411
	(g) Power and fuel expenses	20,047	15,474	24,955	55,953	69,818	95,217
	(h) Freight and forwarding expense	11,496	9,672	12,154	32,002	33,497	47,206
	(i) Other expenses	7,116	6,702	7,357	20,854	21,480	30,559
	<b>Total expenses</b>	<b>63,292</b>	<b>55,917</b>	<b>68,774</b>	<b>1,80,854</b>	<b>1,91,548</b>	<b>2,65,764</b>
<b>3</b>	<b>Loss before exceptional items and tax (1 - 2)</b>	<b>(6,423)</b>	<b>(7,921)</b>	<b>(1,460)</b>	<b>(19,099)</b>	<b>(10,920)</b>	<b>(9,891)</b>
<b>4</b>	<b>Exceptional Items (Refer note 6)</b>	-	-	-	-	(1,479)	(1,479)
<b>5</b>	<b>Loss before tax (3 - 4)</b>	<b>(6,423)</b>	<b>(7,921)</b>	<b>(1,460)</b>	<b>(19,099)</b>	<b>(9,441)</b>	<b>(8,412)</b>
<b>6</b>	<b>Tax expense</b>						
	(a) Current tax	-	-	136	-	136	890
	(b) Deferred tax	(978)	(2,223)	(546)	(4,736)	(3,214)	(4,097)
	<b>Total tax expense</b>	<b>(978)</b>	<b>(2,223)</b>	<b>(410)</b>	<b>(4,736)</b>	<b>(3,078)</b>	<b>(3,207)</b>
<b>7</b>	<b>Net Loss for the period/ year (5 - 6)</b>	<b>(5,445)</b>	<b>(5,698)</b>	<b>(1,050)</b>	<b>(14,363)</b>	<b>(6,363)</b>	<b>(5,205)</b>
<b>8</b>	<b>Other Comprehensive Income</b>						
	(i) Remeasurements gain on defined benefit plans	(34)	(33)	-	(101)	-	(134)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	11	13	-	35	-	48
	<b>Total Other Comprehensive Income</b>	<b>(23)</b>	<b>(20)</b>	<b>-</b>	<b>(66)</b>	<b>-</b>	<b>(86)</b>
<b>9</b>	<b>Total Comprehensive loss (7+8)</b>	<b>(5,468)</b>	<b>(5,718)</b>	<b>(1,050)</b>	<b>(14,429)</b>	<b>(6,363)</b>	<b>(5,291)</b>
<b>10</b>	<b>Loss attributable to:</b>						
	Equity holders of the Company	(5,507)	(5,556)	(807)	(13,902)	(5,661)	(4,336)
	Non-controlling interest	62	(142)	(243)	(461)	(702)	(869)
		<b>(5,445)</b>	<b>(5,698)</b>	<b>(1,050)</b>	<b>(14,363)</b>	<b>(6,363)</b>	<b>(5,205)</b>
<b>11</b>	<b>Total Comprehensive loss attributable to:</b>						
	Equity holders of the Company	(5,530)	(5,577)	(807)	(13,970)	(5,661)	(4,425)
	Non-controlling interest	62	(141)	(243)	(459)	(702)	(866)
		<b>(5,468)</b>	<b>(5,718)</b>	<b>(1,050)</b>	<b>(14,429)</b>	<b>(6,363)</b>	<b>(5,291)</b>
<b>12</b>	<b>Paid up equity share capital (Face value of ₹ 2 per share)</b>						2,614
<b>13</b>	<b>Other equity</b>						1,91,508
<b>14</b>	<b>Earnings per share of ₹ 2 each</b>						
	(a) Basic (in ₹)	(4.17)	(4.36)	(0.80)	(10.99)	(4.87)	(3.98)
	(b) Diluted (in ₹)	(4.17)	(4.36)	(0.80)	(10.99)	(4.87)	(3.98)
		(*)	(*)	(*)	(*)	(*)	(*)

(\*) - Not Annualised



Additional disclosure as per clause 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Sl. No.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2024	September 30, 2024	December 31, 2023	December 31, 2024	December 31, 2023	March 31, 2024
1	Net worth (₹ in Lakhs) [Equity share capital + Other equity]	1,86,625	1,92,093	1,99,201	1,86,625	1,99,201	2,01,969
2	Earnings per share (Basic & Diluted) of ₹ 2 each	(4.17)	(4.36)	(0.80)	(10.99)	(4.87)	(3.98)
3	Debt Equity Ratio (times) [Debt / Net Worth] [Debt: Non current borrowings + Current borrowings + Non current unsecured loans]	0.78	0.77	0.78	0.78	0.78	0.71
4	Debt Service Coverage Ratio (times) [Earnings before depreciation, interest and tax / (Finance cost + Principal repayment (excluding refinanced debt) for all the loan funds during the period)]	0.45	0.27	1.05	0.46	0.85	1.02
5	Interest Service Coverage Ratio (times) [Cash profit after adjusting depreciation / Finance cost] [Cash profit after adjusting depreciation: Profit After Tax + Finance cost + Depreciation]	1.09	1.01	1.94	1.20	1.68	1.88
6	Long term Debt to Working Capital (times) [(Non-Current Borrowings + Current maturities of long term debt + Non current unsecured loans) / (Net working capital excl. Current borrowings)]	14.33	8.61	4.64	14.33	4.64	6.01
7	Total debts to Total Assets ratio (%) [(Non current borrowings + Current borrowings) / Total Assets]	34%	35%	36%	34%	36%	33%
8	Current ratio (times) [Current Assets / Current Liabilities excl. Current borrowings]	1.11	1.22	1.46	1.11	1.46	1.32
9	Bad debts to Account receivable ratio (%) [Bad Debts / Average Trade Receivable]	5%	6%	6%	5%	6%	8%
10	Current liability ratio (%) [Current liabilities excl. Current borrowings / Total liabilities]	30%	27%	25%	30%	25%	28%
11	Debtors Turnover ratio (times) [(Sales of Products and Services / Average Trade Receivable)] - Annualised	8.37	7.34	11.91	8.04	10.64	13.55
12	Inventory Turnover ratio (times) [(Sales of Products and Services / Average Inventory)] - Annualised	6.82	5.95	8.85	6.56	7.91	8.64
13	Operating Margin (%) [(Profit before Depreciation, Interest, Tax and Exceptional Item Less Other Income) / Sales of Products and Services]	7%	4%	13%	7%	11%	10%
14	Net Profit Margin (%) [Profit after tax / Sales of Products and Services]	(10%)	(13%)	(2%)	(9%)	(4%)	(2%)



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**Notes:**

- 1 The above consolidated unaudited financial results of Sagar Cements Limited ("the Parent Company") as reviewed by the Audit Committee have been approved by the Board of Directors at its meeting held on January 24, 2025. The statutory auditors of the Company have issued an unmodified conclusion in respect of the limited review of the quarter and nine months ended December 31, 2024.
- 2 The Group 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 consolidated unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- 4 The consolidated unaudited financial results includes the results of the Parent and its subsidiaries together referred to as "the Group":
  - a. Sagar Cements Limited (Parent Company)
  - b. Sagar Cements (M) Private Limited (Subsidiary Company)
  - c. Andhra Cements Limited (Subsidiary Company)
- 5 The National Company Law Tribunal, Amaravati Bench, approved the terms of the Resolution Plan submitted by the Parent Company to acquire Andhra Cements Limited ("ACL") on February 16, 2023 pursuant to a Corporate Insolvency Resolution Process implemented under the Insolvency and Bankruptcy Code 2016 (the "Resolution Plan"), and the terms of the Resolution Plan are now binding on the Parent Company.

Pursuant to the Resolution Plan, the Parent Company had subscribed to 95% of the reconstituted paid-up share capital of ACL for an aggregate amount of ₹ 32,223 lakhs and remaining 5% of the reconstituted paid-up share capital of ACL was continued to be held by the existing public shareholders. Consequently, the Parent Company had acquired control over ACL w.e.f. March 18, 2023.

In accordance with Ind AS 103 "Business Combination", purchase consideration was allocated on a provisional basis at the time of acquisition, pending final determination of the fair value of assets and liabilities acquired. Accordingly, the Company had recognized its capital reserve amounting to ₹ 1,914 lakhs in the quarter ended March 31, 2023.

During the year ended March 31, 2024, the Company finalised the fair values of identifiable assets and liabilities taken over as on acquisition date, which resulted in capital reserve of ₹ 37,516 lakhs and accordingly, the incremental capital reserve of ₹ 35,602 lakhs was recorded in accordance with Ind-AS 103 'Business Combinations'. The impact of the said business combination on the consolidated results is summarised below:

Particulars	( ₹ in lakhs)	
	Quarter ended December 31, 2023	Nine months ended December 31, 2023
<b>Net Profit</b>		
As per published results of the Company	(1,018)	(6,267)
Add: Adjustment due to acquisition	(32)	(96)
<b>Amalgamated Net Loss</b>	<b>(1,050)</b>	<b>(6,363)</b>
<b>Total Tax</b>		
As per published results of the Company	(410)	(3,078)
Add: Adjustment due to acquisition	-	-
<b>Tax charge on Amalgamated loss</b>	<b>(410)</b>	<b>(3,078)</b>

- 6 Exceptional item in the consolidated unaudited financial results represents impairment reversal recorded based on remeasurement of certain assets at fair value as per the agreement entered by the subsidiary, Andhra Cements Limited.
- 7 During the year ended March 31, 2024, the Parent Company made Offer For Sale (OFS) through stock exchange mechanism for its investment in Andhra Cements Limited (ACL) to meet the initial requirement of Minimum Public Shareholding (MPS) by ACL. Accordingly, shareholding of the Parent Company in ACL reduced from 95% to 90%. The Parent Company registered a short-term capital gain of ₹ 3,189 lakhs from the OFS, which was classified as 'Other Income'.
- 8 The Board of Directors of the Subsidiary Company, Andhra Cements Limited at its meeting held on March 28, 2024, approved a proposal for issue of shares on a rights basis to the existing shareholders of the Company for an aggregate amount not exceeding ₹ 18,000 lakhs and formed a Rights Issue Committee. The Committee approved the Draft Letter of Offer (DLOF) on September 30, 2024 which was filed with Securities and Exchange Board of India (SEBI), BSE Limited (BSE) and National Stock Exchange of India Limited (NSE) on the same day. In the current quarter, the Company has received in-principle approvals from BSE, NSE and SEBI for listing of equity shares proposed to be issued on rights basis.

Place: Hyderabad  
Date: January 24, 2025



For Sagar Cements Limited

*Dr. S. Anand Reddy*

Dr. S. Anand Reddy  
(Managing Director)





# SAGAR CEMENTS LIMITED

24<sup>th</sup> January, 2025

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

Symbol SAGCEM  
Series DEBT

**ISIN:INE433R07016**

Dear Sirs,

**Sub: Regulation under 54 (2) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations 2015 as on 31.12.2024**

..

Pursuant to regulation 54 (2) of the above said regulations, we give below the extent and the nature of the security as on 31.12.2024 created and maintained in respect of Non-Convertible Debentures aggregating to Rs. 150.00 crores issued by the company:

1. First ranking pari passu security, by way of hypothecation, over all its movable fixed assets
2. First ranking pari passu security, by way of equitable mortgage over the APIIC Properties and the other properties
3. Second rank pari-passu security, by way of hypothecation, over the account and all its present and future current assets.

For Sagar Cements Limited

J.Raja Reddy  
Company Secretary  
M.No:A31113



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

Phone : +91-40-23351571, 23351572 Fax : +91-40-23356573 E-mail : info@sagarcements.in Website : www.sagarcements.in

CIN : L26942TG1981PLC002887 GSTIN : 36AACCS8680H2ZY

Factories : Mattampally Village & Mandal, Suryapet District, Telangana State - 508204. Phone : 08683 - 247039 GSTIN : 36AACCS8680H1ZZ  
Bayyavaram Village, Kasimkota Mandal, Anakapally District, Andhra Pradesh State - 531031. Phone : 08924-244550 Fax : 08924-244570 GSTIN : 37AACCS8680H1ZX  
Gudipadu Village, Yadiki Mandal, Ananthapur District, Andhra Pradesh State - 515408. Phone: 08558-200272 GSTIN : 37AACCS8680H1ZX  
Kalinganagar, Industrial Complex, Tahsil-Dangadi, Dist - Jajpur, Odisha. Phone : 08340882288 GSTIN : 21AACCS8680H1ZA





# SAGAR CEMENTS LIMITED

24<sup>th</sup> January, 2025

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

Symbol SAGCEM  
Series DEBT

**ISIN:INE433R07016**

Dear Sirs,

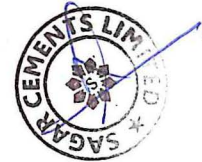
**Sub: Security Coverage Certificate under regulation 54 (3) of the SEBI (Listing  
Obligation and Disclosure Requirement) Regulations 2015 as on 31.12.2024**

..

We hereby certify the following:

a) Security/Asset Cover for listed debt securities:

- I. The financial information as on 31.12.2024 has been extracted from the books of accounts for the third quarter and nine months ended 31.12.2024 and our other relevant records
- II. The assets provide coverage of 21.02 times of the interest and principal amount, which is more than the required coverage in accordance with the terms of issue/debenture trust deed (calculation as per statement of asset cover ratio for the Secured debt securities-table-I).



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Kalinganagar, Industrial Complex, Tahsil-Dangadi, Dist - Jajpur, Odisha. Phone : 08340882288 GSTIN : 21AACCS8680H1ZA

**Independent Auditor's Certificate on Book Value of Assets of the Company Contained in Columns A to J of Statement of Security Cover and Statement of Compliance Status of Financial Covenants in respect of Listed Non-Convertible Debentures of the Sagar Cements Limited as at and for the nine months ended and as at December 31, 2024**

To  
The Board of Directors  
Sagar Cements Limited  
Plot No. 111, Road No. 10, Jubilee Hills,  
Hyderabad - 500033, India

1. This certificate is issued in accordance with the terms of our engagement letter dated July 13, 2024.
2. We, Deloitte Haskins & Sells, Chartered Accountants, are the Statutory Auditors of Sagar Cements Limited (the "Company"), have been requested by the Management of the Company to certify "Book Value of Assets of the Company contained in Columns A to J of Statement of Security Cover and Statement of Compliance Status of Financial Covenants in respect of Listed Non-Convertible Debentures of the Company for the period ended and as at December 31, 2024" (hereinafter referred together as "the Statement").

The Statement is prepared by the Company from the unaudited books of accounts and other relevant records and documents maintained by the Company as at December 31, 2024 pursuant to requirements of Circular no. SEBI/HO/MIRSD/MIRSD\_CRADT/CIR/P/2022/67 dated May 19, 2022 issued by Securities and Exchange Board of India in terms of regulation 54 read with regulation 56(1)(d) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Regulation 15(1)(t) of Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993 (hereinafter referred together as "the SEBI Regulations"), as amended, for the purpose of submission to IDBI Trusteeship Services Limited, Debenture Trustee of the above mentioned Listed Debt Securities (hereinafter referred to as "the Debenture Trustee"). The responsibility for compiling the information contained in the Statement is of the Management of the Company and the same is stamped by us for identification purposes only.

#### **Management's Responsibility**

3. The preparation of the Statement is the responsibility of the Management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the Statement and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the Debenture Trustees and for complying with all the covenants as prescribed in the Debenture Trust Deed.

#### **Auditor's Responsibility**

5. Pursuant to the requirements of Circular no. SEBI/HO/MIRSD/MIRSD\_CRADT/CIR/P/2022/67 dated May 19, 2022 issued by Securities and Exchange Board of India, our responsibility for the purpose of this certificate is to provide a limited assurance on whether the Book Value of Assets of the Company contained in Columns A to J of Statement of Security Cover and Statement of Compliance Status of Covenants in respect of Listed Non-Convertible Debentures for the period ended and as at December 31, 2024 have been accurately extracted and ascertained from the unaudited books of accounts of the Company and other relevant records and documents maintained by the Company.
6. The engagement involves performing procedures to obtain sufficient appropriate evidence to provide limited assurance on the Statement as mentioned in paragraph 5 above. The procedures performed vary in nature and timing from, and are less in extent than for, a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Accordingly, we have performed the following procedures in relation to the statement:

- a) Obtained the Statement from the management.
  - b) Reviewed that the information contained in the statement have been accurately extracted and ascertained from the unaudited books of accounts of the Company for the period ended and as at December 31, 2024 and other relevant records and documents maintained by the Company, in the normal course of its business.
  - c) Reviewed the arithmetical accuracy of the information included in the statement.
  - d) Reviewed the Debenture Trust Deed to understand the nature of charge (viz. exclusive charge or pari-passu charge) on assets of the Company.
  - e) Obtained Register of Charges maintained by the Company as per the requirements of the Companies Act, 2013 to understand the composition of charges created on assets of the company.
  - f) Made necessary inquiries with the management and obtained relevant representations in respect of matters relating to the Statement.
7. We conducted our examination and obtained the explanations in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India (ICAI). This Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.
8. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Review Historical Financial Information, and Other Assurance and Related Services Engagements.

#### **Conclusion**

9. Based on the procedures performed as referred to in paragraph 6 and according to the information and explanations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that the Book Value of Assets of the Company contained in Columns A to J of Statement of Security Cover and information contained in the Statement of Compliance Status of Covenants have not been accurately extracted and ascertained from unaudited books of accounts of the Company as at and for the nine months ended and as at December 31, 2024 and other relevant records and documents maintained by the Company.

#### **Restriction on Use**

10. This certificate is addressed to and provided to the Board of Directors of the Company solely for the purpose of submission to Debenture Trustee and should not be used by any other person or for any other purposes without our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

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

**mumuralidhar** Digitally signed by  
mumuralidhar  
Date: 2025.01.24  
18:01:32 +05'30'

**C Manish Muralidhar**  
Partner  
Membership No. 213649  
UDIN: 25213649BMOELS7327

Place: Hyderabad  
Date: January 24, 2025



**Statement of Security Cover and Statement of Compliance Status of Financial Covenants in respect of Listed Non-Convertible Debentures of the Sagar Cements Limited ("the Company") for the nine months ended and as at December 31, 2024**

Table - I

₹ in Lakhs														
Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relates	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (Includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-Passu charge (excluding items covered in column F)		Debt amount considered more than once (due to exclusive plus pari passu charge)		Market Value for Assets charged on Exclusive basis	Carrying / book value for exclusive charge assets where market value is not ascertainable or applicable (For E.g., Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets (Refer note 3)	Carrying value/book value for pari passu charge assets where market value is not ascertainable or applicable (For E.g., Bank Balance, DSRA market value is not applicable)	Total Value (=K+L+M + N)
		Book Value		Yes/ No	Book Value					Relating to Column F				
<b>ASSETS</b>														
Property, Plant and Equipment	Gudipadu Plant	-	22,060	Yes	35,925	83,976	118	-	1,42,079	-	-	75,200	-	75,200
Capital Work-in- Progress	Plant	-	29	Yes	781	801	-	-	1,611	-	-	-	781	781
Right of Use Assets		-	-	-	-	-	839	-	839	-	-	-	-	-
Goodwill		-	-	-	-	-	3,938	-	3,938	-	-	-	-	-
Intangible Assets		-	-	-	-	-	1,755	-	1,755	-	-	-	-	-
Intangible Assets under Development		-	-	-	-	-	-	-	-	-	-	-	-	-
Investments		-	-	-	-	-	48,665	-	48,665	-	-	-	-	-
Loans		-	-	-	-	111	12,704	-	12,815	-	-	-	-	-
Inventories		-	-	-	-	21,987	-	-	21,987	-	-	-	-	-
Trade Receivables		-	-	-	-	22,260	-	-	22,260	-	-	-	-	-
Cash and Cash Equivalents		-	-	-	-	133	-	-	133	-	-	-	-	-
Bank Balances other than Cash and Cash Equivalents		-	-	-	-	12,920	-	-	12,920	-	-	-	-	-
Cash Equivalents		-	-	-	-	-	-	-	-	-	-	-	-	-
Others		-	-	-	-	6,023	4,956	-	10,979	-	-	-	-	-
<b>Total</b>		-	<b>22,089</b>	-	<b>36,706</b>	<b>1,49,966</b>	<b>71,220</b>	-	<b>2,79,981</b>	-	-	<b>75,200</b>	<b>781</b>	<b>75,981</b>
<b>LIABILITIES</b>														
Debt securities to which this certificate pertains				Yes	1,154	-	-	-	1,154	-	-	1,154	-	1,154
Other debt sharing pari-passu charge with above debt		not to be filled			562	-	-	-	562	-	-	562	-	562
Other Debt					-	-	-	-	-	-	-	-	-	-
Subordinated debt					-	-	-	-	-	-	-	-	-	-
Borrowings					-	-	2,226	-	2,226	-	-	-	-	-
Bank			1,512		-	-	48,551	-	50,063	-	-	-	-	-
Debt Securities					-	-	-	-	-	-	-	-	-	-
Others	Interest Accrued				30	427	-	-	457	-	-	30	-	30
Trade payables					-	-	-	33,005	33,005	-	-	-	-	-
Lease Liabilities					-	-	-	377	377	-	-	-	-	-
Provisions					-	-	-	1,901	1,901	-	-	-	-	-
Others					-	-	-	26,225	26,225	-	-	-	-	-
<b>Total</b>			<b>1,512</b>		<b>1,746</b>	<b>51,204</b>	<b>61,508</b>	-	<b>1,15,970</b>	-	-	<b>1,746</b>	-	<b>1,746</b>
<b>Cover on Book Value (Refer note 4)</b>						<b>21.02</b>								
<b>Cover on Market Value</b>												<b>43.07</b>		<b>43.52</b>
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio									



**Notes:**

1. The Company has complied with all financial covenants (refer 1.1 below) as detailed in the Debenture Trust Deed except as stated below.

Particulars	Required	Actual*
Current Ratio	1.30 times	0.67
Liabilities to Tangible Networth Ratio	≤ 1.5 times	1.51
Financial Indebtedness to EBITDA **	< 3 times	12.69
Peak Debt Service Coverage Ratio **	> 1.3 times	0.39

\* These ratios are calculated based on consolidated numbers of Sagar Cements Limited as per the sanction letter.

\*\* Not annualised

1.1. The financial covenants are as detailed below:

- Current Ratio
- Liabilities to Tangible Networth Ratio
- Financial Indebtedness to EBITDA
- Peak Debt Service Coverage Ratio
- Security Cover

2. The financial information as on December 31, 2024 has been extracted and ascertained from unaudited books of account of the Company for the nine months ended and as at December 31, 2024 and other relevant records and documents maintained by the Company.

3. The market values of assets offered as security to the debt for which the certificate is being issued are based on the reports of independent registered valuer appointed by the Company vide their report dated June 10, 2022. The Statutory Auditors have not performed any independent procedures in this regard.

4. The assets of the Company provide coverage of 21.02 times of the interest and principal amount, which is more than the required coverage in accordance with the terms of issue/ debenture trust deed.

5. Additional information as required under Quarterly Compliance Report in relation to the debentures issued by Company pursuant to the debenture trust deed(s) entered into between Company and IDBI Trusteeship Services Limited as amended from time to time:

Particulars	Details
ISIN	INE433R07016
Facility	Non-Convertible Debt Securities
Type of Charge	Pari-passu
Sanctioned Amount (₹ in Lakhs)	15,000
Outstanding amount as on December 31, 2024 (₹ in Lakhs)	1,154
Cover Required	125%
Assets Required	1,443
Value of book debts/receivables outstanding as on December 31, 2024 (₹ in Lakhs)*	22,260

\* Book debt/ receivables represents trade receivables of the Company. The book debt/ receivables balances outstanding as at December 31, 2024 are net of expected credit loss allowance of 1,385 Lakhs.

For Sagar Cements Limited

  
K. Prasad  
Chief Financial Officer





# SAGAR CEMENTS LIMITED

## ISIN Wise Details

Sl. No.	ISIN	Facility	Type of Charge	Sanctioned amount (Rs.in Lakhs)	Outstanding amount as on 31.12.2024 (Rs. In Lakhs)	Cover Required	Assets Required (Rs.in Lakhs)
1	INE433R07016	Non-Convertible Debt Securities	Pari-passu /exclusive	15,000	1,154	125%	1,443
	Grand Total			15,000	1,154	125%	1,443

J.Raja Reddy  
Company Secretary  
M.No:A31113



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