



SAGAR CEMENTS (R) LIMITED

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

Ref:SCRL:SEC:NSE:2019-20

21st October 2019

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, 2019

...

We wish to inform you that our Board of Directors at their meeting held on today, approved the un-audited financial results for the half-year ended 30th September, 2019 after review of these results by its Audit Committee.

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, 2019;
- (ii) Limited Review Report on the above 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.



Registered 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 CIN: U40300TG2007PLC134320

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

SAGAR CEMENTS (R) LIMITED
CIN No: U40300KA2007PLC043746
Plot No. 111, Road No. 10, Jubilee Hills, Hyderabad - 500 033 Fax: +91 40 23356573
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2019

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

Sl. No	Particulars	Six months ended September 30, 2019	Six months ended September 30, 2018	Year ended March 31, 2019
		(Unaudited)	(Unaudited)	(Audited)
1	Income from operations			
	(a) Revenue from operations	18,418	15,540	36,770
	(b) Other Income	18	29	55
	Total income	18,436	15,569	36,825
2	Expenses			
	(a) Cost of materials consumed	2,320	1,628	4,279
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(596)	(74)	(388)
	(c) Employee benefits expense	524	421	855
	(d) Finance costs	2,047	2,020	4,290
	(e) Depreciation and amortisation expense	1,068	965	1,996
	(f) Power and fuel expense	5,721	6,542	14,565
	(g) Freight & forwarding	3,917	3,304	7,848
	(h) Other expenses	2,304	2,188	4,603
	Total expenses	17,305	16,894	38,048
3	Profit/ (loss) before tax (1-2)	1,131	(1,425)	(1,223)
4	Tax expense/ (benefit)			
	(a) Current Tax	-	-	-
	(b) Deferred Tax	605	(320)	(84)
	Total Tax	605	(320)	(84)
5	Net loss for the period (3-4)	526	(1,105)	(1,139)
6	Other comprehensive income			
	(i) Items that will not be reclassified to profit or loss	-	-	(33)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	12
	Total Other comprehensive income	-	-	(21)
7	Total comprehensive income (5+6)	526	(1,105)	(1,160)
8	Paid up equity share capital	10,381	10,381	10,381
9	Reserves	(3,647)	(4,119)	(4,173)
10	Net worth (Refer note 4)	6,734	6,262	6,208
11	Paid up Debt Capital (Refer note 4)	13,846	15,000	15,000
12	Earnings per share (Basic & Diluted) of ₹ 10 each	0.34	(1.23)	(1.43)
13	Debt Equity Ratio (Refer note 4)	4.49	5.04	5.02
14	Debt Service Coverage Ratio (Refer note 4)	1.22	0.66	0.92
15	Interest Service Coverage Ratio (Refer note 4)	1.83	0.93	1.21
				(*)

(*) - Annualised



Balance sheet

Particulars	As at September 30, 2019	As at March 31, 2019
	(Unaudited)	(Audited)
ASSETS		
Non-current assets		
(a) Property, plant and equipment	43,593	44,022
(b) Capital work-in-progress	426	277
(c) Right of use assets	30	
(d) Intangible assets	9	10
(e) Financial assets		
- Other financial assets	378	355
(f) Deferred tax assets (net)	2,678	3,284
(g) Advance Income tax	-	18
(h) Other non-current assets	56	27
Total Non-current assets (1)	47,170	47,993
Current assets		
(a) Inventories	3,336	3,890
(b) Financial assets		
(i) Trade receivables	4,522	3,747
(ii) Cash and cash equivalents	4	7
(iii) Bank balances other than (ii) above	358	137
(iv) Other financial assets	23	37
(c) Other current assets	1,303	1,564
Total Current assets (2)	9,546	9,382
Total Assets (1+2)	56,716	57,375
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	10,381	10,381
(b) Other equity	(3,647)	(4,173)
Total Equity (1)	6,734	6,208
Liabilities		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	24,479	25,386
(ii) Other financial liabilities	3,248	3,015
(b) Provisions	102	103
(c) Other non current liabilities	50	50
Total Non-current liabilities (2)	27,879	28,554
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,734	3,231
(ii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	19	20
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	4,202	5,352
(iii) Other financial liabilities	8,354	8,192
(b) Provisions	36	36
(c) Other current liabilities	5,758	5,782
Total Current liabilities (3)	22,103	22,613
Total Equity and Liabilities (1+2+3)	56,716	57,375

Notes:

- The above financial results were recommended by the Audit Committee and later approved by the Board of Directors at their respective meetings held on October 21, 2019. The statutory auditors have carried out a limited review of the above results.
- The financial results of the Company have been prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- Ratios have been computed as follows:
 - Debt equity ratio = Debt / Net Worth
[Debt: Long term secured loans + Long term unsecured loans]
[Net Worth: Equity share capital + Reserves and Surplus]
 - 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).
 - Interest service coverage ratio = Cash profit after adjusting depreciation / Interest expense during the period.
[Cash profit after adjusting depreciation: Profit After Tax + Interest + Depreciation]
 - Paid up Debt Capital = Non Convertible Debentures



4 Statement of cash flows for the half year ended September 30, 2019

(₹ in lakhs)

Particulars	Six months ended September 30, 2019	Six months ended September 30, 2018
A Cash flows from operating activities		
Profit/ (Loss) before taxes	1,131	(1,425)
Operating profit before working capital changes	4,316	1,531
Net cash generated from operating activities	3,378	710
B Cash used in investing activities	(948)	(2,213)
C Cash flow from financing activities	(2,433)	1,458
Net cash outflow during the period	(3)	(45)

The Statement of cashflows for the corresponding six months ended September 30, 2018, as reported in the accompanying Statement have been approved by the Company's Board of Director's, but have not been subjected to review.

5 The Company had issued 11.6% Non-Convertible Debentures (NCDs) on March 23, 2016. Following are the additional disclosure as per Regulation 52 (4) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2016:

SI No.	Particulars	As at September 30, 2019
(a)	Previous due date for the payment of interest of NCDs	May 28, 2019
(b)	Interest has been paid	Yes
(c)	Previous due date for the repayment of Principal of NCDs	May 28, 2019
(d)	Principal has been paid	Yes
(e)	Next due date for the payment of interest of NCDs	November 28, 2019
(f)	Amount of interest payable (₹ in lakhs)	810
(g)	Next due date for the repayment of principal of NCDs	November 28, 2019
(h)	Amount of principal repayable (₹ in lakhs)	1,154

(ii) The credit rating by India Ratings and research for the NCD's issued by the Company is 'IND A-' / Stable.

(iii) The Company continues to maintain 100% asset cover for the secured NCDs issued by it.

Place: Hyderabad
Date: October 21, 2019



For Sagar Cements (R) Limited

Dr. S. Anand Reddy
Dr. S. Anand Reddy
(Managing Director)

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

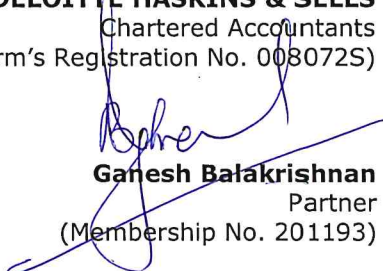
TO THE BOARD OF DIRECTORS OF SAGAR CEMENTS (R) LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results ("Results") of **SAGAR CEMENTS (R) LIMITED** ("the Company") for the six months ended September 30, 2019 ("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 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.

Attention is drawn to Note 4 of the Statement which states that the statement of cash flows for the corresponding six months ended September 30, 2018, as reported in the accompanying Statement have been approved by the Company's Board of Directors, but have not been subjected to review.

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 52 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)


Ganesh Balakrishnan
Partner
(Membership No. 201193)

Place: Hyderabad
Date: October 21, 2019
UDIN: 19201193AAAADT4761