

# ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2016

February 10, 2017

The Manager  
Listing Department  
**National Stock Exchange of India Limited.**  
"Exchange Plaza" C/1, G-Block  
Bandra-Kurla Complex, , Bandra (E)  
Mumbai - 400051

**Bombay Stock Exchange Limited**  
25 Floor, New Trading Ring  
Rotunda Building P J Towers,  
Dalal Street, Fort  
Mumbai – 400 001

Dear Sirs,

**Re: Unaudited Financial Results of the Company for the Quarter ended 31<sup>st</sup> December 2016**

We are enclosing here with Unaudited Financial Results for the Quarter ended 31<sup>st</sup> December 2016 which were duly approved by the Board of Directors at the their meeting held today i.e. February 10, 2017 along with Limited Review Report issued by the Statutory Auditors pursuant to Regulation 33 of SEBI (Listing Obligation Disclosure Requirements) Regulations, 2015

Thanking you

Yours faithfully  
**For ANDHRA CEMENTS LIMITED**

  
**G Tirupati Rao**  
**Company Secretary & G.M. - Legal**

Encl: as above



**ANDHRA CEMENTS LIMITED**

Reqd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)  
 Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31, 2016**

SI.No.	PARTICULARS	(Rs, In Lakhs)				
		Quarter ended			Nine Months Ended	
		31.12.2016	30.09.2016	31.12.2015	31.12.2016	31.12.2015
<b>UNAUDITED</b>						
<b>1</b>	<b>Income from operations</b>					
	(a) Net Sales/Income from operations	<b>10,028</b>	10,052	10,401	<b>30,012</b>	37,898
	(b) Other Operating Income	<b>27</b>	56	-	<b>184</b>	-
	<b>Total income from operations (net)</b>	<b>10,055</b>	10,108	10,401	<b>30,196</b>	37,898
<b>2</b>	<b>Expenses</b>					
	(a) Cost of material consumed	<b>928</b>	711	1,107	<b>2,963</b>	4,243
	(b) Cost of Goods Sales	<b>14</b>	36	-	<b>149</b>	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	<b>(92)</b>	449	636	<b>(2)</b>	937
	(d) Employee benefits expenses	<b>775</b>	880	512	<b>2,127</b>	1,628
	(e) Depreciation and amortisation expenses	<b>1,004</b>	1,003	1,006	<b>3,008</b>	3,022
	(f) Power and fuel	<b>3,391</b>	2,776	2,876	<b>9,260</b>	10,275
	(g) Freight and Other handling expenses	<b>1,704</b>	1,760	2,157	<b>5,380</b>	8,822
	(h) Excise Duty	<b>1,418</b>	1,259	1,380	<b>4,106</b>	5,163
	(i) Other Expenses	<b>668</b>	721	698	<b>2,134</b>	2,933
	<b>Total expenses</b>	<b>9,810</b>	9,595	10,372	<b>29,125</b>	37,023
<b>3</b>	<b>Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>245</b>	513	29	<b>1,071</b>	875
<b>4</b>	<b>Other Income</b>	<b>34</b>	24	126	<b>129</b>	663
<b>5</b>	<b>Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+/-4)</b>	<b>279</b>	537	155	<b>1,200</b>	1,538
<b>6</b>	<b>Finance Costs</b>	<b>2,744</b>	2,612	2,512	<b>7,825</b>	7,504
<b>7</b>	<b>Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5+/-6)</b>	<b>(2,465)</b>	(2,075)	(2,356)	<b>(6,625)</b>	(5,966)
<b>8</b>	<b>Exceptional Items</b>	-	-	-	-	-
<b>9</b>	<b>Profit / (Loss) from ordinary activities before tax (7+8)</b>	<b>(2,465)</b>	(2,075)	(2,356)	<b>(6,625)</b>	(5,966)
<b>10</b>	<b>Tax Expense</b>					
	Current	-	-	-	-	-
	Deferred	<b>10</b>	49	61	<b>59</b>	74
<b>11</b>	<b>Net Profit / (Loss) from Ordinary Activities after tax (9-/+10)</b>	<b>(2,455)</b>	(2,026)	(2,295)	<b>(6,566)</b>	(5,892)
<b>12</b>	<b>Extraordinary Items (Net of tax expense Rs.lakhs)</b>	-	-	-	-	-
<b>13</b>	<b>Net Profit / (Loss) for the period (11-12)</b>	<b>(2,455)</b>	(2,026)	(2,295)	<b>(6,566)</b>	(5,892)
<b>14</b>	<b>Other Comprehensive Income (net of tax)</b>	<b>2</b>	(11)	-	<b>(6)</b>	10
<b>15</b>	<b>Total Comprehensive Income (after tax) for the period (13+14)</b>	<b>(2,453)</b>	(2,037)	(2,295)	<b>(6,572)</b>	(5,882)
<b>16</b>	<b>Paid-up Equity Share Capital (Face value Rs. 10 per Share)</b>	<b>29352</b>	29352	29352	<b>29352</b>	29,352
<b>17.i</b>	<b>Earnings per share (before extraordinary items) (of Rs 10/- each) (not annualised) :</b>					
	(a) Basic	<b>(0.84)</b>	(0.69)	(0.78)	<b>(2.24)</b>	(2.00)
	(b) Diluted	<b>(0.84)</b>	(0.69)	(0.78)	<b>(2.24)</b>	(2.00)
<b>17.ii</b>	<b>Earnings per share (after extraordinary items) (of Rs 10/- each) (not annualised) :</b>					
	(a) Basic	<b>(0.84)</b>	(0.69)	(0.78)	<b>(2.24)</b>	(2.00)
	(b) Diluted	<b>(0.84)</b>	(0.69)	(0.78)	<b>(2.24)</b>	(2.00)



**Notes**

- 1 The above unaudited financial results for the quarter and nine months ended December 31, 2016 have been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on **February 10, 2017**.
- 2 The Company is exclusively engaged in the business of cement.
- 3 The Captive Power Plant (CPP) of 30 MW set up by the Company is yet to be stabilised.
- 4 As per Ministry of Corporate Affairs (MCA) notification dated February 16, 2015, the Indian Accounting Standards(Ind AS) are mandatory for the Company for the Financial year commencing on or after April 01, 2016. Accordingly, the Company has adopted Ind AS from April 01, 2016 and the financial result for the quarter and nine months ended December 31, 2016 are prepared in accordance with the principles laid down in the said Ind AS and the Auditors have carried out a limited review of the same.
- 5 During the quarter and nine months ended December 31, 2016, the Company has incurred losses of Rs 2453 Lakhs and Rs.6572 lakhs respectively, resulting into increase in accumulated losses. The Statement of the Company have been prepared on going concern basis as management is confident that the Company would be able to achieve profitable operations and meet its obligations.
- 6 The Financial Statement of the Company for the year 2014-15 were prepared for a period of 15 months from April 01, 2014 to June 30, 2015 and for the previous period of 2015-16 for a period of 9 months from July 01, 2015 to March 31, 2016. The comparable financial results for the corresponding period ended on December 31, 2015 is prepared by combining results of quarter ended on June 30, 2015 and six months ended December 31, 2015 respectively. The date of Transition being April 01, 2015, the financial results for the corresponding quarter and nine months period are restated under Ind AS and have not been subjected to limited review by the Auditors of the Company. However, the Management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of the Company's affairs.

7	The reconciliation of net loss as previously reported under previous Indian GAAP and Ind AS is as under:		
		(Rs, In Lakhs)	
		Quarter ended December 31, 2015	Nine Months ended December 31, 2015
	<b>Particulars</b>		
		<b>Unaudited</b>	
	Net Loss (after tax) reported for the quarter and nine months ended (published as per previous Indian IGAAP)	(2,293)	(5,742)
	<b>Add:</b>		
	Impact of measurement of financial instruments at fair value	(9)	(90)
	Actuarial loss on defined obligation recognised in other comprehensive income	(14)	(14)
	Depreciation on Revaluation	(40)	(120)
	Deferred tax assets on above adjustment	61	74
	Other Comprehensive Income(after tax)	-	10
	<b>Net Impact</b>	<b>(2)</b>	<b>(140)</b>
	<b>Total comprehensive income (comprising loss for the period after tax and other comprehensive income</b>	<b>(2,295)</b>	<b>(5,882)</b>

Noida  
February 10, 2017



*K.N. Bhandari*  
K.N.Bhandari  
(Chairman)



**ANDHRA CEMENTS LIMITED**

Regd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)

Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED December 31, 2016**

PART I		(Rs, In Lakhs)		
Sl.No.	Particulars	Quarter ended	Nine months ended	Quarter ended
		31.12.2016	31.12.2016	31.12.2015
UNAUDITED				
1	Total Income from Operations	10,055	30,196	10,401
2	Net Profit / (Loss) for the period (before Tax, Exceptional and/or Extraordinary items)	(2,465)	(6,625)	(2,356)
3	Net Profit / (Loss) for the period before tax (after Exceptional and/or Extraordinary items)	(2,465)	(6,625)	(2,356)
4	Net Profit / (Loss) for the period after tax (after Exceptional and/or Extraordinary items#)	(2,455)	(6,566)	(2,295)
5	Total Comprehensive Income for the period [Comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	(2,453)	(6,572)	(2,295)
6	Equity Share Capital ( Face Value Rs. 10/- per share)	29,352	29,352	29,352
7	Earnings Per Share (of Rs. 10/- each) (for continuing operations) -Basic/Diluted	(0.84)	(2.24)	(0.78)

**Notes:**

- a The above is an extract of the detailed format of unaudited quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the unaudited quarterly Financial Results are available on the websites of the Stock Exchange ([www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com)) and the Company's website at [www.andhracements.com](http://www.andhracements.com)
- b The unaudited financial result has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind- AS) prescribed under section 133 of the Companies Act 2013 and other recognized accounting practices and policies to the extent applicable with effect from April 01, 2016. The unaudited financial result for the quarter and nine months ended December 31, 2015 has not been subjected to any limited review.

Noida  
February 10, 2017



For Andhra Cements Limited

K. N. BHANDARI  
CHAIRMAN

# CHATURVEDI & PARTNERS

## Chartered Accountants

212A, Chiranjiv Tower, 43 Nehru Place, New Delhi-110019  
Phone : 011-46654665 Fax : 011-46654655  
Email : delhi@chaturvedica.com

### Independent Auditors' Limited Review Report

To, The Board of Directors of  
**ANDHRA CEMENTS LIMITED**

We have reviewed the accompanying statement of unaudited financial results ("the Statement") of **ANDHRA CEMENTS LIMITED ("the Company")** for the quarter and nine months ended December 31, 2016 (the statement) attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016.

The statement is the responsibility of the Company's management and has been approved by the Board of Directors in their meeting held on February 10, 2017. Our responsibility is to issue a report on these financial results based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial results are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards specified under section 133 of the Companies Act, 2013 read with relevant Rule issued thereunder or issued by the Institute of Chartered Accountants of India and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of SEBI (listing obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

We draw attention to Note no. 5 of the Statement wherein the company has incurred losses of Rs.2453 Lakhs and Rs.6572 Lakhs during the quarter and nine months ended December 31, 2016 respectively resulting into increase in accumulated losses of the company. The Statement of the Company have been prepared on going concern basis as management is confident that the Company would be able to achieve profitable operations and meet its obligations. Our conclusion is not modified in respect of this matter.

We have not reviewed the accompanying financial results and other financial information for the quarter and nine months ended December 31, 2015, including the reconciliation of net losses for the quarter and nine months ended December 31, 2015 which have been presented solely based on the information compiled by the management.



New Delhi  
February 10, 2017

**For CHATURVEDI & PARTNERS**  
Chartered Accountants  
Firm Registration No. 307068E

  
**RAVINDRA NATH CHATURVEDI**  
Partner  
Membership No. 092087