

ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2020

November 12, 2020

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

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

Fax No.: 022-26598237/38,
02226598347/48

Fax No.: 022-22723121/2037
/2039/2041

Dear Sirs,

Re: Un-audited Financial Results for the quarter ended 30th September, 2020 & Change in Directors - Outcome of the Board Meeting held on 12th November, 2020

The Board of Directors of the Company at its meeting held today i.e November 12, 2020, considered and approved the following:

1. Un-audited Financial Results for the quarter/half-year ended 30th September, 2020. Copies of Financial Results along with Limited Report under Reg, 33 (3) (d) of SEBI (LODR) Regulations, 2015 are attached herewith for your kind information and records.
2. The Board Appointed Shri K.V. Rajendran (DIN-02468551) as Independent Director and Chairman of the Board and Shri Suresh Chand Rathi (DIN- 02976025) as Independent Director in place of Retired Independent Directors with immediate effect.

Thanking you,

Yours faithfully,
For ANDHRA CEMENTS LTD


(G. TIRUPATI RAO)
Company Secretary & GM-Legal

Encl: as above



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Dachepalli - 522414, Guntur District, Andhra Pradesh,
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Website : www.andhracements.com, E.mail : investorcell@andhracements.com
CIN : L26942AP1936PLC002379

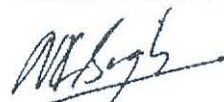
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020

(Rs. in Lakhs except EPS)

S. No.	PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
		30.09.2020 UNAUDITED	30.06.2020 UNAUDITED	30.09.2019 UNAUDITED	30.09.2020 UNAUDITED	30.09.2019 UNAUDITED	31.03.2020 AUDITED
1	Revenue from Operations	-	8	5,607	8	9,707	14,292
2	Other Income	13	99	22	112	43	71
3	Total income (1+2)	13	107	5,629	120	9,750	14,363
4	Expenses						
(a)	Cost of Material Consumed	(0)	0	666	0	1,124	1,526
(b)	Changes in inventories of finished goods and work-in-progress	(0)	6	(582)	6	(1,121)	(106)
(c)	Employee Benefits Expense	416	425	605	841	1,195	2,243
(d)	Finance Costs	3,636	3,379	3,128	7,015	5,992	12,174
(e)	Depreciation and Amortisation Expense	1,197	1,193	1,200	2,390	2,394	4,783
(f)	Power and Fuel	40	479	2,560	519	4,609	6,549
(g)	Freight and Forwarding expenses	(0)	0	1,130	0	1,904	2,954
(h)	Other Expenses	163	168	595	331	1,034	1,859
	Total expenses	5,452	5,650	9,302	11,102	17,131	32,023
5	Profit / (Loss) before exceptional items and tax (3-4)	(5,439)	(5,543)	(3,673)	(10,982)	(7,381)	(17,660)
6	Exceptional Items	-	-	-	-	-	-
7	Profit / (Loss) before tax (5+6)	(5,439)	(5,543)	(3,673)	(10,982)	(7,381)	(17,660)
8	Tax Expense						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	-	-	(814)	-	(828)	(828)
9	Net Profit / (Loss) for the period (7-8)	(5,439)	(5,543)	(2,859)	(10,982)	(6,553)	(16,832)
10	Other Comprehensive Income (net of tax)						
	Items that will not be reclassified to profit and loss	(28)	-	3	(28)	(4)	(10)
	Items that will be reclassified to profit and loss	-	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	(5,467)	(5,543)	(2,856)	(11,010)	(6,557)	(16,841)
12	Paid up Equity Share Capital (Face value Rs. 10 per share)	29,352	29,352	29,352	29,352	29,352	29,352
13	Earning Per Share (of Rs. 10/- each)						
(a)	Basic	(1.85)	(1.89)	(0.97)	(3.75)	(2.23)	(5.74)
(b)	Diluted	(1.85)	(1.89)	(0.97)	(3.75)	(2.23)	(5.74)
		Not Annualised	Not Annualised	Not Annualised	Not Annualised	Not Annualised	Annualised

Notes

- The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on November, 12, 2020. The Statutory Auditors have conducted limited review of these results in terms of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI-LODR).
- The Company has incurred losses of Rs. 5,467 lakhs for the quarter ended September 30, 2020 resulting into accumulated losses of Rs. 98,008 lakhs against the paid up share capital of Rs. 29,352 lakhs as at September 30, 2020. Moreover, the Company has aggregate borrowing of Rs. 1,15,395 lakhs as on September 30, 2020 including working capital loans and interest accrued thereon. Further at present the plant operations are at halt due to shortage of working capital and consequential attachment of stock and bank accounts of the company by the GST authorities and Power disconnection by the Electricity board. The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the cement market has started improving and company is hope to achieve profitable operations and meet obligations/liabilities and is of the view that the company will continue as a going concern. The statutory auditors have qualified their Report in respect of this matter.
- Certain Trade receivables, Security deposits given/taken, Advances to suppliers, Trade payables and Advances from Customers are subject to confirmations. Management believes that no material adjustments would be required in books of accounts upon receipt of these confirmations.
- The Directorate of Revenue Intelligence has issued an order in December 2018 to the company u/s 110(1) of Customs Act, 1962 confiscating the capital goods having import value of Rs. 3,979 lakhs due to non-fulfillment of certain export obligations. The company has made adequate provision towards differential Custom Duty and interest thereon.
- Facilities extended by the lenders are overdue for more than 90 days at the end of quarter and previous financial year.
- The outbreak of Coronavirus (COVID - 19) pandemic globally and in India is causing significant disturbance in the markets. On 11.03.2020, the Covid -19 outbreak was declared a global pandemic by the World Health Organisation (WHO). It has also resulted in significant disruption in global and Indian economic activities. The situation has been under close watch by the Company to take prompt actions for continuity of business operations in an optimised manner. The Company believes that the impact of this outbreak will not be significant on its business and financial positions.
- The company's business operation fall in single segment i.e. manufacturing and marketing of cement.



Statement of Assets and Liabilities as on September 30, 2020

(Rs. In Lakhs)

PARTICULARS		As at	As at
		Sep 30, 2020	March 31, 2020
		AUDITED	AUDITED
I	ASSETS		
1	Non-Current Assets		
a.	Property, Plant and Equipment	90,185	92,574
b.	Capital work-in-progress	134	134
c.	Financial Assets		
i)	Investments	1	1
ii)	Other financial assets	1,229	1,265
d.	Non current tax assets (net)	-	-
d.	Other non-current assets	571	418
	Sub-Total Non Current Assets	92,120	94,392
2	Current Assets		
a.	Inventories	1,530	1,537
b.	Financial Assets		
i)	Trade receivables	900	2,001
ii)	Cash and cash equivalents	1	1
iii)	Bank balances other than (ii) above	604	372
iv)	Other financial assets	1,045	1,067
c.	Current Tax Assets (net)	37	48
d.	Other current assets	947	806
	Sub-Total Current Assets	5,064	5,832
	Total Assets	97,184	100,224
II	EQUITY AND LIABILITIES		
1	EQUITY		
a.	Equity share capital	29,352	29,352
b.	Other equity	(88,445)	(77,435)
	Total Equity	(59,093)	(48,083)
2	LIABILITIES		
	Non-Current liabilities		
a.	Financial liabilities		
i)	Borrowings	54,384	56,772
b.	Provisions	295	312
c.	Deferred tax liabilities (Net)	-	-
	Total Non-Current Liabilities	54,679	57,084
	Current Liabilities		
a.	Financial liabilities		
i)	Borrowings	19,233	19,025
ii)	Trade payables		
-	Due to Micro Enterprises and Small Enterprises	151	149
-	Due to creditors other than Micro Enterprises and Small Enterprises	17,822	15,837
iii)	Other financial liabilities	55,159	47,288
b.	Other current liabilities	9,110	8,786
c.	Provisions	123	138
	Total Current Liabilities	101,598	91,223
	Total Equity and Liabilities	97,184	100,224




CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30 SEPTEMBER' 2020

PARTICULARS	For the Half Year Ended September 30, 2020	For the Year Ended March 31, 2020
A. Cash flow from operating activities		
Loss Before Tax	(10,982)	(17,660)
Adjustment for:		
Depreciation and amortisation expenses	2,390	4,783
Profit/(Loss) on sale/disposal of Property, Plant and Equipment	-	-
Provision for Employee Benefits (OCI)	(28)	(9)
Provision for doubtful debts, advances and deposits	-	-
Interest income	(29)	(64)
Finance cost	7,015	12,175
Exceptional Items	-	-
Operating Profit before working capital changes	(1,634)	(776)
Decrease / (Increase) in Inventories	7	(17)
Decrease / (Increase) in trade receivables	1,101	(69)
Decrease / (Increase) in financial current and non-current assets	57	364
Decrease / (Increase) in non-financial current and non-current assets	(293)	93
(Decrease) / Increase in non-financial liabilities and provisions	(2,284)	(3,075)
(Decrease) / Increase in trade payables and other financial liabilities	9,859	15,152
Cash generated from operations	6,813	11,672
Direct Taxes (Paid)/Refund	11	61
Net Cash generated / (used) in from operations	6,824	11,733
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment (including CWIP and net of Capital Creditor and advances)	-	(18)
Proceeds from sale of Property, Plant and Equipment	-	2
Purchase of Investments	-	-
Net investment in Bank (Fixed Deposits and Restricted Bank Balance)	(232)	(27)
Interest received	28	65
Net cash generated / (used) in investing activities	(204)	22
C. Cash flow from financing activities		
Equity Component of Financial Instrument	-	239
Proceeds from Long Term Borrowings (net of repayments)	187	(4,982)
Proceeds from Short Term Borrowings (net of repayments)	208	5,160
Interest and Finance charges	(7,015)	(12,174)
Net cash generated / (used) from financing activities	(6,620)	(11,757)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(0)	(2)
Cash and cash equivalents at the beginning of the year	1	3
Cash and cash equivalents at the end of the year	1	1

Note: The above statement of Cash Flow has been prepared under 'indirect method' as set out in Ind AS -7 as specified under Section 133 of the Companies Act, 2013.

The accompanying notes are an integral part of the financial statements.

For and on Behalf of the Board of Directors


NAVEEN KUMAR SINGH
DIRECTOR AND CEO

New Delhi
November 12, 2020



ANDHRA CEMENTS LIMITED

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

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

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2020

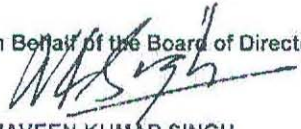
(Rs. In Lakhs except EP

Sl. No.	Particulars	Quarter ended 30.09.2020 (Unaudited)	Half Year ended 30.09.2020 (Unaudited)	Quarter ended 30.09.2019 (Unaudited)	Year ended 31.03.20 (Audited)
1.	Total Income	13	120	5,629	14,3
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(5,439)	(10,982)	(3,673)	(17,66
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(5,439)	(10,982)	(3,673)	(17,66
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(5,439)	(10,982)	(2,859)	(16,83
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(5,467)	(11,010)	(2,856)	(16,84
6.	Paid-up Equity Share Capital (Face value Rs. 10/- per share)	29,352	29,352	29,352	29,3
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(77,435) (As on 31.03.2020)	(77,435) (As on 31.03.2020)	(60,833) (As on 31.03.2019)	(77,43 (As on 31.03.202
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)				
	a) Basic	(1.85)	(3.75)	(0.97)	(5.7
	b) Diluted	(1.85)	(3.75)	(0.97)	(5.7
		Not Annualised	Not Annualised	Not Annualised	Annualised

Note :

- The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on November, 12, 2020. The Statutory Auditors have conducted limited review of these results in terms of regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI-LODR).
- The above is an extract of the detailed format of Quarterly and Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SE (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on the Websites of NSE (www.nseindia.com) and BSE (www.bseindia.com) and the Company's web site (www.andhracemments.com).

For and on Behalf of the Board of Directors


NAVEEN KUMAR SINGH
DIRECTOR AND CEO

New Delhi
November 12, 2020

DASS GUPTA & ASSOCIATES

Chartered Accountants

B-4, Gulmohar Park, NEW DELHI – 110 049
PHONES: 46111000 (30 lines), E-mail: admin@dassgupta.com

Independent Auditor's Review Report on Unaudited Financial Results of ANDHRA CEMENTS LIMITED for the quarter and half year ended on September 30, 2020 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
ANDHRA CEMENTS LIMITED

1. We have reviewed the accompanying statement of unaudited financial results ("the Statement") of ANDHRA CEMENTS LIMITED ("the Company") for the quarter and half year ended September 30, 2020, attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. This Statement, which is the responsibility of the Company's Management and has been approved by the Board of Directors, has been compiled from the related interim financial statements which have been prepared in accordance with the recognition and measurement principals 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 there under 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 provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. We refer to Note 2 to the Statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter ended September 30, 2020, the Company has incurred losses of Rs. 5,467 lakhs, resulting into accumulated losses of Rs. 98,008 lakhs and erosion of net worth as at September 30, 2020. The Company has obligation towards fund-based borrowings aggregating to Rs 1,15,395 lakhs as on September 30, 2020 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on September 30, 2020. Further at present the plant operations are at halt due to shortage of working capital and consequential attachment of stock and bank accounts of the company by the GST authorities and Power disconnection by the Electricity board. These matters require the Company to generate additional cash flow to fund the operations as well as



payments to lenders, creditors, statutory dues and other obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying Statement.

4. Based on our review conducted as stated above, except for the possible effect of the matter described in para 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in accordance with 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 SEBI (Listing Obligation and Disclosure Requirements) Regulation 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. Emphasis of Matter

We refer to:

- a) Note 3 to the Statement regarding pending confirmation in respect of certain trade receivables, security deposits given/taken, advances to suppliers, trade payables and advances from customers. The Management believes that on confirmation, there will not be any material impact on the accompanying Statement.
- b) Note 4 to the Statement, in respect of confiscation of imported capital goods having import value of Rs.3,979 lakhs due to non-fulfillment of certain export obligations.

Our report is not modified in respect of these matters.

For Dass Gupta and Associates
Chartered Accountants
Firm Registration No: 000112N


Vipin Aggarwal
(Partner)

Membership No: 522003
UDIN:- 20522003AAAABI5269

Date: 12.11.2020

Place: Delhi