

ANDHRA CEMENTS LIMITED

Ref. ACL.SEC:2019

15th November, 2019

The Manager Listing Department National Stock Exchange of India Ltd Exchange Plaza, C-1, G-Block Bandra-Kurla Complex, Bandra (E), Mumbai - 400051 Fax No. 022-26598237/38/8347/48	
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Dear Sirs,

Sub: Submission of Reply to the Query- Reg
Ref: Your Email dated 13th Nov, 2019

With reference to your mails dated 13th Nov, 2019 in regard to the quick results submitted to the Exchange on 12th Nov, 2019 and non sub-mission of "Cash Flow Statement". We are pleased to inform that by clerical mistake this cash flow statement was missed out while scanning along with the other related papers. Now, we are attached the full set of results includes the cash flow statement for your kind information and records. We humbly request you to kindly condone the mistake taken place.

Thanking you,

Yours truly,
For ANDHRA CEMENTS LTD



G. TIRUPATI RAO
COMPANY SECRETARY

Encl: As above

ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2019

November 12, 2019

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/half year ended
30th September, 2019**

We are enclosing here with Unaudited Financial Results for the Quarter/half year ended 30th September 2019 which were duly approved by the Board of Directors at the their meeting held today i.e. November 12, 2019 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

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, 2019

(Rs. in Lakhs except EPS)

S. No.	PARTICULARS	Quarter Ended			Half Year Ended		Year Ended
		30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
		UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	UNAUDITED	AUDITED
1	Revenue from Operations	5,607	4,100	7,843	9,707	17,136	32,124
2	Other Income	22	21	66	43	97	180
3	Total income (1+2)	5,629	4,121	7,909	9,750	17,233	32,304
4	Expenses						
(a)	Cost of Material Consumed	666	458	907	1,124	1,894	3,574
(b)	Changes in inventories of finished goods and work-in-progress	(582)	(539)	(330)	(1,121)	89	449
(c)	Employee Benefits Expense	605	590	660	1,195	1,376	2,611
(d)	Finance Costs	3,128	2,864	2,723	5,992	5,213	10,844
(e)	Depreciation and Amortisation Expense	1,200	1,194	1,184	2,394	2,365	4,747
(f)	Power and Fuel	2,560	2,049	3,908	4,609	7,608	14,050
(g)	Freight and Forwarding expenses	1,130	774	1,648	1,904	3,434	6,458
(h)	Other Expenses	595	439	802	1,034	1,997	3,653
	Total expenses	9,302	7,829	11,502	17,131	23,976	46,386
5	Profit / (Loss) before exceptional items and tax (3-4)	(3,673)	(3,708)	(3,593)	(7,381)	(6,743)	(14,082)
6	Exceptional Items (Refer note no. 8)	0	-	-	0	-	(3,974)
7	Profit / (Loss) before tax (5+6)	(3,673)	(3,708)	(3,593)	(7,381)	(6,743)	(18,056)
8	Tax Expense						
	Current Tax	-	-	-	-	-	-
	Deferred Tax	(814)	(14)	(25)	(828)	(41)	(43)
9	Net Profit / (Loss) for the period (7-8)	(2,859)	(3,694)	(3,568)	(6,553)	(6,702)	(18,013)
10	Other Comprehensive Income (net of tax)						
	items that will not be reclassified to profit and loss	3	(7)	17	(4)	16	2
	items that will be reclassified to profit and loss	-	-	-	-	-	-
11	Total Comprehensive Income for the period (9+10)	(2,856)	(3,701)	(3,551)	(6,557)	(6,686)	(18,011)
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	(0.97)	(1.26)	(1.21)	(2.23)	(2.28)	(6.14)
(b)	Diluted	(0.97)	(1.26)	(1.21)	(2.23)	(2.28)	(6.14)
		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, 2019. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI(LDOR)).
- The Company has incurred losses of Rs.2856 lakhs and Rs. 6557 lakhs for the quarter and half year ended September 30, 2019 respectively, resulting into accumulated losses of Rs. 76,715 lakhs against the paid up share capital of Rs. 29,352 lakhs as at September 30, 2019. Moreover, the Company has aggregate borrowing of Rs. 104068 lakhs as on September 30, 2019 including working capital loans and interest accrued thereon. 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 Limited Review 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 company's business operation fall in single segment i.e. manufacturing and marketing of cement.
- During the financial year ended March 31, 2019, the Directorate of Revenue Intelligence has issued an order 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. As a result the company has provided Rs. 2,626 lakh during the previous financial year as differential Custom Duty and interest thereon. The same has been presented under the head "Exceptional Items".
- During the half year ended September 30, 2019, Andhra Bank vide letter dated May 1, 2019 and Karur Vysya Bank vide letter dated September 4, 2019, declared the loans as Non-Performing Assets (NPA) and recalled the entire amount including interest on or before May 20, 2019 and September 16 2019 respectively. The Company has responded to the Bankers citing current economic scenario & looking for further remedial measures.
- The Company has adopted Ind AS 116 with modified retrospective approach, with effect from April 1, 2019. The impact of adoption of Ind AS 116 on the financial results for the quarter and half year ended September 30, 2019 is insignificant.



Statement of Assets and Liabilities as on September 30, 2019

(Rs. In Lakhs)

PARTICULARS		As at Sep 30, 2019	As at March 31, 2019
		UNAUDITED	AUDITED
I	ASSETS		
1	Non-Current Assets		
a.	Property, Plant and Equipment	94,947	97,341
b.	Capital work-in-progress	134	134
c.	Financial Assets		
i)	Investments	1	1
ii)	Other financial assets	1,455	1,630
d.	Other non-current assets	420	416
	Sub-Total Non Current Assets	96,957	99,522
2	Current Assets		
a.	Inventories	2,688	1,520
b.	Financial Assets		
i)	Trade receivables	2,660	1,933
ii)	Cash and cash equivalents	176	3
	iii) Bank balances other than (ii) above	115	345
	iv) Other financial assets	1,049	1,065
c.	Current Tax Assets (net)	117	112
d.	Other current assets	870	2,456
	Sub-Total Current Assets	7,675	7,434
	Total Assets	104,632	106,956
II	EQUITY AND LIABILITIES		
1	EQUITY		
a.	Equity share capital	29,352	29,352
b.	Other equity	(67,152)	(60,833)
	Total Equity	(37,800)	(31,481)
2	LIABILITIES		
	Non-Current liabilities		
a.	Financial liabilities		
i)	Borrowings	58,972	64,817
b.	Provisions	331	373
c.	Deferred tax liabilities (Net)	-	831
	Total Non-Current Liabilities	59,303	66,021
	Current Liabilities		
a.	Financial liabilities		
i)	Borrowings	18,943	13,865
ii)	Trade payables		
-	Due to Micro Enterprises and Small Enterprises	122	33
-	Due to creditors other than Micro Enterprises and Small Enterprises	15,033	11,818
iii)	Other financial liabilities	40,127	36,192
b.	Other current liabilities	8,777	10,367
c.	Provisions	127	141
	Total Current Liabilities	83,129	72,416
	Total Equity and Liabilities	104,632	106,956

New Delhi
November 12, 2019



For and on Behalf of the Board of Directors

NAVEEN KUMAR SINGH
DIRECTOR AND CEO

ANDHRA CEMENTS LIMITED

UNAUDITED CASH FLOW STATEMENT FOR THE SIX MONTH ENDED 30th SEPTEMBER' 2019

PARTICULARS	(Rs in Lakhs)	
	For the period Ended September 30, 2019	For the period Ended September 30, 2018
A. Cash flow from operating activities		
Loss Before Tax	(7,382)	(6,743)
Adjustment for:		
Depreciation and amortisation expenses	2,394	2,365
Provision for Employee Benefits (OCI)	(6)	24
Interest income	(38)	(39)
Finance cost	5,992	5,213
Operating Profit before working capital changes	960	820
Decrease / (Increase) in inventories	(1,168)	540
Decrease / (Increase) in trade receivables	(727)	(153)
Decrease / (Increase) in financial current and non-current assets	192	1,370
Decrease / (Increase) in non-financial current and non-current assets	1,582	395
(Decrease) / Increase in non-financial liabilities and provisions	(2,317)	(218)
(Decrease) / Increase in trade payables and other financial liabilities	7,241	(1,814)
Cash generated from operations	5,763	940
Direct Taxes(Paid)/Refund	(6)	66
Net Cash generated / (used) in from operations	5,757	1,006
B. Cash flow from investing activities		
Purchase of Property, Plant and Equipment (including CWIP and net of Capital Creditor and advances)	-	(4)
Proceeds from sale of Property, Plant and Equipment	0	83
Net investment in Bank Fixed Deposit	230	148
Interest received	38	39
Net cash generated / (used) in investing activities	268	266
C. Cash flow from financing activities		
Equity Component of Financial Instrument	239	1
Proceeds from Long Term Borrowings (net of repayments)	(570)	2,170
Proceeds from Short Term Borrowings (net of repayments)	471	7
Interest and Finance charges	(5,992)	(5,213)
Net cash generated / (used) from financing activities	(5,852)	(3,035)
 Net increase / (decrease) in cash and cash equivalents (A+B+C)	 173	 (1,763)
Cash and cash equivalents at the beginning of the year	3	2,204
Cash and cash equivalents at the end of the year	176	441

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.



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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 ENDED SEPTEMBER 30, 2019

(Rs. In Lakhs except EPS)				
Sl. No.	Particulars	Quarter ended 30.09.2019 (Unaudited)	Half Year ended 30.09.2019 (Unaudited)	Quarter ended 30.09.2018 (Unaudited)
1.	Total Income	5,629	9,750	7,909
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(3,673)	(7,381)	(3,593)
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(3,673)	(7,381)	(3,593)
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(2,859)	(6,553)	(3,568)
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(2,856)	(6,557)	(3,551)
6.	Paid-up Equity Share Capital (Face value Rs.10/- per share)	29,352	29,352	29,352
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(60,833) (As on 31.03.2019)	(60,833) (As on 31.03.2019)	(42,822) (As on 31.03.2018)
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)			
	a) Basic	(0.97)	(2.23)	(1.21)
	b) Diluted	(0.97)	(2.23)	(1.21)
		Not Annualised	Not Annualised	Not 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, 2019. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI(LDOR).
- 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 SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on 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, 2019



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 ENDED SEPTEMBER 30, 2019

(Rs. In Lakhs except EPS)

Sl. No.	Particulars	Quarter ended 30.09.2019 (Unaudited)	Year ended 31.03.2019 (Audited)	Quarter ended 30.09.2018 (Unaudited)
1.	Total Income	5,629	32,304	7,909
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(3,673)	(14,082)	(3,593)
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(3,673)	(18,056)	(3,593)
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(2,859)	(18,013)	(3,568)
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(2,856)	(18,011)	(3,551)
6.	Paid-up Equity Share Capital (Face value Rs.10/- per share)	29,352	29,352	29,352
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(60,833) (As on 31.03.2019)	(60,833) (As on 31.03.2019)	(42,822) (As on 31.03.2018)
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)			
	a) Basic	(0.97)	(6.14)	(1.21)
	b) Diluted	(0.97)	(6.14)	(1.21)
		Not Annualised	Annualised	Not 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, 2019. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI(LDOR).
- 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 SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on Websites of NSE (www.nseindia.com) and BSE (www.bseindia.com) and the Company's web site(www.andhracements.com).



For and on Behalf of the Board of Directors

(Signature)

NAVEEN KUMAR SINGH
DIRECTOR AND CEO

New Delhi

November 12, 2019

Independent Auditor's Review Report on Unaudited Financial Results of ANDHRA CEMENTS LIMITED for the quarter and half year ended on September 30, 2019 pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To The Board of Directors of 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, 2019, 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 and half year ended September 30, 2019, the Company has incurred losses of Rs. 2,856 lakhs and Rs. 6,557 lakhs respectively, resulting into accumulated losses of Rs. 76,715 lakhs and erosion of net worth as at September 30, 2019. The Company has obligation towards fund -based borrowings aggregating to Rs 1,04,068 lakhs as on September 30, 2019 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on September 30, 2019. 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 5 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's Registration No: 000112N



Vipin Aggarwal

(Partner)

Membership No: 522003

UDIN:- 19522003AAAABG3538

Place: New Delhi

Date : 12.11.2019