THE INDIA CEMENTS LIMITED

Corporate Office : Coromandel Towers, 93, Santhome High Road, Karpagam Avenue,
R.A. Puram, Chennai - 600 028. Phone : 044-2852 1526, 2857 2100
Fax : 044-2851 5052, 044-2852 1753 Grams : 'INDCEMENT'
CIN : L26942TN1946PLC000931

SH/SE

27.06.2022

BSE Limited
Corporate Relationship Dept.
First Floor, New Trading Ring
Rotunda Building, Phiroze
Jeejeebhoy Towers
Dalal Street, Fort
MUMBAI 400001.
Scrip Code : 530005

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No.C/1, G Block
Bandra-Kurla Complex
Bandra (E)
MUMBAI 400 051.

Scrip Code: INDIACEM

Dear Sirs,

Sub.: Disclosure of Related Party transactions - Regulation 23(9) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

In continuation to our letter dated 10.06.2022, forwarding disclosure of Related Party Transactions for the half year ended 31.03.2022, we enclose a disclosure containing the details of transactions with Sri Saradha Logistics Private Limited, forming part of "Notes on accounts" to the financial statements for the year ended 31st March 2022, as advised by Securities and Exchange Board of India .

Thanking you,

Yours faithfully,
for **THE INDIA CEMENTS LIMITED**

COMPANY SECRETARY

Encl.: As above

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Details of transactions with Sri Saradha Logistics Private Limited, forming part of "Notes on accounts" to the financial statements for the year ended 31st March 2022.

"Disclosure in compliance with the Advice Letter from the Securities and Exchange Board of India (SEBI)

The India Cements Limited ("the Company") had received an Advice Letter dated 31.03.2022 from SEBI, making certain observations and advising the Company, inter alia, to make certain disclosures relating to its transactions with Sri Saradha Logistics Private Limited (SSLPL). The said Advice Letter was placed before the Audit Committee and the Board of Directors of the Company; and on the recommendation of the Audit Committee, the Board of Directors after deliberations have approved to classify SSLPL as a 'Related Party'.

***Background of transactions**:*

"Loans and advances to Body Corporate - considered good" represents advances to Sri Saradha Logistics Private Limited (SSLPL).

1. *SSLPL was incorporated in the name of Trishul Investments Private Limited. SSLPL, Sivasunder Finance & Investments Private Limited (SIFIPL) and Sowdambika Finance & Investments Private Limited (SOFIPL) had acted in concert (PACs - Person Acting in Concert) with the Company primarily for acquiring shares of other cement companies.*

   SIFIPL and SOFIPL were amalgamated with SSLPL with effect from April 1, 2018, pursuant to the Scheme of Amalgamation sanctioned by the Hon'ble National Company Law Tribunal, Division Bench, Chennai.

2. *The India Cements Limited ("the Company") has over a period of time grown in its cement manufacturing capacity predominantly through 'acquisitions'. The Company has expanded its overall cement capacity through acquisition of Plants as well as controlling stakes in other Companies directly or acting in concert with other Companies.*

3. *The Company had provided Loans and Advances to SSLPL and other PACs primarily for acquiring the shares of other companies and the interest is being charged on the outstanding of such loans and advances, in terms of the provisions of the Companies Act.*

4. *SSLPL, SIFIPL and SOFIPL had acted in concert with other companies, including The India Cements Limited (collectively called 'the acquirers') for acquiring the equity shares of Raasi Cement Limited (RCL) and Visaka Cement Industry Limited (VCIL). Pursuant to the Scheme of Arrangement under Section 391 of the Companies Act, 1956 sanctioned by the Hon'ble High Court of Andhra Pradesh, the Cement Division of RCL stood vested with the Company with effect from April 1, 1998. As per the Scheme of Amalgamation sanctioned by the Hon'ble High Court of Judicature at Madras, VCIL was amalgamated with the Company with effect from July 1, 2006.*

5. *The entire equity shares aggregating to 2,06,21,843 held by SSLPL in the Company represent only the shares allotted by the Company under the various Schemes of Amalgamations.*

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6. *The outstanding Loan amount of Rs.97,175.42 Lakhs (excluding transport deposits of Rs.17,330.69 Lakhs) as on 31.03.2022 to SSLPL is the aggregate of the principal amount advanced for acquiring the investments and the interest charged on the outstanding loans by the Company over the period of outstanding. The Company has been charging interest on the amount of the outstanding loans and advances. The total interest charged on the loans and transport deposits over time till 31.03.2022 aggregates to Rs.95,491 Lakhs, which has been duly accounted in the books of the Company. The interest charged for the current financial year is Rs.10,228.79 Lakhs. The present outstanding of SSLPL is a combination of principal amount of advance and the interest charged thereon, over a period of time.*

7. *SSLPL is engaged with the Company as a logistics service provider for transportation of cement. The Company has placed (interest bearing) transport deposits of Rs.17,330.69 Lakhs with SSLPL for the logistics contract.*

8. *As per the terms of the Agreement executed by the Company with SSLPL, the entire amount of outstanding loan is to be settled by March 31, 2024 or such other date as may be agreed between the Company and SSLPL in writing.*

9. *Transactions with Sri Saradha Logistics Private Limited:*

Particulars	***31/03/2022*** *Rs. Lakhs*	***31/03/2021*** *Rs. Lakhs*
Interest Charged by the company on Loans & Advances and Transport Deposits (at 9% p.a.)	*10,228.79*	*8,424.58*
Logistic Services received by the Company	*6,398.89*	*5,356.06*
Loans & Advances Outstanding balances in Sri Saradha Logistics Private Limited:		
Loans & Advances (repayable by 31st March 2024)	*97,175.42*	*89,894.01*
Transport Deposits	*17,330.69*	*17,330.69*
Sundry Creditors for Contractors & Services (payable to SSLPL)	*-2,488.23*	*-2,534.37*
Maximum Balance during the Financial Year	*97,175.42*	*89,894.01."*

For THE INDIA CEMENTS LIMITED

COMPANY SECRETARY