



SAGAR CEMENTS LIMITED

SCL:SEC:NSE:BSE:2016-17

29th June, 2016

The National Stock Exchange of India Ltd.,
"Exchange Plaza", 5th Floor
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400 051

The Secretary
Bombay Stock Exchange Limited
P J Towers
Dalal Street
Mumbai – 400 001

Symbol: SAGCEM
Series: EQ

Scrip Code: 502090

Dear Sirs

Sub: Disclosure under Part A of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

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We wish to inform you that our Board at its meeting held on today has accorded its "In Principle" approval for the acquisition of the entire assets in the grinding unit of 1,81,500 tons per annum capacity in Bayyavaram, Vizag District, Andhra Pradesh, owned by M/s.Toshali Cements Private Limited, Hyderabad, at a cost of around Rs.60 crores (including transaction cost).

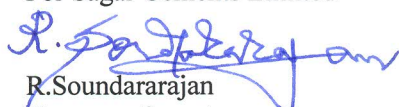
This transaction, which is expected to be completed by 30th September 2016, is subject to successful completion of due diligence and obtaining of other approvals as may be required by the company to commence its grinding operations in the said unit.

Post above acquisition, the company proposes to increase the capacity of the said unit to 3,00,000 tons per annum by optimizing the equipment already available with the company by infusion of funds to the extent of around Rs.6 crores.

The acquisition of the above assets will enable the company to save its logistic cost and to introduce slag cement to cater markets in Visakhapatnam, Vizianagaram, Srikakulam and parts of Orissa.

Thanking you

Yours faithfully
For Sagar Cements Limited


R.Soundararajan
Company Secretary



Registered Office : Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500 033.

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