CIN : L26942TG1979PLC002485

KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED

1-10-140/1, 'GURUKRUPA', Ashok Nagar, Hyderabad - 500 020.

REF:KCSIL:SEC:2018: March 28, 2018

1. BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI - 400 001.

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

Dear Sir,

Sub : Closure directions issued by Central Pollution Control Board (CPCB) for our cement Plant /Disclosure of Developments in the matter under Regulation 30 of SEBI (LODR) Regulations, 2015.

Please refer to our letters dated February 02, 2018 and October 19, 2017 informing you about the developments consequent to Closure directions issued by Central Pollution Control Board (CPCB) in respect of our Cement Plant.

In this regard we wish to submit the following points for your consideration.

Reason for closure:-

As has already been informed by the company through its filings, the Central Pollution Control Board (CPCB) has issued closure directions for non-connectivity of Emission Monitoring Equipment to the CPCB sever in respect of our cement plant.

Date of closure or estimated time of closure:-

As has already been informed to you, the closure was effected following disconnection of power and it was done on the evening of 18th October, 2017 and communication to the Registered office through mail was given at 21.11 PM on the same day. The same was informed to stock Exchanges on Diwali day (19th October, 2017 at 10.50 AM).

Amount & percentage of turnover or revenue or income and net worth of the listed entity contributed by such unit or division during the nine - month period ended 31st December, 2017:-

Contd..2

The Cement division registered a turnover of Rs.6135.89 lacs which constitutes 39.01% of the total revenue of the company at Rs.15730.01 lacs for the nine-month period ended 31st December, 2017.

The Net worth cannot be given for each division as taxation element would have to be reckoned for the company as a whole.

Brief note on subsequent developments:-

As per further directives of CPCB, the company has installed online SPM stack monitoring equipment and provided connectivity to CPCB and SPCB servers on February 21, 2018. The CPCB vide its letter No.B-33014/7/2017-18/IPC-II dated 22.03.2018 (received at our end on 27.03.2018) has revoked its closure directions issued in respect of the company's cement plant.

The company is now in the process of obtaining the clearance of Telangana State Pollution Control Board (TSPCB) and as soon as the clearance is obtained from TSPCB, it shall co-ordinate with the appropriate authorities in the Electricity Department for restoration of power supply.

We are hopeful that the company would be in position to re-start its operations in the cement plant before end of April, 2018.

Date of such binding agreement, if any, entered for sale of such unit/division, if any:-

Not Applicable.

We shall provide you further material information as and when there is a material development in this regard.

Thanking you,
Yours faithfully,
for KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED,

28/3/18

P VEERAIAH
MANAGING DIRECTOR