



# **SRI CHAKRA** **CEMENT LIMITED**

*The Cement That You Can Rely On!*

**34th**  
**ANNUAL REPORT**  
**2015 - 2016**

Approved ANDA/2010

ksudhakar

**BOARD OF DIRECTORS**

Sri N. KRISHNA MOHAN	Chairman
Sri K. VIJAY KUMAR	Joint Managing Director & Chief Executive Officer
Sri V.V.S.R. ANJANEYULU	Director
Smt. K. V. NAGALALITHA	Director
Sri P. RAMAMOORTHY	Director - Independent
Sri K.P. PATNAIK	Director - Independent
Sri P. RAMAKRISHNAIAH	Director - Independent
DR. A.S. NARAYANA	Director - Independent



**MANAGEMENT TEAM**

Sri N UMASHANKAR	Company Secretary
Sri N S R V PRASAD	Chief Financial Officer
Sri C SHANKAR RAO	President (Marketing)
Sri DVDSN MURTHY	Chief General Manager (Works)
Sri P RAJENDRA BABU	General Manager (Finance)
Sri T RAMASURI	General Manager (Comm)
Sri K YAGNIAH	Asst. Gen. Manager (HR)

STATUTORY AUDITORS	SECRETARIAL AUDITORS	REGISTRAR & SHARE TRANSFER AGENTS
M/S Satyanarayana & Co. 5-5-BB/5, 1st Floor, Amar Mahsion, Ranigunj, Secunderabad- 500 003	M/S K Swamy and Co. 302, Shree Raghav Complex, 9-1-92, Sid Road, Near Sangeet 'X' Roads, Secunderabad-500 003	M/s Venture Capital & Corporate Investments Private Limited 12-10-167, Bharat Nagar, Hyderabad - 500 018, T.G. Tel: 040-23818475/76, fax: 040-23868024, email id: info@vccitindia.com

**COST AUDITORS**

M/S Bisati & Co.,  
Cost Accountants,  
Hyderabad, Telangana

**INTERNAL AUDITORS**

M/S C Ramachandram & Co,  
Chartered Accountants,  
Himsyath Nagar,  
Hyderabad, Telangana

**REGD/ADMIN OFFICE**

SRI CHAKRA CEMENT LIMITED  
(CIN NO: L40300AP1981PLC002952)  
6-3-668/10/66, Durganagar Colony,  
Punjabgutta, Hyderabad, Telangana- 500 082,  
TEL: 040-6661 4633, FAX: 040-23404657,  
EMAILID:srichakracement@gmail.com,  
website: www.srichakracement.com

**WORKS**

**UNIT 1 :**  
Sri Narasimhapuri, Karempudi,  
Guntur District, A.P.

**UNIT 2 :**  
Alamanda, Jami Mandal,  
Vizianagar District, A.P.



## SRI CHAKRA CEMENT LIMITED

Adm. Office: "CONCRETE HOUSE"  
A-3-28B/10294, Durgam High Colony,  
Patancheru, Hyderabad - 500 082  
Tel: (07940) 59512374, 59514672  
Fax: 040 23404667  
E-mail: srichakracement@gmail.com  
Cin No. : L43000AP1981PL0002553

29<sup>th</sup> September, 2016

To,  
The Manager – CRD  
BSE Limited  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai – 400 001.

Dear Sir,

Scrp Code: 518053

Sub: Annual Report duly approved and adopted in the 34<sup>th</sup> Annual General Meeting held on Wednesday, the 28<sup>th</sup> September, 2016 at the Hotel Katriya, Somajiguda, Hyderabad-500 082 pursuant to Regulation 34 of Listing Regulations, 2015.

Pursuant to the provisions of Regulation-34 (1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we hereby submit the Annual Report approved and adopted in the 34<sup>th</sup> Annual General Meeting of the Company held on Wednesday, 28<sup>th</sup> September, 2016 at 11.00 a.m. at Hotel Katriya, Somajiguda, Hyderabad-500 082.

Pursuant to the provisions of Regulation-34(2) of the Listing Regulations, 2015, the annual report contained the following:

- (a) Audited Financial Statements for the year 2015-16
- (b) Cash Flow Statement for the year, 2015-16
- (c) Directors Report on the audited accounts for the year 2015-16
- (d) Management Discussion and analysis Report as a part of directors report.
- (e) Disclosures specified in the Companies Act, 2013 along with the other requirements as specified in Schedule-V of Listing Regulations, 2015.

Please take the same on your record and acknowledge the receipt.

Thanking you,  
Yours faithfully,  
For Sri Chakra Cement Limited

  
K. Vijay Kumar  
Joint Managing Director  
\*



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## NOTICE

**NOTICE** is hereby given that the 34<sup>th</sup> Annual General Meeting of the members of M/s **SRI CHAKRA CEMENT LIMITED** will be held on **WEDNESDAY**, the 28<sup>th</sup> day of **SEPTEMBER, 2016** at **11.00 A.M.**, at Hotel Katriya, Somajiguda, Hyderabad- 500082, India to transact the following business:

### ORDINARY BUSINESS:

1. To receive consider and adopt the Audited Statement of Profit and Loss for the year ended on 31<sup>st</sup> March 2016 and the Balance Sheet as on that date and the Reports of Directors and Auditors thereon.
2. To appoint a Director in place of Sri. V V S R Anjaneyulu, Director (DIN: 00698980) who retires by rotation and being eligible, offers himself for reappointment.
3. To appoint a Director in place of Sri. K Vijay Kumar, Director (DIN: 00769568) who retires by rotation and being eligible, offers himself for reappointment.
4. To ratify the appointment of M/s. Satyanarayana & Co., Chartered Accountants (Firm Regn No003680S), Secunderabad as statutory auditors of the Company and fix their remuneration.

Place : Hyderabad,  
Date : 13.08.2016

### SPECIAL BUSINESS:

5. To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

### Appointment of M/s Bisati & Co. Cost accountants as Cost Auditors for the year 2015-16.

“RESOLVED THAT pursuant to the provision of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made there under, the remuneration payable to M/s. Bisati & Co., Cost Accountants, appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the company for the financial year 2015-16, amounting to Rs.75,000/- (Rupees Seventy Five Thousand only) as also the payment of service tax as applicable and re-imbusement of out of pocket expenses incurred in connection with the aforesaid audit, be and is hereby ratified and confirmed.”

By Order of the Board  
For **SRI CHAKRA CEMENT LIMITED**

Sd/-  
**K VIJAY KUMAR**  
Joint Managing Director

## NOTES ON NOTICE OF ANNUAL GENERAL MEETING

- 1 An Explanatory Statement under section 102 of the Companies Act, 2013 in respect of the item No 5 of the Notice of AGM under Special Business is annexed hereto.
- 2 Member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. Proxies in order to be valid must be received by the company not less than 48 hours before the meeting.
- 3 A person can act as proxy for only 50 members and holding in aggregate not more than 10 percent of the total share capital of the company carrying voting rights members holding more than 10 percent of the total share capital of the company carrying voting rights may appoints a single person as proxy and such person shall not act as proxy for any other member.
- 4 Corporate member intending to send their authorised representative to attend the AGM are requested to send a duly certified copy of their board resolution authorising their representative to attend and vote at the AGM.
- 5 In case of joint holders attending meeting, only such joint holder who is higher in the order names will be entitled to vote.
- 6 Member / Proxies / Authorised Representative should bring the enclosed Attendance Slip, duly filled in, for attending the Meeting. Copies of the Annual Report or Attendance Slips will not be distributed at the Meeting.
- 7 The Register of Members and Share Transfer Books of the Company shall remain closed on 28<sup>th</sup> September 2016 for the purpose of the Annual General Meeting.
- 8 The Ministry of Corporate Affairs ("Ministry"), Government of India, has taken a "Green Initiative in Corporate Governance" by allowing properties compliances by Companies through electronic mode. As per the Circular No. 18/2011 dated 29.04.2011 issued by Ministry of Corporate Affairs, companies can now send various notices/ documents (including notice calling Annual General Meeting, Audited Financial Statements, Directors' Report, Auditors' Report etc) to their shareholders through electronic mode, to the Registered email address of the shareholders.
- 9 The Securities Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in the securities market, members holding shares in electronic form are, therefore, requested to submit their PAN to the Depository Participants with whom they maintain their demat accounts, Members holding shares in physical form should submit their PAN to the Company / Registrar.
- 10 Pursuant to Section 72 of the Companies Act, 2013, members holding shares in physical form are advised to file nominations in the prescribed Form SH-13 with the Company's share transfer agent. In respect of shares held in electronic / demat form, the members may please contact their respective depository participant
- 11 In terms of Circular No.17/2011, dated 21.04.2011 and Circular No.18/2011, dated 29.04.2011 issued by the Ministry of Corporate Affairs, under Green initiative in the Corporate Governance all the members are requested to intimate their e-mail address to the Company's Registrar and Transfer Agents viz., M/s Venture Capital & Corporate Investments Private Limited whose e-mail id is info@vccilindia.com mentioning the Company's name i.e., Sri Chakra Cement Limited, so as to enable the company to send the Annual Report and Accounts, Notices and other documents through Electronic Mode to their e-mail address.
- 12 Notices/ documents including the Annual Report are now being sent by electronic mode to the shareholders whose e-mail address has been registered with the Company. Members who would like to receive such notices/documents in electronic mode in lieu of physical copy and who have not registered their e-mail

addresses so far or who would like to update their e-mail addresses already registered, are requested to register/update their e-mail address.

- In respect of electronic shareholding - through their respective Depository Participants.
- In respect of physical shareholding - by sending a request to the Company's Share Transfer Agent at M/s Venture Capital & Corporate Investments Private Limited, 12-10-167, Bharatnagar, Hyderabad-500018, Tel No.040-23818475/76, Email ID: info@vccilindia.com, mentioning therein the Company's name i.e., Sri Chakra Cement Limited, their folio number and e-mail address.

The Annual Report 2015-16 as circulated to the members of the Company is also available on the website of the Company [www.srichakracement.com](http://www.srichakracement.com).

## I **THE INSTRUCTIONS FOR SHARE HOLDERS VOTING ELECTRONICALLY ARE AS UNDER:**

Voting Options:-

### I **VOTING THROUGH ELECTRONIC MEANS**

Pursuant to Section 108 and the corresponding Rules of Companies Act, 2013 read with the Rule-20 of the Companies(Management and Administration) Rules, 2014 as amended to date, it is stated that

- a) The Company has provided e-voting facility to the members using the Central Depository Services Ltd, (CDSL) platform and all the business as per the notice of the 34<sup>th</sup> annual general meeting of the company will be transacted through the electronic voting system.
- b) The facility for voting, either through electronic voting system or ballot or polling paper shall also be made available at the meeting and members who have not already cast their vote by remote e-voting shall be able to exercise their right at the meeting.

- c) The members who have cast their vote by remote e-voting prior to the meeting may also attend the meeting but shall not be entitled to cast their vote again.

### **The instructions for shareholders voting electronically are as under:**

- i) The voting period begins on Sunday, the 25<sup>th</sup> day of September, 2016 at 10.00 a.m. and ends on Tuesday, the 27<sup>th</sup> day of September, 2016 at 5.00 p.m. During this period shareholders' of the Company, holding shares either in physical form or in dematerialised form, as on the cut-off date of 21<sup>st</sup> September,2016, may cast their vote electronically, the e-voting module shall be disabled by CDSL for voting thereafter.
- ii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- iii) Click on Shareholders.
- iv) Now Enter your User ID
  - a) For CDSL : 16 digits beneficiary ID,
  - b) For NSDL : 8 Character DP ID followed by 8 Digits Client ID,
  - c) Members holding shares in Physical Form should enter Folio Number registered with the Company.
- v) Next enter the image verification as displayed and Click on Login.
- vi) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- vii) If you are a first time user, follow the steps given below:

For Members holding shares in Demat Form and Physical Form

**PAN** : Enter your 10 digit alpha-numeric \*PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders). Members who have not updated their PAN with the Company/Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. In case the sequence number is less than 8 digits enter the applicable number is less than 8 digits

enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. Eg. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN filed.

**DOB:** Enter the Date of Birth as recorded in your demat account or in the company records for the said demat account or folio in dd/mm/yyyy format.

- viii) After entering these details appropriately, click on "SUBMIT" tab.
- ix) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL, platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- x) For members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- xi) Click on the EVSN of the relevant < Company Name < on which you choose to vote.
- xii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option No implies that you dissent to the Resolution.
- xiii) Click on the "RESOLUTION FILE LINK" if you wish to view the entire Resolution details.
- xiv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else

to change your vote, click on "CANCEL" and accordingly modify your vote.

- xv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- xvi) You can also take out print of the voting done by you by clicking on "Click here to print" option on the voting page.
- xvii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot password & enter the details as prompted by the system.
- xviii) Note for Non-Individual Shareholders and Custodians

Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.

A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com)

After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.

The list of accounts should be mailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com) and on approval of the accounts they would be able to cast their vote.

A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodians, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- xix) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions - ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com), under help section or write on email [Helpdesk.evoting@cdslindia.com](mailto:Helpdesk.evoting@cdslindia.com).



## II **VOTING THROUGH BALLOT :-**

The company is providing the facility of ballot form in terms of Regulation 44(1) and (2) of the SEBI Listing Regulations, to those shareholders, who do not have access to e-voting facility to send their assent or dissent in writing in respect of the resolutions as set out in this Notice. The Ballot form is enclosed along with the Annual Report. The last date for receiving the duly filled and signed ballot form will be Tuesday, the 27<sup>th</sup> day of September, 2016 at 5.00 p.m. Ballot forms received after this date shall not be considered.

## III **VOTING AT AGM :-**

The members who have not casted their votes either electronically or through Ballot Form, can exercise their voting rights at the AGM.

Other Instructions

1. A member can opt for only one mode of voting i.e. either in person or through proxy at the meeting or through e-voting or by ballot. If a member casts vote by all the three modes, then voting done through e-voting shall prevail and voting through other modes shall be treated as invalid.
2. The Company has appointed M/s. K. Swamy & Co., Practicing Company Secretary, to act as the Scrutinizer. The Scrutinizer shall first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the company and make, not later than three (3) days of conclusion of the meeting, a consolidated scrutinizer report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing who shall countersign the same.
3. The Chairman or a person authorised by him in writing shall declare the result of the voting forthwith. The results declared along

with the report of the scrutinizer shall be placed on the website of the company immediately after the result is declared by the Chairman and the company shall simultaneously forward the results to the concerned stock exchange where its equity shares are listed.

- 13 The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Companies Act, 2013, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Companies Act, 2013 will be available for inspection at the AGM.
- 14 Members desiring any information relating to the accounts are requested to write to the Company well in advance so as to enable the management to keep the information ready.
- 15 Details of reappointment of director retired by rotation as per the item No.2 and 3 of the Notice of the meeting are furnished in a separate annexure to the notice as required under Regulation-27 of the Listing Regulations.
- 16 **It is to remind all the members to surrender the old share certificates along with Pan Card, Address Proof, Specimen Signatures for the purpose of company records and to issue new share certificates consequent to reduction of share capital by 70% as per BIFR order dated 26.07.2012**

## **EXPLANATORY STATEMENT TO THE NOTICE UNDER SECTION 102(1) OF THE ACT.**

Item No 5:

The Board of Directors of the Company on 07.05.2016, appointed M/s Bisati & Co, Cost Accountants for conducting cost audit for 2015-16 at a remuneration of Rs 75,000/- p.a. The Board recommends their approval for your approval at the ensuing annual general meeting. None of the directors are interested in the resolution.

For and behalf of the Board  
**For SRI CHAKRA CEMENT LIMITED**

Place : Hyderabad  
Date : 13.08.2016

Sd/-  
**N. Krishna Mohan**  
Chairman

Sd/-  
**K Vijay Kumar**  
Joint Managing Director

## ANNEXURE TO ITEM- 2 OF THE NOTICE

Details of Directors seeking re-appointment of the forthcoming Annual General Meeting (in pursuance of Clause 49 / Reg 27 of the Listing Regulations)

Name of the Director	V VS R Anjaneyulu	K VIJAY KUMAR
Date of Birth	15/05/1965	01/01/1964
Nationality	INDIAN	INDIAN
Date of Appointment on the Board	18.07.2011	31.01.2008
Qualifications	B Com	B COM
Expertise in specific functional area	He has about more than 25 years of industrial experience.	He has about more than 25 years of industrial experience.
Number of shares held in the company	880744	1078244
List of the directorships held in other companies*	M/s South India Cements Limited M/s Jitharam Finance and Investment Limited M/s Sri Narasimha Cements and Power Limited	M/S Aditya Spinners Ltd M/s Envean Leasing and Investments Ltd M/s Sri Bhava Steel and Power Limited M/s Prabhu Cements Limited
Chairman / Member in the committees of the Boards of companies in which he is Director	Audit Committee of M/s South India Cements Limited	Share Transfer Committee of M/s Aditya Spinners Limited

## **DIRECTORS' REPORT, MANAGEMENT DISCUSSION ANALYSIS**

Dear Members,

We have pleasure in presenting this 34<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts, Management Discussion and Analysis for the year ended 31<sup>st</sup> March, 2016.

### **FINANCIAL RESULTS :**

Sl.No.	Particulars	2015-16	2014-15
1	Revenue from operations	253	203
2	Profit Before Interest, Depreciation and Taxes	28.89	11.19
3	Profit before tax	20.76	2.85
4	Provision for tax	2.78	—
5	Net profit after tax	18.24	6.34
6	Balance brought forward from previous year	(11.39)	(11.34)
7	Net Surplus	18.24	6.34

### **STATE OF AFFAIRS OF THE COMPANY:**

Sl.No	Particulars	UNIT	2015-16	2014-15	+/- Annualised
1	Clinker Production	Lac Mts	404353	354212	14.51%
2	Cement Production	Lac Mts	495333	460238	1.625%
3	Cement Sale	Lac Mts	507811	459658	10.47%
4	Revenues-Cement	Rs Cr	253.00	203.00	24.63%
5	Operating profit	Rs Cr	28.89	11.19	17.7
6	EBITA margin to Net Sales	%	15.20%	7.16%	8.04%
7	Net Profit	RS Cr	18.24	6.34	11.9%
8	Earnings Per Share	Rs/per Share	19.99	7.00	12.99

During the year under review, the Cement production was increased by 1.625%, sales volume by 10.47-% compared to the previous year. The Sales Revenue was also increased by 24.63% during 2015-16. This was largely on account of increased volumes. The overall net margin was increased by 11.90% compared to that of previous year due to the cost rationalisation and strategic planning in controlling the cost of production which helped to maintain profitability during the year under review. The Company lays more emphasis on efficiency and productivity improvements. It continued its efforts for rationalising costs across its operations to maintain its competitiveness.

### **NEW PRODUCTS / PROJECTS**

During the year under review, the Company has initiated for setting up of 5 MW captive solar power plant at SriKalahasthi, Chittoor District of Andhra Pradesh to be completed in a phased manner over an extent of 30 acres. In the first phase, 2 MW capacity solar plant is being executed at an estimated cost of 12 Crores and the same is expected to be commissioned soon.

### **STATUS OF THE COMPANY WITH HON'BLE BIFR:**

The company is undergoing rehabilitation process as per the directions of the Hon'ble BIFR. Your directors further inform you that as per the audited accounts for the year ended 31.03.2016, the

Company's net worth has become positive and the accumulated losses have been wiped out as on 31.03.2016.

## **INDUSTRY STRUCTURE AND DEVELOPMENTS.**

Cement is a cyclical commodity with a high correction to Gross Domestic Product. The Indian housing sector is the biggest demand driver of Cement accounting for about 64% of total consumption. The other major consumers of Cement include infrastructure 17% commercial construction 13% and industrial construction 6%. Low capacity utilization coupled with weak prices and increasing input costs have all significantly impacted the performance of Cement Industry in India. It is not an uncommon sight to find some Indian producers who had a record of subdued operating profits and high debt service obligations, deferring their expansion plans. With improved demand resulting from infrastructure and housing sectors coupled with limited capacity additions, the Company envisages a significant upswing in demand for its product given the fact that construction of new capital for Andhra Pradesh will throw up lot of opportunities for the Cement Industry as the Company's Plant is quite proximate to the Capital Region of Andhra Pradesh. The prospects are expected to be better than plants located outside the State of Andhra Pradesh. The track record established by your Company for a period of more than three decades with regard to its quality and post delivery service, will play as a major factor in targeting bulk orders from Telangana and Andhra Pradesh. As a result of the above factors, the Company envisages that the demand for its product is expected to increase in the the years to come.

## **OPPORTUNITES AND THREATS:**

Huge construction and infrastructure activity that is expected to take place in Telangana and Andhra Pradesh might provide significant opportunities to the company in shorting up business operations of its cement division. The benefits may manifest in the current year or in the years to come. On a similar note, the impetus given to the Housing and Infrastructure sectors by the Government of India will also act as a positive factor for the company's cement plant and thereby aid its growth and development. The company will make effort to overcome the bottlenecks in achieving the

targeted operations in sugar and power divisions and is confident of attaining the operational targets.

## **FUTURE OUTLOOK:**

With bifurcation of the state of Andhra Pradesh, the company clearly visualizes very good potential and good prospects for its cement division in the context of building up a new capital city for Andhra Pradesh.

## **SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:**

The company is mainly engaged in the business of manufacturer of OPC and 53/ 43 and PPC cement. Accordingly this is the only Single Reportable Segment.

## **RISK MANAGEMENT:**

The Company considers risk management as a tool to identify risks as well as opportunities and has imbibed it as an integral part of its overall business strategy. The Company has framed its policy for identifying, assessing and mitigating various risks associated with the business. The Audit committee monitors the risk management plan of the Company and reviews the same periodically.

## **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:**

In order to ensure orderly and efficient conduct of business, the company has put in place necessary internal control systems commensurate with its business requirements, scale of operations, geographical spread and applicable statutes. The Company has designed the necessary internal financial controls and systems with regard to adherence to company's policies, safeguarding of its assets, prevention and detection of frauds and errors, accuracy and completeness of the accounting records and timely preparation of reliable financial information. The function of designing and implementation of internal control systems and policies of the company will be carried out by the audit committee. The committee holds regular discussions with the auditor to ensure adequacy and effectiveness of the internal control systems and monitors implementation of audit recommendations.

## **HUMAN RESOURCES DEVELOPMENT AND INDUSTRIAL RELATIIONS:**

The main focus of the company is to attract, develop and retain talented employees in order to

achieve the business objectives. The company has made efforts in the field of training and development, congenial work environment, providing challenging work opportunities etc. The Company has framed HR practices in order to strengthen and building people talent for achieving the business objectives. Initiatives to develop leadership lines as well as enhance technical and functional capability with special focus on nurturing young talent are taken. Young managers are groomed by providing higher responsibilities, Focus remains on gaining cross functional knowledge to enable meaningful participation of employees all across of the company in innovation and process improvement. With the company entering in next phase of growth, the nurtured talent pool will enable smooth transition to new growth trajectory.

During the year employee relations remained cordial. This has enabled company to build healthy relationship and resolve issues through dialogue and discussions.

#### **CORPORATE SOCIAL RESPONSIBILITY:**

The Company has considered Corporate Social Responsibility (CSR) as a voluntary activity and a part of its long term vision o creating value for all stakeholders and society Accordingly, CSR is an integral part of the company's business. In order to oversee all its CSR activities and objectives such as healthcare, education, women empowerment and rural development and conservation of natural resources, the company has constituted a Board level Committee "Corporate Social Responsibility Committee" in terms of section 135 and Schedule VII of the Companies Act, 2013 read with the provisions of the listing agreement/ regulations.

During the year under review, the Company has spent Rs 41 Lakhs towards CSR activities as detailed in a separate annexure to this annual report as required under Companies (Corporate Social Responsibility Policy) Rules, 2014 along with the CSR Policy vide **Annexure - 1** and the same may also be accessed on the company's website.

#### **DIRECTORS' RESPONSIBILITY STATEMENT:**

Pursuant to Section 134 (5) of Companies Act, 2013, the Board of Directors to the best of their knowledge and belief state that:

- (a) In the preparation of annual accounts for the year ended 31<sup>st</sup> March 2016, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- (b) The directors had selected such accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and Fairview of the state of affairs of the company at the end of the financial year and the profit and loss of the company for that period.
- (c) The directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities
- (d) The director had prepared and annual accounts on a going concern basis., and
- (e) In the case of listed company, directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
- (f) The director had devised proper system to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **BOARD OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND CHANGES DURING THE YEAR:**

The Board is duly constituted and balanced as required under the Companies Act, 2013 and the Listing Regulations/Agreement read with the policy of the Board on directors appointment and remuneration in terms of the provisions of Section 134(3)(e), read with sub-section (3) of Section 178 of the Companies Act, 2013. During the year under review, Sri. V V S R Anjaneyulu, and Sri K Vijay Kumar, Directors of the company will retire by rotation and being eligible, offers themselves for reappointment at the ensuing annual general meeting.

In Accordance with section 149(7) of the Companies Act, 2013, each Independent Director has given declaration to the company confirming that he meets the criteria of independence laid down in section 149(6) of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure

Requirements) Regulations, 2015. During the year under review, there is no change in the Board composition and key managerial personnel.

#### **PERFORMANCE EVALUATION OF BOARD, COMMITTEES, INDIVIDUAL DIRECTORS AND FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS:**

**BOARD EVALUATION:** During the year under review, the Board carried out an annual evaluation of its own performance on the basis of criteria such as Board composition, structure, effectiveness of the Board Processes, information flow to the Board and functioning of the Board etc. Considering the requirements of the relevant statutes.

**EVALUATION OF COMMITTEES:** Performance of Committees of the Board was evaluated on the basis of composition, effectiveness of working and independence etc.

#### **EVALUATION OF INDIVIDUAL DIRECTORS:**

The Board and nomination and Remuneration Committee evaluated the performance of individual directors on the basis of criteria such as attendance, contribution of Directors at Board/Committee Meetings, adherence to ethical standards and code of conduct of the Company, interpersonal relations with other directors, meaningful and constructive contribution and inputs in the Board/committee meeting etc.

During the year under review, the Board noticed the excellent performance and contribution of Sri K Vijay Kumar, Joint Managing Director and Sri V V S R Anjaneyulu, Directors of the Company in achieving results and targets set by the Board and shown their excellent talent in maintaining employee relations and motivation at all levels of the organisation, cost reduction, and increased profitability etc and appreciated them.

#### **FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS:**

A detailed presentation covering the role, duties and responsibilities of the independent directors, company objectives, strategy, operations, organisation structure etc made at the time of their appointment, is sent to the existing independent directors every year.

#### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO:**

The information relating to the conservation of energy, technology absorption, foreign exchange earnings/outgo, as required under the Companies Act, 2013 and the rules made there under is set out in **Annexure 2** which forms part of this Annual Report. The Board noticed that the company has invested in installing equipments at plant which resulted in bringing down the power consumption to 81-82 units per tonne of cement while the coal consumption was reduced and calorific value was brought down to 750 Kcal/kg clinker.

#### **DISCLOSURE OF PARTICULARS OF EMPLOYEES AND RELATED MATTERS:**

The information required pursuant to Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managing Personnel) Rules, 2014 and Companies (Particulars of Employees) Rules, 1975, in respect of employees of the Company and Director is given in a separate **Annexure-6** to this Report. Particulars of employees as per the Rule-5(2) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, are not applicable to the company.

#### **AUDITORS:**

(a) Statutory Auditors: During the Annual General Meeting held on 30<sup>th</sup> September, 2014, M/s G Satyanarayana & Co., Chartered Accountants were appointed as statutory auditors of the company till 2017 subject to ratification at each AGM. Accordingly, their appointment is placed for ratification by the shareholders at the ensuing Annual General Meeting as their re-appointment if approved, would be in accordance with the provisions of Section 141 of the Companies Act, 2013.

(b) Cost Auditors: M/s Bisati & Co, Cost Accountants are the Cost Auditors appointed by the company Board for auditing the cost accounts of the company for the year ended 31.03.2016 and the cost audit report for the year 2015-16.

(c) Secretarial Auditor: M/s K. Swamy & Co., Company Secretaries in practice are the Secretarial Auditors appointed by the board of directors of the company for the year 2015-16 and the Report is attached to this Directors' Report vide **Annexure-3 in the respective form MR-3.**

## **STATUTORY AUDITORS COMMENT IN THE INDEPENDENT AUDITORS' REPORT AND REPLY :**

With regard to the observations of the Statutory Auditors regarding the confirmations from some of the parties, it is hereby clarified that the company has obtained confirmations from major accounts and some minor accounts, the Board felt it was not required as there is no impact on the account.

## **OTHER DISCLOSURES**

**BOARD COMMITTEES** : The details of composition, terms of Reference, meetings and attendance particulars of various committees of Board such as Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee, Stakeholders Relationship Committee, Share Transfer Committee are provided in the Corporate Governance Report vide **annexure No 5** to this Directors report. The intervening gap between the meetings of the Committees are within the prescribed period under the Companies Act, 2013 and the listing regulations. The Audit Committee consists of 2 independent directors i.e. Sri P Ramamoorthy and Sri P Ramakrishnaiah and one non executive director i.e Smt K V Nagalalitha.

**EXTRACT OF ANNUAL RETURN**: An Extract of the Annual Return as required under the provisions of Section 134(3)(a) of the Companies Act, 2013 is annexed herewith as **Annexure-4** which forms part of this report.

## **CORPORATE GOVERNANCE REPORT :**

Pursuant to the Listing Agreement/ regulations, the company complied with the guidelines and a statement on the corporate governance report for the year 2015-16 is attached to this Report vide **Annexure-5**.

## **LOANS, GUARANTEES OR INVESTMENTS:**

There were no loans/guarantees given by the company during the financial year 2015-16.

## **CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

All related party transactions that were entered into during the financial year 2015-16 were on an arms length basis and in the ordinary course of business and were in compliance with the applicable provisions of the Companies Act, 2013 and the listing regulations. There were no material related party contracts or arrangements or transactions made by the

company. During the year that would have require shareholders approval under section 188 or of the Listing Regulations.

The Company has adopted a related party transactions policy duly approved by the Board, which is uploaded on the Companies Website. Details of the related parties disclosures (transactions) are provided in the accompanying financial statements.

**DEPOSIT FROM THE PUBLIC:** The company has not accepted deposits from public covered under chapter V of the Companies Act, 2013 and as such no amount on account of principal or interest on deposits from public was outstanding as on the date of balance sheet.

## **VIGIL MECHANISM/ WHISTLE BLOWER**

**POLICY:** The Company has adopted a whistle blower policy and has established a clear vigil mechanism and directors to report concerns on ethical behaviour. The policy provides for adequate safeguards against victimisation of employees who avail of the mechanism and also provides for direct access to the chairman of the audit committee. The whistle blower policy may be accessed on the website of the company.

## **PREVENTION OF SEXUAL HARASSMENT AT WORKPLACE:**

The company has adopted a policy on prevention, prohibition and redressal of sexual harassment at the work place in line with the provisions of the "The Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013 and Rules made there under, your Company has constituted Internal Complaints Committee (ICC). The Committee has four members and is chaired by a senior women member of the organisation. It is stated that there are no such complaints received by the committee/company during the year under review.

## **MATERIAL CHANGES AFTER CLOSE OF THE FINANCIAL YEAR:**

There have been no material changes and commitments which have occurred after the close of the year till date of this report, effecting the financial position of the company.

## **SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS:**

No significant material orders have been passed by the regulators or courts or tribunals which would impact the going concern status of the company and its future operations.

**LISTING WITH STOCK EXCHANGES:** The equity shares of the company are listed on the BSE. The listing is under suspension and your directors have already initiated steps for revocation of suspension with the stock exchange. The company confirms that it has paid the Annual Listing Fees for the year 2016-17.

**SUBSIDIARY COMPANIES:** The Company has no subsidiary companies.

**ACKNOWLEDGEMENT:**

The Directors take this opportunity to place on record there sincere appreciation for the commitment, hard work and high engagement level of every member of the Sri Chakra Family which has made the company to

achieve exemplary performance year after year. The Directors would like to thank take this opportunity to express their thanks to various departments of the Central and State Government, local authorities for their continued cooperation and support. They also thank various stakeholders of the company i.e. Material Suppliers, Customers, dealers, transporters, advisors, local community etc for their continued committed engagement with the Company.

For and behalf of the Board  
**For SRI CHAKRA CEMENT LIMITED**

Place : Hyderabad  
Date : 13.08.2016

Sd/-  
**N. Krishna Mohan**  
Chairman

Sd/-  
**K Vijay Kumar**  
Joint Managing Director



**ANNEXURE 1:**  
**ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY**  
**(CSR) ACTIVITIES / INITIATIVES.**

(Pursuant to Section 135 of the Companies Act, 2013 and Rule made there under)

S/NO	Particulars	Description
1	A brief outline of the Company's CSR Policy including overview of the programmes proposed to be undertaken and reference to the web link to the CSR Policy and projects or programmes.	As per the provisions of the Companies Act, 2013 and rules made there under, the Company has formulated a CSR policy for development and implementation of programmes and projects for providing benefits to weaker sections of the society, particularly in the areas of education, healthcare and enhancement of income of rural poor. While planning the CSR Activities, the needs of the people are taken into account and people living around the places where our manufacturing operations are carried out, are consulted. We have undertaken CSR activities directly through our staff with the support of reputed NGOs and also through Sri Aiveeru Manga Sarvaiah Charitable trust. The CSR Policy is placed on its website.
2	The Composition of CSR Committee is as under:	Sri P Ramamoorthy, Chairman Sri V V S R Anajeyulu, Member Smt K V Nagasathya, member
3	Average net Profits of the company for the last three financial years.	The Average profits for the past three years amounts to Rs. 1,688 Cr
4	The prescribed CSR expenditure as %	RS. 3.17 Lakhs
5	<b>Details of CSR activities/projects undertaken during the year</b>	
a)	Total amount spent for the financial year 2015-16: Rs	Rs 41.00 Lakhs
b)	<b>Activities/Projects Undertaken</b>	
	1)	Contribution to M/s Padmavathi Mahila Micyelam, Tirupathi.
	2)	Expenditure incurred for expenses to physically Handicapped students, Kareempudi Village, Guntur Dist
	3)	Expenditure incurred for roads and canal works, potasariqandla,
	4)	Expenditure incurred for puskhams, Rajahmandry.
	5)	Contribution given to Rainani Foundation, Hyderabad.
	6)	Amount Spent for annadanam, Kareempud and vidyanageram
c)	Amount unspent, if any:	NIL
6	Reasons for not spending the prescribed amount for CSR activities: NA	Not Applicable
7	A Responsibility statement by the CSR Committee that the implementation and monitoring of CSR policy is in compliance with the CSR objectives and policy of the company.	The CSR Committee confirms that the implementation and monitoring of CSR is in compliance with CSR objectives and policy of the Company.

For and behalf of the Board  
**For SRI CHAKRA CEMENT LIMITED**

Place : Hyderabad  
Date : 13.08.2016

Sd/-  
**P. Ramamoorthy**  
Director

Sd/-  
**V V S R Anajeyulu**  
Director

**ANNEXURE –2:  
CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNING  
AND OUTGO ETC.**

Information conservation of Energy, Technology absorption, Foreign Exchange earnings and outgo required to be disclosed under section 134 (3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014, are given in the Annexure B to this report.

**I. Conservation of Energy:**

- i. Energy Conservation Measures taken regular energy audits are being internally conducted and efforts to improve the DG set performance and being undertaken with help of suitable additives.
- ii. Additional investment and proposals, if any, being implemented for reduction in consumption of energy:- Nil-
- iii. Impact of measures of (a) and (b) above for reduction in energy consumption and consequent impact on the cost of production of goods: Being studied.
- iv. Total energy consumption and energy consumption per unit of production as per Form A of the Annexure to the Rules in respect of industries specified in the schedule thereto:

Sl NO	Particulars	31.03.2016	31.03.2015
	<b>Power and Fuel Consumption:</b>		
<b>A</b>	<b>Electricity:</b>		
a)	Purchases (Units in Lakhs)	417.62	375.95
	Total Amount (Rs. In Lakhs)	2499.54	2565.58
	Rate per Unit in (Rs.)	5.99	6.82
b)	Own Generation:		
i.	Through Diesel Generator (Units in lacks)	0.07	0.44
	Unit per litre of diesel	1.47	4.18
ii.	Cost/Unit (Rs.)	36.81	13.7
	Through steam Turbine/Generator	NIL	NIL
	Unit (Nos)	NIL	NIL
	Units per Litre. Of Fuel Oil	NIL	NIL
	Gas	NIL	NIL
	Cost/Unit (Rs.)	NIL	NIL
<b>B</b>	<b>Coal</b>		
	Quantity ( M.T)	69189	61904
	Total cost / Rs in Lakhs)	3330.94	3587.15
	Average rate /MT ( Rs)	4814.28	5794.7
		NIL	NIL
<b>C</b>	<b>FURNACE OIL</b>		
	Others/Internal Generation	NIL	NIL
<b>D</b>	<b>Consumption per unit of production:</b>		
	Electricity (units/MT of Cement)	82.24	81.34
	Coal % per MT of Clinker	17.11%	17.00%

**FORM B**  
**Form for disclosure of particulars with respect to absorption,  
research and development**

**I. TECHNOLOGY ABSORPTION:**

Efforts made to Technology absorption as per Form B of the Annexure to the Rules:

**II. FOREIGN EXCHANGE EARNINGS AND OUTGO: NIL**

Particulars	31.03.2016	31.03.2015
Earned	NIL	NIL
Outgo	NIL	NIL

For and behalf of the Board  
**For SRI CHAKRA CEMENT LIMITED**

Place : Hyderabad  
Date : 13.08.2016

Sd/-  
**N. Krishna Mohan**  
Chairman

Sd/-  
**K Vijay Kumar**  
Joint Managing Director

**ANNEXURE –3: Secretarial Audit Report (FORM MR-3) [Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]FOR The Financial Year Ended 31<sup>st</sup> March, 2016.**

**To  
The Members of  
M/s Sri Chakra Cement Limited  
Hyderabad.**

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practice by M/s Sri Chakra Cement Limited (hereinafter called “**the Company**”). Secretarial Audit was conducted in the manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company’s Books, Papers, Minutes Books, Forms and Returns filed and other Records maintained by the Company and also the information provided by the Company, its officers, agents and authorised representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the financial year commencing from 1<sup>st</sup> April, 2015 and ended 31<sup>st</sup> March, 2016, complied with the statutory provisions listed hereunder and also that the Company has proper Board process and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

1. We have examined the books, papers, minute books, forms and returns filed and other records maintained by M/s Sri Chakra Cement Limited (“The Company”), for the financial year ended on 31<sup>st</sup> March, 2016, according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the Rules made thereunder for specified sections notified and came into effect from 12<sup>th</sup> September, 2013 and sections and Rules notified and came into effect from 1<sup>st</sup> April, 2014;
- ii. The Securities Contracts (Regulation) Act, 1956 (‘SCRA’) and the Rules made thereunder;

- iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment(FDI) and Overseas Direct Investment and External Commercial Borrowings;
- v. **The Securities and Exchange Board of India Act, 1992 (‘SEBI Act’):-**
  - a. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulation, 1992;
  - b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015.
- vi. **Specific Laws applicable to the Company:**
  - a. Cement Control Order, 1967
  - b. Cement Cess Rule, 1993
  - c. Cement (Quality Control) Order, 1995 and 2003
  - d. Bureau of Indian Standards Rules, 1987.
  - e. Mines and Minerals (Regulation and Development) Act, 1957.
  - f. The Mines Act, 1952
  - g. The Explosives Act, 1884.
- vii. **General Laws applicable to the company:**
  1. Factories Act, 1948;
  2. Industrial Disputes Act, 1947;
  3. The Payment of Wages Act, 1936;
  4. The Minimum Wages Act, 1948;
  5. The Employees Compensation Act; 1923
  6. The Employees’ Provident Fund and Miscellaneous Provisions Act, 1952;
  7. The Payment of Bonus Act, 1965;
  8. Equal Remuneration Act, 1976;
  9. The Environment (Protection) Act, 1986;
  10. The Hazardous Waste (Management, Handling and Transboundary Movement) Rules, 2008;
  11. Labour laws and other incidental laws related to labour and employees appointed

by the Company either on its payroll or on contractual as related to wages, gratuity etc.;

12. The Air and Water (Prevention & Control of Pollution) Acts;

13. Acts as prescribed under Direct Tax and Indirect Tax;

14. Land Revenue laws of the State of AP;

15. Labour Welfare Act of the State of AP;

**2. Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') were not applicable to the Company under the financial year under report:-**

- i. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- iii. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- iv. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;
- v. The Securities and Exchange Board of India (Registrars to a Issue and Share Transfer Agents) Regulations, 1993, regarding the Companies Act and dealing with client;
- vi. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008
- vii. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

**3. We have also examined compliances with the applicable clauses of the following:**

- i. Secretarial Standards issued by the Institute of Company Secretaries of India under the provisions of Companies Act, 2013; and
- ii. The Listing Agreements entered into by the Company with the Bombay Stock Exchange Limited as per the records maintained and kept by the company.

**4. During the financial year under report, the Company has complied with the provisions of the New Companies Act, 2013 to the extent applicable and the Rules, Regulations, Guidelines, Standards, etc., mentioned above subject to the following observations:**

**OBSERVATIONS:**

- (a) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that the provisions of the Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of:
  - (i) External Commercial Borrowings were not attracted to the Company under the financial year under report;
  - (ii) Foreign Direct Investment (FDI) were not attracted to the company under the financial year under report;
  - (iii) Overseas Direct Investment by Residents in Joint Venture/ Wholly Owned Subsidiary abroad were not attracted to the company under the financial year under report.
- (b) As per the information and explanations provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, we report that the Company has not made any GDRs/ADRs or any Commercial Instrument under the financial year under Report.
- (c) As per the information and explanation provided by the company, its officers during the conduct of the audit, we report that the equity shares of the company are suspended for trading by the BSE in the earlier years.
- (d) As per the information and explanation provided by the company, its officers during the conduct of the audit, we report that the company was sanctioned revival scheme approved by the Hon'ble BIFR and the scheme is under implementation.

**5. We have relied on the information and representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company. The list of**

**major head/groups of Act, Laws and Regulations as applicable to the Company is given under para-1(vii) above.**

**6. We further report that:**

- (a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the year under review were carried out in compliance with the provisions of the Companies Act, 2013.
- (b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least

seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation of the meeting.

- (c) Majority decision is carried through while the dissenting members' views, if any, are captured and recorded as part of the minutes.

**7. We further report that there are adequate systems and processes in the Company with the size and operation of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.**

For **K. SWAMY AND CO.**,  
Company Secretaries

Sd/-  
**(K. SWAMY)**  
FCS NO.3743  
CP.NO.2013

Place: Secunderabad,  
Date : 13-08.2016.

This Report is to be read with our letter of even date which annexed as Annexure-III of the report.

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## **Annexure - A to Secretarial Audit Report**

To,  
The Members  
Sri Chakra Cement Limited

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future's viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For **K. Swamy and Co.,**  
Company Secretaries

Sd/-  
(K. Swamy)  
Proprietor  
FCS No.: 3743  
CP No.2013

Place: Secunderabad,  
Date : 13.08.2016.

## ANNEXURE – 4

### EXTRACT OF ANNUAL RETURN (FORM MGT 9)

(Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Company (Management & Administration) Rules, 2014)

Financial Year ended on 31.03.2016

I. REGISTRATION & OTHER DETAILS:		Description
I	CIN	L40300AP1981PLC002952
II	Registration Date	10/3/1981
III	Name of the Company	SRI CHAKRA CEMENT LIMITED
IV	Category/Sub-category of the Company	Company having Share Capital
V	Address of the Registered office & contact details	6-3-666/10/66, Durganagar Colony, Punjagutta, Hyderabad-500 062.Ph: 040-6661 4633.
VI	Whether listed company	Yes. Listed on BSE
VII	Name, Address & contact details of the Registrar & Transfer Agent, if any	M/s. Venture Capital & Corporate Investments Pvt. Limited, 12-10-167, Bharat Nagar, Hyderabad- 500 018

### II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company shall be stated

Sl. No	Name & Description of main products/services	NIC Code of the Product / Service	% to total turnover of the Company
1	Cement OPC53/43 and PPC Grade	2523	100%

### III. PARTICULARS OF HOLDING, SUBSIDIARY & ASSOCIATE COMPANIES:

Sl. No	Name & Address of the Company	CIN/GLN	Holding/ Subsidiary/ Associate	% of Shares held	Applicable Section
NIL					



## IV. SHAREHOLDING PATTERN (EQUITY SHARE CAPITAL BREAK UP AS % TO TOTAL EQUITY)

### A) Category wise Shareholding Pattern

Category of Shareholders	No. of Shares held as on 01.04.2015				No. of Shares held as on 31.03.2016				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A. Promoters</b>									
<b>(1) Indian</b>									
a) Individual/HUF	NIL	5801708	5801708	64.47	NIL	5801708	5801708	64.47	NIL
b) Central Govt	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) State Government	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Bodies Corporate	441030	507262	948292	10.53	441030	507262	948292	10.53	NIL
e) Bank/FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Any other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>SUB TOTAL: (A) (1)</b>	<b>441030</b>	<b>6308970</b>	<b>6750000</b>	<b>75.00</b>	<b>441030</b>	<b>6308970</b>	<b>6750000</b>	<b>75.00</b>	<b>NIL</b>
<b>(2) Foreign</b>									
a) NRI- Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Other Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Bodies Corp.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Bank/FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
e) Any other	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>SUB TOTAL: (A) (2)</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>
<b>Total Shareholding of Promoter (A) = (A)(1) + (A)(2)</b>	<b>441030</b>	<b>6308970</b>	<b>6750000</b>	<b>75.00</b>	<b>441030</b>	<b>6308970</b>	<b>6750000</b>	<b>75.00</b>	<b>NIL</b>
<b>B. PUBLIC SHAREHOLDING</b>									
<b>(1) Institutions</b>									
a) Mutual Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
b) Banks/FI	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
c) Central Govt.	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) State Govt.	126000	NIL	126000	1.4	126000	NIL	126000	1.4	NIL
e) Venture Capital Fund	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
f) Insurance Companies	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
g) FII's	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
h) Foreign Venture Capital Funds	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
i) Others (specify)	1170	NIL	1170	0.01	1170	NIL	1170	0.01	NIL
<b>SUB TOTAL: (B) (1)</b>	<b>127170</b>	<b>NIL</b>	<b>127170</b>	<b>1.41</b>	<b>127170</b>	<b>NIL</b>	<b>127170</b>	<b>1.41</b>	<b>NIL</b>
<b>(2) Non Institutions</b>									
a) Bodies Corporate	14850	33210	48060	0.53	14850	33210	48060	0.53	NIL
b) Individuals	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL

i) Individual shareholders holding nominal share capital upto Rs. 1 lakhs.	330714	1270116	1509830	17.79	330714	1270116	1509830	17.79	NIL
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakhs.	402930	114750	454840	5.17	402930	114750	454840	5.17	NIL
c) Any other (specify) NRIs Trust Clearing Member	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
d) Foreign Bodies Corporate	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL	NIL
<b>SUB TOTAL: (B) (2)</b>	<b>757994</b>	<b>1356156</b>	<b>2113650</b>	<b>23.49</b>	<b>757994</b>	<b>1356156</b>	<b>2113650</b>	<b>23.49</b>	<b>NIL</b>
<b>Total Shareholding of Public (B) = (B)(1) + (B)(2)</b>	<b>884664</b>	<b>1356156</b>	<b>2240820</b>	<b>24.0</b>	<b>884664</b>	<b>1356156</b>	<b>2240820</b>	<b>25.0</b>	<b>NIL</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>	<b>NIL</b>
<b>Grand Total (A-B-C)</b>	<b>1325654</b>	<b>7674806</b>	<b>9000000</b>	<b>100.00</b>	<b>1325654</b>	<b>7674806</b>	<b>9000000</b>	<b>100.00</b>	<b>NIL</b>

**(c) SHAREHOLDING OF PROMOTERS:**

Sl No.	Shareholder Name	Shareholding as on 01.04.2015			Shareholding As on 31.03.2016			% change in shareholding during the year
		No. of Shares	%	% of Shares pledged/ encumbered to total Shares	No. of Shares	%	% of shares pledged/ encumbered to total Shares	
1	Sri N Krishna Mohan	1847072	26.75	NA	1847072	26.75	NA	NIL
2	Sri K Vijay Kumar	1078244	11.98	NA	1078244	11.98	NA	NIL
3	Sri V S R Anjaneyulu	880764	9.79	NA	880764	9.79	NA	NIL
4	Smt. N V Nagalakshmi	954454	10.61	NA	954454	10.61	NA	NIL
5	Smt. K V Nagasitha	1061194	11.57	NA	1061194	11.57	NA	NIL
6	M/s. E wear Leasing and Investment Limited	42780	0.47	NA	42780	0.47	NA	NIL
7	M/s. K bhurama Industrial Investments Ltd	580370	6.32	NA	580370	6.32	NA	NIL
8	M/s. Jithoram Finance and Investment Limited	390142	3.73	NA	390142	3.73	NA	NIL
<b>Total</b>		<b>6750000</b>	<b>75.00</b>	<b>NA</b>	<b>6750000</b>	<b>75.00</b>	<b>0</b>	<b>NIL</b>

**(VI) CHANGE IN PROMOTERS' SHAREHOLDING:**

S No.	Description	Shareholding as on 01.04.2015		Cumulative Shareholding during the year	
		No. of Shares	% of total shares of the company	No. of Shares	% of total shares of the company
1	As on 01.04.2015	6750000	75.00	6750000	75.00
	Date wise increase/decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease	NIL			
2	(e.g. allotment / transfer/bonus /sweat equity etc.)	NIL			
3	As on 31.03.2016	6750000	75.00	6750000	75.00

**(VII) SHAREHOLDING PATTERN OF TOP TEN SHAREHOLDERS (OTHER THAN DIRECTORS, PROMOTERS & HOLDERS OF GDRS & ADRS):**

Sl. No.	For Each of the Top 10 Shareholders	Shareholding as on 01.04.2015		Shareholding as on 31.03.2016	
		No. of Shares	%	No. of Shares	%
1	ANDHRA PRADESH INDUSTRIAL DEVELOPMENT CORPORATION LIMITED	126000	1.4	126000	1.4
2	LIMTEX INVESTMENTS LIMITED	112500	1.25	112500	1.25
3	SHARDARAJ TRADEFIN LIMITED	75000	0.83	75000	0.83
4	SUBHASH KUMAR AGARWALA (HUF)	37500	0.42	37500	0.42
5	SIVA NAGESWARA RAO DORADLA	32210	0.36	32210	0.36
6	UTSAV PAREKH	31110	0.35	31110	0.35
7	ALEXANDER PAUL SHAH	30300	0.34	30300	0.34
8	YELMA MADHU	30000	0.33	30000	0.33
9	KAMAL PAREKH	25590	0.28	25590	0.28
10	KONISSETTY MURALI NATH	12858	0.14	12858	0.14

**(viii) SHAREHOLDING OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

Sl. No.	Shareholding of each Director and Key Managerial Personnel	Shareholding as on 01.04.2015		Cumulative shareholding during the year	
		No. of Shares	% of total shares	No. of Shares	% of total shares
<b>1</b>	<b>Sri N Krishna Mohan, Chairman</b>				
	At the beginning of the year (01.04.2015)	1847072	20.52	1847072	20.52
	Date wise increase /Decrease in promoter's Shareholding during the year specifying the reasons for increase/Decrease. (Eg. Allotment/Transfer/Bonus/Sweat Equity etc)	No Change			
	At the end of the year (31.03.2016)	1847072	20.52	1847072	20.52
<b>2</b>	<b>Sri K. Vijay Kumar, Joint Managing Director</b>				
	At the beginning of the year (01.04.2015)	1078244	11.98	1078244	11.98
	Date wise increase /Decrease in promoter's Shareholding during the year specifying the reasons for increase/Decrease. (Eg. Allotment/Transfer/Bonus/Sweat Equity etc)	No Change			
	At the end of the year (31.03.2016)	1078244	11.98	1078244	11.98
<b>3</b>	<b>Sri V V S R Anjaneyulu, Director</b>				
	At the beginning of the year (01.04.2015)	880744	9.79	880744	9.79
	Date wise increase /Decrease in promoter's Shareholding during the year specifying the reasons for increase/Decrease. (Eg. Allotment/Transfer/Bonus/Sweat Equity etc)	No Change			
	At the end of the year (31.03.2016)	880744	9.79	880744	9.79
<b>4</b>	<b>Smt. K V Nagalalitha, Director</b>				
	At the beginning of the year (01.04.2015)	1041194	11.57	1041194	11.57
	Date wise increase /Decrease in promoter's Shareholding during the year specifying the reasons for increase/Decrease. (Eg. Allotment/Transfer/Bonus/Sweat Equity etc)	No Change			
	At the end of the year (31.03.2016)	1041194	11.57	1041194	11.57
	Other Directors, CFO and Company Secretary of the Company did not hold any shares of the Company during the financial year 2015-16				

## IX. INDEBTEDNESS:

Indebtedness of the Company including interest outstanding/accrued but not due for payment

Particulars	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
<b>Indebtedness at the beginning of the financial year (01.04.2015) (Rs in Lakhs)</b>				
i. Principal Amount	NIL	1000	NIL	1000
ii. Interest due but not paid	NIL	NIL	NIL	NIL
iii. Interest accrued but not due	NIL	NIL	NIL	NIL
<b>Total (i+ii+iii)</b>	<b>NIL</b>	<b>1000</b>	<b>NIL</b>	<b>1000</b>
<b>Change in indebtedness during the financial year (Rs in Lakhs)</b>				
Addition	NIL	NIL	NIL	NIL
Reduction	NIL	908.54	NIL	908.54
<b>Net Change</b>	<b>NIL</b>	<b>908.54</b>	<b>NIL</b>	<b>908.54</b>
<b>Indebtedness at the end of the financial year (31.03.2016) (Rs in Lakhs)</b>				
i. Principal Amount	NIL	91.46	NIL	91.46
ii. Interest due but not paid	NIL	NIL	NIL	NIL
iii. Interest accrued but not due	NIL	NIL	NIL	NIL
<b>Total (i+ii+iii)</b>	<b>NIL</b>	<b>91.46</b>	<b>NIL</b>	<b>91.46</b>

## X. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

(A) Remuneration to Managing Director, Whole-time Director and/or Manager:

Sl. No	Particulars of Remuneration	Sri N Krishna Mohan Chairman	Sri K. Vijay Kumar Joint Managing Director	Total Amount
1	Gross Salary			
a)	Salary as per provision contained in section 17(1) of the Income-tax Act, 1961	NA	NA	NA
b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	NA	NA	NA
c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NA	NA	NA
2	Stock Option	NA	NA	NA
3	Sweet Equity	NA	NA	NA
4	Commission			
	- as % of profit	NA	NA	NA
	- others, specify	NA	NA	NA
5	Others, please specify	NA	NA	NA
	<b>Total (A)</b>	<b>NA</b>	<b>NA</b>	<b>NA</b>

## (B) Remuneration to Key Managerial Personnel other than MD/WTD: (Rs. In Lakhs)

Sl. No	Particulars of Remuneration	Sri NSRV Prasad CFO	Sri N Umashankar Company Secretary	Total Amount
1	<b>Gross Salary ( p.a)</b>			
a)	Salary as per provision contained in section 17(1) of the Income-tax Act, 1961	8.04	12.60	20.64
b)	Value of perquisites u/s 17(2) Income-tax Act, 1961	NIL	4.05	4.05
c)	Profits in lieu of salary under section 17(3) Income-tax Act, 1961	NIL	NIL	NIL
2	Stock Option	NIL	NIL	NIL
3	Sweat Equity	NIL	NIL	NIL
4	Commission			
	- as % of profit	NIL	NIL	NIL
	- others, specify	NIL	NIL	NIL
5	Others, please specify	NIL	NIL	NIL
	<b>Total (A)</b>	<b>8.04</b>	<b>16.65</b>	<b>24.69</b>

**XI) PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty/Punishment/Compounding Fees Imposed	Authority RD/NCLT/Court	Appeal made, if any (Give Details)
<b>A. COMPANY</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>B. DIRECTORS</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	NIL	NIL	NIL	NIL	NIL
Punishment	NIL	NIL	NIL	NIL	NIL
Compounding	NIL	NIL	NIL	NIL	NIL

For and behalf of the Board  
**For SRI CHAKRA CEMENT LIMITED**

Place : Hyderabad  
Date : 13.08.2016

Sd/-  
**N. Krishna Mohan**  
Chairman

Sd/-  
**K Vijay Kumar**  
Joint Managing Director

**ANNEXURE- 5**  
**REPORT ON CORPORATE GOVERNANCE**

In terms of compliance with regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Corporate Governance Report is set out herewith along with relevant disclosures as required there under.

**COMPANYS' PHILOSOPHY:**

The company's policies, practices and philosophy adopted since inception are in line with Corporate Governance. These policies, practices are required periodically to ensure its effective compliance. The composition of company board is well balanced with a view to manage the affairs of the company efficiently and professionally. The

management believes that corporate growth, goals, transparency and enhanced shareholder value are to be achieved only through good corporate governance.

**BOARD OF DIRECTORS:**

The Board of Directors of the Company have an optimum combination of Executive, Non-Executive and Independent Directors, who have in-depth of business knowledge of business, in addition to the expertise in their areas of specialisation . The Board of the Company comprises eight Directors that includes one Women Director.

(i) The composition and category of Directors as on 31<sup>st</sup> March, 2016 are follows:

Category	Name of Director	Designation
Promoter and Executive Directors	Sri. N. Krishna Mohan	Chairman
	Sri. K Vilay Kumar	Joint Managing Director
	Smt. K. V. Nagalalitha	Director
Promoter and Non-Executive Director	Sri.V V S R Anjaneyulu	Director
Independent and Non-Executive Director	Sri. P Ramamorthy	Independent Director
	Sri. K P Patnalk	Independent Director
	Dr A S Narayana	Independent Director
	Sri P Ramakrishnaiah	Independent Director

(ii) Details Of Directorships And Committee Memberships In Other Companies

Sl No	Name of the Director	Other Directorships
1	Sri. N. Krishna Mohan	M/s South India Cements Limited
		M/s Aditya Spinners Limited
		M/s Envean Leasing and Investment Limited
		M/s Krishna Rama Industrial Investment Limited
		M/s Jitharam Finance and Investment Limited
		M/s Sri Narasimha Cements and Power Limited M/s Sakesh IT Solutions Private Limited
2	Sri. K Vijay Kumar	M/s Orbit Cement Limited
		M/s Prabhu Cements Limited
		M/s Envean Leasing and Investment Limited
		M/s Sri Bhava Steel and Power Limited
		M/s Aditya Spinners Limited M/s Sakesh IT Solutions Private Limited
3	Smt. K. V. Nagalalitha	M/s Orbit Cement Limited
		M/s Prabhu Cements Limited
		M/s Envean Leasing and Investment Limited
		M/s Krishna Rama Industrial Investment Limited
4	Sri.V V S R Anjaneyulu	M/s South India Cements Limited
		M/s Sri Narasimha Cements and Power Limited
		M/s Jitharam Finance and Investments Limited
5	Sri. P Ramamorthy	M/s Orbit Cement Limited
		M/s Prabhu Cements Limited
		M/s Sri Bhava Steel and Power Limited
6	Sri. K P Patnaik	NIL
7	Dr A S Narayana	NIL
8	Sri P Ramakrishnaiah	NIL

(iii) BOARD MEETINGS DATES AND ATTENDANCE PARTICULARS THEREOF

During the year 2015-16 the Board met 5 times held and the following table shows details of Directors attendance at the board meeting and at the last annual general meeting.

Name of the Director	Dates of Meetings & Attendance					Total Mts Att	Last AGM Y/N
	13.05.2015	13.07.2015	26.08.2015	12.11.2015	09.02.2016		
Sri. N. Krishna Mohan	Y	Y	Y	Y	Y	5	Y
Sri. K Vijay Kumar	Y	Y	Y	Y	Y	5	Y
Smt. K. V. Nagalalitha	Y	Y	-	Y	Y	4	N
Sri.V V S R Anjaneyulu	Y	Y	Y	Y	Y	5	Y
Sri. P Ramamorthy	Y	Y	Y	Y	Y	5	Y
Sri. K P Patnaik	Y	-	Y	Y	-	3	N
Dr A S Narayana Rao		Y	Y		Y	3	N
Sri P Ramakrishnaiah	Y	Y	Y	Y	Y	5	N



## **BOARD COMMITTEES AND THEIR POWERS AND PROCEDURES**

In Compliance with the requirements of the provisions of the Companies Act, 2013 and listing agreement entered with the Bombay Stock Exchange, Mumbai, the Board during its meeting held on 30.03.2016 has constituted or reconstituted the following committees of the Board to review on various affairs of the day to day business from time to time and monitoring the same periodically.

### **A) AUDIT COMMITTEE:**

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	No. of Meetings Held	No. of Meetings Attended	Terms of Reference
Sri.P Ramamoorthy, Independent Director	Chairman	5	5	Audit Committee reviews the Internal Auditors and Statutory Audit reports, financial results, effectiveness of internal audit processes and the Company's risk management strategy ad systems in line with the regulatory requirements mandated by the Companies Act, 2013 and Listing Regulations.
Sri.P Ramakrishnaiah Independent Director	Member	5	5	
Smt.K.V.Nagalalitha Non Ex Director	Member	5	5	

\*The chairman of the Audit Committee was present at the last Annual General Meeting.

### **B) NOMINATION AND REMUNERATION COMMITTEE:**

The Committee has been reconstituted at the Board Meeting held on 07.05.2016 and the Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	No. Of meetings held	No. Of Meetings Attended	Terms of Reference
Sri.P Ramakrishnaiah Ind. Director	Chairman	1	1	Committee shall formulate a criteria and policy on appointment /remuneration of and identify the qualified persons who are qualified to become Directors / Sr management in accordance with the criteria laid down, and also shall carry out evaluation of every director's performance.
Sri. P Rama Moorthy, Ind. Director	Member	1	1	
Smt. K. V. Nagalalitha, Non Ex Director	Member	1	1	
Sri V V S R Anjaneyulu	Member	1	1	W.e.f. 07.05.2016, he ceased to be a member

### **C) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE:**

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	No. of meetings held	No. of meetings attended	Terms of Reference
Sri. P Ramamoorthy Ind Director	Chairman	3	3	Committee formulate and recommend to the Board, a CSR Policy and the amount of expenditure to be incurred on CSR activities. Committee framed a transparent monitoring mechanism for implementation of CSR projects or programs or activities undertaken by the Company and also monitor CSR policy from time to time.
Sri. V V S R Anjaneyulu Non Ex Director	Member	3	3	
Smt K V Nagalalitha Non Ex Director	Member	3	3	

**D) STAKEHOLDERS' RELATIONSHIP COMMITTEE:**

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	No. of Meetings held	No. of Meetings Attended	Terms of Reference
Smt K V Nagalalitha, Non Ex Director	Member	3	3	Committee focuses primarily on monitoring expeditious Redressal and review of Investors / stakeholders grievances.
Sri V V S R Anjaneyulu, Non. Ex Director				
Sri. P Ramakrishnaiah Ind Director	Chairman	3	2	

**E) SHARE TRANSFER COMMITTEE:**

Composition, Terms of Reference, and Attendance particulars of the committee

Name of the Director	Position	No. of meetings held	No. of Meetings Attended	Terms of reference
Sri. K. Vijay Kumar Ex. Director	Chairman	1	1	Committee approves share transfers, issue of duplicate certificates, share transmission, share transposition and related matters.
Smt.K.V. Nagalalitha Non- Ex. Director	Member	1	1	

**F) SHAREHOLDER'S SERVICES:**

Sl.No.	Nature of Complaints	2015-16		Pending as on 31.03.2016
		Received	Answered	
1	Non-receipt of annual accounts	7	7	Nil
2	Non-receipt of share certificates	Nil	Nil	Nil
3	SEBI/BSE complaints	Nil	Nil	Nil
4	Sub-division or consolidation	Nil	Nil	Nil
5	Non-receipt of dividends	Nil	Nil	Nil

**DISCLOSURES:**

**Related Party Transactions:** There are no materially significant related party transactions that have potential conflict with the interests of the company at large. Suitable disclosures, have been made in the Annual Report.

**Non compliance by the company, penalties, strictures imposed:** No instances of non compliances, strictures/penalties have been imposed on the company or the Securities and Exchange Board of India or any statutory authority on any matters related to capital markets during the last three years.

**Disclosure with regard to the provisions of Independent Directors:** The Company has complied requirements of Companies Act, 2013 and the Listing Regulations regarding appointment, qualifications, procedures and

evaluation of performance of independent and non executive directors and also obtained declarations from all the Independent Directors as required under the Companies Act, 2013.

**Separate Meeting of Independent Directors:** In Compliance of the requirements of the Act, all the Independent Directors had a meeting on 31<sup>st</sup> March, 2016, without the attendance of Non-Independent Directors and members of Management and discussed the following issues such as review of performance of non independent directors, chairperson based on the views of executive and non executive directors and the Board as a whole and assessed the quality, quantity and timeliness of flow of information between the company Management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

**Accounting Treatment:** Company has adopted accounting policies which are in line with the Accounting Standards prescribed in the Companies (Accounting Standards) Rules, 2006 that continue to apply under Section 133 and other applicable provisions, if any, of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, to the extent applicable. These are in accordance with generally accepted accounting principles in India. Changes in policies, if any, are approved by the Audit and Risk Management Committee in consultation with the Auditors.

**Risk Management:** Risk evaluation and management is an on-going process within the organisation. The Company has a well-defined risk management framework in place. The Company periodically places before the Audit and Risk Management Committee and the Board, the key risks and the risk assessment and mitigation procedures followed by the Company for its review.

Details of compliance with mandatory requirements and adoption of non-mandatory requirements: The Company has complied with all mandatory requirements of Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015

**Compliance Certification by CEO / CFO:** The Joint Managing Director and the Chief Finance Officer of the Company give annual certification on financial reporting and internal controls to the Board in terms of Regulation 17(8) read with Part B of Schedule II of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. The certificate for 2015-16 given by the Joint Managing Director and the Chief financial Officer is annexed to this Report. The Joint Managing Director and the Chief Finance Officer also give quarterly certification on financial results to the Board in terms of Regulation 33(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Annexure-7.

**Reconciliation Of Share Capital Audit;**

Pursuant to the SEBI vide its circular No.D&CC/FITTC/CIR-16/2002 dated 31<sup>st</sup> December, 2002, M/s K Swamy and Co, Practicing Company Secretary has been appointed as the Secretarial

auditor to conduct reconciliation of share capital every quarter and to conduct Secretarial audit of the Company and the same are taken note by the Board of Directors.

**Communication To Shareholders:**

Effective communication of information is an essential component of Corporate governance. It is a process of sharing information, ideas, thoughts, opinions and plans to all stakeholders which promotes management-shareholder relations. The Company regularly interacts with shareholders through multiple channels of communication such as results announcement, annual report, media releases, Company's website and subject specific communications.

- The unaudited quarterly and audited annual financial results are announced immediately after approval from the Board and sent to respective stock exchanges where the Company's shares are listed within the time specified in the listing regulations.
- Thereafter, these are circulated among media / news agencies / analyst etc. of the Company and are displayed on the Company's website [www.srichakracement.com](http://www.srichakracement.com).
- Annual Report of the Company is sent to each shareholder prior to the Annual General Meeting.

**Sebi Complaints Redressal System (Scores)**

SEBI has initiated SCORES processing the investor complaints in a centralised web redress system and online Redressal of all the shareholders complaints. The company is in compliance with the SCORES and redressed the shareholders complaints well within the stipulated time.

## GENERAL SHAREHOLDER INFORMATION :

### ANNUAL GENERAL MEETING

Day and Date of AGM	Time	Venue
Wednesday, 28 <sup>th</sup> September, 2016	11.00 A.M	Hotel Katriya, Somajiguda, Hyderabad-500 082

### DETAILS OF ANNUAL GENERAL MEETINGS OF THE COMPANY HELD DURING THE PAST THREE YEARS:

Financial Year	Venue	Date	Time	No. of Special Resolutions Passed
33 <sup>rd</sup> AGM 31.03.2015	6-3-668/10/66, Durganagar, Colony, Punjagutta, Hyderabad	30.12.2015	11.00 A.M.	
32 <sup>nd</sup> AGM 31.03.2014		30.09.2014		NIL
31 <sup>st</sup> AGM 31.03.2013		30.09.2013		NIL

Note: One postal ballot meeting was held for voting at these meetings in respect of special resolution passed as there were no requirements for compliance at the time.

### SPECIAL RESOLUTIONS (S) PASSED DURING 2014-15

Date of AGM	Special resolution (s) passed by Shareholders
30.03.2015/Postal ballot 30.01.2016	1) Rearrangement of memorandum of association as per Companies Act, 2013 2) Rearrangement of Articles of association as per Companies Act, 2013 3) Voluntary delisting of equity Shares of the Company from Bombay Stock Exchange 4) Shifting of registered office from the State of Telangana to the State of Andhra Pradesh 5) approval of shareholders for obtaining unsecured loans from the related parties to the tune of Rs. 20 Crores.

### FINANCIAL YEAR AND TENTATIVE FINANCIAL CALENDER

The current financial year of the Company	1st April to 31st March (12 Months)
<b>Tentative financial reporting for the financial year 2016-17 is as under</b>	
<b>Unaudited /Limited Review Results</b>	
First Quarter ended 30th June 2016	Within 45 days from the end of the Quarter
Second Quarter ended 30th September 2016	Within 45 days from the end of the Quarter
Third Quarter ended 31st December 2016	Within 45 days from the end of the Quarter
<b>Audited Results</b>	
Year ended 31st March 2017	Within 60 days from the end of the Year
Date of Book closure	Wednesday the 28 <sup>th</sup> Day of September 2016

**STOCK EXCHANGE, LISTING ETC.**

Listing of Shares	The Shares are listed on <b>Bombay Stock Exchange</b> . Presently, the shares are under suspension and steps have been initiated to revoke suspension. Stock code- 518053
Name of the Depositories ( For Demat only)	<b>National Securities Depositories Limited</b> , Trade World, 'A' Wing, 4&5 Floors, Kamata Mills Compound, Lower Parel, Mumbai-400 013. <b>Central Depository Services (India) Limited</b> , P J Towers, 17 <sup>th</sup> Floor, Dalal Street, Fort, Mumbai-400 001
ISIN No	INE827D01012
Corporate Identification Number (CIN)	L40300AP1981PLC002952
Name and designation of compliance officer	Mr. N Umashankar, Company Secretary and Compliance Officer, Mob No. 9703219073.
Registrar And Share Transfer Agents: (Demat and Physical)	<b>M/s. Venture Capital &amp; Corporate Investments Private Limited</b> , 12-10-67, Bharat Nagar Colony, Hyderabad- 500 018, Tel.No040-23818475/76, Fax No.04023868024, Email ID: <a href="mailto:info@vcclindia.com">info@vcclindia.com</a>

## **SHARE TRANSFER SYSTEM:**

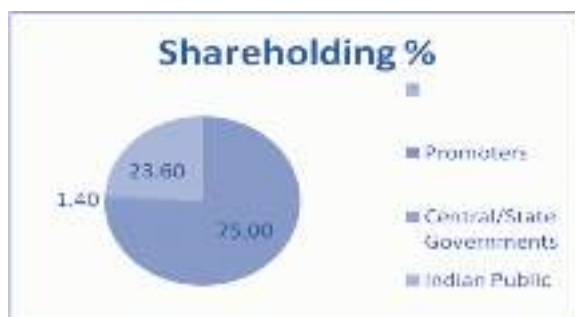
Transfer of shares in dematerialised form is done through the Depository Participant without any involvement of the Company/Share Transfer Agent. As regards transfer of share in physical form, the transfer document can be lodged with Venture Capital and Corporate Investments Limited., Registrar and Share Transfer Agent or with the Company. The physical shares along with valid, duly executed and stamped Securities Transfer Form (Form No. SH-4) signed by the member (or on his / her behalf) and the transferee, as and when received, are duly processed and shares in respect of valid transfer instruments are transferred in the name of transferees complying with the rules in force. As provided under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, Board of Directors delegated the power of transfer/transmission/transposition of shares (except approval for issue of duplicate share certificates) to the "Compliance Officer" i.e. Company Secretary of the Company. However, the said power delegated to Compliance Officer is in addition to the powers delegated to the Share Transfer Committee. The shares are transferred/transmitted after obtaining approval from Share Transfer Committee/Compliance Officer. Duly transferred share certificates are returned within a period of 15 days from the date of receipt, subject to the documents being valid and complete in all respects. As required under Regulation 40(9) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, a Practising Company Secretary has examined the records relating to Share Transfer Deeds, Registers and other related documents on half-yearly basis and has certified compliance with the provisions of the above Regulation. The certificates are forwarded to BSE where the Company's shares are listed. Nomination facility Investor holding shares in physical form may register Nomination in their folio(s) by sending duly completed Nomination form send to the Registrar and Share Transfer Agent of the Company. Investors holding share in electronic form should contact their concerned Depository Participant (DP) directly for nomination.

## **DEMATERIALISATION OF SHARES:**

The shares of the company are in compulsory demat segment. The company has signed agreements with both the depositories i.e. National Securities Depository Limited and Central Depository Services (India) Limited. As on 31<sup>st</sup> March, 2016 approximately 13.25 Lac Shares are dematerialised representing 15% of the total paid up capital.

## **SHAREHOLDING PATTERNS AS ON 31<sup>ST</sup> MARCH, 2016:**

Category	%
Promoters	75.00
Central/State Governments	1.40
Indian Public	23.60
<b>Total</b>	<b>100</b>



## DISTRIBUTION OF SHAREHOLDING AS ON 31<sup>ST</sup> MARCH, 2016:

Share or Debenture holding of nominal value Rs.	Share/ Debenture Holders		Share/ Debenture Amount Rs.	
	Number of holders	% to Holders	Amount in Rs.	% to Equity Capital
-1	-2	-3	-4	-5
Upto 5000	14499	99.81	17480850	19.42
5001-10000	5	0.03	313200	0.35
10001-20000	2	0.01	232380	0.26
20001-30000	2	0.01	555910	0.62
30001-40000	4	0.03	1311200	1.46
40001-50000	1	0.01	427800	0.48
50001-100000	1	0.01	750000	0.83
100001 and above	12	0.08	68928660	76.59
<b>Total</b>	<b>14526</b>	<b>100.00</b>	<b>90000000</b>	<b>100.00</b>

There were no outstanding GDRS/ADRS/Warrants or any convertible instruments, conversion date and likely impact on equity as on 31.03.2016.

Plant Location	Address for Correspondence
<b>UNIT: 1:</b> SRI NARASIMHAPURI, KAREMPUDI, GUNTUR DISTRICT, AP	<b>Company Secretary and Compliance Officer,</b> <b>SRI CHAKRA CEMENT LIMITED,</b> 6-3-868/10/86, DURGANAGAR COLONY, PUNJAGUTTA, HYDERABAD- 500 082, Ph:040-6661 4633, 040-666123 Email: srichakracement@gmail.com
<b>UNIT-2:</b> ALAMANDA, JAMI MANDAL, VIZIANAGARAM DISTRICT, AP,	
<b>Proposed Captive solar Power Plant:</b> Sri Kalahasthi, Chittoor District, AP	

### DECLARATION of CODE OF CONDUCT:

As provided under Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the members of Board of Directors and Senior Management Personnel have affirmed compliance with the Code of Conduct for Board of Directors and Senior Management for the year ended on 31<sup>ST</sup> March, 2016.

For Sri Chakra Cement Limited

Place : Hyderabad,  
Date : 13.08.2016

Sd/-  
**K. Vijay Kumar**  
Joint Managing Director

**ANNEXURE:6 (Statement of Disclosure of Remuneration under section 197 of Companies Act, 2013 and Rule 5(1) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.**

- i. Ratio of remuneration of each Executive Director to the median remuneration of the Employees of the company for the financial year 2015-16, the percentage increase in remuneration of Chief Executive Officer, Chief Financial Officer and other Executive Director and Company Secretary during the financial year 2015-16 are as under.

S.No.	Name of Director/KMP	Designation	Ratio of remuneration of each Director to median remuneration of Employees	Percentage Increase In Remuneration
1	Sri N Krishna Mohan	Chairman	NA	NA
2	Sri K Vijay Kumar	Managing Director	NA	NA
3	Sri V V S R Anjaneyulu	Non Executive Director	NA	NA
4	Smt K V Nagalalitha	Non Executive Director	NA	NA
5	Sri P Ramamoorthy	Independent Non Executive Director	NA	NA
6	Sri K P Patnaik	Independent Non Executive Director	NA	NA
7	Sri P Ramakrishnaiah	Independent Non Executive Director	NA	NA
8	Dr A S Narayana	Independent Non Executive Director	NA	NA
<b>Key Managerial Personnel ( Otherthan MD/WTD/JMD)</b>				
1	Sri NSRV Prasad	Chief Financial Officer	NA	13%
2	Sri N Umashankar	Company Secretary	NA	16%



S.No.	Particulars	Description
ii	The percentile increase in the median remuneration of the employees during the financial year 2015-16	There was an increase of 10% in the median remuneration of employees during the financial year 2015-16
iii	The No of permanent employees on the rolls of company during the financial year 2015-16	There were about 411 permanent employees on rolls during the financial year 2015-16
iv	Relationship between average increase in remuneration and company's performance:	The average increase in remuneration of the employees was about 10%. As against this, total revenue from operations of the company during FY 2015-16 were up by 24%. The Sales volume of cement were up by 10.47% Operating profit of the company went up by 5.9% compared to previous year.
v	Comparison of the remuneration of the Key Managerial Personnel against the performance of the Company	The total remuneration of Key Managerial Personnel went up by 12%.
vi	Variations in the market capitalization of the Company, price earnings ratio as at the closing date of the current financial year and percentage increase over decrease in the market quotations of the shares of the company in comparison to the rate at which the Company came out with the last public offer in case of listed companies.	Presently shares are under suspension and hence, the same cannot be reported.
vii	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and pointout if there are any exceptional circumstances for increase in the managerial remuneration	Average percentile increase in the salary of employees other than managerial personnel was about 10% approx as against the percentile increase in the remuneration of managerial personnel was about 12%
viii	The key parameters for any variable component of remuneration availed by the Directors	Not Applicable as no remuneration was paid during the financial year 2015-16
ix	The ratio of the remuneration of the highest paid director to that of the employees who are not directors but receive remuneration in excess of the highest paid director during the year	Not Applicable
x	Affirmation that the remuneration is as per the remuneration policy of the Company	Not Applicable

**Annexure -7:**

**CEO AND CFO CERTIFICATION:**

**(Pursuant to Regulation 17(8) of the Securities and Exchange Board of India  
( Listing Obligations and Disclosure Requirements) Regulations, 2015)**

**The Board of Directors  
Sri Chakra Cement Limited**

We, K Vijay Kumar, Joint Managing Director and NSRV Prasad, Chief Financial Officer of the Company, pursuant to Regulation 17(8) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, do hereby certify that:

- A. We have reviewed financial statements and the cash flow statement for the year ended 31<sup>st</sup> March, 2016 and that to the best of our knowledge and behalf.
- 1) These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading.
  - 2) These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- B. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year which are fraudulent, illegal or violative of the Company's code of conduct.
- C. We accept responsibility for establishing and maintaining internal controls for financial reporting and we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and Audit Committee deficiencies in the design or operation of internal controls, if any, of which they are aware and the steps they have taken or proposed to be taken for rectifying these deficiencies.
- D. We have indicated to the Auditors and the "Audit Committee".
- 1) That there are no significant changes in internal control over financial reporting during the year under reference.
  - 2) That there are no significant Changes in accounting policies during the year requiring disclosure in the notes to the financial statements and
- E. There are no instances during the year of significant fraud with involvement there in, if any, of the Management or an Employee having a significant role in the Company's internal control system over financial reporting.

Place : Hyderabad  
Date : 13.08.2016

Sd/-  
**K. VIJAY KUMAR**  
Joint Managing Director

Sd/-  
**NSRV PRASAD**  
Chief Financial Officer

## INDEPENDENT AUDITOR'S REPORT

### To The Members of M/S Sri Chakra Cement Limited

#### Report on the Financial Statements

We have audited the accompanying financial statements of Sri Chakra Cement Limited ("the Company") which comprise the Balance Sheet as at 31 March 2016, the Statement of Profit and Loss, the Cash Flow Statement for the year then ended, and summary of the significant accounting policies and other explanatory information.

#### Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013("the Act") with respect to the preparation of these financial statements, that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (as amended). This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company; preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

#### Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit.

1. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included

in the audit report under the provisions of the Act and Rules made thereunder.

2. We Conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.
3. An Audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
4. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

#### Opinion

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at 31 March 2016, and its profit and its cash flows for the year ended on that date.

#### Emphasis of Matter(s)

In the absence of confirmations from some parties we are unable to ascertain whether the amount

shown under trade receivables, current assets, loans and advances are realizable and whether trade payables and current liabilities are due at the figures at which they are stated.

Our opinion is not modified in respect of this matter.

### **Report on other Legal and regulatory Requirements.**

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the Annexure a statement on the matters specified in paragraphs 3 and 4 of the Order

2. As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

c. The financial statements dealt with by this report are in agreement with the books of account.

d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014

e. On the basis of the written representations received from the directors as on 31 March 2016 and taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2016 from being appointed as a director in terms of Section 164(2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure B**"

g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. As detailed in Note 15 to the financial statements, the company has disclosed the impact of pending litigations on its financial position;

ii. The company did not have any long term contracts including derivative contracts for which there were any material foreseeable losses;

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For **M/s Satyanarayana & Co.,**  
Chartered Accountants  
Firm's Regn  
No.003680S

Sd/-  
**G. VENKATA RATHNAM**  
Partner  
Membership  
No.019455

Place : Hyderabad  
Date : 30.07.2016

## **“Annexure A”**

To the Independent Auditor’s Report of even date to the members of  
**Sri Chakra Cement Limited**, on the financial statements for  
the year ended **31<sup>st</sup> March 2016**

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, we report that:

i)

a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.

b) The fixed assets have been physically verified by the management during the year, which in our opinion, is reasonable having regard to the size of the company and nature of its business. No material discrepancies between the books records and the physical fixed assets have been noticed.

c) The title deeds of Immovable properties are held in the name of the company.

ii)

a) The management has conducted physical verification of inventory at reasonable intervals.

b) The discrepancies noticed on physical verification of the inventory as compared to books records which has been properly dealt with in the books of account were not material.

iii) The Company has not granted any loans, secured or unsecured to companies, firms, Limited Liability partnerships or other parties covered in the register maintained under Section 189 of the Act. Accordingly, the provisions of clause 3(iii)(a) and 3(iii)(b) and 3(iii)(c) of the Order are not applicable to the Company and hence not commented upon.

iv) In our opinion, and according to the information and explanations given to us, the company had not given any loans, guarantees or security or made investments under the provisions of Section 185 and 186 of the Companies Act, 2013.

v) The company has not accepted any deposits from the public and hence the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the Companies (Acceptance of Deposit) Rules, 2015 with regard to the deposits accepted from the public are not applicable.

vi) We have broadly reviewed the books of account maintained by the Company pursuant to the order made by the Central Government for the maintenance of cost records under Sub-section (1) of section 148 of the Companies Act, 2013 in respect of the products of the Company, and are of the opinion that prima facie, the prescribed accounts and records have been made and maintained.

vii)

a) According to information and explanations given to us and on the basis of our examination of the books of account, and records, the Company has been generally regular in depositing undisputed statutory dues including Provident Fund, Employees State Insurance, Income-Tax, Sales tax, Service Tax, Duty of Customs, Duty of Excise, Value added Tax, Cess and other statutory dues with the appropriate authorities. According to the information and explanations given to us, no undisputed amounts payable in respect of the above were in arrears as at March 31, 2016 for a period of more than six months from the date on when they become payable.

b) The dues outstanding in respect of income-tax, sales-tax or service tax or duty of customs or duty of excise or value added tax and cess that have not been deposited on account of any dispute, are as follows:

viii) The Company has not taken any loan either from banks, financial institutions or from the government and has not issued any debentures. Hence any question of default in repayment of dues does not arise.

ix) Based upon the audit procedures performed and the information and explanations given by the management, the company has not raised moneys by way of initial public offer or further public offer ( including debt instruments) or term Loans. Accordingly, the provisions of clause 3(ix) of the Order are not applicable to the Company and hence not commented upon.

x) Based upon the audit procedures performed and the information and explanations given by the management, we report that no fraud by the Company or on the company by its officers or employees has been noticed or reported during the year.

xi) Based upon the audit no managerial remuneration is paid or provided by the company.

xii) In our opinion, the Company is not a Nidhi Company. Therefore, the provisions of clause 4

as required by the applicable accounting standards.

xiv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, the provisions of clause 3 (xiv) of the Order are not applicable to the Company and hence not commented upon.

xv) Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into any non-cash transactions with directors or persons connected with him. Accordingly, the provisions of clause 3(xv) of the Order are not applicable to the Company and hence not commented upon.

Name of the statute	Nature of dues	Amount	Period to which the amount relates	Forum where dispute is pending
Tamilnadu General Sales Tax Act	Sales Tax	42.89	1983	II Jr. Civil Judge Hyderabad
AP Sales Tax Authorities	Sales Tax	591.14	2005 and earlier years	Gov.L of A P
APSPDCL	Electricity charges	1384.02	2010-11 to 2015-16	Hon'ble High Court of A P

(xii) of the Order are not applicable to the Company.

xiii) In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of Companies Act, 2013 and the details have been disclosed in the Financial Statements

xvi) In our opinion, the company is not required to be registered under section 45 IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3 (xvi) of the Order are not applicable to the Company and hence not commented upon.

For **M/s Satyanarayana & Co.,**  
Chartered Accountants  
Firm Regn.No.003680S

Sd/-  
**G VENKATARATHNAM**  
Partner  
M.No. 019455

Place : Hyderabad  
Date : 30.07.2016

## **“Annexure B”**

To the Independent Auditor's Report of even date on the Financial Statements of Sri Chakra Cement Limited.

Report on the Internal Financial Controls under Clause (i) of Sub – section 3 of Section 143 of the Companies Act, 2013 (“the Act”)

We have audited the internal financial controls over financial reporting of Sri Chakra Cement Limited (“the Company”) as of March 31, 2016 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

### **Management’s Responsibility for Internal Financial Controls.**

The Company’s management is responsible for establishing and maintaining internal financial controls based on “the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India”. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company’s policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

### **Auditors’ Responsibility.**

Our responsibility is to express an opinion on the Company’s internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the “Guidance Note”) and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those standards and the Guidance Note require that we comply with ethical

requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such control operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls system over financial reporting

### **Meaning of Internal Financial Control over Financial Reporting.**

A company’s internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company’s internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company (2) Provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors

of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

**Inherent Limitations of Internal Financial Controls Over Financial Reporting.**

Because of the inherent limitations of financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Place : Hyderabad  
Date : 30.07.2016

**Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2016 based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India."

For **M/s Satyanarayana & Co.,**  
Chartered Accountants  
Firm Regn.No.003680S

Sd/-  
**G VENKATARATHNAM**  
Partner  
M.No. 019455



## AUDITORS' CERTIFICATE REGARDING CORPORATE GOVERNANCE

To  
The Members of  
Sri Chakra Cement Limited  
Hyderabad.

We have examined the compliance of conditions of corporate governance by Sri Chakra Cement Limited, for the year ended 31<sup>st</sup> March 2016, as stipulated in clause 49 of the Listing Agreement of the said Company with Stock Exchange for the period from 01.04.2015 to 30.11.2015 and as per the relevant provisions of the Securities and Exchange Board of India ( Listing obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") as referred to in Regulation 15(2) of the Listing Regulations for the period 01<sup>st</sup> December 2015 to 31.03.2016.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanation given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement/Listing Regulations, as applicable.

We state that no investor grievances are pending for a period exceeding one month against the Company as per the records maintained by the Investors Grievance Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **M/s Satyanarayana & Co.,**  
Chartered Accountants  
Firm Regn.No.003680S

Sd/-  
**G VENKATARATHNAM**  
Partner  
M.No. 019455

Place : Hyderabad  
Date : 30.07.2016

**BALANCE SHEET AS AT 31st MARCH, 2016**

Particulars	Note No	As at 31-03-2016	As at 31-03-2015
<b>A. EQUITY AND LIABILITIES</b>			
<b>SHAREHOLDERS' FUNDS :</b>			
a) Share Capital	1	90000000	90000000
b) Reserves and Surplus	2	387884714	205436135
<b>NON-CURRENT LIABILITIES</b>			
a) Long Term Borrowings	3	190891272	100055307
b) Deferred tax Liabilities (net)		1808812	4379574
c) Other Long Term Liabilities	4	180113401	184319811
d) Long Term Provisions	5	32745085	27773681
<b>CURRENT LIABILITIES</b>			
a) Short-term borrowings			
b) Trade Payables		86635722	147461582
c) Other Current Liabilities	6	239687171	333518454
	<b>Total</b>	<b>1209766177</b>	<b>1092944544</b>
<b>B. ASSETS</b>			
<b>Non-current assets</b>			
a) Fixed Assets			
- Tangible assets	7	608527071	667283931
- Capital Work in Progress		8175872	
b) Long Term Loans Advances	8	143335781	69132994
c) Other Non Current Assets	9	245347	245347
<b>Current assets</b>			
a) Inventories	10	152324398	125892945
b) Trade Receivables	11	38848885	31404088
c) Cash and cash equivalents	12	74509578	24908423
d) Short-term Loans and Advances	13	181007323	173050455
e) Other Current Assets	14	2791922	1026361
Contingent Liabilities & Commitments	15		
	<b>Total</b>	<b>1209766177</b>	<b>1092944544</b>
Notes on Accounts	1 to 24		

As per our report of even date

**For M/s. SATYANARAYANA & CO**

Chartered Accountants

FRN : 003680S

Sd/-

**G. VENKAT RATHNAM**

Partner

Member Ship No. 019455

Place : Hyderabad

Date : 30-07-2016

For and on behalf of Board

**SRI CHAKRA CEMENT LIMITED**

Sd/-

**N. KRISHNA MOHAN**

Chairman

Sd/-

**NSRV PRASAD**

Chief Financial Officer

Sd/-

**K. VIJAY KUMAR**

Joint Managing Director

Sd/-

**N. UMA SHANKAR**

Company Secretary

**STATEMENT OF PROFIT AND LOSS  
FOR THE YEAR ENDED 31st MARCH, 2016**

	Note No	As at 31-03-2016	As at 31-03-2015
<b>Revenue from Operations</b>	16	2535594727	2030615443
Less : Duties & Taxes		626603003	510973341
		1908991724	1519642102
Other Income	17	10767942	7883823
<b>TOTAL REVENUE</b>		<b>1919759666</b>	<b>1527525925</b>
<b>EXPENSES</b>			
a) Cost of materials Consumed	18	468291581	391573442
b) Change in Inventories of finished goods & work-in-progress and Stock in Trade	19	(31686770)	(1264070)
c) Employee benefits expense	20	127313810	108059248
d) Finance Costs	21	15115767	17265951
e) C S R Expenditure		4100433	
f) Depreciation	7	66205457	66058713
g) Other expenses	22	1062759874	917333369
<b>TOTAL EXPENSES</b>		<b>1712100152</b>	<b>1499026653</b>
Profit Before exceptional extraordinary items and tax		207659514	28499272
Prior period / Extraordinary items			
Profit before Tax		<b>207659514</b>	<b>28499272</b>
<b>Tax Expense:</b>			
a) Deferred Tax Income / (Expenditure)		2570762	34880353
b) Current Tax	44317862		
Less : Mat Credit Entitlement	16536165	27781697	
Profit for the period from continuing operation		<b>182448579</b>	<b>63379625</b>
Profit for the period		<b>182448579</b>	<b>63379625</b>
Earning per equity Share :			
Basic		19.99	3.17
Diluted		19.99	3.17
Notes related to P & L Statement	23		
Notes on Accounts	1 to 24		

As per our report attached

**For M/s. SATYANARAYANA & CO**

Chartered Accountants

FRN : 003680S

Sd/-

**G. VENKAT RATHNAM**

Partner

Member Ship No. 019455

Place : Hyderabad

Date : 30-07-2016

For and on behalf of Board

**SRI CHAKRA CEMENT LIMITED**

Sd/-

**K. VIJAY KUMAR**

Joint Managing Director

Sd/-

**N. KRISHNA MOHAN**

Chairman

Sd/-

**NSRV PRASAD**

Chief Financial Officer

Sd/-

**N. JUMA SHANKAR**

Company Secretary

**CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2016** (Amount in Rs.)

Particulars	As at 31-03-2016	As at 31-03-2015
<b>Cash Flow From Operating Activities:</b>		
Net Profit / (Loss) before tax & Extraordinary items	207659514	28499274
Adjustments for :		
Add: Depreciation	66205457	66058713
Add: Current Tax	27781697	
<b>Operating Profit before Working Capital Changes</b>	<b>246083274</b>	<b>94557987</b>
<b>Adjustments for :</b>		
Previous year Adjustments	0	
Profit after prior period Adjustments	246083274	94557987
(Increase) / decrease in Trade Receivables	(7444797)	(9928438)
(Increase) / decrease in Inventories	(26431453)	(32393583)
(Increase) / decrease Short term loans and advances	(7956868)	(37277103)
(Increase) / decrease Long term loans and advances	(74202787)	(10175318)
(Increase) / (decrease) in Other Current Assets	(1765561)	159324
(Increase) / (decrease) in Other Non Current Assets	0	0
(Increase) / (decrease) in Trade Payables	(60825860)	(32225332)
(Increase) / (decrease) in Long term Provisions	4971404	7209482
(Increase) / (decrease) in Long term Borrowings	90835965	(44541081)
(Increase) / (decrease) in Short term Borrowings	0	0
(Increase) / (decrease) in Short term Provisions	0	0
(Increase) / (decrease) in Other Current Liabilities	(93831283)	40753173
<b>Cash generated from operations (A)</b>	<b>69432034</b>	<b>(23860890)</b>
<b>Cash Flow from Investing Activities:</b>		
Purchase of fixed assets incl. CWIP	(15624468)	(976964)
Net Cash flow in Investing Activities (B)	(15624468)	(976964)
<b>Total (A + B)</b>	<b>53807566</b>	<b>(24837854)</b>
<b>Cash Flow From Financing Activities:</b>		
Allotment of Shares	0	3842976
Other Long Term Liabilities	(4206410)	(2866101)
Adjustment of prior period	0	0
Net Increase / (Decrease) in Cash and Cash Equivalents	49601156	10725805
<b>Cash and Cash Equivalents (Opening Balance) (01-04-2015)</b>	<b>24908423</b>	<b>14182618</b>
<b>Cash and Cash Equivalents (Closing Balance) (31-03-2016)</b>	<b>74509578</b>	<b>24908423</b>

As per our report of even date

**For M/s. SATYANARAYANA & CO**

Chartered Accountants

FRN : 003680S

Sd/-

**G. VENKAT RATHNAM**

Partner

Member Ship No. 019455

Place : Hyderabad

Date : 30-07-2016

For and on behalf of Board

**SRI CHAKRA CEMENT LIMITED**

Sd/-

**N. KRISHNA MOHAN**

Chairman

Sd/-

**NSRV PRASAD**

Chief Financial Officer

Sd/-

**K. VIJAY KUMAR**

Joint Managing Director

Sd/-

**N. UMA SHANKAR**

Company Secretary

**Notes forming part of the financial statements**

Particulars	As at 31.03.2016	As at 31.03.2015
<b>NOTE : 1 SHARE CAPITAL</b>	<b>Amount</b>	<b>Amount</b>
<b>AUTHORISED</b> 2,00,00,000 Equity Shares of Rs.10/- each	200,000,000	200,000,000
<b>ISSUED SUBSCRIBED AND FULLY PAID UP</b>		
90,00,000 Equity Shares of Rs.10/- each With Voting rights	90,000,000	90,000,000

The Company has one class of shares- Equity shares having a par value of Rs. 10/-. Each holder of equity shares is entitled to one vote per share

The reconciliation of the number of shares outstanding and the amount of Share Capital as at 31st Mar' 2016 and 31st March'2015 is set out below.

Particulars	Opening Balance	Allotment	Reduction of Capital	Closing Balance
Equity shares with voting rights Year ended 31 March, 2016				
- Number of Shares	9000000			9,000,000
- Amount (Rs.)	90000000			90,000,000
Year ended 31 March, 2015				
- Number of Shares	9000000			9,000,000
- Amount (Rs.)	90000000			90,000,000

Shares in the Company held by each share holder holding more than 5% shares

Name	As at 31/03/2016		As at 31/03/2015	
	No of shares	% of Holding	No. of shares	% of Holding
1. Sri N. Krishnamohan	1,847,072	20.52%	1,847,072	20.52%
2. Sri V. V. S. R. Anjaneyulu	880,744	9.79%	880,744	9.79%
3. Smt. V. V. Nagalakshmi	954,454	10.61%	954,454	10.61%
4. Sri K. Vijay Kumar	1,078,244	11.98%	1,078,244	11.98%
5. Smt. K.V. Nagalalitha	1,041,194	11.57%	1,041,194	11.57%
6. Krishnarama Industrial Investments Ltd.	569,370	6.33%	569,370	6.33%

**Notes forming part of the financial statements**

	As at 31.03.2016	As at 31.03.2015		
<b>NOTE : 2</b>				
<b>RESERVES AND SURPLUS</b>				
<b>(a) Capital Reserve</b>				
(i) Subsidy - Govt. of A.P.				
Opening Balance	1,000,000	1,000,000		
Closing Balance	<b>1,000,000</b>	<b>1,000,000</b>		
(a) Capital Reserve on Account of	318,381,991	318,381,991		
<b>(b) Surplus in Statement of Profit and Loss</b>				
Opening Balance	(113,945,856)	(113,499,723)		
Add / (Less) depreciation of earlier years		(63,825,758)		
Add : Profit for the Current Year	182,448,579	63,379,625		
Closing Balance	<b>68,502,723</b>	<b>(113,945,856)</b>		
<b>Total</b>	<b>387,884,714</b>	<b>205,436,135</b>		
<b>NOTE:3 LONG - TERM BORROWINGS</b>				
	<b>Non Current</b>		<b>Current</b>	
<b>Particulars</b>	<b>As at 31.03.16</b>	<b>As at 31.03.15</b>	<b>As at 31.03.16</b>	<b>As at 31.03.15</b>
(a) Loans & Advances from Related Parties (Unsecured)	9,146,929	100,055,307	-	-
<b>(b) Deferred Payment Liabilities (Unsecured)</b>				
- Sales Tax Deferment	181,744,343	-	-	18,384,954
<b>Total</b>	<b>190,891,272</b>	<b>100,055,307</b>	<b>-</b>	<b>18,384,954</b>
<b>NOTE:4</b>				
<b>OTHER LONG - TERM LIABILITIES</b>				
<b>(a) Others</b>				
- Deposits from Stockists & Others (Unsecured)		36,877,732	35,338,542	
- Interest Payable		120,340,299	120,340,299	
- Statutory Liabilities		22,895,370	28,640,970	
<b>Total</b>		<b>180,113,401</b>	<b>184,319,811</b>	
<b>NOTE:5</b>				
<b>LONG TERM PROVISIONS</b>				
<b>(a) Provisions for Employee benefits</b>				
- Gratuity		29,589,091	24,710,304	
- Leave Encashment		3,155,994	3,063,377	
<b>Total</b>		<b>32,745,085</b>	<b>27,773,681</b>	

**Notes forming part of the financial statements**

Particulars	Non Current		Current	
	As at 31.03.16	As at 31.03.15	As at 31.03.16	As at 31.03.15
<b>NOTE : 6</b>				
<b>OTHER CURRENT LIABILITIES</b>				
<b>(a) Current Maturities of Long Term Debt</b>				
- Sales Tax Deferment		-		18,384,954
- A P G S T		3,732,000		3,732,000
- C S T		85,200		85,200
- A P S E B		-		2,831,688
- T N G S T		1,928,400		1,928,400
<b>(b) Other Payables</b>				
- Payables for Expenses	113,190,879		172,957,293	
- Other Payables	21,182,019		35,461,846	
- Advances from Customers	99,568,673		98,137,073	
		<b>233,941,571</b>		306,556,212
		<b>239,687,171</b>		<b>333,518,454</b>

## NOTE - 7

## TANGIBLE ASSETS

SRI CHAKRA CEMENT LIMITED  
FIXED ASSETS

(Amount in Rupees)

Particulars	GROSS BLOCK				DEPRECIATION				NET BLOCK	
	30.06.2017	Acquire during the year	Disposal during the year	As at 30.06.2016	Up to 30.06.2017	During the year	As at 30.06.2016	As at 30.06.2017	As at 30.06.2016	As at 30.06.2017
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
Leasable int.	-	-	-	-	-	-	-	-	-	-
Plant & Machinery	1,00,000	1,00,000	-	1,00,000	-	-	-	-	1,00,000	1,00,000
Plant & Machinery	251,377	251,377	-	251,377	-	400	400	400	251,377	251,377
Factory Building	18,525,402	2,817,471	-	20,342,873	48,718,101	-	1,101,624	46,686,944	70,559,823	75,262,540
Staff Canteen	12,128,71	-	-	12,128,71	1,11,765	-	1,94,623	1,20,448	11,456,233	11,598,128
Road	4,51,000	4,04,442	-	4,95,442	1,69,180	-	1,90,197	1,84,622	3,54,224	6,09,546
Plant and Machinery	1,00,000,000	-	-	60,000,000	1,00,000,000	-	20,000,000	80,000,000	40,000,000	1,00,000,000
Land & Equipment	12,40,000	-	-	12,40,000	21,71,800	-	4,60,510	11,79,590	30,23,190	35,31,680
Other Equipment	2,00,000	20,000	-	2,20,000	4,00,000	-	19,500	2,40,500	2,55,000	4,00,500
Vehicle	4,00,000	25,000	-	4,25,000	3,00,000	-	2,00,000	4,00,000	3,00,000	6,00,000
Surplus and Prepaid	4,00,000	25,000	-	4,25,000	1,00,000	-	2,00,000	1,75,000	1,00,000	2,00,000
Plant & Equipment	15,00,000	-	-	15,00,000	11,00,000	-	2,00,000	1,60,000	1,70,000	1,70,000
Vehicle	3,00,000	25,000	-	3,25,000	3,00,000	-	1,20,000	1,75,000	3,00,000	4,00,000
Machinery and Tools	4,00,000	-	-	4,00,000	3,00,000	-	40,000	1,70,000	4,00,000	4,00,000
TOTAM	1,30,00,000	7,44,511	-	1,37,44,511	1,10,00,000	-	41,00,457	75,99,543	60,00,000	67,20,543



	As at 31.03.2016	As at 31.03.2015
<b>NOTE:8</b>		
<b>LONG TERM LOANS AND ADVANCES</b>		
<b>Other Loans and Advances</b>		
Unsecured, Considered Good		
Advances from Purchase of		
- Raw Materials and Coal	-	-
- Stores and Spares	-	-
- Other Advances	-	-
Deposits with Govt & Others	143,335,781	69,132,994
<b>Total</b>	<b>143,335,781</b>	<b>69,132,994</b>

Particulars	Non Current		Current	
	As at 31.03.16	As at 31.03.15	As at 31.03.16	As at 31.03.15
<b>NOTE:9 :</b>				
<b>OTHER NON CURRENT ASSETS</b>				
<b>(a) Long Term Trade Receivables</b>				
Unsecured, Considered Good	2,933,604		2,933,604	245,347
Less : Provision for Bad & Doubtful Debts	2,688,257	245,347	2,688,257	<b>245,347</b>

Inventories are stated at lower of cost or net realisable value. Cost is determined on FIFO basis and includes all applicable costs incurred in bringing goods to their present location and condition. Cost of work-in-progress and finished goods includes all applicable manufacturing overheads.

<b>NOTE:10</b>		
<b>INVENTORIES</b>		
(a) Raw Materials	6,121,540	8,540,732
(b) Work in Progress	50,834,908	17,643,876
(c) Finished Goods	6,218,567	7,722,829
(d) Stores and Spares	48,198,348	44,595,607
(e) Capital Stores	-	-
(f) Packing Material	6,657,207	5,643,113
(g) Coal	34,293,828	41,746,788
<b>Total</b>	<b>152,324,398</b>	<b>125,892,945</b>

<b>NOTE:11</b>		
<b>TRADE RECEIVABLES</b>		
(a) Unsecured, Considered Good		
(i) Outstanding for a period exceeding Six Months	8,984,281	7,112,050
(ii) Outstanding for a period less than Six Months	29,864,604	24,292,038
<b>Total</b>	<b>38,848,885</b>	<b>31,404,088</b>

	As at 31.03.2016	As at 31.03.2015
<b>NOTE:12</b>		
<b>CASH AND CASH EQUIVALENTS</b>		
<b>(a) Balances with Scheduled Banks:</b>		
- In Current Account	55,006,051	8,403,590
- Deposit Accounts - Maturity over 12 Months held as margin money for Guarantees	17,741,636	14,043,002
<b>(b) Cash on Hand</b>	<b>1,761,891</b>	<b>2,461,831</b>
<b>Total</b>	<b>74,509,578</b>	<b>24,908,423</b>
<b>NOTE : 13</b>		
<b>SHORT TERM LOANS AND ADVANCES</b>		
<b>Others</b>		
(i) Advances for Purchase of		
- Raw Materials and Coal	14,105,941	17,423,826
- Stores and Spares	2,754,625	3,895,427
Advances to Employees	7,210,998	2,083,598
Other Advances	156,935,759	149,647,604
<b>Total</b>	<b>181,007,323</b>	<b>173,050,455</b>
<b>NOTE : 14</b>		
<b>OTHER CURRENT ASSETS</b>		
(a) Prepaid Expenses	1,041,370	729,855
(b) Others	1,750,552	296,506
<b>Total</b>	<b>2,791,922</b>	<b>1,026,361</b>
<b>NOTE : 15</b>		
<b>CONTINGENT LIABILITIES AND COMMITMENTS</b>		
<b>(to the extent not provided for)</b>		
<b>(i) Contingent Liabilities</b>		
Claims against the company not acknowledged as debt		
- Tamilnadu Sales Tax Authorities	42.89	42.89
- A P Sales Tax Authorities	591.14	591.14
- APSPDCL, Guntur	1384.02	959.14
<b>(ii) Commitments</b>		
Estimated amount of contracts remaining to be executed on capital account and not provided for		
<b>NOTE : 16</b>		
<b>REVENUE FROM OPERATIONS</b>		
<b>Sale of Products</b>		
(a) Cement Sales	2,535,594,727	2,030,615,443
(b) Clinker Sales	-	-
<b>Total</b>	<b>2,535,594,727</b>	<b>2,030,615,443</b>
<b>NOTE : 17</b>		
<b>OTHER INCOME</b>		
(a) Interest Income	4,090,261	3,426,041
(b) Scrap Sales	6,674,871	4,424,080
(c) Miscellaneous Income	2,810	33,702
(d) Other Income	-	39.41
<b>Total</b>	<b>10,767,942</b>	<b>7,883,823</b>

	As at 31.03.2016	As at 31.03.2015
<b>NOTE : 18</b>		
<b>COST OF MATERIALS CONSUMED</b>		
(i) Limestone	91,559,175	81,313,381
(ii) Other Additives	149,358,715	130,142,293
(iii) Packing Material Consumption	86,151,998	88,929,091
(iv) Stores & Spares Consumption	141,221,693	91,188,677
<b>Total</b>	<b>468,291,581</b>	<b>391,573,442</b>
<b>DETAILS OF PURCHASES</b>		
Opening Stock	58,779,453	61,689,069
<b>PURCHASES</b>		
- Limestone	91,979,295	79,105,051
- Other Additives	146,517,180	131,043,923
- Packing Materials	87,166,091	89,244,094
- Stores & Spares	144,826,656	89,270,758
<b>Total Purchase</b>	<b>470,489,222</b>	<b>388,663,826</b>
<b>LESS : CLOSING STOCK</b>	<b>60,977,094</b>	<b>58,779,453</b>
<b>Cost of Material Consumed</b>	<b>468,291,581</b>	<b>391,573,442</b>
** Consists of extraction cost and Royalty		

**NOTE : 19**  
**CHANGES IN INVENTORIES OF FINISHED GOODS**  
**WORK IN PROCESS AND STOCK IN TRADE**

Particulars	Non Current		Current	
	As at 31.03.16	As at 31.03.15	As at 31.03.16	As at 31.03.15
<b>(a) Work in Process</b>				
Opening Stock	17,643,876		17,474,633	
Closing Stock	50,834,908		17,643,876	
		(33,191,032)		(169,243)
Opening Stock	7,722,829		6,628,002	
Closing Stock	6,218,567		7,722,829	
		1,504,262		(1,094,827)
		<b>(31,686,770)</b>		<b>(1,264,070)</b>

**NOTE : 20**  
**EMPLOYEES BENEFITS EXPENSES**

(a) Salaries, Wages and Bonus	87,904,866	76,496,995
(b) Contribution to Provident and Other Funds	4,343,736	3,438,509
(c) Workmen and Staff Welfare Expenses	35,065,208	28,123,744
<b>Total</b>	<b>127,313,810</b>	<b>108,059,248</b>

**Notes forming part of the financial statements**

	<b>As at 31.03.2016</b>		<b>As at 31.03.2015</b>	
<b>NOTE : 21 FINANCE COST</b>				
(a) Interest - Others	15,115,767		17,265,951	
<b>Total</b>	<b>15,115,767</b>		<b>17,265,951</b>	
<b>NOTE : 22 : OTHER EXPENSES</b>				
	<b>Non Current</b>		<b>Current</b>	
<b>Particulars</b>	<b>As at 31.03.16</b>	<b>As at 31.03.15</b>	<b>As at 31.03.16</b>	<b>As at 31.03.15</b>
(a) Power and Fuel				
Power	249,953,729		256,558,466	
Coal	333,094,295		358,714,628	
		583,048,024		615,273,094
<b>(b) Direct Manufacturing Expenses</b>		<b>12,053,587</b>		<b>15,411,645</b>
<b>(c) Repairs and Maintenance</b>				
Buildings	9,224,606		2,008,609	
Plant and Machinery	40,588,110		3,775,389	
Others	44,175,164		41,883,970	
		93,987,880		47,667,968
<b>(d) Administration Expenses</b>				
Travelling and Conveyance	9,501,070		7,508,399	
Directors' Travelling and Conveyance	101,845		113,151	
Printing and Stationery	1,477,150		801,351	
Communication Expenses	1,082,502		911,341	
Legal and Professional Charges	101,425		162,765	
Insurance	543,658		393,235	
Payments to auditors (Refer details (i) given below)	90,000		90,000	
Postage & Telegraphs	316,361		295,202	
Rent	3,170,270		3,180,470	
Rates and Taxes	4,707,115		2,813,633	
Security Service Charges	3,378,640		2,836,285	
Bank Charges	168,475		646,736	
Lease Rentals	23,882,774		23,280,472	
Donations	316,255		101,764	
Misc Expenses	18,547,928		9,532,061	
		67,385,468		52,666,865
<b>(e) Selling Expenses</b>				
Advertisement and Publicity	37,681,289		23,225,993	
Freight, Packing and Forwarding Charges	185,579,613		116,254,332	
Commission on Sales	656,520		1,353,351	
Discount	82,367,493		45,480,121	
		306,284,915		186,313,797
		<b>1,062,759,874</b>		<b>917,333,369</b>
<b>Details to Note : 22</b>				
<b>(i) Payments to the auditors comprises:</b>				
- As auditors - statutory audit	70,000		70,000	
- For taxation matters	15,000		150,000	
- Reimbursement of expenses	5,000	<b>90,000</b>	5,000	<b>90,000</b>

Note : - 24

## **SIGNIFICANT ACCOUNTING POLICIES:**

### **a) Basis of Preparation**

The financial statements have been prepared under the historical cost convention on accrual basis to comply in all material respects with the mandatory Accounting Standards issued by the Institute of Chartered Accountants of India and the relevant Provisions of the Companies Act, 2013.

### **b) Revenue Recognition**

i) Revenue from Sale of goods is recognised on dispatch and is inclusive of Excise duty, Sales Tax and Net of Sales Returns, where applicable. Net Sales are stated after deducting such excise duty and taxes.

ii) All other Income / Expenses are accounted for on accrual basis unless otherwise stated.

### **c) Fixed Assets and Depreciation**

i) Fixed assets are stated at cost less accumulated depreciation. Cost includes freight, duties (Net of CENVAT) taxes and any attributable cost of bringing the assets to its working conditions for its intended use.

ii) Depreciation is provided on Straight Line method , on the basis of estimated useful lives of assets prescribed under schedule II to the Companies Act, 2013.

### **d) Inventories:**

i. Raw Materials, Components, stores and spares are valued at lower of cost and net realizable value. However, raw materials and other items held for use in the production of inventories are not written down below the cost if the finished products in which they will be incorporated

are expected to be sold at or above cost. Cost is determined on FIFO basis.

ii. Goods in transit are valued at cost.

iii. Finished goods, work in progress, scrap, by-products and loose tools are valued at lower of cost and net realizable value.

iv. Cost includes direct materials, labour and a proportion of manufacturing overheads based on normal operating capacity. Cost is determined on FIFO basis and cost of finished goods includes excise duty.

v. Net realizable value is the estimated selling price in the ordinary course of business, less estimated selling costs.

### **e) Prior Period Items:**

All items of income/expenditure pertaining to prior period, which are material, are accounted through "prior period adjustments" and the others are shown under respective heads of account in the Profit and Loss Account.

### **f) Borrowing Cost**

Borrowing Cost that are directly attributable to the acquisition construction or production of qualifying assets are capitalised as a part of the cost of those assets. Other borrowing costs are recognized as expense in the year in which they are incurred.

### **g) Deferred Taxes:**

Deferred Tax is provided, on all temporary timing differences at the Balance Sheet date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred Tax assets and liabilities are measured based on tax rates that have been enacted or subsequently enacted at the Balance Sheet date.

### **h) Retirement and Other Employee Benefits:**

i. Gratuity liability is a defined benefit obligation and is provided for on the basis of actuarial valuation on projected unit credit method made at the end of each financial year carried out by an actuary as at the end of the year.

ii. The Provident fund and Employee state insurance are defined contribution schemes and the contributions are charged to the Profit and Loss account of the year when the contributions to the respective funds are due.

iii. Short term compensated absences are provided on an estimated basis. Long term compensated absences are provided for based on actuarial valuation on project unit credit method carried by an actuary as at the end of the year.

i) Impairment of Assets:

To provide for impairment loss, if any, to the extent, the carrying amount of assets exceed their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life.

Impairment losses recognised in prior years are reversed when there is an indication that the impairment losses recognised no longer exist or have decreased. Such reversals are recognised as an increase in carrying amounts of assets to the extent that it does not exceed the carrying amounts that would have been determined (net of amortisation or depreciation) had no impairment loss been recognised in previous years.

j) Proposed Dividend (including income tax thereon) in the books of account as

proposed by Directors pending approval at the Annual General Meeting.

k) Earnings per Share (Basic and Diluted):

Basic earnings per share are calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

l) Cash Flow Statement:

Cash flows are reported using indirect method. Cash and cash equivalents in the cash flow statement comprise cash at bank, cash/cheques in hand and fixed deposits with Banks.

m) Contingent Liabilities:

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The company does not recognize a contingent liability but disclosed its existence in the financial statements.

n) Provisions:

A provision is recognized when there is a present obligation as a result of past event and it is probable that an outflow of

resources will be required to settle the obligation, in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

## 2. RELATED PARTY DISCLOSURE:

In accordance with Accounting Standard –18, Related party Disclosures, issued by the Institute of Chartered Accountants of India, the disclosures are as follows:

### I. RELATED PARTIES:

- i) Subsidiary Companies  
NIL
- ii) Key Management Personnel  
N Krishna Mohan, K Vijay Kumar,  
V V S R Anjaneyulu

iii) Relatives of Key Management Personnel V V Naga Lakshmi, W/o VVSR Anjaneyulu, K V Naga Lalitha, W/o K Vijay Kumar, K Sriram S/o K Vijay Kumar, K Sashank S/o K Vijay Kumar. V. Srividya D/o V V S R Anjaneyulu, V SriLakshmi D/o V V S R Anjaneyulu.

iv) Enterprises owned or significantly influenced by Key Management Personnel Jitharam Fin. And Investments Ltd., Krishna Rama Industrial Investments Ltd., Sri Narasimha Cements & Power Ltd, Aditya Spinners Limited

## II. RELATED PARTY TRANSACTIONS

Rupees in lakhs

Particulars	Subsidiary Companies	Key Managerial Persons	Relatives of key managerial Persons	Enterprises Of Key managerial persons	Total
Lease rentals				90.00	90.00
Remuneration					
Interest		2.73	63.18		65.91
Loans(Refund)		100.00	634.33		734.33
Loans(given)				26.43	26.43

## 3. SEGMENT REPORTING

The Company is a single product Company and operates only in the domestic segment only in South India. Hence, the information required to be disclosed as per AS – 17 on segment reporting is not applicable.

## 4. DEFERRED TAXES

A. The components of the Deferred Tax balance as on 31.03.2016 and 01.04.2015 to the extent provided for:

	As at 31.03.2016 (Rs. In Lakhs)	As at 31.03.2015 (Rs.In Lakhs)
<u>Deferred Tax Liability</u> Depreciation	(192.75)	(757.10)
<u>Deferred Tax Asset</u>		
Adjustment u/s 43 B & Other Sections of I T Act	115.00	408.30
Preliminary Pre – Operative Expenses	—	—
Net Deferred Tax Asset	77.75	348.80

#### 5. EARNINGS PER SHARE:

Basic Earnings per Share	19.99	3.17
Diluted Earnings per Share	19.99	3.17
Nominal value per Share	Rs.10.00	Rs.10.00

Earnings per share is calculated by dividing the Profit/ Loss attributable to the equity Share holders by the weighted average number and equity Shares outstanding during the year. The basis adopted in calculating the Basic earnings per Equity share are as stated below.

	Year ended 31.03.2016	Previous Year ended 31.03.2015
Profit (Loss)	1798.77	284.99
Weighted average number of Shares outstanding during the year	90,00,000	90,00,000

#### 6. Retirement and other Benefits:

The Company's employee benefits primarily cover provident fund, gratuity and leave encashment.

Provident fund is a defined contribution scheme and the Company has no further obligation beyond the contribution made to the fund. Contributions are charged to the Profit and Loss Account in the year in which they accrue.

Gratuity liability is a defined benefit obligation and is based on the actuarial valuation. All actuarial gains/losses are immediately charged to the Profit and Loss Account and are not deferred.



The Company has provided for leave encashment liability at year end on account of un availed earned leave as per the actuarial valuation.

	<b>Gratuity</b>	<b>Leave Encashment</b>
<b>Profit and Loss Account</b>		
Current Service Cost	6,99,837	27,600
Interest Cost on benefit obligation	19,76,824	2,45,070
Expected return on plan assets		
Net Actuarial (gain), Loss recognised in the year	40,46,247	16,42,453
Past services cost		
Net Benefit expense	67,22,908	19,15,123
Actual return on plan assets		
<b>Balance Sheet</b>		
Details of provision for Gratuity		
Change in the present value of the defined benefit obligation are as follows:		
Opening defined benefit obligation	2,47,10,304	30,63,377
Interest cost	19,76,824	2,45,070
Current services cost	6,99,837	27,600
Benefits paid	(18,44,121)	(18,22,506)
Actuarial (gains)/losses on obligation	40,46,247	16,42,453
Closing defined benefit obligation	2,95,89,091	31,55,994
The principal assumptions used in determining gratuity and post employment medical benefit		
Obligations for the company's plans are shown below		
Assumptions	%	%
Salary Rise	7	7
Discount Rate	8	8
Attrition Rate	1	1
Av Balance Service	20.59 Years	

Assumptions for the purpose of arriving at the liability on going concern basis

Date of Valuation	31.03.2016
Retirement Age	60 Yrs
Future Salary Rise	7%
Rate of Discounting	8%
Attrition Rate	1.00%
Mortality Table	LIC ( 2006-08 )

7. Dues to Micro, Small and Medium Enterprises is 'Nil' as no enterprise has registered as such with the Company till date.

8. Inventories have been taken as valued and certified by the Management

9. In the opinion of the management, the current assets, loans and advances are expected to realize atleast the amount at which they are stated if realized in the ordinary course of business and provision for all known liabilities have been adequately made in the accounts.

10. Confirmation of balances of Debtors and Creditors have been obtained in most of the cases. For the remaining cases the Company in the process of obtaining confirmations.

11.

LAND:

The Government of Andhra Pradesh vide G.O.Ms.No.579, dated 23.05.2011, renewed lease to the Company for 239.30 acres factory / colony land and 225.20 acres for mining (total 464.50 acres) belonging to Sri Singarutla Lakshmi Narasimha Swamy Temple, Petasanigandla (V), Karampudi (M), Guntur District for a period of 11 years ending 2019 renewable for similar years. The company is regular in paying lease rentals to the endowment Department.

13.BIFR has sanctioned Rehabilitation Scheme for the revival of the company on

14.09.2012 , considering OTS made to Financial Institutions and Banks in respect of facilities granted to the company against Term Loans and Working Capital which have since been settled in full by way of One Time Settlement (OTS). Consequently the assets of the company stand 'mortgage free' as there are no charges pending against them.

14. The amounts shown as expenditure are net of recoveries, wherever applicable.

15. Since the normal operating cycle is not defined, it is assumed to have duration of 12 months, and accordingly the assets and liabilities are classified.

16. Previous year's figures have been recast/ restated wherever necessary to confirm to the current year figures.

17. Paise's have been rounded off to the nearest rupee.

18. Notes referred to form an integral part of the financial statements.

**For M/s. SATYANARAYANA & CO**

Chartered Accountants  
FRN : 003680S

Sd/-

**G. VENKAT RATHNAM**

Partner

Member Ship No. 019455

Place : Hyderabad

Date : 30-07-2016

Sd/-

**N. KRISHNA MOHAN**

Chairman

Sd/-

**NSRV PRASAD**

Chief Financial Officer

For and on behalf of Board

**SRI CHAKRA CEMENT LIMITED**

Sd/-

**K. VIJAY KUMAR**

Joint Managing Director

Sd/-

**N .UMA SHANKAR**

Company Secretary

**SRI CHAKRA CEMENT LIMITED**

CIN : L40300AP1981PLC002952

Regd Office: 6-3-668/10/66, Durganagar Colony, Punjagutta, Hyderabad – 500082.  
Tel.040-66614633, 66612374, Fax : 040-23404657 Email:srichakracement@gmail.com,  
website:www.srichakracement.com

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**ATTENDANCE SLIP**

**(To be handed over at the entrance of the meeting hall)**

**Full name of the member attending** \_\_\_\_\_

**Member's Folio No/ Client ID :** \_\_\_\_\_ **No. of shares held:** \_\_\_\_\_

**Name of Proxy** \_\_\_\_\_

(To be filled in, if the Proxy attends instead of the member)

I hereby record my presence at the 34<sup>th</sup> Annual General Meeting of M/s Sri Chakra Cement Limited, at Hotel Katriya, Somajiguda, Hyderabad- – 500082 on Wednesday, the 28th day of September, 2016 at 11.00 a.m..

.....  
Member's / Proxy's Signature

**SRI CHAKRA CEMENT LIMITED**

Regd Office: 6-3-668/10/66, Durganagar Colony, Punjagutta,  
Hyderabad – 500082. Tel.040-66614633, Email:srichakracement@gmail.com,  
website:www.srichakracement.com, CIN No. : L4300AP1981PLC002952

**Form No. MGT-11  
Proxy form**

[Pursuant to section 105(6) of the Companies Act, 2013 and  
Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Regd. Folio No. :	*DP ID :
No. of Shares held :	*Client ID :

I/We, being the member (s) of ..... shares of the above named company, hereby appoint

1. Name & Address:.....

Email ID:.....Signature..... or falling him/her

2. Name & Address:.....

Email ID:.....Signature..... or falling him/her

3. Name & Address:.....

Email ID:.....Signature..... or falling him/her

and whose signatures are appended below as my/our proxy to attend and vote, in case of a poll, for me/us and on my/our behalf at the Thirty Third Annual General Meeting of the Company, to be held on Wednesday, the 28<sup>th</sup> day of September, 2016 at 11.00 a.m. At Hotel Katriya, Somajiguda, Hyderabad, Telangana-500 082 and at any adjournment thereof in respect of such resolutions as are indicated below:

Item No. Of the Notice of Meeting	Resolution(s)	Vote	
		For	Against
1.	Ordinary Resolution for adoption of the audited Balance Sheet as at 31 <sup>st</sup> March, 2016, the Statement of Profit and Loss for the year ended on that date together with Report of the Directors' and the Auditors' thereon.		
2.	Ordinary Resolution for re-appointment of Sri. V VS R Anjaneyulu who retires by rotation being eligible offers himself for re-appointment.		
3.	Ordinary Resolution for re-appointment of Sri. K Vijay Kumar who retires by rotation being eligible offers himself for re-appointment.		
4.	Ordinary Resolution for ratification of re-appointment of M/s. Satyanarayana & Co., Chartered Accountants as Statutory Auditors for the year 2016-17		
5.	Ordinary Resolution for appointment of M/s. Bsal & Co., Cost Accountants as Cost Auditors for the year 2015-16		

Note:

- 1) This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
- 2) The proxy need not be a member of the company  
\* Applicable for investors holding shares in Electronic form.

7/12/2011



**SRI CHAKRA CEMENT LIMITED**

Regd Office: 6-3-668/10/66, Durganagar Colony,

Punjagutta, Hyderabad - 500082.

Tel.040-66614633, 66612374.

Email:srichakracement@gmail.com,

website:www.srichakracement.com



# SRI CHAKRA CEMENT LIMITED

[www.srichakracement.com](http://www.srichakracement.com)

