



# SAGAR CEMENTS LIMITED

SCL:SEC:BSE:2020-21

6th November 2020

The Secretary  
BSE Limited  
P J Towers  
Dalal Street  
**Mumbai – 400 001**

**Scrip Code: 502090**

Dear Sirs

**Sub:** Regulation 33 of SEBI (LODR) Regulations 2015 – Furnishing of Un-audited Standalone and Consolidated Financial Results for the second quarter and half-year ended 30<sup>th</sup> September, 2020 along with complete cash flow details

**Ref:** Your E-mail dated 5<sup>th</sup> November, 2020

...

Further to our letter dated 21<sup>st</sup> October, 2020 and with reference to your e-mail dated 5<sup>th</sup> November, 2020, we herewith re-submit un-audited standalone and consolidated financial results for the second quarter and half-year ended 30<sup>th</sup> September, 2020 along with complete cash flow details, as advised by you.

We would request you to kindly take the above document on record.

Thanking you

Yours faithfully  
For Sagar Cements Limited

  
R. Soundararajan  
Company Secretary

Encl: as above



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

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**SAGAR CEMENTS LIMITED**  
CIN No: L26942TG1981PLC002887  
Plot No. 111, Road No. 10, Jubilee Hills, Hyderabad - 500 033, Phone: +91 40 23351571 Fax: +91 40 23356573  
**STATEMENT OF UNAUDITED STANDALONE AND CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2020**

(₹ in lakhs, except per share data and unless otherwise stated)

| Sl. No. | Particulars   | Standalone         |               |                    |                    |                    |                | Consolidated       |               |                    |                    |                    |                 |
|---------|---|--------------------|---------------|--------------------|--------------------|--------------------|----------------|--------------------|---------------|--------------------|--------------------|--------------------|-----------------|
|         |   | Quarter ended      |               |                    | Six months ended   |                    |                | Quarter ended      |               |                    | Six months ended   |                    |                 |
|         |   | September 30, 2020 | June 30, 2020 | September 30, 2019 | September 30, 2020 | September 30, 2019 | March 31, 2020 | September 30, 2020 | June 30, 2020 | September 30, 2019 | September 30, 2020 | September 30, 2019 | March 31, 2020  |
|         |   | (Unaudited)        | (Unaudited)   | (Unaudited)        | (Unaudited)        | (Unaudited)        | (Audited)      | (Unaudited)        | (Unaudited)   | (Unaudited)        | (Unaudited)        | (Unaudited)        | (Audited)       |
| 1       | <b>Income</b>   |                    |               |                    |                    |                    |                |                    |               |                    |                    |                    |                 |
|         | (a) Revenue from operations   | 24,211             | 19,485        | 19,213             | 43,696             | 44,649             | 84,758         | 32,588             | 26,412        | 26,528             | 59,000             | 60,948             | 1,17,515        |
|         | (b) Other income  | 602                | 428           | 300                | 1,030              | 765                | 1,632          | 329                | 79            | (19)               | 408                | 126                | 403             |
|         | <b>Total income</b>   | <b>24,813</b>      | <b>19,913</b> | <b>19,513</b>      | <b>44,726</b>      | <b>45,414</b>      | <b>86,390</b>  | <b>32,917</b>      | <b>26,491</b> | <b>26,509</b>      | <b>59,408</b>      | <b>61,074</b>      | <b>1,17,918</b> |
| 2       | <b>Expenses</b>   |                    |               |                    |                    |                    |                |                    |               |                    |                    |                    |                 |
|         | (a) Cost of materials consumed  | 3,459              | 2,438         | 4,014              | 5,897              | 8,537              | 15,983         | 4,467              | 3,153         | 5,115              | 7,620              | 10,857             | 20,473          |
|         | (b) Purchase of stock-in-trade  | 774                | 499           | 1,804              | 1,273              | 2,868              | 4,117          | 774                | 499           | 930                | 1,273              | 1,994              | 3,237           |
|         | (c) Changes in inventories of finished goods, work-in-progress and stock-in-trade | (396)              | 802           | (2,287)            | 406                | (2,506)            | (602)          | (520)              | 1,304         | (2,367)            | 784                | (3,102)            | (982)           |
|         | (d) Employee benefits expense   | 1,818              | 1,240         | 1,298              | 3,058              | 2,563              | 5,570          | 2,092              | 1,454         | 1,524              | 3,546              | 2,997              | 6,487           |
|         | (e) Finance costs   | 605                | 682           | 898                | 1,287              | 1,680              | 3,392          | 1,165              | 1,281         | 1,581              | 2,446              | 3,076              | 6,099           |
|         | (f) Depreciation and amortisation expense   | 1,409              | 1,390         | 1,343              | 2,799              | 2,555              | 5,507          | 2,024              | 1,995         | 1,925              | 4,019              | 3,705              | 7,887           |
|         | (g) Power and fuel expenses   | 4,065              | 3,155         | 6,062              | 7,220              | 12,379             | 21,675         | 6,096              | 4,455         | 8,321              | 10,551             | 17,017             | 30,918          |
|         | (h) Freight and forwarding  | 3,862              | 2,674         | 2,999              | 6,536              | 7,015              | 14,171         | 5,554              | 3,912         | 4,947              | 9,466              | 10,953             | 22,375          |
|         | (i) Other expenses  | 2,609              | 1,960         | 2,668              | 4,569              | 5,869              | 11,954         | 3,648              | 2,934         | 3,821              | 6,582              | 8,133              | 16,457          |
|         | <b>Total expenses</b>   | <b>18,205</b>      | <b>14,840</b> | <b>18,799</b>      | <b>33,045</b>      | <b>40,960</b>      | <b>81,767</b>  | <b>25,300</b>      | <b>20,987</b> | <b>25,797</b>      | <b>46,287</b>      | <b>55,630</b>      | <b>1,12,951</b> |
| 3       | <b>Profit before tax (1 - 2)</b>  | <b>6,608</b>       | <b>5,073</b>  | <b>714</b>         | <b>11,681</b>      | <b>4,454</b>       | <b>4,623</b>   | <b>7,617</b>       | <b>5,504</b>  | <b>11,681</b>      | <b>13,121</b>      | <b>5,444</b>       | <b>4,967</b>    |
| 4       | <b>Tax expense/ (benefit)</b>   |                    |               |                    |                    |                    |                |                    |               |                    |                    |                    |                 |
|         | (a) Current tax   | 1,871              | 892           | 484                | 2,763              | 796                | 850            | 1,871              | 892           | 484                | 2,763              | 796                | 850             |
|         | (b) Deferred tax  | 335                | 782           | (382)              | 1,117              | 600                | 300            | 729                | 1,012         | (264)              | 1,741              | 1,205              | 1,464           |
|         | <b>Total tax</b>  | <b>2,206</b>       | <b>1,674</b>  | <b>102</b>         | <b>3,880</b>       | <b>1,396</b>       | <b>1,150</b>   | <b>2,600</b>       | <b>1,904</b>  | <b>220</b>         | <b>4,504</b>       | <b>2,001</b>       | <b>2,314</b>    |
| 5       | <b>Net profit for the period (3 - 4)</b>  | <b>4,402</b>       | <b>3,399</b>  | <b>612</b>         | <b>7,801</b>       | <b>3,058</b>       | <b>3,473</b>   | <b>5,017</b>       | <b>3,600</b>  | <b>492</b>         | <b>8,617</b>       | <b>3,443</b>       | <b>2,653</b>    |
| 6       | <b>Other comprehensive income</b>   |                    |               |                    |                    |                    |                |                    |               |                    |                    |                    |                 |
|         | (i) Items that will not be reclassified to profit or loss                         | -                  | -             | -                  | -                  | -                  | (64)           | -                  | -             | -                  | -                  | -                  | (60)            |
|         | (ii) Income tax relating to items that will not be reclassified to profit or loss | -                  | -             | -                  | -                  | -                  | 22             | -                  | -             | -                  | -                  | -                  | 21              |
|         | <b>Total Other comprehensive income/ (loss)</b>                                   | <b>-</b>           | <b>-</b>      | <b>-</b>           | <b>-</b>           | <b>-</b>           | <b>(42)</b>    | <b>-</b>           | <b>-</b>      | <b>-</b>           | <b>-</b>           | <b>-</b>           | <b>(39)</b>     |
| 7       | <b>Total comprehensive income (5+6)</b>   | <b>4,402</b>       | <b>3,399</b>  | <b>612</b>         | <b>7,801</b>       | <b>3,058</b>       | <b>3,431</b>   | <b>5,017</b>       | <b>3,600</b>  | <b>492</b>         | <b>8,617</b>       | <b>3,443</b>       | <b>2,614</b>    |
| 8       | <b>Profit attributable to:</b>  |                    |               |                    |                    |                    |                |                    |               |                    |                    |                    |                 |
|         | Owners of the company   |                    |               |                    |                    |                    |                | 5,027              | 3,613         | 494                | 8,640              | 3,449              | 2,671           |
|         | Non-controlling interest  |                    |               |                    |                    |                    |                | (10)               | (13)          | (2)                | (23)               | (6)                | (18)            |
|         |   |                    |               |                    |                    |                    |                | 5,017              | 3,600         | 492                | 8,617              | 3,443              | 2,653           |
| 9       | <b>Total comprehensive income attributable to:</b>                                |                    |               |                    |                    |                    |                |                    |               |                    |                    |                    |                 |
|         | Equity attributable to shareholders of the Company                                |                    |               |                    |                    |                    |                | 5,027              | 3,613         | 494                | 8,640              | 3,449              | 2,632           |
|         | Non-controlling interest  |                    |               |                    |                    |                    |                | (10)               | (13)          | (2)                | (23)               | (6)                | (18)            |
|         |   |                    |               |                    |                    |                    |                | 5,017              | 3,600         | 492                | 8,617              | 3,443              | 2,614           |
| 8       | <b>Paid up equity share capital (Face value of ₹ 10 per share)</b>                |                    |               |                    |                    |                    | 2,228          |                    |               |                    |                    |                    | 2,228           |
| 9       | <b>Other equity</b>   |                    |               |                    |                    |                    | 1,01,023       |                    |               |                    |                    |                    | 94,438          |
| 10      | <b>Earnings per share (Basic &amp; Diluted) of ₹ 10 each</b>                      | 16.94              | 15.26         | 2.84               | 34.27              | 14.57              | 16.17          | 21.58              | 16.16         | 2.28               | 37.85              | 16.41              | 12.36           |
|         |   |                    |               |                    |                    |                    | (*)            |                    |               |                    |                    |                    | (*)             |

(\*) - Annualised



## Balance Sheet

(₹ in lakhs)

| Particulars  | Standalone                  |                         | Consolidated                |                         |
|--|-----------------------------|-------------------------|-----------------------------|-------------------------|
|  | As at<br>September 30, 2020 | As at<br>March 31, 2020 | As at<br>September 30, 2020 | As at<br>March 31, 2020 |
|  | (Unaudited)                 | (Audited)               | (Unaudited)                 | (Audited)               |
| <b>ASSETS</b>  |                             |                         |                             |                         |
| <b>Non-current assets</b>  |                             |                         |                             |                         |
| (a) Property, plant and equipment  | 80,859                      | 83,275                  | 1,23,833                    | 1,27,141                |
| (b) Capital work-in-progress   | 2,364                       | 1,983                   | 20,502                      | 10,799                  |
| (c) Right of use assets  | 77                          | 130                     | 1,129                       | 1,176                   |
| (d) Goodwill   | -                           | -                       | 4,162                       | 4,162                   |
| (e) Intangible assets  |                             |                         |                             |                         |
| Mining Rights  | -                           | -                       | 5,809                       | 5,893                   |
| Other intangible assets  | 13                          | 13                      | 23                          | 23                      |
| (f) Financial assets   |                             |                         |                             |                         |
| (i) Investments  | 50,193                      | 47,726                  | -                           | -                       |
| (ii) Other financial assets  | 1,406                       | 1,381                   | 1,898                       | 1,659                   |
| (g) Income tax assets (net)  | 296                         | 308                     | 452                         | 465                     |
| (h) Deferred tax assets (net)  | -                           | -                       | 1,495                       | 2,119                   |
| (i) Other non-current assets   | 817                         | 859                     | 12,510                      | 8,716                   |
| <b>Total Non-current assets (1)</b>  | <b>1,36,025</b>             | <b>1,35,675</b>         | <b>1,71,813</b>             | <b>1,62,153</b>         |
| <b>Current assets</b>  |                             |                         |                             |                         |
| (a) Inventories  | 9,165                       | 8,067                   | 13,340                      | 11,580                  |
| (b) Financial assets   |                             |                         |                             |                         |
| (i) Trade receivables  | 11,102                      | 9,486                   | 14,718                      | 13,678                  |
| (ii) Cash and cash equivalents   | 4,361                       | 171                     | 5,468                       | 290                     |
| (iii) Bank balances other than (ii) above  | 1,016                       | 843                     | 2,095                       | 985                     |
| (iv) Loans   | 1,500                       | 1,500                   | -                           | -                       |
| (v) Other financial assets   | 3,815                       | 4,614                   | 167                         | 394                     |
| (c) Other current assets   | 8,294                       | 7,258                   | 5,910                       | 4,795                   |
| <b>Total Current assets (2)</b>  | <b>39,253</b>               | <b>31,939</b>           | <b>41,698</b>               | <b>31,722</b>           |
| <b>TOTAL ASSETS (1+2)</b>  | <b>1,75,278</b>             | <b>1,67,614</b>         | <b>2,13,511</b>             | <b>1,93,875</b>         |
| <b>EQUITY AND LIABILITIES</b>  |                             |                         |                             |                         |
| <b>Equity</b>  |                             |                         |                             |                         |
| (a) Equity share capital   | 2,350                       | 2,228                   | 2,350                       | 2,228                   |
| (b) Other equity   | 1,14,820                    | 1,01,023                | 1,09,074                    | 94,438                  |
| <b>Equity attributable to shareholders of the Company</b>                                  | <b>1,17,170</b>             | <b>1,03,251</b>         | <b>1,11,424</b>             | <b>96,666</b>           |
| Non controlling interest   | -                           | -                       | 5,370                       | 5,393                   |
| <b>Total Equity (1)</b>  | <b>1,17,170</b>             | <b>1,03,251</b>         | <b>1,16,794</b>             | <b>1,02,059</b>         |
| <b>Liabilities</b>   |                             |                         |                             |                         |
| <b>Non-current liabilities</b>   |                             |                         |                             |                         |
| (a) Financial liabilities  |                             |                         |                             |                         |
| (i) Borrowings   | 9,638                       | 11,514                  | 35,087                      | 28,724                  |
| (ii) Lease liabilities   | 16                          | 126                     | 142                         | 256                     |
| (iii) Other financial liabilities  | 5,806                       | 8,683                   | 6,986                       | 7,016                   |
| (b) Provisions   | 854                         | 843                     | 992                         | 970                     |
| (c) Deferred tax liabilities (net)   | 5,507                       | 4,391                   | 5,507                       | 4,391                   |
| (d) Other non-current liabilities  | 179                         | 179                     | 229                         | 229                     |
| <b>Total Non-current liabilities (2)</b>   | <b>22,000</b>               | <b>25,736</b>           | <b>48,943</b>               | <b>41,586</b>           |
| <b>Current liabilities</b>   |                             |                         |                             |                         |
| (a) Financial liabilities  |                             |                         |                             |                         |
| (i) Borrowings   | 7,873                       | 10,765                  | 11,264                      | 14,063                  |
| (ii) Trade payables  |                             |                         |                             |                         |
| (a) total outstanding dues of micro enterprises and small enterprises                      | 72                          | 125                     | 83                          | 148                     |
| (b) total outstanding dues of creditors other than micro enterprises and small enterprises | 14,555                      | 16,729                  | 19,132                      | 22,152                  |
| (iii) Lease liabilities  | 63                          | 10                      | 90                          | 22                      |
| (iv) Other financial liabilities   | 7,360                       | 6,886                   | 9,905                       | 8,688                   |
| (b) Provisions   | 300                         | 308                     | 347                         | 355                     |
| (c) Current tax liabilities (net)  | 2,323                       | 602                     | 2,323                       | 602                     |
| (d) Other current liabilities  | 3,562                       | 3,202                   | 4,630                       | 4,200                   |
| <b>Total Current liabilities (3)</b>   | <b>36,108</b>               | <b>38,627</b>           | <b>47,774</b>               | <b>50,230</b>           |
| <b>TOTAL EQUITY AND LIABILITIES (1+2+3)</b>  | <b>1,75,278</b>             | <b>1,67,614</b>         | <b>2,13,511</b>             | <b>1,93,875</b>         |

## Notes:

- The above standalone and consolidated unaudited financial results were reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on October 21, 2020. The statutory auditors have carried out a limited review of the financial results.
- The standalone and consolidated financial results of the Company have been prepared in accordance with the Indian Accounting Standards as prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- The consolidated financial results includes the results of:
  - Sagar Cements Limited (parent company).
  - Sagar Cements (R) Limited (wholly owned subsidiary company)
  - Jajpur Cements Private Limited (wholly owned subsidiary company)
  - Salguru Cement Private Limited (subsidiary company)



| Particulars  | Standalone                             |  | Consolidated                           |  |
|--|--|--|--|--|
|  | Six months ended<br>September 30, 2020 | Six months ended<br>September 30, 2019 | Six months ended<br>September 30, 2020 | Six months ended<br>September 30, 2019 |
| <b>A Cash flow from operating activities</b>                                   |  |  |  |  |
| Profit after tax   |  | 7,801                                  |  | 3,443                                  |
| Adjustments for:   |  |  |  |  |
| Tax expense  | 3,880                                  | 1,396                                  | 4,504                                  | 2,001                                  |
| Depreciation and amortization expense  | 2,799                                  | 2,555                                  | 4,049                                  | 3,705                                  |
| Finance costs  | 1,287                                  | 1,680                                  | 2,446                                  | 3,076                                  |
| Interest income  | (801)                                  | (735)                                  | (88)                                   | (96)                                   |
| Advances written off   | 3                                      | -                                      | 3                                      | -                                      |
| Expected credit loss allowance   | 55                                     | 100                                    | 155                                    | 144                                    |
| Unrealised loss/ (gain) on foreign currency transactions and translation       | 101                                    | (6)                                    | 139                                    | (6)                                    |
| Net loss/ (gain) on fair value change in financial instruments                 | 161                                    | (26)                                   | 232                                    | (26)                                   |
| (Profit)/ Loss on sale of property, plant and equipment (net)                  | -                                      | (4)                                    | -                                      | (4)                                    |
| Incentives from government   | (678)                                  | -                                      | (678)                                  | -                                      |
| <b>Operating profit before working capital changes</b>                         |  | 6,607                                  |  | 8,794                                  |
| Changes in working capital   |  | 14,608                                 |  | 12,237                                 |
| Adjustments for (increase)/decrease in operating assets:                       |  |  |  |  |
| Trade receivables  | (1,671)                                | (2,643)                                | (1,195)                                | 153                                    |
| Inventories  | (1,098)                                | 555                                    | (1,760)                                | 1,112                                  |
| Other financial assets   | (19)                                   | 356                                    | (341)                                  | 392                                    |
| Other assets   | (378)                                  | (698)                                  | (459)                                  | (344)                                  |
| Adjustments for increase/(decrease) in operating liabilities:                  |  |  |  |  |
| Trade payables   | (2,328)                                | (1,426)                                | (3,224)                                | (2,563)                                |
| Other financial liabilities  | (52)                                   | 997                                    | (35)                                   | 1,217                                  |
| Provisions   | 3                                      | 66                                     | 14                                     | 65                                     |
| Other liabilities  | 380                                    | (2,416)                                | 430                                    | (2,973)                                |
| <b>Cash generated from operating activities</b>                                |  | (2,017)                                |  | (4,254)                                |
| Less: Income tax paid  |  | 9,425                                  |  | 9,296                                  |
| <b>Net cash generated from operating activities</b>                            |  | (1,030)                                |  | (592)                                  |
|  |  | 8,395                                  |  | 8,704                                  |
| <b>B Cash flow from investing activities</b>                                   |  |  |  |  |
| Capital expenditure on property, plant and equipment including capital advance | (966)                                  | (3,960)                                | (13,161)                               | (13,145)                               |
| Deposits not considered as cash and cash equivalents                           |  |  |  |  |
| - Placed   | (170)                                  | (1,235)                                | (1,015)                                | (1,662)                                |
| - Matured  | -                                      | 1,193                                  | -                                      | 1,241                                  |
| Proceeds from disposal of plant and equipment                                  | 12                                     | 5                                      | 13                                     | 5                                      |
| Investments made during the year   | (4,015)                                | (6,039)                                | -                                      | (444)                                  |
| Interest received  | 610                                    | 100                                    | 137                                    | 110                                    |
| <b>Net cash used in investing activities</b>                                   |  | (4,329)                                |  | (13,895)                               |
| <b>C Cash flow from financing activities</b>                                   |  |  |  |  |
| Proceeds from allotment of equity shares upon conversion of warrants           | 6,706                                  | 8,486                                  | 6,706                                  | 6,486                                  |
| Proceeds from non-current borrowings   | -                                      | 212                                    | 9,792                                  | 212                                    |
| Repayment of non-current borrowings  | (1,707)                                | (1,789)                                | (3,136)                                | (3,242)                                |
| Proceeds from loan from others   | -                                      | -                                      | -                                      | 218                                    |
| Proceeds from current borrowings (net)   | (2,692)                                | 1,466                                  | (2,799)                                | 1,969                                  |
| Repayment of lease liabilities   | (61)                                   | (52)                                   | (81)                                   | (62)                                   |
| Finance costs  | (1,334)                                | (1,662)                                | (2,470)                                | (3,120)                                |
| Dividend paid including tax  | (588)                                  | (615)                                  | (588)                                  | (615)                                  |
| <b>Net cash generated from financing activities</b>                            |  | 124                                    |  | 3,846                                  |
| <b>Net increase/ (decrease) in cash and cash equivalent (A+B+C)</b>            |  | 4,190                                  |  | (1,345)                                |
| Cash and cash equivalent at the beginning of the year                          |  | 171                                    |  | 1,791                                  |
| <b>Cash and cash equivalent at the end of the year</b>                         |  | 4,361                                  |  | 446                                    |



## 5 Consolidated Segment information:

Based on the "management approach" as defined in IND AS 108 - Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates resources based on analysis of various performance indicators by the business segments. Accordingly, information has been presented along these business segments. The accounting principles used in presentation of financial statements are consistently applied to record revenue and expenditure in individual segments.

| Particulars  | Consolidated       |               |                    |                    |                    |                |
|--|--------------------|---------------|--------------------|--------------------|--------------------|----------------|
|  | Quarter ended      |               |                    | Six months ended   |                    | Year ended     |
|  | September 30, 2020 | June 30, 2020 | September 30, 2019 | September 30, 2020 | September 30, 2019 | March 31, 2020 |
|  | (Unaudited)        | (Unaudited)   | (Unaudited)        | (Unaudited)        | (Unaudited)        | (Audited)      |
| <b>1. Segment revenue</b>  |                    |               |                    |                    |                    |                |
| (a) Cement   | 32,511             | 26,412        | 26,493             | 58,923             | 60,881             | 117,364        |
| (b) Power  | 2,332              | 1,444         | 1,227              | 3,776              | 3,102              | 8,701          |
| <b>Total</b>   | <b>34,843</b>      | <b>27,856</b> | <b>27,720</b>      | <b>62,699</b>      | <b>63,983</b>      | <b>126,065</b> |
| Less: Inter segment revenue  | 2,255              | 1,444         | 1,192              | 3,699              | 3,035              | 8,550          |
| <b>Revenue from operations</b>                                       | <b>32,588</b>      | <b>26,412</b> | <b>26,528</b>      | <b>59,000</b>      | <b>60,948</b>      | <b>117,515</b> |
| <b>2. Segment results Profit(+)/ Loss(-) before tax and interest</b> |                    |               |                    |                    |                    |                |
| (a) Cement   | 8,729              | 6,809         | 2,261              | 15,538             | 8,564              | 11,072         |
| (b) Power  | (1)                | (58)          | (17)               | (59)               | (140)              | (145)          |
| <b>Total</b>   | <b>8,728</b>       | <b>6,751</b>  | <b>2,244</b>       | <b>15,479</b>      | <b>8,424</b>       | <b>10,927</b>  |
| Less:  |                    |               |                    |                    |                    |                |
| (i) Interest expenses (finance costs)                                | 1,165              | 1,281         | 1,581              | 2,446              | 3,076              | 6,099          |
| (ii) Un-allocable income (Net of un-allocable expense)               | (54)               | (34)          | (49)               | (88)               | (96)               | (139)          |
| <b>Total Profit before tax</b>                                       | <b>7,617</b>       | <b>5,504</b>  | <b>712</b>         | <b>13,121</b>      | <b>5,444</b>       | <b>4,967</b>   |

| Particulars                | (₹ in lakhs)             |                     |                      |                          |
|----------------------------|--------------------------|---------------------|----------------------|--------------------------|
|                            | As at September 30, 2020 | As at June 30, 2020 | As at March 31, 2020 | As at September 31, 2019 |
|                            | (Unaudited)              | (Unaudited)         | (Audited)            | (Unaudited)              |
| <b>Segment assets</b>      |                          |                     |                      |                          |
| (a) Cement                 | 167,792                  | 156,347             | 152,738              | 166,894                  |
| (b) Power                  | 32,319                   | 32,373              | 33,234               | 12,134                   |
| (c) Unallocated            | 13,400                   | 8,239               | 7,903                | 8,979                    |
| <b>Total assets</b>        | <b>213,511</b>           | <b>196,959</b>      | <b>193,875</b>       | <b>188,007</b>           |
| <b>Segment liabilities</b> |                          |                     |                      |                          |
| (a) Cement                 | 34,054                   | 34,393              | 35,117               | 29,224                   |
| (b) Power                  | 234                      | 159                 | 946                  | 94                       |
| (c) Unallocated            | 62,429                   | 56,748              | 55,753               | 57,589                   |
| <b>Total liabilities</b>   | <b>96,717</b>            | <b>91,300</b>       | <b>91,816</b>        | <b>86,907</b>            |

6 In the current quarter, the Company converted 12,25,000 warrants into equal number of equity shares. Consequently the paid up share capital of the Company as on September 30, 2020 increased to ₹ 2,350 lakhs. With the said conversion, there are no more outstanding warrants requiring further conversion into equity shares.

7 COVID-19 is an infectious disease caused by the most recently discovered coronavirus, SARS-CoV-2. In March 2020, the World Health Organisation declared COVID-19 a pandemic.

The Government of India, declared a lockdown on March 23, 2020 in the light of the outbreak of COVID-19, on account of which the Company suspended its operations from March 23, 2020. The Company has been taking various precautionary measures to protect its employees and their families from the COVID-19 pandemic. Operations have been resumed from May 04, 2020, wherein the Company has taken all necessary safety measures as laid down by the government for the purpose.

The Company has considered internal and certain external sources of information, including economic forecasts and industry reports, up to the date of approval of the financial results in determining the possible effects on the carrying amounts of Investments made in the subsidiaries/Goodwill on consolidation, Inventories, receivables, deferred tax assets and other current assets, that may result from the COVID-19 pandemic. The Company has used the elements of prudence in applying the judgments and assumptions, including sensitivity analysis, and based on current estimates expects that the carrying amount of these assets will be recovered. The eventual outcome of impact of the global health pandemic may be different from those estimated as on the date of approval of these financial results.

8 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.

9 The Board of Directors has declared an interim dividend at ₹ 2.00 per share of ₹ 10/- each (20%) on the 2,35,00,000 equity shares of the company and has fixed November 04, 2020 as the "record date" for the purpose.



For Sagar Cements Limited

*(Signature)*  
Dr. S. Anand Reddy  
(Managing Director)

Place: Hyderabad  
Date: October 21, 2020

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM STANDALONE  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
SAGAR CEMENTS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SAGAR CEMENTS LIMITED** ("the Company") for the quarter and six months ended September 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Deloitte  
Haskins & Sells**

5. We draw your attention to Note 7 of the statement, which describes that certain estimates and judgments were made related to the COVID-19 pandemic, wherein, the eventual outcome of the impact of this global pandemic may be different from those estimated by the management.

Our opinion is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 008072S)



**Ganesh Balakrishnan**  
(Partner)  
(Membership No. 201193)  
(UDIN: 20201193AAAAFK6080)

Place: Hyderabad  
Date: October 21, 2020

**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM CONSOLIDATED  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
SAGAR CEMENTS LIMITED**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of **SAGAR CEMENTS LIMITED** ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter and six months ended on September 30, 2020 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under Section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. The Statement includes the results of the following entities:  
  
Sagar Cements Limited, India (Parent Company)  
Sagar Cements (R) Limited, India (Wholly Owned Subsidiary)  
Jajpur Cements Private Limited, India (Wholly Owned Subsidiary) and  
Satguru Cement Private Limited, India (Subsidiary)
5. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.



**Deloitte  
Haskins & Sells**

6. We draw your attention to Note 7 of the statement, which describes that certain estimates and judgments were made related to the COVID-19 pandemic, wherein, the eventual outcome of the impact of this global health pandemic may be different from those estimated by the management.

Our opinion is not modified in respect of this matter.

For **DELOITTE HASKINS & SELLS**  
Chartered Accountants  
(Firm's Registration No. 008072S)



**Ganesh Balakrishnan**  
Partner  
(Membership No. 201193)  
(UDIN: 20201193AAAAFL5876)

Place: Hyderabad  
Date: October 21, 2020