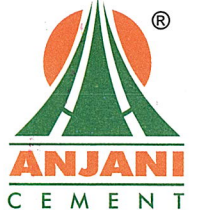


ISO 9001 : 2015, ISO 14001 : 2015 and  
ISO 45001 : 2018 Company

CIN : L26942MH1983PLC265166

**Anjani Portland Cement Ltd**

(A Subsidiary of Chettinad Cement Corporation Pvt. Ltd.)



Date: August 21, 2021

<b>BSE Limited</b> Phiroje Jeejeebhoy Towers, Dalal Street, Mumbai- 400 001  <b>Scrip Code: 518091</b>	<b>National Stock Exchange of India Limited</b> Exchange Plaza, 5th Floor, Plot No. C/1, G-Block, Bandra Kurla Complex, Bandra (East), Mumbai – 400 051  <b>Symbol: APCL</b>
---	---

Dear Sir/Madam,

**Sub: Regulation 34(1) of SEBI (Listing Obligations and Disclosure Requirements), 2015**

Please find enclosed the Annual Report for the Financial Year 2020-21 along with Notice for the 37th Annual General Meeting of the Members of the Company to be held on Wednesday, September 15, 2021 at 10:30 A.M. through Video Conferencing (VC)/ Other Audio Visual Means (OAVM).

Further, the Annual Report for the Financial Year 2020-21, is being sent to all the Shareholders on August 21, 2021.

This is for your information and record.

Thanking you

Yours faithfully,

For Anjani Portland Cement Limited

*S. Muduli*

Subhanarayan Muduli  
Company Secretary



**Corporate Office :** # 6-3-553, Unit No.: E3 & E4,  
4th Floor, Quena Square, Off Taj Deccan Road,  
Erramanzil, Hyderabad - 500 082. Telangana.  
T : +91 40 2335 3096 / 3106  
E : info@anjanacement.com

**Works :** Chintalapalem Village & Mandal,  
Suryapet Dist. - 508 246. Telangana.  
T : +91 08683 230 158,  
+91 08683 230 166, 230 168  
F : +91 08683 230 024

**Regd. Office :** A-610, Kanakia Wall Street, 6th Floor, Andheri Kurla Road, Chakala Junction,  
Andheri East, Mumbai 400093. Contact - 022 62396051 / 62396070  
Email: secretarial@anjanacement.com, www.anjanacement.com



**Anjani Portland Cement Limited**

# **37<sup>th</sup> Annual Report**

## **2020-21**







37<sup>th</sup> Annual Report 2020 - 21

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

# Anjani Portland Cement Limited

---

## Board of Directors

---

Mr. N. Venkat Raju		Managing Director
Mrs. V. Valliammai		Chairperson, Independent Director
Mr. A. Subramanian		Non-Executive Director
Mr. RM Palaniappan		Independent Director
Mr. V. Palaniappan		Non-Executive Director
Dr. (Mrs.) S.B. Nirmalatha		Non-Executive Director

---

## Management Team

---

Mr. A. Narayana Rao		Sr. Vice President (Marketing)
Mr. M.L. Kumavat		Chief Financial Officer
Mr. D.V. Subba Raju		Assistant Vice President (E & I)
Mr. Rohit Taparia		Company Secretary (Till March 09, 2021)
Mr. Subhanarayan Muduli		Company Secretary (w.e.f. April 01, 2021)

### Registered Office

A-610, Kanakia Wall Street,  
Chakala Junction,  
Andheri-Kurla Road,  
Andheri (East),  
Mumbai – 400093

### Corporate Office

#6-3-553, Unit Nos. E3 & E4,  
4th Floor, Quena Square,  
Off Taj Deccan Road, Erramanzil,  
Hyderabad – 500082

### Statutory Auditors

Ramanatham & Rao  
Chartered Accountants,  
P.B.No. 2102, Flat No. 302,  
Kala Mansion, Sarojini Devi Road,  
Secunderabad – 500003, TS

### Cost Auditors

Narasimha Murthy & Co.,  
3-6-365, 104 & 105, Pavani Estate,  
Himayat Nagar,  
Hyderabad - 500029

### Factory

Chintalapalem (V & M),  
Suryapet (District),  
Telangana State – 508246

### Internal Auditors

M. Bhaskara Rao & Co.,  
Chartered Accountants,  
5-4, 5th Floor, "Kautilya", 6-3-652,  
Somajiguda, Hyderabad– 500482

### Registrars & Share Transfer Agents

KFIN Technologies Pvt. Ltd.,  
Kary Selenium Tower B,  
Plot No 31-32, Gachibowli,  
Financial District, Nanakramguda,  
Hyderabad - 500032

### Bankers

HDFC Bank,  
State Bank of India,  
Lakshmi Vilas Bank.

# Table of Contents



Notice		5
Directors' Report		13
Corporate Governance Report		30
Business Responsibility Report		40
Independent Auditors' Report		48
Balance Sheet		56
Statement of Profit and Loss		57
Statement of Cash Flows		58
Notes on Accounts		61



## PERFORMANCE AT A GLANCE

Particulars	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
<b>PRODUCTION in MT's</b>							
Cement	6,55,896	7,57,229	8,49,656	9,18,441	9,88,030	8,29,656	8,31,901
Capacity Utilisation (%)	57%	65%	73%	79%	85%	72%	72%
<b>SALES IN MT's</b>							
Cement & Clinker	6,85,022	7,60,174	8,49,933	9,26,810	11,69,878*	11,07,446**	9,70,403***

\*Including 1,77,565 MT of Traded Cement, \*\* Including 2,24,098 MT of Traded cement

\*\*\*Including 1,12,722 MT of Traded Cement

FINANCIAL HIGHLIGHTS	(Rs. In Lakhs)						
	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
Turnover (Gross)	30,436	31,944	36,010	37,359	43,747	40,893	40,720
Gross Profit	5,236	8,300	8,369	6,068	5,750	8,393	12,243
Finance Costs	2,780	1,584	944	625	172	33	65
Depreciation	1,059	2,312	1,706	1,875	1,913	2,004	2,026
Profit/(Loss) Before Tax	1,397	4,404	5,719	3,568	3,665	6,356	10,152
Provision for Taxation							
- Current Tax	-	929	1,247	763	1,419	2,369	2,903
- Deferred Tax	(274)	1,496	(16)	461	(70)	(48)	(1,249)
Net Profit/(Loss) After Tax	1,671	1,979	4,488	2,344	2,316	4,035	8,498
Cash Profit	2,456	5,787	6,178	4,680	4,159	5,991	9,275
<b>PAID - UP SHARE CAPITAL</b>	1,839	1,839	2,529	2,529	2,529	2,529	2,529
<b>RESERVES &amp; SURPLUS</b>	5,907	6,894	17,894	19,944	21,636	24,863	32,102
<b>RATIOS</b>							
PBDIT to Gross Sales	17.33%	25.99%	23.26%	16.25%	13.14%	20.52%	30.07%
(%) PBT to Gross Sales	4.62%	13.79%	15.90%	9.55%	8.38%	15.54%	24.93%
(%) EPS (in Rupees)	9.09	9.87	18.60	9.27	9.16	15.96	33.61
Debt to Equity	2.47	1.58	0.37	0.18	0	0	0
Book Value per Share (in Rupees)	42	47	81	89	96	108	137
Dividend (%)	-	-	20	20	25	50	50

## ANJANI PORTLAND CEMENT LIMITED

CIN: L26942MH1983PLC265166

Regd. Office: A-610, Kanakia Wall Street, Chakala Junction, Andheri-Kurla Road,  
Andheri (East), Mumbai 400093. Tel. No.: 022 62396051

Email id: [secretarial@anjanicement.com](mailto:secretarial@anjanicement.com) website: [www.anjanicement.com](http://www.anjanicement.com)

### NOTICE

Notice is hereby given that the Thirty Seventh Annual General Meeting of the Members of Anjani Portland Cement Limited will be held on Wednesday, September 15, 2021, at 10:30 a.m. through Video Conferencing (VC) / Other Audio Visual Means (OAVM) to transact the following business:

#### ORDINARY BUSINESS:

1. To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2021, together with the reports of the Board of Directors and Auditors thereon.
2. To declare dividend for the financial year 2020-21.
3. To appoint a Director in place of Dr. (Mrs.) S.B. Nirmalatha (DIN: 03092392) who retires by rotation and being eligible, offers herself for re-appointment.

#### SPECIAL BUSINESS:

4. Ratification of Remuneration payable to Cost Auditor:

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

**"RESOLVED THAT** subject to Section 148 and other applicable provisions of the Companies Act, 2013 and the relevant rules thereunder, a remuneration of ₹ 2,00,000 (Rupees Two Lakhs only) plus applicable taxes and out of pocket expenses, payable to M/s Narasimha Murthy & Co., (Firm Registration Number 000042) Cost Auditors for audit of the cost records of the Company for the financial year ending March 31, 2022 as approved by the Board of Directors of the Company be and is hereby ratified."

5. Approval for Material Related Party Transactions:

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

**"RESOLVED THAT,** pursuant to the provisions of Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, consent of the members of the Company be and is hereby accorded for borrowing an amount which shall not exceed the limits set out under Section 180 (1) (c) and 180 (1) (a) of the Companies Act, 2013, from Chettinad Cement Corporation Private Limited, a related party of the Company as per the provisions of the Companies Act, 2013 and Listing Regulations.

**RESOLVED FURTHER THAT** the Board of directors of the Company be and are hereby authorized to take such steps as may be necessary to do all acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effect to this Resolution."

On Behalf of the Board of Directors

Date: August 12, 2021  
Place: Chennai

Subhanarayan Muduli  
Company Secretary  
Membership No A41513

#### NOTES:

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.
2. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circulars dated April 8, 2020, April 13, 2020, May 5, 2020 and January 13, 2021 (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 in relation to "Additional relaxation in relation to compliance with certain provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 – Covid-19 pandemic" and circular no. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 in relation to "Relaxation from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 due to the Covid -19 pandemic" (collectively referred to as "SEBI Circulars"), permitted the holding of the "AGM" through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), without the physical



presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM.

3. The AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. **Accordingly, the facility for appointment of proxies will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.**
4. Corporate Members are required to send a scanned copy (PDF / JPG Format) of its Board or Governing Body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting to M/s. KFin Technologies Private Limited (KFinTech), Registrar and Transfer Agent, by e-mail through its registered e-mail address to [raghu.veedha@kfintech.com](mailto:raghu.veedha@kfintech.com) or [secretarial@anjanacement.com](mailto:secretarial@anjanacement.com).
5. In compliance with the aforesaid MCA and SEBI Circulars, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company or CDSL / NSDL ("Depositories"). Members may note that the Notice and Annual Report 2020-21 will also be available on the Company's website [www.anjanacement.com](http://www.anjanacement.com), websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at [www.bseindia.com](http://www.bseindia.com) and [www.nseindia.com](http://www.nseindia.com) respectively, and on the website of KFIN Technologies Private Limited at <https://www.kfintech.com>.
6. Pursuant to Rule 8 of Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016, the Company has uploaded the details of unclaimed/ unpaid dividends lying with the Company on the website of the Company at [http://anjanacement.com/statement\\_unclaimed\\_dividend.html](http://anjanacement.com/statement_unclaimed_dividend.html), and also on the website of the Ministry of Corporate Affairs. The dividends remaining unpaid for a period of over 7 years will be transferred to the Investor Education & Protection Fund (IEPF) of the Central Government. Hence, the members who have not claimed their dividend relating to the earlier years may write to the Company for claiming the amount before it is so transferred to the Fund. For the details of due dates for transfer of such unclaimed dividend to the said Fund are:

Financial Year	Date of Declaration	Dividend (%)	Due date of Transfer to IEPF
2016-17 (Interim)	14-09-2016	10	19-10-2023
2016-17 (Final)	08-09-2017	10	12-10-2024
2017-18	07-09-2018	20	11-10-2025
2018-19	28-08-2019	25	03-10-2026
2019-20	21-08-2020	50	26-09-2027

In accordance with Section 125(5) of the Companies Act, 2013, the Company has transferred the unclaimed/unpaid dividends lying with the Company for a period of over 7 years, to the IEPF established by the Central Government.

In accordance with Section 124(6) of the Companies Act, 2013, read with the Investor Education and Protection Fund Authority (Accounting, Auditing, Transfer and Refund) Rules, 2016, the shares in respect of which, dividend has not been paid or claimed for 7 consecutive years or more have been transferred by the Company to IEPF. The shareholders / their legal heirs are entitled to claim the said shares and the dividend so transferred from the IEPF by making an online application in Form No: IEPF-5 to the IEPF Authority.

7. Members whose email address are not registered can register the same in the following manner:
  - a. Members holding share(s) in physical mode can register their e-mail ID by sending mail to [raghu.veedha@kfintech.com](mailto:raghu.veedha@kfintech.com) and provide the requisite details of their holdings and documents for registering their e-mail address; and
  - b. Members holding share(s) in electronic mode are requested to register / update their e-mail address with their respective Depository Participants ("DPs") for receiving all communications from the Company electronically.
8. The Company has engaged the services of Kfintech, Registrar and Transfer Agent as the authorized agency for conducting of the AGM and providing e-voting facility.
9. Relevant documents referred to in the accompanying Notice calling the AGM are available on the website of the Company for inspection by the Members.
10. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
11. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

12. Members are advised to refer to the section titled 'Investor Relation' provided on the website of the Company at [www.anjaniment.com](http://www.anjaniment.com) for the Annual Report.
13. As mandated by SEBI, effective from April 1, 2019, that securities of listed companies shall be transferred only in dematerialised form. In order to facilitate transfer of share(s) in view of the above and to avail various benefits of dematerialisation, Members are advised to dematerialise share(s) held by them in physical form.
14. The Register of Members and the Share Transfer books of the Company will remain closed from Thursday, September 9, 2021 to Wednesday, September 15, 2021 (both days inclusive). The record date for determining entitlement to dividend for the year ended March 31, 2021 to be declared at the AGM shall be Wednesday, September 8, 2021.
15. **Instructions For attending the AGM and e-voting are as follows:**

**A. Instructions for attending the AGM :**

1. Members will be able to attend the 37th AGM through VC / OAVM by using their remote e-voting login credentials and selecting the 'Event' for Company's AGM at <https://evoting.kfintech.com>. Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice. Further, Members can also use the OTP based login for logging into the e-voting system.
2. Facility of joining the AGM through VC / OAVM shall open 15 minutes before the time scheduled for the AGM and will be closed on expiry of 15 minutes from the conclusion of the AGM. Members who want to ask question may write to the company at [secretarial@anjaniment.com](mailto:secretarial@anjaniment.com) at least two days prior to the date of AGM and the same will be answered during the AGM.
3. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered e-mail address mentioning their name, DP ID and Client ID / folio number, PAN, mobile number at [avr@anjaniment.com](mailto:avr@anjaniment.com) at least 48 hours in advance before the start of the meeting. Those Members who have registered themselves as a speaker will only be allowed to express their views / ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
4. Facility of joining the AGM through VC / OAVM shall be available for 1000 members on first come first served basis. However, the participation of members holding 2% or more shares, Promoters, Institutional Investors, Directors, Key Managerial Personnel, Chairpersons of Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee and Auditors are not restricted on first come first serve basis.
5. Members who need technical assistance before or during the AGM, can contact Kfintech at 1800 309 4001 (toll free) or contact Mr. Raghunath Veedha on (040)67161606 or write mail at [emeetings@kfintech.com](mailto:emeetings@kfintech.com).

**B. Instructions for Remote e-voting:**

1. In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rules made thereunder and Regulation 44 of the SEBI Listing Regulations, the Company is offering e-voting facility to all Members of the Company. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners (in case of electronic shareholding) maintained by the Depositories as on the cut-off date i.e. Wednesday, September 8, 2021 only shall be entitled to avail the facility of remote e-voting/e-voting at the AGM. Kfintech will be facilitating remote e-voting to enable the Members to cast their votes electronically. Members can cast their vote online from 10:00 A.M. (IST) on Sunday, September 12, 2021 till 5:00 P.M. (IST) on Tuesday, September 14, 2021. At the end of remote e-voting period, the facility shall forthwith be blocked.
2. The Members who have cast their vote by remote e-voting prior to the AGM may also attend/ participate in the AGM through VC / OAVM but shall not be entitled to cast their vote again.
3. The Members present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting, and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.
4. The procedure and instructions for e-voting are as follows:
  - a. Open your web browser during the remote e-voting period and navigate to <https://evoting.kfintech.com>.

- b. Enter the login credentials i.e. User-ID and password mentioned in your mail. Your Folio No./DP ID No. / Client ID will be your User ID.

**User – ID For Members holding shares in Demat Form:-**

For NSDL :- 8 Character DP ID followed by 8 Digits Client ID.

For CDSL :- 16 digits beneficiary ID.

**User – ID For Members holding shares in Physical Form:-**

Event Number followed by Folio No. registered with the Company.

Password: Your unique password is sent via e-mail forwarded through the electronic notice.

Captcha: Please enter the verification code i.e. the alphabets and numbers in the exact way as they are displayed for security reasons.

- c. After entering these details appropriately, click on “LOGIN”.
- d. Members holding shares in Demat / Physical form will now reach Password Change menu wherein they are required to mandatorily change their login password in the new password field. The new password has to be minimum 8 characters consisting of at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character (@, #,\$, etc.). Kindly note that this password can be used by the Demat account holders for voting in any other Company on which they are eligible to vote, provided that the other company opts for e-voting through Kfintech e-voting platform. System will prompt you to change your password and update your contact details like mobile number, e-mail ID, etc. on first login. You may also enter the secret question and answer of your choice to retrieve your password in case you forget it.
- e. You need to login again with the new credentials.
- f. On successful login, system will prompt you to select the ‘EVENT’ i.e., Anjani Portland Cement Limited.
- g. If you are holding shares in Demat form and had logged on to “<https://evoting.kfintech.com>” and have cast your vote earlier for any company, then your existing login ID and password are to be used.
- h. On the voting page, you will see Resolution Description and against the same the option ‘FOR / AGAINST / ABSTAIN’ for voting. Enter the number of shares (which represents the number of votes) under ‘FOR / AGAINST / ABSTAIN’ or alternatively you may partially enter any number in ‘FOR’ and partially in ‘AGAINST’, but the total number in ‘FOR / AGAINST’ taken together should not exceed your total shareholding. If you do not wish to vote, please select ‘ABSTAIN’.
- i. Cast your vote by selecting an appropriate option and 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.
- j. Once you ‘CONFIRM’ your vote on the Resolution whether partially or otherwise, you will not be allowed to modify your vote.
5. Corporate Members (i.e. other than Individuals, HUF, NRI, etc.) are required to send scanned copy (PDF / JPG format) of the relevant Board or Governing Body Resolution / Authorisation together with attested specimen signature of the duly authorised signatory(ies) who are authorised to vote, to ‘[raghu.veedha@kfintech.com](mailto:raghu.veedha@kfintech.com)’ or ‘[secretarial@anjanacement.com](mailto:secretarial@anjanacement.com)’ (Details are given in point 4 above). The file / scanned image of the Board Resolution / Authority Letter should be in the naming format ‘Corporate Name Event no.’
6. The voting rights of the Members shall be in proportion to the number of shares held by them in the equity share capital of the Company as on the cut-off date being Wednesday, September 8, 2021.

Any person who acquires shares of the Company and becomes member of the Company after the date of dispatch of Notice and holds shares as on the cut-off date may obtain the User ID and password/PIN by sending a request to Kfintech.

In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company shall be entitled to vote at the AGM.

7. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details/Password” option available on <https://evoting.kfintech.com/> to reset the password.
16. The Board of Directors have appointed D. Hanumanta Raju & Co., Company Secretaries as the Scrutiniser to scrutinise the voting process in a fair and transparent manner. The Scrutiniser will submit their report to the Chairperson or any person authorised by him / her after completion of the scrutiny and the results of voting will be announced within forty eight hours from the conclusion of the AGM of the Company. Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed on the date of the AGM. The result of the voting will be submitted to the Stock Exchanges, where the shares of the Company are listed and posted on the website of the Company at [www.anjaniment.com](http://www.anjaniment.com) and also on the website of Kfintech at <https://evoting.kfintech.com>.
17. In case of any query pertaining to e-voting, please visit Help and FAQs section available at Kfintech’s website <https://evoting.kfintech.com> OR contact toll free no. 1800 309 4001.

## 18. Procedure to login through websites of Depositories

NSDL	CDSL
<p><b>1. User already registered for IDeAS facility of NSDL</b></p> <p>i. Click on URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a></p> <p>ii. Click on the “Beneficial Owner” icon under ‘IDeAS’ section.</p> <p>iii. Enter your User ID and Password for accessing IDeAS.</p> <p>iv. On successful authentication, you will enter your IDeAS service login.</p> <p>v. Click on “Access to e-Voting”.</p> <p>vi. Click on Company name or e-Voting service provider and you will be re-directed to e-Kfintech website for casting the vote during the remote e-Voting period.</p> <p><b>2. User not registered for IDeAS facility of NSDL</b></p> <p>i. To register, click on URL <a href="https://eservices.nsd.com">https://eservices.nsd.com</a></p> <p>ii. Select “Register Online for IDeAS”.</p> <p>iii. Proceed to complete registration using your DP ID, Client ID, Mobile Number, etc.</p> <p>iv. After successful registration, please follow the steps given under Sr. No.1 above to cast your vote.</p> <p><b>3. First time users can visit the e-Voting website directly and follow the process below:</b></p> <p>i. Click URL: <a href="https://www.evoting.nsd.com/">https://www.evoting.nsd.com/</a></p> <p>ii. Click on the icon “Login” available under ‘Shareholder/Member’ section.</p> <p>iii. Enter User ID (i.e. 16-digit demat account number held with NSDL), login type, Password/OTP and a Verification Code as shown on the screen.</p> <p>iv. On successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page.</p> <p>v. Click on company name or e-Voting service provider name and you will be redirected to Kfintech website for casting your vote during the remote e-Voting period.</p>	<p><b>1. Existing user who have opted for Easi / Easiest facility of CDSL</b></p> <p>i. Click on URL: <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a></p> <p>or</p> <p>URL: <a href="http://www.cdslindia.com">www.cdslindia.com</a></p> <p>ii. Click on New System Myeasi</p> <p>iii. Enter your User ID and Password for accessing Easi / Easiest.</p> <p>iv. Option will be made available to reach e-Voting page without any further authentication.</p> <p>v. Click on e-Voting service provider name to cast your vote.</p> <p><b>2. User not registered for Easi/Easiest facility of CDSL</b></p> <p>i. To register, click on URL <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></p> <p>ii. Proceed to complete registration using your DP ID, Client ID, Mobile Number, etc.</p> <p>iii. After successful registration, please follow steps given under Sr.No.1 above to cast your vote.</p> <p><b>3. First time users can visit the e-Voting website directly and follow the process below:</b></p> <p>i. Click on URL: <a href="http://www.cdslindia.com">www.cdslindia.com</a>.</p> <p>ii. Provide demat Account Number and PAN</p> <p>iii. System will authenticate user by sending OTP on registered Mobile &amp; Email as recorded in the demat Account.</p> <p>iv. On successful authentication, user will be provided links for the respective ESP where the e- Voting is in progress.</p> <p>v. Click on company name and you will be redirected to Kfintech website for casting your vote during the remote e-Voting period.</p>

## 19. Procedure to login through their demat accounts / website of Depository Participant

Individual shareholders holding shares of the Company in Demat mode can access e-Voting facility provided by the Company using login credentials of their demat accounts (online accounts) through their demat accounts / websites of Depository Participants registered with NSDL/CDSL. An option for “e-Voting” will be available once they have successfully logged-in through their respective logins. Click on the option “e-Voting” and they will be redirected to e-Voting modules of NSDL/CDSL (as may be applicable). Click on the e-Voting link available against the name of Company or select e-Voting service provider “KFintech” and you will be redirected to the e-Voting page of KFintech to cast your vote without any further authentication.

**Important Note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

Contact details in case of technical issue - NSDL	Contact details in case of technical issue - CDSL
Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nsdl.co.in">evoting@nsdl.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 224 430	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at 022- 23058738 or 22-23058542/43.

## STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

The following statement sets out all the material facts relating to the special business mentioned in the accompanying notice.

### Item No.4

The Board of Directors of the Company on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s Narasimha Murthy & Co., Cost Accountants (Firm Registration Number 000042), to conduct the Cost Audit of the Cost Records of the Company at a remuneration of ₹2,00,000/- (Rupees Two Lakhs only) plus applicable taxes and out of pocket expenses for the financial year 2021-22.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a)(ii) of The Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditor is to be ratified by the Members of the Company. Accordingly, the Members are requested to ratify the remuneration payable to the Cost Auditors for the financial year 2021-22 as set out in the Resolution for the aforesaid services to be rendered by them.

The Board recommends the Ordinary Resolution set out at item number 4 for approval by shareholders.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives are concerned or interested in the passing of this resolution.

### Item No.5

Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 requires shareholder's approval by an ordinary resolution for all the material related party transactions. Related party transactions are considered material if the transaction(s) to be entered together with previous transactions already entered during a financial year exceeds ten percent of the annual consolidated turnover of the Company as per the last audited financial statements of the Company. The Company has borrowed/ proposes to borrow funds from Chettinad Cement Corporation Private Limited (CCCPL), however such borrowing shall not exceed the limits as approved by the shareholders under Section 180 (1) (c) and 180 (1) (a) of the Companies Act, 2013. The transaction of the Company relating to borrowing from Chettinad Cement Corporation Private Limited, a related party of the Company under Regulation 23 of the said Regulations is expected to exceed 10% of the annual consolidated turnover of the Company for the last financial year 2020-21. It is, therefore, proposed to obtain approval of the members by an ordinary resolution for all material related party transactions pertaining to borrowing entered into and to be entered into with Chettinad Cement Corporation Private Limited during the financial year 2021-22.

Pursuant to Regulation 23 of the said Regulations, all entities falling under the category of 'related parties' (as defined therein) shall abstain from voting in respect of the resolution at Item No. 5 of the Notice, irrespective of whether the related party is a party to the particular transaction or not.

The Board recommends the Ordinary Resolution set out at item number 5 for approval by shareholders.

None of the Directors or Key Managerial Personnel of the Company or their respective relatives are concerned or interested in the passing of this resolutions.

The Promoter, Chettinad Cement Corporation Private Limited is interested in the passing of this resolution.

**DETAILS OF DIRECTORS SEEKING APPOINTMENT / RE-APPOINTMENT AT THE ANNUAL GENERAL MEETING AS PER SEBI (LODR) REGULATIONS, 2015**

Particulars	Dr. (Mrs) S.B. Nirmalatha
Director Identification Number (DIN)	03092392
Date of Birth	August 16, 1974
Date of First Appointment on the Board	February 10, 2015
Qualifications	Master's Degree, M.L in Department of Legal studies, University of Madras, Doctorate programme, PHD in the field of Intellectual property Rights in the University of Madras.
Nature of Expertise	Legal
Terms and Conditions of Appointment or re-appointment	Director liable to retire by rotation, under Section 152(6) of the Companies Act, 2013.
Last drawn remuneration details along with remuneration sought to be paid	Shall be entitled to sitting fees for attending meeting of the Board.
Directorships held in other companies	Nil
Memberships/Chairmanships of Committees of other companies	Nil
Number of Shares held in the Company	Nil
Relationship with other directors, manager and other Key Managerial Personnel of the Company	Not related to Directors or Manager or Key Managerial Personnel.
No. of Board Meetings attended during the year	Please refer to Corporate Governance Report

## Directors' Report

Your Directors take pleasure in presenting the Thirty Seventh Annual Report and the Audited Accounts of the Company for the year ended March 31, 2021.

### FINANCIAL RESULTS

(₹ in Lakhs)

	Current Year Ended 31/03/2021	Previous Year Ended 31/03/2020
Revenue from Operations (Gross)	40,720	40,893
Profit before Interest, Depreciation	12,243	8,393
Less: Interest	65	33
Less: Depreciation	2,026	2,004
Profit/(Loss) Before Tax	10,152	6,356
Provision for Taxation including deferred Tax	1,654	2,321
Profit/(Loss) After Tax	8,498	4,035
Appropriations		
Dividend	1,264	632.14
Dividend Distribution Tax	-	129.94

### DIVIDEND

Your Directors have recommended a final dividend of ₹5 /- per equity share (subject to deduction of tax at source) for the financial year 2020-21. The Dividend subject to the approval of the shareholders at the ensuing Annual General Meeting will be paid within the time as stipulated in the Companies Act, 2013. The dividend will absorb an amount of ₹1264.28 lakhs.

### TRANSFER TO RESERVES

There is no amount proposed to be transferred to reserves out of profits for the financial year 2020-21.

### PERFORMANCE OF THE COMPANY

#### CEMENT

	PRODUCTION in MT	SALES in MT
Cement	8,31,901	9,52,367*

\*Including 1,12,722 MT of traded cement

#### CAPTIVE POWER PLANT

The Gross power generation from the 16MW Captive Thermal Power Plant during the year under review was 735.94 lakh units as against 765.11 lakh units in the previous year, with an auxiliary consumption of 52.96 lakh units as against 60.12 lakh units in the previous year. The Net generation for the current year was 682.98 lakh units as against 704.99 lakh units last year, and out of the net units generated in the current year, 682.80 lakh units were captively consumed and 0.18 lakh units were sold.

#### OPERATIONS

This is covered under the topic Management Discussion and Analysis Report.

#### INTERNAL FINANCIAL CONTROLS WITH RESPECT TO FINANCIAL STATEMENTS

Based on the compliance systems established and maintained by the Company, the work performed by the internal, statutory, secretarial auditor and external consultants including the audit of internal financial controls over financial reporting by statutory auditors along with the Company's self-assessment procedures the Board is of the opinion that the Company's internal financial controls were adequate and effective during the financial year ended March 31, 2021.

#### DEPOSITS

During the year under review, your Company has neither accepted nor renewed any deposits from the public within the meaning of Section 73 of the Act and the Companies (Acceptance of Deposits) Rules, 2014.

#### CORPORATE GOVERNANCE

A detailed report on Corporate Governance along with the Management Discussion and Analysis Statement as required under the Listing Regulations forms part of this report.



## DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the year under review, there were no new appointment or resignation of director.

Further, in compliance with the Companies Act, 2013, Dr. (Mrs.) S.B Nirmalatha, Non- Executive Director retires by rotation and being eligible offer herself for re-appointment.

All the Independent Directors have given their declarations stating that they meet the criteria of independence as laid down under Section 149(6) of the Act and Regulation 16(1)(b) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. In the opinion of the Board, they fulfill the conditions of independence as specified in the Act and the Listing Regulations.

During the year, Mr. Rohit Taparia, Company Secretary (KMP) and Compliance Officer of the Company resigned effective from March 09, 2021 and Mr. Subhanarayan Muduli has been appointed as Company Secretary and Compliance Officer effective from April 01, 2021.

## POLICY ON DIRECTORS APPOINTMENT AND REMUNERATION AND OTHER DETAILS

The Nomination and Remuneration policy enumerates the policy on Directors Appointment and remuneration including criteria for determining qualifications, positive attributes, independence of a director. Other details pertaining to the Nomination and Remuneration Committee have been provided in the Corporate Governance section of this Annual Report.

The Nomination and Remuneration policy of the Company is available on the Company's website, at [http://www.anjaniment.com/investor/corporategovernance/Nomination\\_Remuneration\\_Policy1.pdf](http://www.anjaniment.com/investor/corporategovernance/Nomination_Remuneration_Policy1.pdf)

## CODE OF CONDUCT FOR DIRECTORS AND SENIOR MANAGEMENT

The Directors and members of Senior Management have affirmed compliance with the Code of Conduct for Directors and Senior Management of the Company.

## AUDITORS

- a) **Statutory Audit:** The Statutory Auditors of your Company M/s Ramanatham & Rao have been re-appointed as Statutory Auditors for a second term of five years at the AGM held in year 2019. Further, in terms of the Notification issued by the Ministry of Corporate Affairs dated May 07, 2018, the proviso requiring ratification of the Auditors appointment by the shareholders at each AGM has been omitted. The Auditor's report do not contain any qualifications, reservations or adverse remarks.
- b) **Secretarial Audit:** Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Secretarial Audit for the financial year 2020-21, has been carried out by Mrs. Shailashri Bhaskar, Practising Company Secretary. The Secretarial Audit Report for the financial year ended March 31, 2021, is appended herewith as **Annexure IV** to this Report.

With regards to Observations/remarks contained in the Secretarial Auditor's Report, your directors' wish to respond/state as under:

Observation No. (a) : Mr. R. M. Palaniappan, Independent Director has confirmed the minutes of the Audit Committee Meeting on these two dates and has not objected to the contents therein. In view of this the Directors represent that the business transacted in these meetings may be considered as approved by the required number of Independent Directors and members of the Audit Committee.

Observation No. (b) : The company has disclosed the notice from Superintendent of Engineer, Southern Power Distribution Company of Telangana Limited, Suryapet purporting to claim and demand Rs. 16,71,96,831/- towards difference in wheeling charges and interest thereon as a note to its financial results for the quarter ended September 30, 2020 and December 31, 2020. Further the Company has responded to above notice saying that the demand raised is incorrect, unlawful and not tenable as the Company was not party to any wheeling agreement entered into with transmission/distribution Licensee. Company has also emphasized that any liability of these charges should be on account of Generator and not on the consumer as consumer is not liable to pay wheeling charges as per Hon'ble Supreme Court decision. Accordingly the Directors represent that since the notes to the financial results contain the particular of the above said demand and disclosure of the outcome of meeting in respect of the financial results approved have been communicated pursuant to Regulation 30, a separate disclosure is not considered necessary.

- c) **Cost Audit:** In terms of the provisions of Section 148 of the Act read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Cost Accounting records maintained by the company is being subject to Cost Audit every year. Your Directors, based on the recommendation of the Audit Committee, has appointed M/s Narasimha Murthy & Co., Cost Accountants, Hyderabad, as Cost Auditor of the Company for conducting the Cost Audit for the Financial Year 2021-22, on a remuneration of ₹ 200,000/- (Two Lakhs only) plus applicable taxes and out of pocket expenses. A resolution seeking Member's ratification for the remuneration payable

to the Cost Auditor forms part of the Notice of 37th Annual General Meeting. The Company is required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, and accordingly such accounts and records are made and maintained.

#### AUDIT COMMITTEE

The details pertaining to the composition of the Audit Committee are included in the Corporate Governance Report which is a part of this Report. During the year, all recommendations of the Audit Committee were accepted by the Board.

#### CORPORATE SOCIAL RESPONSIBILITY

Your Company has fulfilled its obligation towards Corporate Social Responsibility for the financial year 2020-21, by spending a sum of ₹ 91,07,098 during the year. The report on CSR activities as required under Section 135 of the Companies Act, 2013 is given as **Annexure III**, forming part of this Report. For other details regarding the CSR committee please refer to the Corporate Governance Report. The CSR Policy is available on the Company's website at <http://www.anjanicement.com/investor/corporategovernance/CorporateSocialResponsibilityPolicy.pdf>

#### RISK MANAGEMENT POLICY

The management of the Company is spearheaded by a Whole Time Managing Director and risk assessment and mitigation, forms a concurrent part of the management process. Periodical reviews of various operational, marketing and legal parameters affecting the Company, as per the Risk Management Policy is conducted and risk management and mitigating procedures are adopted on a continuous basis. The Risk Management Policy is available on the Company's website at <http://anjanicement.com/investor/policies/RISK%20MANAGEMENT%20POLICY-ANJANI.pdf>

#### VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Company has in place a Whistle Blower Policy with a view to provide a platform for the directors and employees to report genuine concerns or grievances. The policy is available on <http://www.anjanicement.com/investor/corporategovernance/VigilMechanism.pdf>

#### POLICY ON PREVENTION, PROHIBITION AND REDRESSAL OF SEXUAL HARASSMENT AT WORK PLACE

The Company has framed Anti Sexual Harassment Policy. The same is available on the website of the Company at <http://www.anjanicement.com/investor/corporategovernance/SexualharassmentPolicy.pdf>. Your Company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

No complaint was filed during the financial year 2020-21.

#### BUSINESS RESPONSIBILITY REPORT

SEBI, vide its Notification no. No. SEBI/LAD-NRO/GN/2019/45 dated December 26, 2019, SEBI LODR (Fifth Amendment) Regulation, 2019, had mandated inclusion of Business Responsibility Reports (BRR) as part of the Annual Reports for top 1000 listed entities based on market capitalization as on March, 31 of every financial year. A detailed report on your Company's sustainability initiatives is published in the Business Responsibility Report which is forming part of Annual Report. The BRR describes the initiatives taken by the Company from an environment, social and governance perspective. The Business Responsibility Policy is available on the Company's website at <http://www.anjanicement.com/investor/policies/Business%20Responsibility%20Policy.pdf>

#### ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3) (a) of the Companies Act, 2013, the Annual Return as on financial year ended on March 31, 2021 is available on the Company's website at <http://anjanicement.com/keyfinancial.html>.

#### NUMBER OF MEETINGS OF THE BOARD

The Board of Directors of the Company met five times during the Financial Year 2020-21. The details of Board Meetings are provided in the Corporate Governance Report. The interval between two meetings of the board is within the stipulated time frame prescribed in the Companies Act, 2013 and SEBI (LODR) Regulations.

#### PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

There have been no loans, guarantees and investments under Section 186 of the Act during the financial year 2020-21.

## TRANSACTIONS WITH RELATED PARTIES

All related party transactions are entered on arm's length basis, in the ordinary course of business and are in compliance with the applicable provisions of the Companies Act, 2013. There are no materially significant related party transactions made by the Company with Directors or Key Managerial Personnel which may have a potential conflict with the interest of the Company at large. In terms of Section 134 of the Act read with Rule 8 of the Companies (Accounts) Rules, 2014, the particulars of the material contract or arrangement entered into by the Company with related parties as referred to in Section 188 in form AOC-2 is attached as **Annexure I** of this report. However, the details of the transactions with the Related Parties are provided in the Company's financial statements in accordance with the Accounting Standards. Further, shareholder's approval is obtained pursuant to Section 188 of the Companies Act, 2013 and Regulation 23(4) of the SEBI (LODR) Regulation, 2015 in AGM 2020 for company to enter into Material Related Party transactions with Chettinad Cement Corporation Private Limited ("CCCPL") for a maximum aggregate value of ₹ 200 Crore per financial year starting from F.Y. 2020-21 for a period of three financial years for the Material Related Party Transactions. Omnibus approval is obtained for the transactions which are foreseen and repetitive in nature. A statement of all related party transactions is presented before the Audit Committee and the Board on a quarterly basis, specifying the nature, value and terms and conditions of the transactions.

## MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There have been no material changes and commitments affecting the Financial position of the Company which have occurred between the end of the Financial Year to which the financial statement relates and the date of the report.

## TRANSFER TO INVESTOR EDUCATION AND PROTECTION FUND

During the financial year 2020-21 under review, the company is not required to transfer any unclaimed dividend or any equity shares in respect of which dividend has not been claimed by the member for seven consecutive years or more to the Investor Education and Protection Fund Authority (IEPF).

For details of Dividend relating to financial years and the due dates on which the unclaimed dividend amounts with respect to the same have to be remitted into IEPF, please refer to the Corporate Governance Report.

Mr. Subhanarayan Muduli Company Secretary has been appointed as Nodal Officer of the Company effective from April 01, 2021.

## PARTICULARS OF REMUNERATION

The information required under Section 197 of the Act and the Rules made thereunder, in respect of employees of the Company, is as follows:-

The ratio of the remuneration of each director to the median remuneration of the employees of the Company for the financial year:-

Directors	Ratio to Median Remuneration
<b>Non-Executive Directors</b>	
Mrs. V. Valliammai	-
Mr. A. Subramanian	-
Mr. RM. Palaniappan	-
Mr. V. Palaniappan	-
Dr.(Mrs.) S.B. Nirmalatha	-
<b>Executive Directors</b>	
Mr. N. Venkat Raju	14.21 times

The median remuneration of the employees of the Company for the financial year 2020-21 is ₹ 5.09 lakhs.

The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer, Company Secretary or Manager, if any, in the financial year:-

Directors	Percentage Increase in Remuneration
<b>Non-Executive Directors</b>	
Mrs. V. Valliammai	-
Mr. A. Subramanian	-
Mr. RM. Palaniappan	-
Mr. V. Palaniappan	-
Dr.(Mrs.) S.B. Nirmalatha	-
<b>Executive Directors</b>	
Mr. N. Venkat Raju	4.11
<b>CFO and CS</b>	
Mr. M.L. Kumavat	4.11
Mr. Rohit Taparia (till March 09, 2021)	4.00

The percentage increase in the median remuneration of employees in the financial year 2020-21 is 4.90%.

The number of permanent employees on the rolls of Company: 274

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 point out if there are any exceptional circumstances for increase in the managerial remuneration:

On an average, salaries of employees decreased by 1.01%.

There has been an increase of 4.11% in the managerial remuneration in financial year 2020-21 as compared to previous financial year.

Statement containing Particulars of Employees pursuant to Section 197 (12) of the Companies Act, 2013 read with Rule 5 (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report. However, as per the provisions of Sections 134 and 136 of the Companies Act, 2013, the Report and Financial Statements are being sent to the Members and others entitled thereto, excluding the Statement containing Particulars of Employees, which is available for inspection by the Members at the Registered Office of the Company during business hours on all working days (except Saturdays), up to the date of ensuing Annual General Meeting. Any Member interested in obtaining a copy of such Statement may write to the Company Secretary at the Registered Office of the Company.

#### **DETAILS OF SIGNIFICANT & MATERIAL ORDERS PASSED BY REGULATORS, COURTS, TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN THE FUTURE**

There has been no significant and material order passed by the Regulators or Courts or Tribunals impacting the going concern status and Company's operations.

#### **BOARD EVALUATION**

Based on the parameters set out by the Nomination and Remuneration Committee the Board of Directors carried out an annual evaluation of its own performance, including that of its Committees and Individual Directors. Further, in a separate meeting of Independent Directors, the performance of non-independent directors, the Board as a whole and the Chairperson of the Company were evaluated. Performance of the independent Director's was evaluated by the entire Board excluding the directors being evaluated.

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

The particulars as prescribed under 134 (3) (m) of the Companies Act, 2013 and the Rules prescribed thereunder are set out in **Annexure II** to this report.

#### **SUBSIDIARY COMPANIES**

Your Company has no subsidiaries within the meaning of Section 2(6) of the Companies Act, 2013 as on March 31, 2021.

Subsequent to the year under review, the Company has entered into a Share Purchase Agreement dated May 26, 2021 with Mr.V. Anand Prasad, Ms. V.Krishnakumari, Mr. V. Aditya and Bhavya Constructions Private Limited ("Sellers") for acquisition of 11,54,55,015 equity shares of Bhavya Cements Private Limited aggregating to 82.51% of the paid-up equity share capital of Bhavya Cements Private Limited. The Company has completed the acquisition on June 7, 2021. With this acquisition, Bhavya Cements Private Limited has become subsidiary of the Company with effect from June 7, 2021. Further the Company has also acquired 1,54,12,862 equity shares of Bhavya Cements Private Limited aggregating to 11.02% of

the paid-up equity share capital of Bhavya Cements Private Limited from its existing shareholders. This has resulted in an increase in the Company's shareholding in Bhavya Cements Private Limited to 93.53% as on this report date.

#### **DIRECTORS RESPONSIBILITY STATEMENT**

As required under Section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:-

- a) In the preparation of the annual accounts, the applicable accounting standards have been followed and that no material departures are made from the same;
- b) Appropriate accounting policies have been selected and applied consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profits of the Company for the period;
- c) Proper and sufficient care has been taken for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- d) The annual accounts have been prepared on a going concern basis;
- e) Appropriate Internal Financial Controls have been laid down and followed and such internal financial controls are adequate and operating effectively; and
- f) Proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

#### **IMPACT OF COVID-19 PANDEMIC**

In view of resurgence of COVID-19 across the country, various State Governments have started imposing lockdown during May, 2021. The company's operations are continued in accordance with the guidelines issued by the relevant regulatory authorities with regard to adhering of social distancing, following prescribed hygiene standards. The Company continues to comply with such guidelines from time to time.

The Company has assessed the potential impact of COVID-19 based on the current circumstances and expects that there will not be any significant impact on the continuity of operations of the business on long-term basis.

The Company has exercised due care in determining its significant accounting judgements and estimates while preparing its financial statements including internal controls over financial reporting. As per the current assessment of the company, there is no material impact on the carrying values of trade receivables, inventories and other financial / non-financial assets as at the reporting date. The Company continues to closely monitor the developments in economic conditions and assess its impact.

Your Company has implemented Work from Home Policy for its offices wherever possible. Further, strict COVID protection protocol have been implemented at all workplaces including the Plant. The workers are being provided mask during work, work place are getting sanitized regularly, reduced number of workers operating in shifts so that work place is not over crowded at one time etc. and if required, may close down its operation on directions from central/state government.

#### **SECRETARIAL STANDARDS**

The Board of Directors have put in place adequate systems that ensure compliance with applicable Secretarial Standards, by the Company and the system are operating effectively.

#### **ACKNOWLEDGEMENT**

The Board of Directors wish to thank all the shareholders, statutory bodies and departments of the State and Central Government and Bankers, Suppliers, Customers and all employees for their valuable support to the Company.

On Behalf of the Board of Directors

Place: Chennai  
Date: August 12, 2021

Mrs. V. Valliammai  
Chairperson & Director  
DIN: 01197421

## Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

**Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto**

1. **Details of contracts or arrangements or transactions not at arm's length basis:** Not Applicable
2. **Details of material contracts or arrangement or transactions at arm's length basis:**
  - (a) **Name(s) of the related party and nature of relationship:** Chettinad Cement Corporation Private Limited ("CCCPL"), Holding Company
  - (b) **Nature of contracts/arrangements/transactions:**
    - i. Sale/Purchase/Supply of cement and related product [Section 188(1)(a) of Companies Act, 2013]
    - ii. Availing and Rendering of Services [Section 188(1)(d) of Companies Act, 2013]
  - (c) **Duration of the contracts / arrangements/transactions:** Continuous / On-going
  - (d) **Salient terms of the contracts or arrangements or transactions including the value, if any:**

The transaction with Chettinad Cement Corporation Pvt. Ltd. ("CCCPL") includes:

    - (i) Purchase / Sale of Cement
    - (ii) Purchase / Sale of Clinker
    - (iii) Services Received / Provided

The transaction value for the financial year 2020-21 with "CCCPL" was ₹ 5,764 Lacs.
  - (e) **Date(s) of approval by the Board, if any:** Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board is not applicable. However, these are reported to the Audit Committee / Board at their quarterly meetings.
  - (f) **Amount paid as advances, if any:** NIL

For and on Behalf of the Board of Directors

Place: Chennai  
Date: August 12, 2021

Mrs. V. Valliammai  
Chairperson & Director  
DIN: 01197421

37<sup>th</sup> Annual Report 2020 - 21

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

### A. Conservation of Energy:

#### I. The steps taken and impact on conservation of energy;

Various improvement steps were taken, which have resulted reduction in power consumption per ton of cement from 85.64 KWH/T to 85.43 KWH/T. These are as below:

- Installed LED lights in place of Conventional SV & MV lamps for Line-1& 2 plants.
- Cost reduced by EB unit's utilization in incentive hours in place of PEAK hours.
- Main plant CMD deration from 5100 KVA to 4700 KVA.
- Mines CMD deration from 200 KVA to 180 KVA.
- Provided change over switch to Trivector meter for colony consumption. Colony units billing from EB source only instead of CPP.
- Voltage & frequency reduction from (48.8 to 48.5) & 400 to 390 V.
- Provided switch control for operation of lighting in Raw Mill – 2 silo & Cement silo.

#### II. The steps taken by the company for utilizing alternate sources of energy;

Alternate fuels like industrial waste were used in place of indigenous / imported coal to substitute coal to an extent 7.52 % of thermal energy requirement in the plant.

#### III. The capital investment on energy conservation equipment's;

Installed LED lights in place of Conventional SV & MV lamps for Line-1& 2 plants.

VFD Installed for Cement Mill-3 separate fan for Energy conservation.

### B. Technology Absorption:

#### I The efforts made towards technology absorption

- For environment improvement, higher capacity bag filter erected at CSP top.

#### II. The benefits derived like product improvement, cost reduction, product development or import substitution

To reduce cost the following steps were implemented:

- Consuming of alternative raw materials (like Iron sludge, Casting sludge ETP sludge & Spent Gypsum) at zero cost.
- Consuming of alternative fuels (like Spent Carbon, organic solids & organic liquid) at zero cost in place of coal / imported coal.
- Consuming of fly ash in finished product.
- Consuming of granulated slag in finished product.

#### III. There has been no technology imported during the last three years reckoned from the beginning of the financial year.

### C. Foreign Exchange Earnings and outgo – Nil

## ANNUAL REPORT ON CSR ACTIVITIES

### 1. Brief outline on CSR Policy of the Company:

The CSR policy of the Company is focused on fostering social well-being. Through our CSR initiative, we strive to attain the same. The Company as per its CSR policy may carry out any project, program or activity in the areas specified under Schedule VII of the Act as on date, or as may be specified from time to time.

### 2. Composition of CSR Committee:

Sl. No.	Name of the Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. N Venkat Raju	Managing Director	1	1
2	Mrs. V. Valliammai	Independent Director	1	1
3	Dr.(Mrs.) S.B. Nirmalatha	Non-Executive Director	1	1

### 3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

The Composition of the CSR committee is available on our website, at [http://anjaniment.com/our\\_committees\\_board.html](http://anjaniment.com/our_committees_board.html)

The Committee, with the approval of the Board, has adopted the CSR Policy in compliance with the provisions of Section 135 of the Companies Act, 2013. The CSR Policy of the Company is available on our website, at <http://www.anjaniment.com/investor/corporategovernance/CorporateSocialResponsibilityPolicy.pdf>

### 4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report).

Not Applicable

### 5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: NIL

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (in ₹)
1	-	-	-

### 6. Average net profit of the company as per section 135(5): ₹45,30,19,757/-

### 7. (a) Two percent of average net profit of the company as per section 135(5): ₹90,60,395/-

(b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years: NIL

(c) Amount required to be set off for the financial year, if any: NIL

(d) Total CSR obligation for the financial year (7a+7b-7c): ₹90,60,395/-

### 8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year. (in ₹)	Amount Unspent (in ₹)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
₹ 91,07,098	NIL	-	-	NIL	-



**(b) Details of CSR amount spent against ongoing projects for the financial year:**

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/No).	Location of the project.		Project duration	Amount allocated for the project (In ₹)	Amount spent in the current financial Year (In ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (In ₹)	Mode of Implementation Direct (Yes/No)	Mode of Implementation – Through Implementing Agency	
				State	District						Name	CSR Registration number
NOT APPLICABLE												

**(c) Details of CSR amount spent against other than ongoing projects for the financial year:**

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project		Amount spent for the project (in ₹)	Mode of implementation – Direct (Yes/No).	Mode of implementation – Through implementing agency.	
				State	District			Name.	CSR registration number.
1	Smt. Sita Memorial School	Promoting Education	Yes	Telangana, Suryapet		50,38,439	Yes	-	-
2	Building of Pakka Roads	Rural Development Project	Yes	Telangana, Suryapet		26,12,129	Yes	-	-
3	Covid-19 Support	Health Care, Hygiene & Sanitation	Yes	Telangana, Suryapet		31,530	Yes	-	-
4	Donation to The Gandhi Nagar Education Society	Promoting Education	No	Tamil Nadu, Chennai		14,25,000	No	The Gandhi Nagar Education Society	CSR00010431
	Total					91,07,098			

**(d) Amount spent in Administrative Overheads: NIL****(e) Amount spent on Impact Assessment, if applicable: NIL****(f) Total amount spent for the Financial Year (8b+8c+8d+8e): ₹91,07,098/-****(g) Excess amount for set off, if any:**

Sl. No.	Particulars	Amount (in ₹)
(i)	Two percent of average net profit of the company as per section 135(5)	90,60,395
(ii)	Total amount spent for the Financial Year	91,07,098
(iii)	Excess amount spent for the financial year [(ii)-(i)]	46,703
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	46,703

**9. (a) Details of Unspent CSR amount for the preceding three financial years:**

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years (in ₹)
				Name of the Fund	Amount	Date of transfer.	
1	2017-18	NIL	-	-	NIL	-	-
2	2018-19	NIL	-	-	NIL	-	-
3	2019-20	NIL	-	-	NIL	-	-

(b) **Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):**

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (In ₹)	Amount spent on the project in the reporting Financial Year (In ₹)	Cumulative amount spent at the end of reporting Financial Year (In ₹)	Status of the project –Completed/ Ongoing
NOT APPLICABLE								

10. **In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset- wise details)**

- (a) **Date of creation or acquisition of the capital asset(s):** Not Applicable
- (b) **Amount of CSR spent for creation or acquisition of capital asset:** Not Applicable
- (c) **Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.:** Not Applicable
- (d) **Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset):** Not Applicable

11. **Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5):** Not Applicable

For and on behalf of the Board of Directors

Date: August 12, 2021  
Place: Chennai

Mrs. V. Valliammai  
Chairperson – CSR Committee

N Venkat Raju  
Managing Director

Form No: MR - 3

## SECRETARIAL AUDIT REPORT

FOR THE YEAR ENDED MARCH 31, 2021

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial personnel) Rules, 2014]

**To**

The Members  
Anjani Portland Cement Ltd  
Kanakia Wall Street  
A Wing – 610, 6<sup>th</sup> Floor  
Andheri Kurla Road, Chakala  
Andheri (East)  
Mumbai – 400 093

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Anjani Portland Cement Ltd, (hereinafter called the Company). Secretarial Audit was conducted in the manner that provided me a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representative during the conduct of secretarial audit, I hereby report that in my opinion the Company has during the period covering April 1, 2020 to March 31, 2021 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the period April 1, 2020 to March 31, 2021 according to the provision of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contract (Regulation) Act, 1956 ("SCRA") and the rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings – Not applicable as there was no Foreign Investment;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"), to the extent applicable:
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009 – Not applicable;
  - (d) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 – Not applicable;
  - (e) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations 1993 regarding the Companies Act and dealing with client;
  - (f) The Securities and Exchange Board of India (Employees Share Based Benefits) Regulations, 2014 - Not Applicable;
  - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 - Not applicable;
  - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998; - Not applicable;
  - (i) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

- (vi) The Prevention of Food Adulteration Act, 1954 and Rules made thereunder;
- (vii) Legal Metrology Act, 2009 & Legal Metrology (Packaged Commodities) Rules, 2011 read with Amendment Rules, 2017;
- (viii) The Environment (Protection) Act, 1986 and Rules thereunder;
- (ix) The Water (Prevention & Control of Pollution) Act, 1974 read with the Rules;
- (x) The Air (Prevention & Control of Pollution) Act, 1981 read with the Rules;
- (xi) The Factories Act, 1948 and Rules thereunder;
- (xii) Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013;
- (xiii) The Inter State Migrant Workmen Act, 1979 and The Inter State Migrant Workmen (Regulation of Employment and Conditions of Service) Central Rules, 1980 read with the Telangana Inter-State Migrant Workmen (Regulation of Employment & Conditions of Service) Rules, 1982;
- (xiv) All other Labour, Employee and Industrial Laws to the extent applicable to the Company; and
- (xv) The Mines Act, 1952 and rules thereunder

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards Issued by The Institute of Company Secretaries of India

During the period under review, the Company has complied with the provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc., mentioned above, except for the following:

- a. Mr R M Palaniappan, Independent Director initially participated through Audio Visual Means, but due to a technical glitch could participate only through telecom and not through Video conferencing for the two audit committee meetings held on May 08, 2020 and June 29, 2020. The provisions of Rule 3 of the Companies (Meetings of Board and its Powers) Rules, 2014 and Regulation 18 of the SEBI (LODR) Regulations, 2015 requires Quorum for audit committee meetings shall be either be two members or one third of the members of the audit committee, whichever is greater, with at least two independent directors. Under these circumstances the requirement of quorum would be technically met only by complete participation in the proceedings by a minimum of 2 Independent Director. However, Mr. R. M. Palaniappan has confirmed the minutes of the Audit Committee Meeting on these two dates and has not objected to the contents therein. In view of this the Directors represent that the business transacted in these meetings may be considered as approved by the required number of Independent Directors and members of the Audit Committee.
- b. Although the company has disclosed the notice from Superintendent of Engineer, Southern Power Distribution Company of Telangana Limited, Suryapet purporting to claim and demand Rs. 16,71,96,831/- towards difference in wheeling charges and interest thereon as a note to its financial results for the quarter ended September 30, 2020 and December 31, 2020, it has not made a separate disclosure under Regulation 30 of the SEBI (LODR) Regulations, 2015 to both BSE and NSE within 24 hours of the receipt of the same. However, the Directors represent that since the notes to the financial results contain the particular of the above said demand and disclosure of the outcome of meeting in respect of the financial results approved have been communicated pursuant to Regulation 30, a separate disclosure is not considered necessary.

#### I further report that

The Board of Directors of the Company is duly constituted. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

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 at the meeting.

Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

There are adequate systems and processes in the Company, including a Compliance Management System commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines, The same has been reviewed as part of the Audit.

I further report that during the audit period, the company has not undertaken any action having a major bearing on the company's affairs in pursuance of the above referred laws.

SHAILASHRI BHASKAR  
COMPANY SECRETARY  
FCS5778 CP 5092  
UDIN: F005778C000353664

Place : Mumbai  
Date : May 21, 2021

This report is to be read with Annexure A which forms an integral part of this report.

**DISCLAIMER:**

*The attached Secretarial Audit Report (pursuant to Section 204 of the Companies Act, 2013) is furnished based on those documents provided by the Secretarial / Compliance Team of the Company i.e. **ANJANI PORTLAND CEMENT LIMITED** in electronic / digital form i.e. by way of scanned copy provided through emails and is also based on the information and clarification provided telephonically for the year ended March 31, 2021. On account of COVID-19 pandemic and the restrictions imposed by the Government of Maharashtra, I have not been able to conduct the verification of the relevant physical documents for this year. I have therefore considered that that documents / information provided electronically by the Company are true copies of the original documents maintained by / available with the Company as confirmed.*

**Annexure A**

1. Maintenance of secretarial record is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records based on my audit.
2. I 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. I believe that the processes and practices, followed by me provide a reasonable basis for our opinion.
3. I have not verified the correctness and appropriateness of financial records, Books of Accounts and records pertaining to direct and indirect taxation of the company, which I believe are the domain of other professionals on whom the responsibility is entrusted by the provisions of the Companies Act, 2013.
4. Where ever required, I 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. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

SHAILASHRI BHASKAR  
COMPANY SECRETARY  
FCS5778 CP 5092  
UDIN: F005778C000353664

Place : Mumbai  
Date : May 21, 2021

# Management Discussion and Analysis Report

## Indian economic review and Developments in the Industry

The Indian government announced a complete lockdown and restriction in public movement and economic activity from the fourth week of March 2020. The lockdown further hindered an already slowing economy as 1.35 billion Indians stayed indoors - in the first of such stringent lockdowns in the known history of the country.

The outbreak of the novel coronavirus impacted the Indian economy severely during the first quarter of the year under review. The Indian economy recorded a negative growth of as much as 23.9 per cent in the first quarter of 2020-21, the sharpest drop down experienced by the country since the index was prepared.

The Indian and state governments selectively lifted controls on movement, public gatherings, events and economic activities from June 2020 onwards. India being the largest consumer of most commodities and services, the impact of lifting of lockdown restrictions, very soon translated into a full-blown economic recovery. A number of sectors in India – real estate, steel, cement, home building products and consumer durables, among others - reported unprecedented growth. India de-grew at a relatively improved 7.5 per cent in the July-September quarter and reported 0.4 per cent growth in the October- December quarter.

The India economy is showing early signs of a broad V-shape recovery, owing to large economic stimulus spends by the Government of India, the revival of consumer confidence, robust financial markets and an uptick in manufacturing activity. The proposed 34.5% hike in capital expenditure is expected to drive private investment while also boosting demand. Income levels and livelihood opportunities are expected to further improve in FY22, as economic recovery gathers pace and vaccine administration progresses. India is estimated to have one of the quickest economic rebounds in Asia.

With India emerging out of the pandemic-induced recession, its GDP improved by 0.4% in the December quarter, and further improved by 1.6% in the final quarter of India's financial year which ended on 31st March, 2021. This is evident from high-frequency indicators such as Goods and Services Tax (GST) collections, automobile and tractor sales, rail freight traffic, power demand, Purchasing Managers' Index (PMI), and corporate revenues. Also, with the selective lockdowns and limited mobility restrictions, manufacturing activity is reverting to pre-COVID levels.

In its latest edition of World Economic Outlook, IMF said it expects India's GDP to grow 9.5 per cent in FY22, the highest among emerging and advanced economies. GDP growth for FY23 is pegged at 8.5 per cent.

### Opportunities, Threats, Risks, Concerns and Outlook

#### Industry Outlook

Outlook for the cement sector in the medium term remains positive with continued focus on affordable housing. The government is aiming at completing construction of all houses under the scheme by 2022, which could accelerate the pace of demand recovery. Indian Cement Industry has been on a sustained growth path adding capacity, driven largely by construction sector and the ambitious infrastructural projects announced by the government time to time.

Over the medium term, we expect all India cement demand to grow at 5-6% on average mainly on the back of rural housing (accounts for 30% of the cement consumption), followed by the infrastructure segment (20-25%), mainly railways, roads and housing for all.

Furthermore, India has taken decisive steps to deal with the COVID-19 crisis. This proactive stance by the government and policy makers will certainly help the country's faster economic revival. With the massive vaccination drive, India is expected to track a faster recovery in 2021-22. The Economic Survey 2021 predicts 10-12% growth in 2021-22.

#### Indian Cement Industry

India is the second largest producer of cement in the world. It accounts for more than 7% of the global installed capacity with overall production capacity of nearly 540 million tonnes (MT) in 2020. As India has a high quantity and quality of limestone deposits throughout the country, the cement industry promises huge potential for growth.

The Government of India is strongly focused on infrastructure development to boost economic growth and is aiming for developing more smart cities. The Government also intends to expand the capacity of railways and the facilities for handling and storage to ease the transportation of cement and reduce transportation cost. These measures would lead to an increased construction activity, thereby boosting cement demand.



## Market Size

Cement production reached close to 330 million tonnes (MT) in FY20 and is projected to reach around 380 MT by FY22. However, the consumption stood at 327 MT in FY20 and will reach 379 MT by FY22. The cement production capacity is estimated to touch 550 MT by 2025.

In the second quarter of FY21, Indian cement companies reported a sharp rebound in earnings and demand for the industry increased, driven by rural recovery. With the rural markets normalising, the demand outlook remained strong.

## Government Initiatives

The Government has been coming out with a lot of policies on development of infrastructure and logistics, which would go a long way in the supporting the growth of Cement industry. Some of the initiatives taken by the Government off late are as below:

- As per the Union Budget 2021-22, the government approved an outlay of Rs. 1,18,101 crore for the Ministry of Road Transport and Highways and this step is likely to boost the demand for cement.
- The Union Budget has allocated Rs. 13,750 crore (US\$ 1.88 billion) and Rs. 12,294 crore (US\$ 1.68 billion) for Urban Rejuvenation Mission: AMRUT and Smart Cities Mission and Swachh Bharat Mission, respectively and Rs. 27,500 crore (US\$ 3.77 billion) has been allotted under Pradhan Mantri Awas Yojana.

## Road Ahead

The eastern states of India are likely to be the newer and untapped markets for cement companies and could contribute to their bottom line in future. In the next 10 years, India could become the main exporter of clinker and gray cement to the Middle East, Africa, and other developing nations of the world. Cement plants near the ports, for instance the plants in Gujarat and Visakhapatnam, will have an added advantage for export and will logistically be well equipped to face stiff competition from cement plants in the interior of the country. India's cement production capacity is expected to reach 550 MT by 2025.

## Segment wise or Product Performance

The Company has following business segments, which are its reportable segments during the year. These segments offer different products and services, and/or managed separately because they require different technology and production processes.

Reportable Segment	Product/ Services
Cement	Manufacturing and trading of cement
Power plant	Generation of power

₹ in Lakhs

Particulars	Year ended March 31, 2021			Year ended March 31, 2020		
	Cement	Power	Total	Cement	Power	Total
Segment Revenue	40,719	4,527	45,246	40,844	4,645	45,489
Less : Inter Segment Revenue		(4,526)	(4,526)		(4,596)	(4,596)
Total Revenue from Operations	40,719	1	40,720	40,844	49	40,893
Segment Result (Profit Before Tax and Interest) from each Segment	9,311	906	10,217	5,489	900	6,389
Less : Interest			(65)			(33)
Total Profit Before Tax			10,152			6,356

Capital Employed (Segment Assets - Segment Liabilities)	As on March 31, 2021			As on March 31, 2020		
Segment Assets	38,826	7,758	46,584	31,280	7,923	39,203
Segment Liabilities	11,798	155	11,953	11,721	90	11,811

## Internal Control System and their adequacy

The Company has got an adequate system of internal control in place commensurate with the size of its operation and is properly designed to protect and safeguard the assets of the Company. There is a proper system for recording all transactions which ensures that every transaction is properly authorized and executed according to norms.

The Company has also appointed M/s M. Bhaskara Rao & Co., Chartered Accountants as Internal Auditors to conduct the Systems and Compliance Audit of the Company.

### Financial Performance in comparison to Operational Performance

During the Financial Year 2020-21, the Company's production level slightly increased by 0.27% year on year to 8.32 lakhs tons.

The overall volume of Cement sale was 9.52 lakh tons recording a drop (negative growth) of 9.45% even though the sale of Cement in Tamil Nadu and Kerala Market manufactured through its parent company has recorded a much higher drop of over 49%.

Cement Sales Revenue dropped to ₹40,720 lakhs in spite of increase in cement price realization, mainly on account of drop in sales volume.

The PBT for the year, however, increased to ₹10,152 lakhs, recording a growth of 59.72% over the previous year. The factors contributed to increase in PBT were increase in cement sale price realization, increase in interest income and reduction in imported coal price.

### Material Development in Human Resources/Industrial Relations front, including number of people employed

The Industrial relation during the current year has been cordial and contributed to mutual development. The number of personnel in direct employment of the Company are 274.

### Details of Significant changes (i.e. 25 % or more as compared to the immediately previous financial year) in key financial ratios, along with detailed explanations thereof including –

Ratio	FY - 2020-21	FY - 2019-20	Change %	Reason for Change
Debtors Turnover	13.88	10.50	32.15	Due to lockdown situation during the last week of March 2020, collection from Debtors could not be done as expected. As a result Debtors were higher as at March 31, 2020 as compared to March 31, 2021.
Return on Net worth	0.25	0.15	68.60	During the FY 2020-21 profit is increased as compared to previous year.
Debt Equity Ratio	0.08	0.15	(45.34)	Drop in non-current liabilities mainly due to reduction in deferred tax liabilities.
Current Ratio	2.82	2.14	31.94	Company has improved its Current Ratio as the surplus fund has been parked in Bank Fixed Deposits.

### Details of any change in Return on Net worth as compared to the immediately previous financial year -

The return on net worth for the financial year 2020-21 has gone up from 14.56% to 24.55% as total comprehensive income for the year increased by 113% over the same of immediately previous financial year.

### CAUTIONARY STATEMENT

The Management Discussion and Analysis Statement made above are on the basis of available data as well as certain assumptions.

Important factors that could influence Company's operations include global and domestic supply and demand conditions affecting the selling price of finished goods, availability of inputs and their prices, changes in government regulations, tax laws, economic developments within the country and outside and other factors such as litigations and Industrial relations.

The Company assumes no responsibilities in respect of the forward looking statements which may undergo changes in the future on the basis of subsequent developments, information or events.



# Corporate Governance Report

The Company's philosophy on Corporate Governance is to achieve a set of systems, procedures and practices which ensure that the company is managed in the best interest of all corporate stakeholders. Pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as "SEBI Listing Regulations") as amended from time to time, compliance with the requirements of Corporate Governance is set out below:

## 1. A brief statement on Company's Philosophy on Code of Governance:

The Company's philosophy on Corporate Governance aims at ethical corporate behavior and a management policy aimed at meeting its commitment and assuring optimum tangible and intangible returns to all its stakeholders including the social and economic environment in which your company evolves. The Company always strives to achieve optimum performance at all levels by adhering to most ethical corporate governance practices.

## 2. Board of Directors:

As on March 31, 2021, the Company had 6 Directors. Of the Six Directors two are Independent and Non-Executive, three Non-Independent and Non-Executive and one Executive. The Board also had two women Directors and the composition of the Board is in compliance with Regulation 17 of the SEBI Listing Regulations.

### • Composition of the Board.

Name of the Director	Category
Mrs. V. Valliammai	Independent and Non-Executive, Chairperson
Mr. N. Venkat Raju	Managing Director, Executive
Mr. A. Subramanian	Non-Independent, Non-Executive
Mr. RM Palaniappan	Independent, Non-Executive
Mr. V. Palaniappan	Non- Independent, Non-Executive
Dr. (Mrs.) S.B. Nirmalatha	Non-Independent, Non-Executive

### • Five Board meetings were held during the year under review and the gap between two meetings did not exceed one hundred and twenty days. The said meetings were held on:

June 29, 2020, August 10, 2020, November 10, 2020, February 09, 2021 and March 24, 2021  
Necessary quorum was present for all the meetings.

### • None of the Directors on the Board is a member of more than ten Committees or Chairman of five Committees (committees being Audit Committee and Stakeholders Relationship Committee) across all the Indian Public Companies in which he/she is a Director. Necessary disclosures regarding their Committee positions have been made by all the Directors.

### • The Board members are not related to each other.

### • Non-Executive Directors are not entitled for any remuneration other than the sitting fee.

### • None of the Directors hold any shares in the Company except Mr. V. Palaniappan who holds 201 shares prior to his appointment and necessary declaration was given at the time of his appointment.

### • Information as mentioned in Part A of Schedule II of the SEBI Listing Regulations has been placed before the Board for its consideration at the meetings of the Board.

Familiarization Programme: The Company has conducted familiarization programmes during the year for Independent Directors so as to assist them in performing their role as Independent Directors. Details of the Programme is available in the investor section on the Company's website at [www.anjaniment.com](http://www.anjaniment.com).

### • Based on the declarations received from the Independent Directors, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and they are independent from the management.

### • During the year under review, a separate meeting of the Independent Directors was held on March 24, 2021, which was attended by all the independent Directors. At the said meeting, the Independent Directors reviewed the performance of Non-Independent Directors, the Board as a whole and the Chairperson after taking into account the views of the Executive and Non-Executive Directors. They also assessed the quality, quantity and timeliness of flow of information between the Company's management and the Board.

### • The Board periodically reviews the compliance reports of all laws applicable to the Company.

### • The Company requires skills/expertise/competencies in the areas of strategy, finance, accounting, legal, marketing and regulatory matters, to efficiently carry on its core businesses. Apart from the above mentioned skills some of the Directors on the Board are professionally qualified; some have a vast and rich experience of dealing with the intricacies of the Cement Industry. Thus the Company confirms that the skills/expertise/competencies as required for efficient running of the operations of the Company are available with the Board. Detail of the same is given below:

Name of Directors	Area of Expertise
Mrs. V. Valliammai	Taxation & Auditing, Corporate Restructuring
Mr. N. Venkat Raju	Operations, Process, Quality Assurance & Administration
Mr. A. Subramanian	Management & Finance
Mr. RM Palaniappan	Management & Administration
Mr. V. Palaniappan	Accounts & Finance
Dr. (Mrs.) S.B. Nirmalatha	Legal

- The details of attendance of each Director of the Board and last AGM held during the financial year 2020-21 and details of number of outside directorships and committee positions held by each of the Directors in other public companies are given below.

Name	Category	Attendance		No. of Directorships in other public companies		No. of Committee Positions held in other public companies		Directorship in other listed entity
		Board Meetings	Last AGM	Chairman	Member	Chairman	Member	
Mrs.V. Valliammai	Independent, Non-Executive	5	Yes	-	-	-	-	-
Mr. N. Venkat Raju	Non-Independent, Executive	5	Yes	-	-	-	-	-
Mr. A. Subramanian	Non-Independent, Non – Executive	5	Yes	-	-	-	-	-
Mr. RM Palaniappan	Independent, Non-Executive	4	Yes	-	-	-	-	-
Mr. V. Palaniappan	Non-Independent, Non-Executive	5	No	-	-	-	-	-
Dr. (Mrs) S.B. Nirmalatha	Non-Independent, Non-Executive	5	No	-	-	-	-	-

### 3. Committees of the Board

As on March 31, 2021 the Board had four committees, the Audit Committee, Nomination and Remuneration Committee, Stakeholder's Relationship Committee and Corporate Social Responsibility Committee.

#### 3.1. Audit Committee:

- The Audit Committee consists of 3 directors as on March 31, 2021.

Details of the composition of Audit Committee and attendance of the members during the financial year 2020-21 is as under:

Name	Category	Position	No of Meetings Attended
Mrs. V. Valliammai	Independent, Non-Executive	Chairperson	5
Mr. N. Venkat Raju	Executive, Managing Director	Member	5
Mr. RM Palaniappan	Independent, Non-Executive	Member	5

- The Audit Committee met five times during the year on May 08, 2020, June 29, 2020, August 10, 2020, November 10, 2020 and February 09, 2021.
- The quorum for the Audit Committee Meetings is either two members or one third of the members of the Committee, whichever is higher, with two independent members being present. Quorum was present for all the meetings during the year.
- Terms of Reference of the Audit Committee
  - Oversight of the Company's financial reporting process and the disclosures of its financial information to ensure that the financial statements are true and fair, sufficient and credible.
  - Recommending to the Board, the appointment, re-appointment and if required, the replacement or removal of statutory auditor, internal auditor and cost auditor and fixation of their fees.
  - Reviewing with management, the quarterly financial results before submission to the board for approval.
  - Reviewing with the management, the annual financial statements before submission to the board for approval.
  - Reviewing with the management, performance of Statutory and Internal Auditors, the adequacy of internal control systems.

- Reviewing the adequacy of internal audit function including reporting structure, coverage and frequency of internal audit.
- Discussion with internal auditors regarding any significant findings and follow up thereon.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of Internal Control Systems of a material nature and reporting the matter to the board.
- To review the Risk Assessment and Management measures.
- Scrutiny of inter-corporate Loan & Advances.
- Reviewing of Financial Statements of the Subsidiaries and Investments made by them.
- Reviewing of Management Discussion and Analysis of Financial condition and Results of Operations.
- Reviewing the function of whistle blower mechanism.
- Reviewing of statements of significant related party transactions.
- Reviewing of Internal Audit Reports relating to Internal Control Weaknesses.
- Any other items considered appropriate or necessary to have effective oversight of financial reporting.

Further, Mr. Rohit Taparia, Company Secretary and Compliance Officer resigned effective from March 09, 2021. Mr. Subhanarayan Muduli, was appointed as Company Secretary & Compliance Officer from April 01, 2021.

The Company Secretary acts as the Secretary to the Committee.

### 3.2 Nomination and Remuneration Committee (NRC):

- The Nomination and Remuneration Committee consists of 3 directors as on March 31, 2021. The Nomination and Remuneration Committee met three times during the year on June 29, 2020, November 19, 2020 and March 24, 2021. The quorum for the Committee Meetings is either two members or one third of the members of the Committee, whichever is higher. The Constitution of committee and particulars of the attendance of the members during the financial year 2020-21 is as under:

Name	Category	Position	No of Meetings Attended
Mr. RM Palaniappan	Independent, Non-Executive	Chairman	2
Dr. (Mrs.) S.B. Nirmalatha	Non-Independent, Non-Executive	Member	3
Mrs. V. Valliammai	Independent, Non-Executive	Member	3

- Terms of Reference of the Nomination and Remuneration Committee:
  - To formulate a criteria for determining qualifications, positive attributes and independence of a Director.
  - Formulate criteria for evaluation of Independent Directors and the Board.
  - Identify persons who are qualified to become Directors or who may be appointed in Senior Management in accordance with the criteria laid down in this policy.
  - To carry out evaluation of every Director's performance.
  - To recommend to the Board the appointment and removal of Directors and Senior Management.
  - To recommend to the Board policy relating to remuneration for Directors, Key Managerial Personnel and Senior Management.
  - Ensure the level and composition of remuneration is reasonable and sufficient, relationship of remuneration to performance is clear and meets appropriate performance benchmarks.
  - To devise a policy on Board diversity.
  - To carry out any other function as is mandated by the Board from time to time and / or enforced by any statutory notification amendment or modification, as may be applicable.
  - To perform such other functions as may be necessary or appropriate for the performance of its duties.

The Nomination and Remuneration policy of the Company is available on the following weblink [http://www.anjanicement.com/investor/corporategovernance/Nomination\\_Remuneration\\_Policy1.pdf](http://www.anjanicement.com/investor/corporategovernance/Nomination_Remuneration_Policy1.pdf)

- **Performance evaluation criteria for Independent Directors:**

The Company has laid down evaluation criteria separately for evaluating Independent Directors. The criteria for evaluation of Independent Directors includes parameters such as attendance, maintaining effective relationship with fellow Board members, providing quality and valuable contribution during meetings, successfully bringing their knowledge and experience for the benefit of the company. Based on such criteria, the evaluation is done in a structured manner through consultation and discussion.

- **Remuneration of Directors**

The Non-Executive Directors are paid sitting fees for meetings of the Board. There is no other pecuniary relationship or transaction of the non-executive directors with the Company. The Company pays remuneration to its Managing Director, by way of salary. Salary is paid within the range as approved by the shareholders. Details of the same have been disclosed in Annual Return, the link of which has been provided in Directors' Report.

The Company does not have any Stock Option Scheme. In the case of Managing Director, notice period is two months. No Severance fee payable to Managing Directors except the notice period.

### 3.3. Stakeholders Relationship Committee (SRC):

- The Stakeholders Relationship Committee consists of 3 directors as on March 31, 2021. The SRC Committee met one time during the year on May 11, 2020. The quorum for the Committee Meetings is either two members or one third of the members of the Committee, whichever is higher.
- The constitution of committee and particulars of members of the committee and their attendance during the financial 2020-21 is as under:

Name	Category	Position	No of Meetings Attended
Mrs. V. Valliammai	Independent, Non-Executive	Chairperson	1
Mr. N. Venkat Raju	Non-Independent, Executive	Member	1
Mr. V. Palaniappan	Non-Independent, Non-Executive	Member	1

Further, Mr. Rohit Taparia, Company Secretary and Compliance Officer resigned effective from March 09, 2021. Mr. Subhanarayan Muduli was appointed as Company Secretary & Compliance Officer from April 01, 2021.

The Company Secretary acts as the Secretary to the Committee.

Shareholder's grievances status: The details of the complaints / grievances received and resolved during the financial year 2020-21 is as under:

Opening Balance	Received during the year 2020-21	Resolved during the Year 2020-21	Closing Balance
Nil	10	10	Nil

### 3.4 Corporate Social Responsibility Committee:

Our Corporate Social Responsibility Committee consists of 3 directors as on March 31, 2021. The CSR Committee met one time during the year on November 09, 2020.

- The Committee and particulars of members of the committee and their attendance during the financial 2020-21 is as under:

Name	Category	Position	No of Meetings Attended
Mr. N. Venkat Raju	Executive, Managing Director	Chairman	1
Dr (Mrs) S.B. Nirmalatha	Non-Independent, Non-Executive	Member	1
Mrs.V. Valliammai	Independent, Non-Executive	Member	1

The Corporate Social Responsibility policy is available in the investor section on the Company's website at <http://www.anjanacement.com/investor/corporategovernance/CorporateSocialResponsibilityPolicy.pdf>

### 4. General Body Meetings:

The last three Annual General Meetings were held as under:

Year	Location	Date	Time
2017 -2018	Mysore Association Hall, 393, BhauDaji Road, Matunga East, Mumbai – 400019.	September 7,2018	10.00 a.m.
2018 – 2019	Hotel Kohinoor Continental, Ruby Hall, Andheri - Kurla Rd, J B Nagar, Andheri East, Mumbai - 400059.	August 28, 2019	10.00 a.m.
2019 – 2020	Meeting conducted through Video Conference (VC) / Other Audio Visual Mode (OVAM) pursuant to the MCA Circular	August 21, 2020	12.00 Noon

- No extraordinary general meeting of the members was held during financial year 2020-21.
- No special Resolutions were passed during the Financial Years 2017-18, 2018-19 and 2019-20.
- No Resolutions was passed through Postal Ballot during the Financial Year 2020-21.

## 5. Means of Communication:

The Company's website, serves to inform the shareholders, by giving complete financial details, shareholding Pattern, information relating to Stock Exchange, Registrar & Share Transfer Agents, and list of shareholders who have not claimed their dividend, to comply with MCA Guidelines.

The Company regularly interacts with the shareholders through the multiple channels of communication such as publication of results, Annual Report and the Company's website at [www.anjanicement.com](http://www.anjanicement.com). The Company also informs the Stock Exchange in a prompt manner, all price sensitive information and all such other matters which in its opinion, are material and relevant for the shareholders.

The results of the Company are published in Business Standard (English) and in Nav-Shakthi (Marathi), they are also displayed on the official website of the Company ([www.anjanicement.com](http://www.anjanicement.com)) under Investor section.

## 6. General Shareholder Information:

This Annual Report includes yearly financial statement, key financial data and a section on Shareholder information giving required information.

### • Annual General Meeting

The Thirty Seventh Annual General Meeting ("the AGM") of the Company will be held on Wednesday, September 15, 2021, at 10:30 a.m through Video Conferencing (VC) / Other Audio Visual Means (OAVM).

### • Financial Year

April 1, 2020 to March 31, 2021.

### • Dates of Book Closure

The Register of Members and share transfer will remain closed from Thursday, September 9, 2021 to Wednesday, September 15, 2021 (both days inclusive).

### • Dividend Payment Date

The Board of Directors have recommended, a dividend of ₹ 5/- per equity share for the Financial Year ended March 31, 2021 which is payable on obtaining the Shareholders' approval at the Thirty Seventh Annual General Meeting. The dividend, if approved, shall be paid within the time prescribed in the Companies Act, 2013.

### • Listing on Stock Exchange

The Company's equity shares are listed on the following Stock Exchanges as on March 31, 2021.

- BSE Limited (Bombay Stock Exchange), Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai-400001. (Scrip Code : 518091)
- NSE Limited (National Stock Exchange of India), Exchange Plaza, Bandra-Kurla Complex, Bandra (East), Mumbai-400051. (Scrip Code: APCL).

Listing fees for the Financial Year 2020-21 has been paid to both NSE and BSE Limited within the stipulated time.

### • Registrar and Share Transfer Agents

KFin Technologies Pvt. Ltd., Karvy Selenium Tower B, Plot No.31-32, Gachi Bowli, Financial District, Nanakramguda, Hyderabad-500032.

### • Share Transfer System

The Stakeholders Relationship Committee attends to share transfer formalities. Demat requests are normally confirmed within an average period of 10 days, from the date of receipt, subject to the documents being valid and complete in all respects.

### • Shareholder Statistics and Distribution of Shareholdings as on March 31, 2021 were as follows

Category (No. of shares)	No. of Shareholders		No. of Shares		% to Total Equity	
	Physical (A)	Demat (B)	Physical (A)	Demat (B)	Physical (A)	Demat (B)
1 - 500	1,975	10,971	3,02,608	10,32,133	1.19	4.08
501 - 1000	48	486	39,550	3,88,496	0.16	1.54
1001 - 2000	13	227	19,600	3,39,498	0.08	1.34
2001 - 3000	7	74	18,600	1,94,264	0.07	0.77
3001 - 4000	2	27	6,700	97,237	0.03	0.38
4001 - 5000	2	30	10,000	1,42,694	0.04	0.57
5001 - 10000	4	51	35,400	3,72,280	0.14	1.47
10001 & above	6	26	1,12,710	2,21,73,926	0.45	87.69
Total	2,057	11,892	5,45,168	2,47,40,528	2.16	97.84
<b>Grand Total (A+B)</b>	<b>13,949</b>		<b>2,52,85,696</b>		<b>100.00</b>	

Category	Number of shares held	As a percentage of total number of shares
Promoter and Promoter group	1,89,64,270	75.00
Resident Individuals	49,82,475	19.70
Bodies Corporate	6,64,408	2.63
IEPF	4,22,833	1.67
HUF	1,19,168	0.47
Mutual Fund	27,800	0.11
Non Resident Indians	49,572	0.20
Clearing Members	29,939	0.12
Banks	5,200	0.02
Non Resident Indian Non Repatriable	14,379	0.06
Foreign Portfolio Investors	5,652	0.02
<b>Total</b>	<b>2,52,85,696</b>	<b>100.00</b>

- The Monthly high and low share quotations of your company during the financial year 2020-21 as traded on the BSE Limited and NSE of India Limited are given below:

Month	BSE Limited		NSE Limited	
	High (₹)	Low (₹)	High (₹)	Low (₹)
April, 2020	121.70	90.80	119.50	91.00
May, 2020	154.35	103.00	154.90	100.00
June, 2020	142.90	116.20	146.35	116.15
July, 2020	149.20	133.20	149.40	128.65
August, 2020	175.15	126.00	175.00	136.60
September, 2020	219.00	136.50	214.70	139.00
October, 2020	234.90	179.00	235.70	178.00
November, 2020	233.95	187.95	233.90	187.95
December, 2020	225.00	182.70	223.00	182.05
January, 2021	230.00	200.05	229.95	199.25
February, 2021	237.00	201.00	237.00	200.00
March, 2021	249.40	197.75	249.90	197.00

- Performance in comparison to broad based indices

The performance of the Company's scrip on the BSE as compared to the Sensex is as under:

	April 1, 2020	March 31, 2021	% Change
Company Share Price (closing)	94.95	211.40	+122.64
SENSEX (closing)	28265.31	49509.15	+75.16

The performance of the Company's scrip on the NSE as compared to the NSE Nifty is as under:

	April 1, 2020	March 31, 2021	% Change
Company Share Price (closing)	91.45	211.80	+131.60
NSE Nifty (closing)	8253.80	14,690.70	+77.99

- Dematerialisation of Shares

Trading in Company's shares is permitted only in dematerialized form for all investors. The Company has signed agreements with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) to offer depository services to its shareholders. Investors are therefore advised to open a demat account with a Depository participant of their choice to trade in dematerialized form. Over 97% of the Company's shares are now held in electronic form.

The ISIN of Dematerialized shares of the Company is: "INE071F01012"

- Outstanding GDRs/ADRs/Warrants or any Convertible Instruments, conversion date and like impact on Equity

As on date the Company has not issued any GDRs/ADRs/Warrants or any convertible instruments.

- Commodity Price Risk or Foreign Exchange Risk and Hedging activities – Not applicable

- Plant Location

Chintalapalem Village & Mandal, Suryapet District, Telangana State – 508246.

- **Address for Correspondence**

The Company Secretary  
**Anjani Portland Cement Limited,**  
 A-610, Kanakia Wall Street, 6th Floor, Andheri Kurla Road,  
 Chakala Junction, Andheri (East), Mumbai – 400093.  
 Phone No. 022 - 62396051

Any requests for transactions such as transfers, dematerialization of shares, change of Address, nomination facilities, may please be taken up with the Registrar & Share Transfer Agents of the Company at the address given below:

**KFin Technologies Pvt. Ltd.,**  
 Karvy Selenium Tower B, Plot No.31-32, Gachibowli,  
 Financial District, Nanakramguda,  
 Hyderabad - 500032.  
 Phone No(s): 040-67161605

- **List of all credit ratings obtained by the entity along with any revisions thereto during the relevant financial year, for all debt instruments or any fixed deposit program or any scheme or proposal involving mobilization of funds, whether in India or abroad – Not Applicable**

**7. Other Disclosures:**

- **Disclosure regarding materially significant related party transactions:**

There were no materially significant related party transactions that had a potential conflict with the interest of the Company. The Company has adopted a Related Party Transaction Policy and it is available on its website <http://www.anjanacement.com/investor/corporategovernance/Related%20Party%20Transaction%20%20Policy.pdf>

- **Disclosure of non-compliances by the Company:**

There were no instances of non-compliance or penalty, strictures imposed on the Company by Stock Exchange or SEBI or any statutory authority on any matter related to capital markets, during the last 3 years.

- **Details of establishment of vigil mechanism whistle blower policy and affirmation that no personnel has been denied access to the Audit Committee:**

The Company has established a vigil mechanism for Directors and employees to report their genuine concerns. The Vigil Mechanism Policy/Whistle Blower Policy is available on the portal of the Company at [www.anjanacement.com](http://www.anjanacement.com) and the Company confirms that no personnel has been denied access to the Audit Committee.

- Policy for determining Material Subsidiary – Not Applicable as on March 31, 2021.
- Related party transaction policy is available on [www.anjanacement.com](http://www.anjanacement.com).
- During the year the Board has accepted all the recommendations of its committees.
- The Company has complied with all the mandatory requirements of Regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of Regulation 46 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Following discretionary requirements as specified in Part E of Schedule II: Corporate Governance of the SEBI Listing Regulations have been adopted by the Company.

- The Company has moved towards a regime of financial statements with unmodified audit opinion.
- The Company has appointed separate persons to the posts of Chairperson and Managing Director.
- The internal auditor is free to report directly to the Audit committee.

- Total fees for all services paid by the listed entity on a consolidated basis to the Statutory Auditor and all entities in the firm/network entity of which the Statutory Auditor is a part.

(₹ in lakhs)

Payment to Statutory Auditors	₹ 7.00 (Statutory Audit and Limited Review Fee)
Other Services	₹ 4.00 (Tax Audit and GST Audit Fee)
Tax Litigation Consultancy	₹ 0.75

- Disclosures in relation to the sexual harassment of women at workplace.

Number of Complaint's filed during the financial year	0
Number of Complaint's disposed during the financial year	0
Number of Complaint's pending at the end of the financial year	0

- There are no shares of the Company lying in the demat suspense account or unclaimed suspense account.

#### **Unclaimed Dividend**

The following table shows the details of Dividend relating to financial years 2016-2017 to 2019-20 and the due dates on which the unclaimed/ un-encashed dividend amounts with respect to the same have to be remitted into IEPF.

Members who have not encashed their dividend warrant(s) pertaining to the dividend for the Financial Year 2016-17 and onwards are requested to make their claim without any delay to KFIN Technologies Private Limited.

Financial Year	Date of Declaration	Dividend (%)	Due date of Transfer to IEPF
2016-17 (Interim)	14-09-2016	10	19-10-2023
2016-17 (Final)	08-09-2017	10	12-10-2024
2017-18	07-09-2018	20	11-10-2025
2018-19	28-08-2019	25	03-10-2026
2019-20	21-08-2020	50	26-09-2027

Pursuant to the applicable provisions of the Companies Act, 2013 and the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 the shares on which dividends have not been claimed for seven consecutive years have been transferred to the IEPF Authority.

The IEPF Rules mandate Companies to transfer shares of Members whose dividends remain unpaid / unclaimed for a continuous period of seven years to the demat account of IEPF Authority. The members whose dividend / shares are transferred to the IEPF Authority can claim their shares / dividend from the Authority by following the procedure as given under Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016.

The Company has appointed Mr. Subhanarayan Muduli as Nodal Officer effective from April 01, 2021 and Mr. A. Venkateswara Rao as Deputy Nodal Officer under the provisions of IEPF.

#### **Declaration on Code of Conduct**

I, N. Venkat Raju, Managing Director of Anjani Portland Cement Ltd., hereby declare that all the Board Members and Senior Management Personnel of the Company have affirmed compliance with the Code of Conduct of the Company for the financial year ended March 31, 2021 as envisaged in Schedule V(D) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Place : Chennai  
Date : August 12,2021

N. Venkat Raju  
Managing Director



## CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,  
The Members of  
Anjani Portland Cement Ltd.,  
Kanakia Wall Street,  
A Wing, Unit No: 610, 6th Floor,  
Andheri Kurla Road, Andheri (East),  
Mumbai – 400 093.

I/We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Anjani Portland Cement Limited having CIN L26942MH1983PLC265166 and having registered office at Kanakia Wall Street, A Wing, Unit No: 610, 6th Floor, Andheri Kurla Road, Andheri (East), Mumbai – 400 093 (hereinafter referred to as 'the Company'), produced before me/us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my/our opinion and to the best of my/our information and according to the verifications (including Directors Identification Number (DIN) status at the portal ([www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to me / us by the Company & its officers, I/We hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on March 31, 2021 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sl. No	Name of the Director	DIN Number	Date of Appointment in the Company
1	Mrs. V. Valliammai	01197421	25.05.2017
2	Mr. A. Subramanian	06693209	19.01.2015
3	Dr. (Mrs.) S. B. Nirmalatha	03092392	10.02.2015
4	Mr. RM Palaniappan	00143198	16.05.2019
5	Mr. V. Palaniappan	00645994	16.05.2019
6	Mr. N. Venkat Raju	08672963	24.01.2020

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place: Mumbai  
Date: May 21, 2021

Signature:  
Name: Shailashri Bhaskar  
Membership No: F5778  
CP No: 5092  
UDIN: F005778C000353917

## CERTIFICATE ON CORPORATE GOVERNANCE



To  
The Members of  
Anjani Portland Cement Ltd.,  
Kanakia Wall Street,  
A Wing, Unit No: 610, 6th Floor,  
Andheri Kurla Road,  
Andheri (East), Mumbai – 400 093.

I have examined the compliance of conditions of Corporate Governance by Anjani Portland Cement Limited for the year ended 31st March, 2021, as per the relevant provisions of 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.

The compliance of condition of Corporate Governance is the responsibility of the Management. My examination was limited to 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 my opinion and to the best of my information and according to the explanations given to me, I certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Regulations as applicable.

I 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.

Place: Mumbai  
Date: May 21, 2021

**SHAILASHRI BHASKAR**  
**COMPANY SECRETARY**  
FCS: 5778; PCS : 5092  
UDIN: F005778C000353928



# BUSINESS RESPONSIBILITY REPORT

[See Regulation 34(2)(f)]

## SECTION A: GENERAL INFORMATION ABOUT THE COMPANY

1	Corporate Identity Number	L26942MH1983PLC265166			
2	Name of the Company	Anjani Portland Cement Limited			
3	Registered Office Address	A-610 Kanakia Wall Street, 6 <sup>th</sup> Floor Andheri-Kurla Road, Chakala Junction, Andheri (East), Mumbai – 400 093			
4	Website	<a href="http://www.anjanacement.com">www.anjanacement.com</a>			
5	E-mail id	<a href="mailto:secretarial@anjanacement.com">secretarial@anjanacement.com</a>			
6	Financial Year reported	April 01, 2020 to March 31, 2021			
7	Sector(s) that the company is engaged in (Industrial activity code-wise)	Group	Class	Sub Class	Description
		239	2394	23941	Manufacture of
		239	2394	23942	Clinker & Cement
8	List three key products or services that the company manufactures or provides (as in Balance Sheet)	1. Ordinary Portland Cement , Portland Pozollana Cement and Composite Cement 2. Generation of Power for Captive Consumption			
9	Total number of locations where business activity is undertaken by the company	I. International locations – Nil II. National Locations – One integrated cement unit, registered office, corporate office and zonal marketing offices			
10	Markets served by the Company	Local	State	National	International
		Yes	Yes	Yes	No

## SECTION B: FINANCIAL DETAILS OF THE COMPANY

1	Paid Up Capital (INR)	₹ 25.29 Cr.
2	Total Turnover (INR)	₹ 414.15 Cr.
3	Total Profit after Taxes (INR)	₹ 84.98 Cr.
4	Total spending on Corporate Social Responsibility (CSR) as percentage of profit after tax (%)	The company has spent ₹ 91.07 Lacs during the Financial Year 2020-21, which amounts to 2.01% of the average net profit of the preceding 3 financial years.
5	List of activities in which expenditure in 4 above has been incurred	1. Promoting Education 2. Rural Development (Building of pakka Road) 3. Health Care, Hygiene & Sanitation

## SECTION C: OTHER DETAILS

- Does the Company have any Subsidiary Company/ Companies?
  - The Company has no Subsidiary Company/ Companies as on March 31, 2021.
- Do the Subsidiary Company/Companies participate in the BR Initiatives of the parent company? If yes, then indicate the number of such subsidiary company(s)?
  - This is not applicable as the Company has no Subsidiary Company/ Companies as on March 31, 2021.
- Do any other entity/entities (e.g. suppliers, distributors etc.) that the Company does business with, participate in the BR initiatives of the Company? If yes, then indicate the percentage of such entity/entities? [Less than 30%, 30-60%, More than 60%]
  - Yes. Less than 30%.

## SECTION D: BR INFORMATION

- Details of Director/Directors responsible for BR:
  - Details of the Director/Director responsible for implementation of the BR policy/policies :

DIN Number	01197421
Name	Mrs.V. Valliammai
Designation	Independent Director & Chairperson

(b) Details of the BR head

No.	Particulars	Details
1	DIN Number (if applicable)	08672963
2	Name	Mr. N. Venkat Raju
3	Designation	Managing Director
4	Telephone number	08683230164
5	e-mail id	nvr@anjanacement.com

2. Principle-wise (as per NVGs) BR Policy/policies:

The National Voluntary Guidelines on Social, Environmental and Economic Responsibilities of Business (NVGs) released by the Ministry of Corporate Affairs has adopted nine areas of Business Responsibility. These briefly are as follows:

P1	Businesses should conduct and govern themselves with Ethics, Transparency and Accountability.
P2	Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle.
P3	Businesses should promote the wellbeing of all employees.
P4	Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalised.
P5	Businesses should respect and promote human rights.
P6	Businesses should respect, protect, and make efforts to restore the environment.
P7	Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner.
P8	Businesses should support inclusive growth and equitable development.
P9	Businesses should engage with and provide value to their customers and consumers in a responsible manner.

(a) Details of compliance (Reply in Y/N) :

No.	Question	P1	P2	P3	P4	P5	P6	P7	P8	P9
1	Do you have a policy / policies for	Y	Y This is covered under sustainable development policy of the Company.	Y	Y	Y The policy is embedded in the Company's Code of Business Conduct, HR Policies & other various HR practices.	Y	-	Y	-
2	Has the policy being formulated in consultation with the relevant stakeholders?	Y	Y	Y	Y	Y	Y	-	Y	-
3	Does the policy conform to any national / international standards? If yes, specify? (50 words)	Company has adopted various standards specified by the International Organization for Standardization (ISO). These are- ISO 9001:2015 for quality management systems, ISO 14001: 2015 for environment management systems BS OHSAS 45001:2018 for Occupational Health and Safety. Bureau of Indian Standards (BIS).								
4	Has the policy been approved by the Board? If yes, has it been signed by the MD/ owner/ CEO/ appropriate Board Director?	Y	Y	Y	Y	Y	Y	-	Y	-
5	Does the company have a specified committee of the Board/ Director/ Official to oversee the implementation of the policy? Indicate the link for the policy to be viewed online?	Y	Y Reviewed by CSR committee only	Y	Y	Y	Y	-	Y	-

No.	Question	P1	P2	P3	P4	P5	P6	P7	P8	P9
6	Has the policy been formally communicated to all relevant internal and external stakeholders?	Y	Y	Y	Y	Y	Y	-	Y	-
7	Indicate the link to view the policy online	<a href="http://www.anjanacement.com">www.anjanacement.com</a> **								
8	Does the company have in-house structure to implement the policy/policies?	Y	Y	Y	Y	Y	Y	-	Y	-
9	Does the Company have a grievance redressal mechanism related to the policy/policies to address stakeholders' grievances related to the policy/policies?	Y	Y	Y	Y	Y	Y	-	Y	-
10	Has the company carried out independent audit/evaluation of the working of this policy by an internal or external agency?	No. The Company has not carried out independent audit of the policies. The management team periodically looks at the implementation of the relevant policies. CSR activities undertaken in pursuance of CSR policy will be reviewed by the CSR committee of the Board.								

\*\* Principle wise policy link mentioned below.

Principle	Name of the Policy	Link
P1 - Businesses should conduct and govern themselves with Ethics, Transparency and Accountability.	Vigil Mechanism Policy or Whistle Blower Policy	<a href="http://www.anjanacement.com/policies.html">http://www.anjanacement.com/policies.html</a>
P3-Businesses should promote the wellbeing of all employees.	Code of Conduct and HR Policies	<a href="http://www.anjanacement.com/policies.html">http://www.anjanacement.com/policies.html</a>
P4- Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalised.	CSR Policy / Stakeholders Engagement Policy	<a href="http://www.anjanacement.com/policies.html">http://www.anjanacement.com/policies.html</a>
P6- Businesses should respect, protect, and make efforts to restore the environment.	Environment Health and Safety Policy	<a href="http://www.anjanacement.com/EnvironmentalCommitment.html">http://www.anjanacement.com/EnvironmentalCommitment.html</a>
P8- Businesses should support inclusive growth and equitable development.	CSR Policy	<a href="http://www.anjanacement.com/policies.html">http://www.anjanacement.com/policies.html</a>

(b) if answer to the question at serial number (a) against any principle, is 'no', please explain why: (Tick up to 2 options)

No.	Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
1	The company has not understood the Principles	--	--	--	--	--	--	--	--	--
2	The company is not at a stage where it finds itself in a position to formulate and implement the policies on specified principles	--	--	--	--	--	--	--	--	--

3	The company does not have financial or manpower resources available for the task	--	--	--	--	--	--	--	--	--
4	It is planned to be done within next 6 months	--	--	--	--	--	--	--	--	--
5	It is planned to be done within the next 1 year	--	--	--	--	--	--	--	--	--
6	Any other reason (please specify)	--	--	--	--	--	--	The Company has a track record of pioneering achievements, long experience and leadership position in the relevant market. However, no need for a formal policy has been felt.	--	The Company has a systematic process of assessing customer needs fulfilling them with innovative products and services. It also has customer complaint redressal system.

**3. Governance related to BR**

- (a) Indicate the frequency with which the Board of Directors, Committee of the Board or CEO to assess the BR performance of the Company. Within 3 months, 3-6 months, Annually, More than 1 year:
- The BR Performance is reviewed annually.
- (b) Does the Company publish a BR or a Sustainability Report? What is the hyperlink for viewing this report? How frequently it is published? –
- The Company prepares Business Responsibility Report annually and is part of the Annual Report. The BR Report is also available on the Company’s website [www.anjanicement.com](http://www.anjanicement.com).

**SECTION E: PRINCIPLE-WISE PERFORMANCE**

**Principle 1: Businesses should conduct and govern themselves with ethics, transparency and accountability**

**1. Does the policy relating to ethics, bribery and corruption cover only the company? Yes/ No. Does it extend to the Group/Joint Ventures/ Suppliers/Contractors/NGOs /Others?**

- The Company is committed to adhere to the highest standards of ethical, moral and legal conduct of its business operations. The Company, in order to maintain these standards has adopted a Code of Conduct which lays down the principles and standards that govern the actions of its Employees in the course of conduct of business of the Company. Any actual or potential violation of the Code, however insignificant or perceived as such, would be a matter of serious concern for the Company. Although the Code is applicable to our employees, we also encourage our suppliers and business partners to follow the Code of Conduct.

The Company has a ‘Whistle Blower Policy’ which covers serious concerns that could have an impact on the operations and performance of the Company. The Whistle Blower has access to the Chairman of the Audit Committee in exceptional cases. The Policy also protects the Whistle Blower from being victimized.

**2. How many stakeholder complaints have been received in the past financial year and what percentage was satisfactorily resolved by the management? If so, provide details thereof, in about 50 words or so.**

- The Complaints received from the shareholders of the Company during the F.Y. 2020-21 were 10 and same has been resolved in time. Apart from this no complaints were received during the Financial Year 2020-21.

**Principle 2 : Businesses should provide goods and services that are safe and contribute to sustainability throughout their life cycle**

**1. List up to 3 of your products or services whose design has incorporated social or environmental concerns, risks and/or opportunities.**

- Company has two lines of business viz. manufacturing of cement and generation of power. Further, Company understands its obligations towards environmental concerns and accordingly, its manufacturing process is devised in such a manner so as to take care of its obligations. The Company has adopted the best techniques in its manufacturing process of cement (product) by using its resources optimally and leaving minimal footprints. The company's efforts in addressing these concerns include the following:
  - a. Alternate fuels like industrial waste were used in place of indigenous / imported coal to substitute coal to an extent 7.52% of thermal energy requirement in the plan.
  - b. Consuming of fly ash in finished product.
  - c. Consuming of granulated slag in finished product.
  - d. Installation of Captive Power Plant of 16 MW. Continual improvement in efficiency to bring down heat rate & auxiliary power consumption in the power plant.

**2. For each such product, provide the following details in respect of resource use (energy, water, raw material etc.) per unit of product(optional):**

- (i) Reduction during sourcing/production/ distribution achieved since the previous year throughout the value chain?

Resources	Units of measurement	Per unit Consumption	
		2019-20	2020-21
Electricity	Kwh/ton of cement	85.64KWH/T	85.43KWH/T
Fuel	Kcal/kg of Clinker	798	797.8

- (ii) Reduction during usage by consumers (energy, water) has been achieved since the previous year? - Not Applicable

**3. Does the company have procedures in place for sustainable sourcing (including transportation)? If yes, what percentage of your inputs was sourced sustainably? Also, provide details thereof, in about 50 words or so.**

- Company is seeking to engage in long-term relationships with its suppliers and the criteria used to source its suppliers is sustainability, resource efficiency, product quality, environment impact, etc. Limestone being the main raw material is extracted from its limestone mines using latest mining techniques which optimizes cost and reduces wastage. Further for other raw materials like fly ash and gypsum, the company has long term arrangement to procure them. The company has also installed a captive power plant for its power consumption.  
  
The Company engages transporters based on the age of their vehicle and company insists that the vehicles have adequate pollution control certificates and the drivers carry valid driving licenses etc.

**4. Has the company taken any steps to procure goods and services from local & small producers, including communities surrounding their place of work? If yes, what steps have been taken to improve their capacity and capability of local and small vendors?**

- Company procures goods and services from local and small producers surrounding the plant location wherever feasible. Company's Contractors who supply the labour force for the factory mostly employ workmen from the nearby villages. The Company trains its work force on safety aspects. The Company also endeavors to create jobs for the local communities.

**5. Does the company have a mechanism to recycle products and waste? If yes what is the percentage of recycling of products and waste (separately as <5%, 5-10%, >10%). Also, provide details thereof, in about 50 words or so.**

- Company's products i.e. Cement and Power are not meant for recycling as cement is used in construction and has a long life span. Power is consumed immediately. Fly ash, the solid waste generated from the captive power plant is also used in Portland Pozzolane Cement (PPC) Production. Granulated Slag, a waste product is also used in the finished product. The waste water generated from our plant is recycled and used for gardening, horticulture etc., in our factory.

**Principle 3: Businesses should promote the well-being of all employees**

1. **Please indicate the total number of employees.**  
The total number of employees as on March 31, 2021 was 274.
2. **Please indicate the total number of employees hired on temporary / contractual / casual basis.**  
The total number of temporary / contractual/casual basis as on March 31, 2021 were 294.
3. **Please indicate total number of permanent women employees**  
The total number of permanent women employees as on March 31, 2021 was Nil.
4. **Please indicate the total number of permanent employees with disabilities**  
The total number of permanent employees with disabilities as on March 31, 2021 was Nil.
5. **Do you have any an employee association that is recognised by the management?**  
Yes. The Company has recognised trade unions.
6. **What percentage of your permanent employees is members of this recognised employee associations?**  
23.27% of the total permanent employees are members of the above trade unions.
7. **Please indicate the number of complaints relating to child labour, forced labour, involuntary labour, sexual harassment in the last financial year and pending as on the end of the financial year:**

Sl. No	Category	No of complaints filed during the financial year	No of complaints pending as on end of the financial year
1	Child labour/forced labour/involuntary labour	0	0
2	Sexual harassment	0	0
3	Discriminatory employment	0	0

8. **What percentage of your under mentioned employees were given safety & skill up gradation training in the last year?**

Type of Employee	Total Number as on March 31, 2021	Training imparted to number of persons during the year	% Training
Permanent Employees	274	123	45%
Permanent Women Employees	0	0	--
Casual / Temporary/ Contractual Employees	294	195	66%
Employees with Disabilities	0	0	--

Company provides equal opportunity to all irrespective of gender, religion, caste, colour and does not discriminate based on any other factor.

**Principle 4: Businesses should respect the interests of, and be responsive towards all stakeholders, especially those who are disadvantaged, vulnerable and marginalized**

1. **Has the company mapped its internal and external stakeholders? Yes / No**  
➤ Yes.
2. **Out of the above, has the Company identified the disadvantaged, vulnerable and marginalised stakeholders?**  
➤ The Company is taking initiatives to engage with the disadvantaged, vulnerable and marginalised stakeholders and considers the lower strata of the local communities around its manufacturing unit and its workers / contractors as disadvantaged and marginalised.
3. **Are there any special initiatives taken by the company to engage with the disadvantaged, vulnerable and marginalized stakeholders. if so, provide details thereon in about 50 words or so**  
➤ The Company through its Corporate Social Responsibility initiatives is mainly targeting the area of education and development of infrastructure in the rural areas around its cement plant. The Company has been carrying out various social welfare activities such as providing financial assistance to poor and needy, Health Care including preventive health care and sanitation, medical camps and laying of external roads and bore-wells at neighbouring villages near to the Cement Plant. The Company has also constructed Smt. Sita Memorial School near the factory for the children of employees and neighboring villages and the children are being happily educated from pre-primary to class X.



**Principle 5: Businesses should respect and promote human rights**

1. **Does the policy of the company on human rights cover only the Company or extend to the Group / Joint Ventures / Suppliers / Contractors / NGOs / Others?**
  - All aspects of the human right are in-built under the code of Business Conduct as well in various human resource practices/policies.
2. **How many stakeholder complaints have been received in the past financial year and what percent was satisfactorily resolved by the management?**
  - We have not received any stakeholder complaints during the last financial year.

**Principle 6: Businesses should respect, protect, and make efforts to restore the environment**

1. **Does the policy related to Principle 6 cover only the company or extends to the Group/Joint Ventures/Suppliers/Contractors/NGOs/others**
  - The policy on environment is applicable and admissible within the Company to the maximum extent possible. Our Company encourages its business partners to follow the policy.
2. **Does the company have strategies/ initiatives to address global environmental issues such as climate change, global warming, etc? Y/N. If yes, please give hyperlink for webpage etc**
  - Yes. The Company has always been proactive in measuring & reporting its carbon emissions. Our Company has consistently implemented various new initiatives and innovations to reduce its emissions from its value chain and will continue to adopt strategies to address global warming and ensure a low carbon growth path for our operations. The company's website also contains information on our sustainability endeavours at <http://www.anjanacement.com/sustainabledevelopment>.
3. **Does the company identify and assess potential environmental risks? Y/N**
  - Yes. The company identifies and assesses potential environmental risks.
4. **Does the Company have any project related to Clean Development Mechanism? If so, provide details thereof, in about 50 words or so. Also, if yes, whether any environmental compliance report is filed?**
  - No.
5. **Has the Company undertaken any other initiatives on Clean Technology, energy Efficiency, renewable Energy, etc. Y/N. If yes, please give hyperlink for webpage etc.**
  - Yes. The Company has undertaken several initiatives on clean technology, energy efficiency, renewable energy etc. The details of these initiatives are covered in the Directors' Report.
6. **Are the Emissions / Waste generated by the Company within the permissible limits given by CPCB/SPCB for the financial years being reported?**
  - The emissions / waste generated by the Company were within the permissible limits set by CPCB/SPCB for the relevant financial year. The Company ensures the submission of reports on the emission levels to CPCB/ SPCB at regular intervals.
7. **Number of show cause/ legal notices received from CPCB/SPCB which are pending (i.e. not resolved to satisfaction) as on end of Financial Year.**
  - No such cases are pending at the end of the financial year 2020-21.

**Principle 7: Businesses, when engaged in influencing public and regulatory policy, should do so in a responsible manner**

1. **Is your company a member of any trade and chamber or association? If Yes, Name only those major ones that your business deals with**
  - Yes, Company is member of the following chamber or association:
    - i. Bureau of Energy Efficiency (BEE)
    - ii. Confederation of Indian Industries (CII)
    - iii. National Council for Cement and Building Materials (NCCBM)
2. **Have you advocated/lobbied through above associations for the advancement or improvement of public good? Yes/No; if yes specify the broad areas ( drop box: Governance and Administration, Economic Reforms, Inclusive Development Policies, Energy security, Water, Food Security, Sustainable Business Principles, Others)**
  - The objective of these associations is to promote energy efficiency, environmentally sustainable business mechanisms etc which in-turn contributes to the greater public good. So the company is a partner to those objectives being a member of these associations.

**Principle 8: Businesses should support inclusive growth and equitable development**

1. **Does the company have specified programmes/initiatives/projects in pursuit of the policy related to Principle 8? If yes details thereof**
  - Yes. The Company considers social development as an important aspect of its operations. It has aligned its thrust areas in line with the requirements of Schedule VII of the Companies Act, 2013. A Board constituted committee to oversee the implementation of the various activities and programs of the Company. The details of the various CSR initiatives of the company are given below:
    - a. **Literacy and Education for the community-**

The Company is contributing to Gandhi Nagar Education Society which is running a school for the differently abled children by the name "Chettinad Srihari Vikasam" and thus enabling such children to bring out their best abilities. The donation by the company is used for promoting education to the differently abled children through Chettinad Srihari Vikasam School in Tamil Nadu. Also Company is contributing to Smt. Sita Memorial School for promoting children of the village where the plant is situated in Suryapet, Telangana.
    - b. **Road Work-** Company is undertaking rural development activities by making pakka roads in various village in the Suryapet District of Telangana.
2. **Are the Programmes / projects undertaken through in-house team / own foundation / external NGO/ government structures / any other organisation?**
  - The programmes are undertaken through the in-house team as well as an external agency like the Gandhi Nagar Education Society.
3. **Have you done any impact assessment of your initiative?**
  - Impact assessment is conducted on a regular basis and based on the assessment, the Company decides upon appropriate intervention to be undertaken.
4. **What is your Company's direct contribution to community development projects – Amount in INR and the details of the projects undertaken?**
  - The Company has spent an amount of ₹ 91.07 lacs on various CSR activities during the year 2020-21. The details of the amount incurred and areas covered is given in the Annual Report under the head "Annual Report on CSR Activities".
5. **Have you taken steps to ensure that this community development initiative is successfully adopted by the community? Please explain in 50 words or so.**
  - The Company involves with the local community around the plant to understand their concerns and CSR initiatives are carried out as a need based approach and in consultation with the local community so that the activities are adopted by them.

**Principle 9: Businesses should engage with and provide value to their customers in a responsible manner**

1. **What percentage of customer complaints / consumer cases are pending as on the end of the financial year?**
  - There are no customer complaints / consumer cases pending as at the end of the financial year 2020-21.
2. **Does the Company display product information on the product label, over and above what is mandated as per local laws?**
  - No, the Company only displays information as mandated by local laws.
3. **Is there any case filed by any stakeholder against the company regarding unfair trade practices, irresponsible advertising and/or anti-competitive behaviour during the last five years and pending as on end of financial year. If so, provide details thereof, in about 50 words or so**
  - No. There is no case filed by any stakeholder against the Company regarding unfair trade practice, irresponsible advertising and / or anti-competitive behaviour during the last 5 years and pending as at the end of the financial year 2020-21.
4. **Did your company carry out any consumer survey / consumer satisfaction trends**
  - Consumer satisfaction surveys are carried out on a continuous basis to gauge the customer sentiments and the feedback ensures that the Company takes appropriate steps to increase customer satisfaction.

# Independent Auditor's Report

To

The Members of Anjani Portland Cement Limited

Report on the Audit of the Financial Statements

## Opinion

We have audited the accompanying financial statements of **Anjani Portland Cement Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2021, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

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 Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2021, and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

## Basis for Opinion

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the **Auditor's Responsibilities for the Audit of the Financial Statements** section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the financial statements.

## Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significant in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's Response
1	<b><i>Evaluation of uncertain tax positions</i></b> The Company has material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes. Refer Notes 38 to the Financial Statements.	<b><i>Principal Audit Procedures</i></b> Obtained details of completed tax assessments and demands for the year ended March 31, 2021 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions.

## Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the preparation of other information. The other information comprises the information included in the Directors Report and Corporate Governance Report but does not include the financial statements and our auditor's report thereon. The Directors Report and Corporate Governance Report is expected to be made available to us after the date of this auditor's report.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read the Directors Report and Corporate Governance Report if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with Governance.

### **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 Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the IND AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of 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.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

1. As required by Section 143(3) of the Act based on our audit, 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 purposes 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 Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.
  - (e) On the basis of the written representations received from the directors as on 31st March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2021 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-A".
  - (g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid or provided by the company to its directors during the year is in accordance with the provisions of section 197 of the Act.
  - (h) 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. The Company has disclosed the impact of pending litigations on its financial position in its financial statements (Refer note 38);
  - ii. The Company did not have any long-term contracts including derivative contracts for which there are 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.
2. 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 "Annexure- B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

**For Ramanatham & Rao**  
Chartered accountants  
(Firm Registration No.S-2934)

**C. Kameshwar Rao**  
Partner  
Membership No.024363  
UDIN: 21024363AAAADO8921

Place : Hyderabad  
Date : 25<sup>th</sup> May 2021



# Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal Regulatory Requirements' section of our report to the Members of the Company of even date)

## Report on the Internal Financial Controls Over Financial Reporting 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 **Anjani Portland Cement Limited** ("the Company") as of 31 March 2021 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 ("ICAI"). 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.

### Auditor's 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") issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 controls 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 judgment, 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 Controls 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 internal 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.

## Opinion

In our opinion, to the best of our information and according to the explanations given to us, 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 31 March 2021, 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 Ramanatham & Rao**  
Chartered accountants  
(Firm Registration No.S-2934)

**C. Kameshwar Rao**  
Partner  
Membership No.024363  
UDIN: 21024363AAAADO8921

Place : Hyderabad  
Date : 25<sup>th</sup> May 2021





# Annexure “B” to the Independent Auditor’s Report

With reference to Paragraph 2 under ‘Report on Other Legal Regulatory Requirements’ section of our report to the Members of the Company, we report that:

- (i) (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
- (b) According to the information and explanations given to us and the records of the company examined by us, the property, plant and equipment have been physically verified by the management in a periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its business. No material discrepancies were noticed on such physical verification.
- (c) According to the information and explanations given to us and on the basis of our examination of records of the company, the title deeds of immovable properties are held in the name of the company.
- (ii) The inventories have been physically verified during the year by the management. In our opinion, the frequency of verification is reasonable. The discrepancies noticed on verification between the physical stocks and book records were not material.
- (iii) During the year, the company has not granted any loans secured or unsecured to parties covered in the register maintained under section 189 of the Act. Hence paragraph 3(iii) of the order is not applicable to the company.
- (iv) In our opinion and according to the information and explanations given to us, during the year company has not given any loans, made investments, given guarantees or security to parties covered under provisions of section 185 and 186 of the Companies Act, 2013. Hence, paragraph 3(iv) of the order is not applicable.
- (v) According to the information and explanations given to us, the Company has not accepted deposits within the meaning of Sections 73 to 76 of the Act and the rules framed thereunder.
- (vi) We have broadly reviewed the cost records maintained by the Company as prescribed under sub-section (1) of section 148 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- (vii) (a) According to the information and explanations given to us and the records of the Company examined by us, the Company is regular in depositing undisputed statutory dues including provident fund, employees’ state insurance, income-tax, customs duty, cess, goods and services tax and any other statutory dues as applicable with the appropriate authorities and there are no arrears of outstanding statutory dues as at year ended concerned for a period of more than six months from the date they became payable.
- (b) According to the information and explanations given to us and records of the Company examined by us, particulars of income tax, sales tax, valued added tax, service tax, customs duty, excise duty, goods and services tax or cess as at 31st March, 2021 which have not been deposited on account of any dispute pending, are as under:

Name of the Statute	Nature of the Dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where dispute is pending
Central Excise Act, 1944	Excise Duty	180	2006 to 2010	CESTAT, Bangalore remanded back to Commissioner, Hyderabad.
Customs Act, 1962	Customs Duty	97	July, Oct & Nov 2012	CESTAT, Bangalore
Customs Act, 1962	Customs Duty	24	Nov 2013 & Jan 2014	Remanded to the adjudicating authority.
Customs Act, 1962	Customs Duty	9	Mar 2012	Remanded to the adjudicating authority.
Income Tax Act, 1961	Income Tax	102	2007-08	High Court for the state of Telangana, Hyderabad
Income Tax Act, 1961	Income Tax	194	2008-09	High Court for the state of Telangana, Hyderabad

- (viii) According to the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
- (ix) The company has not raised moneys by way of initial public offer or further public offer (including debt instruments). Term Loans are utilised for the purposes for which those were obtained other than amounts temporarily invested pending utilization of the funds for the intended use.
- (x) To the best of our knowledge and belief and according to the information and explanations given to us, no fraud on or by the Company by its officers or employees was noticed or reported during the year.
- (xi) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of section 197 read with Schedule V to the Act.
- (xii) Company is not a Nidhi Company; hence paragraph 3(xii) of the order is not applicable to the company.
- (xiii) According to the information and explanations given to us all transactions with the related parties are in compliance with sections 177 and 188 of Companies Act,2013 where applicable and the details have been disclosed in the Financial Statements as required by the applicable accounting standards.
- (xiv) During the year, company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures, hence paragraph 3(xiv) of the order is not applicable to the company.
- (xv) To the best of our knowledge and belief and according to the information and explanations given to us the company has not entered into any non-cash transactions with directors or persons connected with them, hence paragraph 3(xv) of the order is not applicable to the company.
- (xvi) As per the information available and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For Ramanatham & Rao**  
Chartered accountants  
(Firm Registration No.S-2934)

**C. Kameshwar Rao**  
Partner  
Membership No.024363  
UDIN: 21024363AAAADO8921

Place : Hyderabad  
Date : 25<sup>th</sup> May 2021

37<sup>th</sup> Annual Report 2020 - 21

# Balance Sheet

All amounts in INR Lakhs unless otherwise stated

Particulars	Note	As at March 31, 2021	As at March 31, 2020
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	2	19,954	21,913
Right-of-use Assets	42	254	203
Capital work in progress	3	83	33
Other intangible assets	2	1	1
Financial assets			
i. Other financial assets	4	198	198
Other non-current assets	5	366	365
<b>Total non-current assets</b>		<b>20,856</b>	<b>22,713</b>
<b>Current assets</b>			
Inventories	6	2,773	3,996
Financial assets			
i. Trade receivables	7	1,580	4,289
ii. Cash and cash equivalents	8	932	283
iii. Bank Balances other than (ii) above	9	17,714	6,256
iv. Loans	10	-	1
v. Other financial assets	4	1,073	883
Other current assets	11	1,656	782
<b>Total current assets</b>		<b>25,728</b>	<b>16,490</b>
<b>Total Assets</b>		<b>46,584</b>	<b>39,203</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
Equity share capital	12	2,529	2,529
Other equity	13	32,102	24,863
<b>Total equity</b>		<b>34,631</b>	<b>27,392</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Financial liabilities			
i. Lease liabilities	42	209	167
ii. Other financial liabilities	14	9	8
Provisions	15	55	109
Deferred tax liabilities (net)	16	2,539	3,787
Government grants	17	19	26
<b>Total non-current liabilities</b>		<b>2,831</b>	<b>4,097</b>
<b>Current liabilities</b>			
Financial liabilities			
i. Borrowings	18	-	-
ii. Trade payables			
(a) Total outstanding dues of micro enterprises and small enterprises	19	293	160
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		2,035	2,857
iii. Lease liabilities	42	71	42
iv. Other financial liabilities	20	3,458	2,973
Provisions	15	27	28
Government grants	17	7	7
Other current liabilities	21	2,482	1,427
Current tax liabilities (net)	22	749	220
<b>Total current liabilities</b>		<b>9,122</b>	<b>7,714</b>
<b>Total liabilities</b>		<b>11,953</b>	<b>11,811</b>
<b>Total equity and liabilities</b>		<b>46,584</b>	<b>39,203</b>
<b>Significant Accounting Policies</b>	<b>1</b>	-	-

The accompanying notes form an integral part of the financial statements

As Per our report of even date

**For Ramanatham & Rao**  
Chartered Accountants  
FR No : S-2934

**C. Kameshwar Rao**  
Partner  
Membership No : 024363

Place: Hyderabad  
Date: 25th May 2021

For and on behalf of the Board

**N Venkat Raju**  
Managing Director  
(DIN: 08672963)

**S. B. Nirmalatha**  
Director  
(DIN: 03092392)

**M. L. Kumavat**  
Chief Financial Officer

**V. Valliammai**  
Director  
(DIN: 01197421)

**V Palaniappan**  
Director  
(DIN: 00645994)

**Subhanarayan Muduli**  
Company Secretary  
M. No. A 41513

**A. Subramanian**  
Director  
(DIN: 06693209)

**R M Palanippan**  
Director  
(DIN: 00143198)

Place: Chennai  
Date: 25th May 2021

# Statement of Profit and Loss



All amounts in INR Lakhs unless otherwise stated

Particulars	Note	Year ended March 31, 2021	Year ended March 31, 2020
<b>Income</b>			
Revenue from operations	23	40,720	40,893
Other income	24	695	395
<b>Total income</b>		<b>41,415</b>	<b>41,288</b>
<b>Expenses</b>			
Cost of material consumed	25	3,708	3,704
Purchase of stock-in-trade		3,302	6,100
Changes in inventories of finished goods, stock-in-trade and work-in-progress	26	214	130
Employee benefits expense	27	2,132	2,239
Finance costs	28	65	33
Depreciation and amortisation expense	29	2,026	2,004
Power and fuel	30	9,483	10,342
Freight and forwarding expense		6,778	6,958
Other expenses	31	3,555	3,422
<b>Total expenses</b>		<b>31,263</b>	<b>34,932</b>
<b>Profit before tax</b>		<b>10,152</b>	<b>6,356</b>
Tax expenses			
Current Tax	32	2,903	2,369
Deferred tax		(1,249)	(48)
<b>Total tax expense</b>		<b>1,654</b>	<b>2,321</b>
<b>Profit for the year</b>		<b>8,498</b>	<b>4,035</b>
<b>Other comprehensive income</b>			
<i>Items that will not be reclassified to profit or loss</i>			
Remeasurement of post employment benefit obligations		7	(70)
Income tax relating to these items		(2)	24
<b>Other comprehensive income for the year, net of tax</b>		<b>5</b>	<b>(46)</b>
<b>Total comprehensive income for the year</b>		<b>8,503</b>	<b>3,989</b>
Earnings per equity share (Face Value of Rs 10/- each) :			
Basic earnings per share in Rupees	41	33.61	15.96
Diluted earnings per share in Rupees		33.61	15.96
<b>Significant Accounting Policies</b>	<b>1</b>		

The accompanying notes form an integral part of financial statements

As Per our report of even date

**For Ramanatham & Rao**  
Chartered Accountants  
FR No : S-2934

**C. Kameshwar Rao**  
Partner  
Membership No : 024363

Place: Hyderabad  
Date: 25th May 2021

For and on behalf of the Board

**N Venkat Raju**  
Managing Director  
(DIN: 08672963)

**S. B. Nirmalatha**  
Director  
(DIN: 03092392)

**M. L. Kumavat**  
Chief Financial Officer

**V. Valliammai**  
Director  
(DIN: 01197421)

**V Palaniappan**  
Director  
(DIN: 00645994)

**Subhanarayan Muduli**  
Company Secretary  
M. No. A 41513

**A. Subramanian**  
Director  
(DIN: 06693209)

**R M Palanippan**  
Director  
(DIN: 00143198)

Place: Chennai  
Date: 25th May 2021

37<sup>th</sup> Annual Report 2020 - 21

# Statement of Cash Flows

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Cash flow from operating activities</b>		
<b>Profit before tax</b>	10,152	6,356
Adjustments for		
Depreciation and amortisation expense	2,026	2,004
Fixed Assets written off	313	-
Creditors payable written back (Net of advances)	(16)	-
(Gain)/loss on disposal of property, plant and equipment	(1)	1
Provisions for bad debts	(135)	9
Bad debts written off	146	-
Amortisation of government grants	(7)	(7)
Amortisation of interest on rental deposit	2	2
Interest income on rental deposit	(2)	(3)
Finance costs	65	33
<b>Change in operating assets and liabilities</b>		
(Increase)/Decrease in trade receivables	2,698	(798)
(Increase)/Decrease in inventories	1,223	(342)
Increase/(Decrease) in trade payables	(689)	(289)
(Increase)/Decrease in other financial assets	(191)	(158)
(Increase)/decrease in other current assets	(874)	600
Increase/(Decrease) in employee benefit obligations	(48)	(336)
Increase/(Decrease) in financial liabilities	487	(159)
Increase/(Decrease) in other current liabilities	831	(618)
<b>Cash generated from operations</b>	15,980	6,295
Income taxes paid	(2,223)	(1,011)
<b>Net cash inflow from operating activities</b>	<b>13,757</b>	<b>5,284</b>
<b>Cash flows from investing activities</b>		
Payments for property, plant and equipment	(374)	(341)
Increase / (Decrease) in capital creditors	73	(16)
(Increase) / Decrease in capital advances	(1)	(91)
Proceeds from sale of property, plant and equipment	2	-
Fixed deposits (Increase)/Decrease- (Net)	(11,458)	(5,006)
Employee Loans (Increase)/Decrease	-	(1)
<b>Net cash outflow from investing activities</b>	<b>(11,758)</b>	<b>(5,455)</b>
<b>Cash flows from financing activities</b>		
Interest paid	(38)	(21)
Payment of lease liabilities	(88)	(72)
Dividends paid to company's shareholders	(1,264)	(632)
Dividend tax paid	-	(130)
Increase in unpaid dividend account	20	9
Amount transferred to investor education and protection fund	-	(7)
<b>Net cash inflow (outflow) from financing activities</b>	<b>(1,370)</b>	<b>(853)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>629</b>	<b>(1,024)</b>
Cash and cash equivalents at the beginning of the financial year	250	1,274
<b>Cash and cash equivalents at end of the year</b>	<b>879</b>	<b>250</b>
Add :Balances in statutory restricted accounts	53	33
Cash and Cash Equivalents (Note 8)	932	283

## 1) Components of cash and cash equivalents

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Balances with banks in current accounts	879	249
Balances with banks in deposit accounts	-	-
Cash on hand	-	1
<b>Cash and cash equivalents considered in the cash flow statement</b>	<b>879</b>	<b>250</b>

- 2) The above cash flow statement has been prepared in accordance with the 'Indirect method' as set out in Indian Accounting Standard - 7 specified under Section 133 of the Companies Act, 2013.
- 3) Reconciliation of liabilities arising from financing activities is not provided as the company does not have borrowing as on the current and previous reporting periods

Significant Accounting Policies

Note 1

The accompanying notes form an integral part of financial statements

As Per our report of even date

**For Ramanatham & Rao**  
Chartered Accountants  
FR No : S-2934

**C. Kameshwar Rao**  
Partner  
Membership No : 024363

Place: Hyderabad  
Date: 25th May 2021

For and on behalf of the Board

**N Venkat Raju**  
Managing Director  
(DIN: 08672963)

**S. B. Nirmalatha**  
Director  
(DIN: 03092392)

**M. L. Kumavat**  
Chief Financial Officer

Place: Chennai  
Date: 25th May 2021

**V. Valliammai**  
Director  
(DIN: 01197421)

**V Palaniappan**  
Director  
(DIN: 00645994)

**Subhanarayan Muduli**  
Company Secretary  
M. No. A 41513

**A. Subramanian**  
Director  
(DIN: 06693209)

**R M Palanippan**  
Director  
(DIN: 00143198)

# Statement of changes in Equity

All amounts in INR Lakhs unless otherwise stated

## I) Equity share capital

Particulars	Note No	Amounts
Balance as at April 1, 2020		2,529
Changes in equity share capital during the year	12	-
<b>Balance as at March 31, 2021</b>		<b>2,529</b>

## II) Other equity

Particulars	Note No	Reserves and surplus			
		Securities Premium	General Reserve	Retained earnings	Total
Balance as at April 1, 2020		6,810	500	17,553	24,863
Profit for the period	13	-	-	8,498	8,498
Other comprehensive income	13	-	-	5	5
<b>Transactions with owners in their capacity as owners</b>					
Dividends paid	35(b)	-	-	(1,264)	(1,264)
<b>Balance as at March 31, 2021</b>		<b>6,810</b>	<b>500</b>	<b>24,792</b>	<b>32,102</b>

As Per our report of even date

**For Ramanatham & Rao**  
Chartered Accountants  
FR No : S-2934

**C. Kameshwar Rao**  
Partner  
Membership No : 024363

Place: Hyderabad  
Date: 25th May 2021

For and on behalf of the Board

**N Venkat Raju**  
Managing Director  
(DIN: 08672963)

**V. Valliammai**  
Director  
(DIN: 01197421)

**A. Subramanian**  
Director  
(DIN: 06693209)

**S. B. Nirmalatha**  
Director  
(DIN: 03092392)

**V Palaniappan**  
Director  
(DIN: 00645994)

**R M Palanippan**  
Director  
(DIN: 00143198)

**M. L. Kumavat**  
Chief Financial Officer

**Subhanarayan Muduli**  
Company Secretary  
M. No. A 41513

Place: Chennai  
Date: 25th May 2021

# Notes to Accounts

## Note - 1 Significant Accounting Policies

### a) Brief description of the Company

Anjani Portland Cement Limited ('the Company') is a public limited company incorporated and domiciled in India whose shares are publicly traded. The registered office is located at-A610, Kanakia Wall Street, 6th floor, Andheri Kurla road, Chakala Junction, Andheri (E), Mumbai 400093, Maharashtra.

The Company manufactures high quality premium cement. The Company has manufacturing plant located at Chintalapalem, Suryapet District, Telangana.

The financial statements are approved for issue by the Company's Board of Directors on 25<sup>th</sup> May, 2021.

### b) Basis of preparation

The financial statements comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 (the Act), Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act. The financial statements have been prepared under the historical cost convention on accrual basis of accounting except for certain financial assets and liabilities (as per the accounting policies given below) which have been measured at fair value.

### c) Use of estimates

The preparation of financial statements requires management to make certain estimates and assumptions that affect the amounts reported in the financial statements and notes thereto. The management believes that these estimates and assumptions are reasonable and prudent. However, actual results could differ from these estimates. Any revision to accounting estimates is recognised prospectively in the current and future periods.

This note provides an overview of the areas that involve a higher degree of judgment or complexity, and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these estimates and judgments is included in the relevant notes together with information about the basis of calculation for each affected line item in the financial statements.

### d) Critical Estimates and judgments

The areas involving critical estimates or judgments are:

- i) Estimation of current tax expense and payable
- ii) Estimation of defined benefit obligation
- iii) Estimation of useful life of Property, Plant and Equipment
- iv) Impairment of trade receivables
- v) Estimation of decommissioning liabilities for quarry mines
- vi) Leases

### e) Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable. Amounts disclosed as revenue are and net of returns, trade allowances, rebates, and amounts collected on behalf of third parties.

#### Sale of products:

Timing of recognition – Revenue from sale of products is recognized when control of the products is transferred to customers based on terms of sale.

Measurement of Revenue: Revenue from sales is based on the price specified in the sales contract, net of all discounts and returns in relation to sales made until end of the reporting period.

No element of financing is deemed present as the sales are made with credit terms consistent with market practices. Receivable is recognized when the goods are dispatched as this is the point in time that the consideration is unconditional and only passage of time is required before payment is done.

#### Interest, Dividends and Other Income:

Dividend income is recognised when the right to receive payment has been established, it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and the applicable effective interest rate.

### f) Property, Plant and Equipment

Freehold Land is stated at historical cost. All other property plant and equipment are stated at cost of acquisition less accumulated depreciation / amortization and impairment, if any. Cost includes purchase price, taxes and duties, labour cost and directly attributable overhead expenditure incurred upto the date the asset is ready for its intended use. However, cost excludes input credit of the duty or tax is availed of.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as separate asset is derecognized when replaced. All other repairs and maintenance are charged to Profit or Loss during the reporting period in which they are incurred.



**g) Depreciation and amortization**

- i) Depreciation of Property, plant and Equipment is provided on straight line method of depreciation based on the useful lives estimated by the Company from the technical evaluation carried out. The useful lives so determined are equal to those prescribed under the Part C of Schedule II of the Companies Act, 2013.
- ii) The assets' residual values are measured at not more than 5% of the original cost of the asset. The assets' residual values and useful lives are reviewed, and adjusted, if appropriate, at the end of each reporting period.
- iii) On tangible property, plant and equipment added / disposed-off during the year, depreciation is charged on pro-rata basis from the date of addition / till the date of disposal.
- iv) Gains and losses on disposal of assets are determined by comparing the sale proceeds with the carrying amount. These are included in profit or loss within other income.

**h) Intangible assets**

Intangible assets, namely computer software are recorded at their acquisition cost and are amortised over 4 years from the date on which they are ready for intended use.

**i) Impairment of assets**

Assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognized for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use. For the purposes of assessing impairment, assets are grouped at the lowest levels for which separately identifiable cash inflows can be generated which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). Non-financial assets other than goodwill that suffer impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

**j) Borrowings**

Borrowings are initially recognised at fair value, net of transaction cost incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction cost) and the redemption amount is recognised in profit or loss over the period of the borrowings, using the effective interest method. Fees paid on the established loan facilities are recognised as transaction cost of the loan, to the extent that it is probable that some or all the facility will be drawn down.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, (including any non-cash assets transferred or liabilities assumed), is recognised in profit or loss as other gain/(loss).

Borrowings are classified as current liabilities unless the Company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

**k) Borrowing costs**

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalised up-to the time when substantially all the activities necessary to prepare the qualifying asset for its intended use or sale are complete. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale. Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalisation.

Other borrowing costs are expensed in the period in which they are incurred.

**l) Transactions in foreign currencies**

- i) Transactions in foreign currencies are recorded at the exchange rates prevailing on the date of transaction.
- ii) Foreign currency monetary assets and liabilities such as cash, receivables, payables, etc., are translated at year end exchange rates.
- iii) Exchange differences arising on settlement of transactions and translation of monetary items are recognised as income or expense in the year in which they arise.

**m) Inventories**

Inventories are valued at the lower of cost and net realisable value.

- i) Cost of raw materials and components, packing materials, stores and spares, work-in-process and finished goods are ascertained on a weighted average basis.
- ii) Cost of finished goods and work-in-process comprises of direct materials, direct labour and an appropriate proportion of variable and fixed overhead expenditure, the latter being allocated on the basis of normal operating capacity. Costs are assigned to individual items of inventory on the basis of weighted average costs. Costs of purchased inventory are determined after deducting rebates and discounts.
- iii) Net realisable value is the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.
- iv) Materials and supplies held for use in production of inventories are not written down if the finished products in which they will be used are expected to be sold at or above cost.
- v) Slow and non-moving material, obsolesces, defective inventories are duly provided for.

**n) Employee benefits**

i) Short term obligations:

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services upto the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

ii) Other long term employee benefit:

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as the present value of the expected future payments to be made in respect of services provided by employee upto the end of reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

iii) Post-employment obligation:

The Company operates the following post-employment schemes:

- a) Defined benefit plans such as gratuity for its eligible employees; and
- b) Defined contribution plans such as provident fund.
- a) Gratuity obligation:

The liability or asset recognised in the balance sheet in respect of defined benefit pension and gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by Actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows by reference to market yields at the end of the reporting period on the government bonds that have terms approximating to the terms of the related obligation.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss.

Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

b) Provident fund

The Company pays provident fund contributions to publicly administered provident funds as per local regulations. The Company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due. Prepaid contributions are recognised as an asset to the extent that a cash refund or a reduction in the future payments is available.

iv) Bonus plans:

The Company recognises a liability and an expense for bonuses. The Company recognises a provision where statutory liability exists, contractually obliged or where there is a past practice that has created a constructive obligation.

**o) Income tax**

Tax expense comprises of current and deferred taxes.

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. The management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognised if they arise from the initial recognition of goodwill. Deferred income tax is also not accounted for if it arises from initial recognition of an asset or liability in a transaction other than a business combination that at the time of the transaction affects neither accounting profit nor taxable profit or loss. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled.

Deferred tax assets are recognised only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Where the Company is entitled to claim special tax deductions for investments in qualifying assets or in relation to qualifying expenditure (the Research and Development or other investment allowances), the Company accounts for such allowances as tax credits, which means that the allowance reduce income tax payable and current tax expense. A deferred tax asset is recognised for unclaimed tax credits that are carried forward as deferred tax assets.

**p) Provisions and contingent liabilities**

**i) Provision:**

A provision is recorded when the Company has a present or constructive obligation as a result of present obligation, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reasonably estimated.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expenses.

**ii) Contingent liabilities:**

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made, is termed as a contingent liability.

**q) Leases**

**The Company as a lessee**

The Company's lease asset classes primarily consist of leases for land and buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether: (i) the contract involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

Certain lease arrangements includes the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities includes these options when it is reasonably certain that they will be exercised.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

Lease liability and ROU asset have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

### The Company as a lessor

Leases for which the Company is a lessor is classified as a finance or operating lease. Whenever the terms of the lease transfer substantially all the risks and rewards of ownership to the lessee, the contract is classified as a finance lease. All other leases are classified as operating leases.

When the Company is an intermediate lessor, it accounts for its interests in the head lease and the sublease separately. The sublease is classified as a finance or operating lease by reference to the right-of-use asset arising from the head lease.

For operating leases, rental income is recognized on a straight line basis over the term of the relevant lease.

#### r) Government Grants

Grants from the government are recognised at their fair value where there is a reasonable assurance that the grant will be received and the Company will comply with all the conditions attached to it.

Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred income and are credited to profit or loss on a straight-line basis over the expected lives of the related assets and presented under other income.

Grants related to income are recognised in statement of profit or loss by deducting it from the the related expense.

#### s) Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker.

#### t) Cash and Cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents include cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

#### u) Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment.

#### v) Trade payables

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. The amounts are unsecured and are usually paid as per the agreed terms. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

#### w) Investments and Other financial assets

##### i) Classification

The Company classifies its financial assets as those subsequently measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flow.

##### ii) Measurement

Amortised Cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method.

##### iii) Impairment of financial assets:

The company assesses on a forward looking basis the expected credit losses associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been significant increase in credit risk. Note 33 details how the company determines whether there has been a significant increase in credit risk.

For trade receivables, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected credit losses to be recognised from initial recognition of the receivables.

##### iv) Derecognition of financial assets:

A financial asset is de-recognised only when:

- the Company has transferred the rights to receive cash flows from the financial asset or
- The Company retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is de-recognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not de-recognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognized, if the Company has not retained control of the financial asset. Where the company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

x) **Current and Non-current classification**

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

Cash or cash equivalent is treated as current, unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period. In respect of other assets, it is treated as current when it is:

- expected to be realized or intended to be sold or consumed in the normal operating cycle
- held primarily for the purpose of trading
- expected to be realized within twelve months after the reporting period.

All other assets are classified as non-current.

A liability is treated as current when:

- it is expected to be settled in the normal operating cycle
- it is held primarily for the purpose of trading
- it is due to be settled within twelve months after the reporting period, or
- there is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

y) **Recent accounting announcements**

Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards. There is no such notification which would have been applicable from April 1, 2021.

## Note - 2 : Property, plant and equipment

All amounts in INR Lakhs unless otherwise stated

The changes in the carrying value of property, plant and equipment for the year ended March 31, 2021 are as follows:

Asset Description	Gross carrying amount				Accumulated Depreciation				Net carrying amount	
	As at April 1, 2020	Additions	Deletions / Adjustments	As at March 31, 2021	As at April 1, 2020	Depreciation for the year	Deletions	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Land - freehold	1,206	4	-	1,210	6	-	-	6	1,204	1,200
Building	3,648	2	-	3,650	432	106	-	538	3,112	3,216
Plant and equipment	26,657	289	713	26,233	9,189	1,831	400	10,620	15,613	17,468
Furniture and fixtures	22	-	-	22	12	1	-	13	9	10
Office equipment	73	3	-	76	59	5	-	64	12	14
Vehicles	20	-	9	11	15	1	9	7	4	5
<b>Total</b>	<b>31,626</b>	<b>298</b>	<b>722</b>	<b>31,202</b>	<b>9,713</b>	<b>1,944</b>	<b>409</b>	<b>11,248</b>	<b>19,954</b>	<b>21,913</b>

### Other intangible assets

Asset Description	Gross carrying amount				Accumulated Amortisation				Net carrying amount	
	As at April 1, 2020	Additions	Deletions / Adjustments	As at March 31, 2021	As at April 1, 2020	Amortisation for the year	Deletions	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Computer Software - Acquired	13	-	-	13	12	-	-	12	1	1
<b>Total</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>12</b>	<b>-</b>	<b>-</b>	<b>12</b>	<b>1</b>	<b>1</b>

## Note - 3 : Capital work in progress

All amounts in INR Lakhs unless otherwise stated

Asset Description	Gross carrying amount				Accumulated Amortisation				Net carrying amount	
	As at April 1, 2020	Additions	Deletions / Adjustments	As at March 31, 2021	As at April 1, 2020	Amortisation for the year	Deletions	As at March 31, 2021	As at March 31, 2021	As at March 31, 2020
Capital work in progress	33	196	146	83	-	-	-	-	83	33
<b>Total</b>	<b>33</b>	<b>196</b>	<b>146</b>	<b>83</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>83</b>	<b>33</b>

### Notes:

- (i) Refer to note 39 for disclosure of contractual commitments for the acquisition of Property, Plant and Equipment.

## Property, plant and equipment

All amounts in INR Lakhs unless otherwise stated

The changes in the carrying value of property, plant and equipment for the year ended March 31, 2020 are as follows:

Asset Description	Gross carrying amount				Accumulated Depreciation				Net carrying amount	
	As at April 1, 2019	Additions	Deletions / Adjustments	As at March 31, 2020	As at April 1, 2019	Depreciation for the year	Deletions	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
Land - freehold	1,206	-	-	1,206	6	-	-	6	1,200	1,200
Building	3,158	490	-	3,648	331	101	-	432	3,216	2,827
Plant and equipment	26,300	357	-	26,657	7,369	1,820	-	9,189	17,468	18,931
Furniture and fixtures	17	5	-	22	11	1	-	12	10	6
Office equipment	70	3	-	73	52	7	-	59	14	18
Vehicles	27	-	7	20	15	5	5	15	5	12
<b>Total</b>	<b>30,778</b>	<b>855</b>	<b>7</b>	<b>31,626</b>	<b>7,784</b>	<b>1,934</b>	<b>5</b>	<b>9,713</b>	<b>21,913</b>	<b>22,994</b>

### Other intangible assets

Asset Description	Gross carrying amount				Accumulated Amortisation				Net carrying amount	
	As at April 1, 2019	Additions	Deletions / Adjustments	As at March 31, 2020	As at April 1, 2019	Amortisation for the year	Deletions	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
Computer Software - Acquired	13	-	-	13	10	2	-	12	1	3
<b>Total</b>	<b>13</b>	<b>-</b>	<b>-</b>	<b>13</b>	<b>10</b>	<b>2</b>	<b>-</b>	<b>12</b>	<b>1</b>	<b>3</b>

### Capital work in progress

Asset Description	Gross carrying amount				Accumulated Amortisation				Net carrying amount	
	As at April 1, 2019	Additions	Deletions / Adjustments	As at March 31, 2020	As at April 1, 2019	Amortisation for the year	Deletions	As at March 31, 2020	As at March 31, 2020	As at March 31, 2019
Capital work in progress	555	123	645	33	-	-	-	-	33	555
<b>Total</b>	<b>555</b>	<b>123</b>	<b>645</b>	<b>33</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>33</b>	<b>555</b>

## Note - 4 : Other financial assets

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Non-current</b>		
Unsecured, considered good		
Security deposits	31	29
Fixed Deposits with banks with maturity greater than 12 Months *	167	169
<b>Total other financial assets - non-current</b>	<b>198</b>	<b>198</b>
* Represents margin money deposits against Bank Guarantees		
<b>Current</b>		
Security deposits	19	33
DIC Claim receivable	651	651
Interest Receivable	403	199
<b>Total other financial assets - current</b>	<b>1,073</b>	<b>883</b>

## Note - 5 : Other non-current assets

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Capital advances	281	280
Advances other than capital advances		
Balances with government authorities	85	85
<b>Total other non-current assets</b>	<b>366</b>	<b>365</b>

## Note - 6 : Inventories

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Raw materials	225	348
Work-in-progress	580	622
Finished goods	111	283
Coal and fuel*	1,046	2,032
Packing materials	121	94
Stores and spares	690	617
<b>Total inventories</b>	<b>2,773</b>	<b>3,996</b>

\* Includes coal in transit of INR 69 Lakhs (PY 527 Lakhs)

## Note - 7 : Trade receivables

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
a) Trade receivables considered good - secured	211	638
b) Trade receivables considered good - unsecured	1,454	3,445
c) Trade receivables which have significant increase in credit risk	-	-
d) Trade receivables - credit impaired	-	-
e) Trade receivables from related parties	13	439
Less: Allowance for expected credit losses	(98)	(233)
<b>Total trade receivables</b>	<b>1,580</b>	<b>4,289</b>

## Note - 8 : Cash and cash equivalents

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Balances with banks		
- in current accounts	879	249
- in earmarked accounts *	53	33
Cash on hand	-	1
<b>Total cash and cash equivalents</b>	<b>932</b>	<b>283</b>

\* Represents amounts in unpaid dividend accounts

## Note - 9 : Bank Balances other than cash and cash equivalents above

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Balances with banks		
Term deposits *	17,714	6,256
<b>Total Bank Balances other than cash and cash equivalents</b>	<b>17,714</b>	<b>6,256</b>

\* Rs. 6 lakhs(PY 4 lakhs ) represents margin money deposit against BG

## Note - 10 : Loans

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Unsecured considered good</b>		
Salary advance to employees	-	1
<b>Total loans</b>	<b>-</b>	<b>1</b>

## Note - 11 : Other current assets

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
<i>Advances other than capital advances</i>		
Supplier advances	1,290	248
Balances with government authorities	307	495
Prepaid Expenses	59	39
<b>Total other current assets</b>	<b>1,656</b>	<b>782</b>

## Note - 12 : Equity share capital

All amounts in INR Lakhs unless otherwise stated

Authorised equity share capital

Particulars	Number of shares (in lakhs)	Amount
<b>As at March 31, 2020</b>	300	3,000
Increase during the year	-	-
<b>As at March 31, 2021</b>	<b>300</b>	<b>3,000</b>

Authorised preference share capital

Particulars	Number of shares (in lakhs)	Amount
<b>As at March 31, 2020</b>	10	100
Increase during the year	-	-
<b>As at March 31, 2021</b>	<b>10</b>	<b>100</b>

Issued and Subscribed equity Share capital

Particulars	Number of shares (in lakhs)	Amount
<b>As at March 31, 2020</b>	253	2,529
Increase during the year	-	-
<b>As at March 31, 2021</b>	<b>253</b>	<b>2,529</b>

(i) *Movements in equity share capital*

Particulars	Number of shares (in lakhs)	Amount
<b>As at March 31, 2020</b>	253	2,529
Add : Issue of shares	-	-
<b>As at March 31, 2021</b>	<b>253</b>	<b>2,529</b>

*Terms and rights attached to equity shares*

The company has one class of equity shares having a par value of INR 10. Each shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company after distribution of all preferential amounts. The distribution will be in proportion to the number of and amounts paid on equity shares held.



(ii) Shares of the company held by holding company

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number of shares	Amount (INR)	Number of shares	Amount (INR)
Chettinad Cement Corporation Private Limited, Holding Company	18,964,270	189,642,700	18,964,270	189,642,700
	<b>18,964,270</b>	<b>189,642,700</b>	<b>18,964,270</b>	<b>189,642,700</b>

(iii) Details of shareholders holding more than 5% shares in the company

Particulars	As at March 31, 2021		As at March 31, 2020	
	Number of shares (in lakhs)	% holding	Number of shares (in lakhs)	% holding
Chettinad Cement Corporation Private Limited, Holding Company	190	75%	190	75%
Sangeetha S	14	6%	14	6%
	<b>204</b>	<b>81%</b>	<b>204</b>	<b>81%</b>

## Note - 13 : Other Equity

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Securities premium	6,810	6,810
General reserve	500	500
Retained earnings	24,792	17,553
<b>Total other equity</b>	<b>32,102</b>	<b>24,863</b>

a) Securities premium

Particulars	As at March 31, 2021	As at March 31, 2020
Opening balance	6,810	6,810
Additions during the year	-	-
Deductions/Adjustments during the year	-	-
<b>Closing balance</b>	<b>6,810</b>	<b>6,810</b>

b) General reserve

Particulars	As at March 31, 2021	As at March 31, 2020
Opening balance	500	500
Additions during the year	-	-
Deductions/Adjustments during the year	-	-
<b>Closing balance</b>	<b>500</b>	<b>500</b>

c) Retained earnings

Particulars	As at March 31, 2021	As at March 31, 2020
Opening balance	17,553	14,326
Net profit for the period	8,498	4,035
<i>Items of other comprehensive income recognised directly in retained earnings</i>		
- Remeasurements of post-employment benefit obligation, net of tax	5	(46)
<i>Appropriations</i>		
- Dividend (including dividend distribution tax)	(1,264)	(762)
<b>Closing balance</b>	<b>24,792</b>	<b>17,553</b>

### Nature and purpose of other reserves

(i) Securities premium

Securities premium is used to record the premium on issue of shares. The reserve is utilised in accordance with the provisions of the Companies Act, 2013.

(ii) General reserve

This reserve is used to record the transfers made from the retained earnings and was made on account of the requirements of the Companies Act, 1956 for payment of dividends.

(iii) Retained Earnings

This reserve represents the cumulative profits of the Company and effects of the remeasurement of defined benefit obligations. This Reserve can be utilised in accordance with the provisions of the Companies Act, 2013

## Note - 14 : Other financial liabilities

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
De-commissioning Liability	9	8
<b>Total other non current financial liabilities</b>	<b>9</b>	<b>8</b>

## Note - 15 : Provisions

All amounts in INR Lakhs unless otherwise stated

### Employee benefit obligations

Particulars	As at March 31, 2021			As at March 31, 2020		
	Current	Non-current	Total	Current	Non-current	Total
Compensated absences	17	55	72	18	54	72
Gratuity	-	-	-	-	55	55
Superannuation	10	-	10	10	-	10
<b>Total employee benefit obligations</b>	<b>27</b>	<b>55</b>	<b>82</b>	<b>28</b>	<b>109</b>	<b>137</b>

#### (i) Compensated absences

The compensated absences obligations cover the Company's liability for the earned leave. The provision is presented as current and non-current based on the actuarial report obtained by the Company. However, based on past experience the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months.

Particulars	As at March 31, 2021	As at March 31, 2020
Current compensated absences expected to be settled within the next 12 months	17	18

#### (ii) Post-employment obligations - gratuity

The Company provides for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service. The gratuity plan is a funded plan and the Company makes contributions to the recognised funds in India.

#### (iii) Defined contribution plans

The Company also has certain defined contribution plans. Contributions are made to the provident fund in India for employees at the rate of 12% of basic salary as per regulations. The contributions are made to the registered provident fund administered by the government. The obligation of the Company is limited to the amount contributed and it has no further contractual nor any constructive obligations. The expense recognised during the period towards defined contribution plan is INR 104 (March 31, 2020 - INR 108)

#### Gratuity

Particulars	Present value of obligation	Fair value of plan assets	Net amount
<b>April 1, 2020</b>	<b>538</b>	<b>(483)</b>	<b>55</b>
Current service cost	47	-	47
Interest expense/(income)	34	(31)	3
<b>Total amount recognised in profit or loss</b>	<b>81</b>	<b>(31)</b>	<b>50</b>
<i>Remeasurements</i>			
Return on plan assets, excluding amounts included in interest expense/(income)	-	2	2
(Gain)/loss from change in demographic assumptions	-	-	-
(Gain)/loss from change in financial assumptions	(7)	-	(7)
Experience (gains)/losses	2	(2)	-
<b>Total amount recognised in other comprehensive income</b>	<b>(5)</b>	<b>-</b>	<b>(5)</b>
Employer contributions	-	(109)	(109)
Benefit payments	(41)	41	-
<b>March 31, 2021</b>	<b>573</b>	<b>(582)</b>	<b>(9)</b>

The net liability disclosed above relates to funded and unfunded plans are as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Present value of funded obligations	573	538
Fair value of plan assets	(582)	(483)
<b>Deficit of funded plan*</b>	<b>(9)</b>	<b>55</b>

\* Excess contribution to Gratuity fund has been shown in pre-paid

(iv) **Post-Employment benefits**

Significant estimates: actuarial assumptions and sensitivity

The significant actuarial assumptions were as follows:

	March 31, 2021	March 31, 2020
Discount rate	7%	7%
Salary growth rate	8%	8%

Assumptions regarding future mortality for pension and medical benefits are set based on actuarial advice in accordance with published statistics and experience. These assumptions translate into an average life expectancy in years for an employee retiring at age 58.

(v) **Sensitivity analysis**

The sensitivity of the defined benefit obligation to changes in the weighted principal assumptions is:

All amounts in INR Lakhs unless otherwise stated

Particulars	Impact on defined benefit obligation (Increase/Decrease)					
	Change in assumption		Increase in assumption		Decrease in assumption	
	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020	March 31, 2021	March 31, 2020
Discount rate	1%	1%	-9%	-9%	10%	10%
Salary growth rate	1%	1%	10%	11%	-9%	-9%

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

(vi) **The major categories of plan assets are as follows:**

The Company has plan assets by way of investment funds in Life Insurance Corporation of India (LIC) under the group gratuity scheme. The fair value of the plan assets

Particulars	March 31, 2021	March 31, 2020
	Unquoted	Unquoted
Investment funds (Investments in LIC)	582	483
<b>Total</b>	<b>582</b>	<b>483</b>

(vii) **Risk exposure**

Through its defined benefit plans, The company is exposed to a number of risks, the most significant of which are detailed below:

**Investment risks:**

The present value of the defined benefit plan obligation is calculated using a discount rate determined by reference to Government of India bond rate. If the return on plan asset is lower than this rate, then it will create a plan deficit.

**Interest risks:**

A decrease in bond rate will increase the plan liability although this will be partially offset by an increase in the value of the plans bond holdings.

**Longevity risks (Life expectancy):**

The present value of the defined benefit plan liability is calculated by reference to the best estimate of the mortality of plan participants both during and at the end of the employment. An increase in the life expectancy of the plan participants will increase the plan liability.

**Salary risks**

The present value of the defined benefit plan liability is calculated by reference to the future salaries of plan participants. An increase in the salary of the plan participants will increase the plan liability.

## Note - 16 : Deferred tax liabilities (net)

All amounts in INR Lakhs unless otherwise stated

The balance comprises temporary differences attributable to:

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Deferred tax liabilities</b>		
On account of depreciation and amortisation on Property Plant and Equipment and intangible assets	2,637	3,983
Total deferred tax liabilities	2,637	3,983
<b>Deferred tax assets</b>		
Provision for employee benefits	(21)	(48)
Provision for doubtful debts	(25)	(81)
Others	(52)	(67)
<b>Deferred tax liabilities (net)</b>	<b>2,539</b>	<b>3,787</b>

### Movement in deferred tax liabilities/(assets)

Particulars	On account of depreciation and amortisation on Property Plant and Equipment and intangible assets	Provision for employee benefits	Provision for doubtful debts	Others	Total
<b>At March 31, 2020</b>	<b>3,983</b>	<b>(48)</b>	<b>(81)</b>	<b>(67)</b>	<b>3,787</b>
(Charged)/credited:					
- to profit or loss	(1,346)	25	56	15	(1,250)
- to other comprehensive income	-	2	-	-	2
<b>At March 31, 2021</b>	<b>2,637</b>	<b>(21)</b>	<b>(25)</b>	<b>(52)</b>	<b>2,539</b>

## Note - 17 : Government Grants

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Opening balance	33	40
Less: Released to profit or loss	(7)	(7)
<b>Closing balance</b>	<b>26</b>	<b>33</b>
Current portion	7	7
Non-current portion	19	26
<b>Total</b>	<b>26</b>	<b>33</b>

## Note - 18 : Current borrowings

All amounts in INR Lakhs unless otherwise stated

Particulars	Maturity date	Terms of repayment	Coupon/Interest rate	As at March 31, 2021	As at March 31, 2020
<b>Secured</b>					
From banks					
Bank overdrafts	Payable on demand	Payable on demand	8.75% and 7.70% w.e.f. 19-Dec-20	-	-
<b>Total current borrowings</b>				<b>-</b>	<b>-</b>

The borrowings are secured as follows;

- Bank Overdraft is secured under hypothecation by way of first pari-passu charge on current assets of the Company.
- The carrying amount of financial and non-financial assets pledged as security for current borrowings are disclosed in Note 43

## Note - 19 : Trade payables

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Dues to micro and small enterprises	293	160
Dues to other than micro and small enterprises	2,035	2,857
<b>Total trade payables</b>	<b>2,328</b>	<b>3,017</b>

## Note - 20 : Other financial liabilities

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Deposits from dealers	1,580	1,505
Capital creditors	165	91
Expenses payable	1,660	1,344
Unpaid dividends*	53	33
<b>Total other current financial liabilities</b>	<b>3,458</b>	<b>2,973</b>

Note : \* There are no amounts due to be remitted to Investor Education and Protection Fund out of these amounts.

## Note - 21 : Other current liabilities

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Advances from customers	1,555	964
Statutory dues	927	463
<b>Total other current liabilities</b>	<b>2,482</b>	<b>1,427</b>

## Note - 22 : Current tax liabilities (net)

All amounts in INR Lakhs unless otherwise stated

Particulars	As at March 31, 2021	As at March 31, 2020
Provision for income-tax (net of advance tax and TDS)	749	220
<b>Total current tax Liabilities(net)</b>	<b>749</b>	<b>220</b>

## Note - 23 : Revenue from operations

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Sale of manufactured products	35,249	32,478
Sale of traded products	5,370	8,358
Other operating revenue	101	57
<b>Total revenue</b>	<b>40,720</b>	<b>40,893</b>

23.1: Disaggregated Revenue Disclosures are not applicable to the Company since the Company deals mainly in one product i.e., manufacturing and selling of Cement.

23.2: Trade Receivables and Contract Balances

- The Company classifies the right to consideration in exchange for deliverables as receivable.
- A receivable is a right to consideration that is unconditional upon passage of time. Trade receivables are presented net of impairment in the Balance Sheet.

23.3: Disclosures relating to pending performance obligations are not given since there are no pending obligations.

## Note - 24 : Other income

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Interest income on deposits with banks	645	352
Profit on sale of property, plant and equipment	1	-
Interest income from financial assets at amortised cost	2	3
Government grants	7	7
Others	40	33
<b>Total other income</b>	<b>695</b>	<b>395</b>

# Government grants relates to the capital subsidy and power subsidy received for investment in property, plant and equipment. There are no unfulfilled conditions or other contingencies attached to these grants.

## Note - 25 : Cost of material consumed

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Raw materials consumed:</b>		
i) Limestone	2,256	2,234
ii) Gypsum	491	515
iii) Fly ash	439	499
iv) Granulated slag	367	240
v) Laterite	155	216
<b>Total cost of material consumed</b>	<b>3,708</b>	<b>3,704</b>

## Note - 26 : Changes in inventories of finished goods, stock-in-trade and work-in-progress

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Opening balance</b>		
Finished goods	283	213
Work-in-progress	622	822
<b>Total opening balance (A)</b>	<b>905</b>	<b>1,035</b>
<b>Closing balance</b>		
Finished goods	111	283
Work-in-progress	580	622
<b>Total closing balance (B)</b>	<b>691</b>	<b>905</b>
<b>Total Changes in inventories of finished goods, stock-in-trade and work-in-progress (A-B)</b>	<b>214</b>	<b>130</b>

## Note - 27 : Employee benefits expense

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Salaries, wages and bonus	1,708	1,807
Contribution to provident and other funds	230	181
Gratuity	50	57
Compensated absences	8	39
Staff welfare expenses	73	103
Directors' remuneration	63	52
<b>Total employee benefits expense</b>	<b>2,132</b>	<b>2,239</b>

## Note - 28 : Finance costs

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Interest and finance charges on financial liabilities calculated using effective interest rate	36	19
Interest on shortfall in payment of advance tax	29	14
<b>Total finance costs</b>	<b>65</b>	<b>33</b>

## Note - 29 : Depreciation and amortisation expense

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Depreciation of property, plant and equipment	1,944	1,934
Amortisation of intangible assets	-	2
Depreciation on Right-of-use Assets	82	68
<b>Total depreciation and amortisation expense</b>	<b>2,026</b>	<b>2,004</b>

## Note - 30 : Power and fuel

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Power and fuel	9,483	10,342
<b>Total power and fuel expense</b>	<b>9,483</b>	<b>10,342</b>

## Note - 31 : Other expenses

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Consumption of stores and spares	546	768
Packing materials	1,103	918
<b>Repairs and maintenance</b>		
Repairs and maintenance - building	10	18
Repairs and maintenance - plant and machinery	167	244
Repairs and maintenance - others	85	103
Communication expenses	8	10
Rent	26	29
Rates and taxes	30	30
Travel and conveyance	111	150
Printing and stationery	7	8
Professional charges	80	89
Payment to Auditors	12	10
Insurance	67	33
Bad debts written off	146	-
Provision for doubtful debts	(135)	9
Selling and marketing expenses	427	438
Misc. expenses	180	178
Corporate social responsibility expenses	91	87
Fixed Assets written off	313	-
Others	281	300
<b>Total other expenses</b>	<b>3,555</b>	<b>3,422</b>

### Details of payments to auditors

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>Payment to auditors</b>		
<b>As auditors:</b>		
Statutory Audit fee(including Quarterly Limited Review)	7	7
Tax audit fee	2	2
Others	3	1
<b>Total</b>	<b>12</b>	<b>10</b>

## Note - 32 : Income tax expense

All amounts in INR Lakhs unless otherwise stated

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
<b>(a) Income tax expense</b>		
<i>Current tax</i>		
Current tax on profits for the year	2,770	2,326
Adjustments for current tax of prior periods	133	43
<b>Total current tax expense</b>	<b>2,903</b>	<b>2,369</b>
<i>Deferred tax</i>		
Decrease/(increase) in deferred tax assets	98	114
(Decrease)/increase in deferred tax liabilities	(1,347)	(162)
<b>Total deferred tax expense/(benefit)</b>	<b>(1,249)</b>	<b>(48)</b>
<b>Income tax expense</b>	<b>1,654</b>	<b>2,321</b>

(b) Reconciliation of tax expense and the accounting profit multiplied by India's tax rate:

Particulars	Year ended March 31, 2021	Year ended March 31, 2020
Profit before income tax expense	10,152	6,356
Tax at the Indian tax rate of 25.168% ( PY34.944%)	2,555	2,221
Reduction in Deferred Tax due to adoption of reduced corporate tax rate under section 115 BAA of Income Tax Act 1961	(1,032)	-
Tax credits for which no deferred income tax was recognised	-	33
Prior period tax expense	133	43
Other items	(2)	24
<b>Income tax expense</b>	<b>1,654</b>	<b>2,321</b>

**Note - 33 : Fair value measurements**

All amounts in INR Lakhs unless otherwise stated

Financial instruments by category

Particulars	As at March 31, 2021			As at March 31, 2020		
	FVTPL	FVOCI	Amortised cost	FVTPL	FVOCI	Amortised cost
<b>Financial assets</b>						
Trade receivables	-	-	1,580	-	-	4,289
Cash and cash equivalents	-	-	932	-	-	283
Bank Balances other than cash and cash equivalents	-	-	17,714	-	-	6,256
Loans	-	-	-	-	-	1
Other financial assets	-	-	1,271	-	-	1,081
<b>Total financial assets</b>	<b>-</b>	<b>-</b>	<b>21,497</b>	<b>-</b>	<b>-</b>	<b>11,910</b>
<b>Financial liabilities</b>						
Borrowings	-	-	-	-	-	-
Lease Liability	-	-	280	-	-	209
Trade payables	-	-	2,328	-	-	3,017
Others	-	-	3,467	-	-	2,981
<b>Total financial liabilities</b>	<b>-</b>	<b>-</b>	<b>6,075</b>	<b>-</b>	<b>-</b>	<b>6,207</b>

(i) Fair value hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are (a) recognised and measured at fair value and (b) measured at amortised cost and for which fair values are disclosed in the financial statements. To provide an indication about the reliability of the inputs used in determining fair value, the group has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

**Assets and liabilities which are measured at amortised cost for which fair values are disclosed**

As at March 31, 2021	Notes	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>					
Loans					
Security deposits	4	-	-	1,271	1,271
Loans to employees	10	-	-	-	-
<b>Total financial assets</b>		<b>-</b>	<b>-</b>	<b>1,271</b>	<b>1,271</b>
<b>Financial Liabilities</b>					
Borrowings	18	-	-	-	-
Lease Liabilities	42	-	-	280	280
Trade payables	19	-	-	2,328	2,328
Others	14 & 20	-	-	3,467	3,467
<b>Total financial liabilities</b>		<b>-</b>	<b>-</b>	<b>6,075</b>	<b>6,075</b>



**Assets and liabilities which are measured at amortised cost for which fair values are disclosed**

As at March 31, 2020	Notes	Level 1	Level 2	Level 3	Total
<b>Financial assets</b>					
<i>Loans</i>					
Security deposits/Other Financial Assets	4	-	-	1,081	1,081
Loans to employees	10	-	-	1	1
<b>Total financial assets</b>		-	-	<b>1,082</b>	<b>1,082</b>
<b>Financial Liabilities</b>					
Borrowings	18	-	-	-	-
Lease Liabilities	42			209	209
Trade payables	19	-	-	3,017	3,017
Others	14 & 20	-	-	2,981	2,981
<b>Total financial liabilities</b>		-	-	<b>6,207</b>	<b>6,207</b>

**Level 1:** Level 1 hierarchy includes financial instruments measured using quoted prices. This includes listed equity instruments, traded bonds and mutual funds that have quoted price. The fair value of all equity instruments (including bonds) which are traded in the stock exchanges is valued using the closing price as at the reporting period. The mutual funds are valued using the closing NAV.

**Level 2:** The fair value of financial instruments that are not traded in an active market (for example, traded bonds, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

**Level 3:** If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities, contingent consideration and indemnification asset included in level 3.

There are no transfers between levels 1 and 2 during the year. The company's policy is to recognise transfers into and transfers out of fair value hierarchy levels as at the end of the reporting period.

**(ii) Valuation processes****Fair value of financial assets and liabilities measured at amortised cost**

Particulars	As at March 31, 2021		As at March 31, 2020	
	Carrying amount	Fair value	Carrying amount	Fair value
<b>Financial assets</b>				
Loans	-	-	1	1
Security deposits/Other Financial Assets	1,271	1,271	1,081	1,081
<b>Total financial assets</b>	<b>1,271</b>	<b>1,271</b>	<b>1,082</b>	<b>1,082</b>
<b>Financial Liabilities</b>				
Borrowings	-	-	-	-
Lease Liability	280	280	209	209
<b>Total financial liabilities</b>	<b>280</b>	<b>280</b>	<b>209</b>	<b>209</b>

The carrying amounts of trade receivables, trade payables, cash and cash equivalents and other current financial liabilities are considered to be the same as their fair values, due to their short-term nature.

The fair values of non-current borrowings are based on discounted cash flows using a current borrowing rate. They are classified as level 2 fair values in the fair value hierarchy since significant inputs required to fair value an instrument are observable. Since there are no changes in the borrowing rate contracted with the bank, thus the fair value is equal to the amortised cost.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

## Note - 34 Financial risk management

All amounts in INR Lakhs unless otherwise stated

The company's activities expose it to credit risk, liquidity risk and market risk.

This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.

Risk	Exposure arising from	Measurement	Management
Credit risk	Cash and cash equivalents, trade receivables, financial assets measured at amortised cost.	Ageing analysis Credit ratings	Diversification of bank deposits, credit limits and letters of credit
Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
Market risk - foreign exchange	Recognised financial liabilities not denominated in Indian rupee (INR)	Sensitivity analysis	Availability of committed credit lines and borrowing facilities
Market risk - interest rate	Long-term and Short-term borrowings at variable interest rates.	Sensitivity analysis	Availability of committed credit lines and borrowing facilities

The company's risk management is carried out by the treasury team under policies approved by the board of directors. The treasury identifies, evaluates and hedges financial risks in close co-operation with the company's operating units. The board provides written principles for overall risk management, as well as policies covering specific areas, such as foreign exchange risk, interest rate risk, credit risk, use of derivative financial instruments and non-derivative financial instruments, and investment of excess liquidity.

### (A) Credit risk

Credit risk arises from cash and cash equivalents, deposits with banks and credit exposures to customers including outstanding receivables with dealers and advances given to vendors.

#### (i) Credit risk management

Credit risk is managed on a wholistic basis. For banks and financial institutions, only high rated banks/institutions are accepted.

For other financial assets, the Company assesses and manages credit risk based on external credit rating system. The finance department under the guidance of the board, assess the credit rating system. Credit rating is performed for each class of financial instruments with different characteristics. The company assigns the following credit ratings to each class of financial assets based on the assumptions, inputs and factors specific to the class of financial assets.

VL 1 : High-quality assets, negligible credit risk

VL 2 : Quality assets, low credit risk

VL 3 : Standard assets, moderate credit risk

VL 4 : Substandard assets, relatively high credit risk

VL 5 : Low quality assets, very high credit risk

VL 6 : Doubtful assets, credit-impaired

The company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk The company compares the risk of a default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forwarding-looking information. Especially the following indicators are included -

- Internal credit rating assessment
- External credit rating (as far as available)
- Actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the borrower's ability to meet its obligations
- Macroeconomic information (such as regulatory changes, market interest rate or growth rates) is incorporated as part of the internal rating model.

In general, it is presumed that credit risk has significantly increased since initial recognition if the payments are more than 30 days past due.

A default on a financial asset is when the counterparty fails to make contractual payments within 60 days of when they fall due. This definition of default is determined by considering the business environment in which entity operates and other macro-economic factors.

(ii) **Provision for expected credit losses**

The company provides for expected credit loss based on the following:

Internal rating	Category	Description of Category	Basis of recognition of expected credit loss provision	
			Loans and security deposits	Trade receivables
VL 1	High-quality assets, negligible credit risk	Assets where the counter-party has strong capacity to meet the obligations and where risk of default is negligible or nil	12-month expected credit losses	Life-time expected credit losses (simplified approach)
VL 2	Quality assets, low credit risk	Assets where there is low risk of default and where the counter-party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past		
VL 3	Standard assets, moderate credit risk	Assets where the probability of default is considered moderate, counter-party where the capacity to meet the obligations is not strong		
VL 4	Substandard assets, relatively high credit risk	Assets where there has been a significant increase in credit risk since initial recognition. Assets where the payments are more than 30 days past due	Life-time expected credit losses	
VL 5	Low quality assets, very high credit risk	Assets where there is a high probability of default. In general, assets where contractual payments are more than 60 days past due are categorised as low quality assets. Also includes assets where the credit risk of counter-party has increased significantly though payments may not be more than 60 days past due		
VL 6	Doubtful assets, credit-impaired	Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the Company. The Company categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than 120 days past due. Where loans or receivables have been written off, the group continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.	Assets being written off	

**Year ended 31 March 2021:**

(a) Expected credit loss for loans and security deposits

Particulars		Asset group	Internal credit rating	Estimated gross carrying amount at default	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans and Security deposits	VL 1	50	0%	-	50

(b) Expected credit loss for trade receivables under simplified approach:

Ageing	0 to 180	181 to 365	366 to 730	> 731	Total
Gross carrying amount	1,319	85	125	149	1,678
Expected loss rate	0.50%	5.00%	10.00%	50.00%	
Expected credit losses (Loss allowance provision)	7	4	12	75	98
Provision carried in books #	7	4	12	75	98
<b>Carrying amount of trade receivables (net of impairment)</b>	<b>1,312</b>	<b>81</b>	<b>113</b>	<b>74</b>	<b>1,580</b>

**Year ended 31 March 2020:**

(a) Expected credit loss for loans and security deposits

Particulars		Asset group	Internal credit rating	Estimated gross carrying amount at default	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Financial assets for which credit risk has not increased significantly since initial recognition	Loans and Security deposits	VL 1	63	0%	-	63

(b) Expected credit loss for trade receivables under simplified approach

Ageing	0 to 180	181 to 365	366 to 730	> 731	Total
Gross carrying amount	4,013	188	55	266	4,522
Expected loss rate	0.50%	5.00%	10.00%	50.00%	-
Expected credit losses (Loss allowance provision)	20	9	6	133	168
Provision carried in books #	24	14	9	186	233
<b>Carrying amount of trade receivables (net of impairment)</b>	<b>3,989</b>	<b>174</b>	<b>46</b>	<b>80</b>	<b>4,289</b>

# Provision carried in books include provision made on specific identification.

(iii) Reconciliation of loss allowance provision- Loans and deposits

There are no loss allowance provision created for the loans and deposits.

(iv) Reconciliation of loss allowance provision – Trade receivables

Loss allowance on 1 April 2020	233
Changes in loss allowance	(135)
<b>Loss allowance on 31 March 2021</b>	<b>98</b>

(B) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. The funding sources of the Company include short-term working capital loans from banks.

(i) Financing arrangements

The company had access to the following undrawn borrowing facilities at the end of the reporting period:

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Floating rate</b>		
- Expiring within one year (bank overdraft)	3,000	3,000
- Expiring beyond one year (bank loans)	-	-

The bank overdraft facilities may be drawn at any time and may be terminated by the bank without notice.

(ii) Maturities of financial liabilities

The tables below analyse the company's financial liabilities into relevant maturity groupings based on their contractual maturities for non-derivative liabilities.

The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances as the impact of discounting is not significant.

Contractual maturities of financial liabilities:

Particulars	Less than 3 months	3 months to 6 months	6 months to 1 year	Between 1 and 2 years	Between 2 and 5 years	Total
<b>31 March 2021</b>						
<b>Non-derivatives</b>						
Borrowings	-	-	-	-	-	-
Lease Liability	17	17	36	72	138	280
Trade payables	2,328	-	-	-	-	2,328
Other financial liabilities	3,405	53	9	-	-	3,467
<b>Total non-derivative liabilities</b>	<b>5,750</b>	<b>70</b>	<b>45</b>	<b>72</b>	<b>138</b>	<b>6,075</b>
<b>31 March 2020</b>						
<b>Non-derivatives</b>						
Borrowings	-	-	-	-	-	-
Lease Liability	11	11	20	39	128	209
Trade payables	3,017	-	-	-	-	3,017
Other financial liabilities	2,940	33	8	-	-	2,981
<b>Total non-derivative liabilities</b>	<b>5,968</b>	<b>44</b>	<b>28</b>	<b>39</b>	<b>128</b>	<b>6,207</b>

(C) Market risk

(i) Foreign currency risk

The Company is not exposed to foreign exchange risk arising from foreign currency transactions during the year. Foreign exchange risk arises from recognised liabilities denominated in a currency that is not the Company's functional currency (INR).

a) Foreign currency exposure

The Company's exposure to foreign currency risk at the end of the current and previous reporting period is NIL

(ii) Interest rate risk

The Company's main interest rate risk arises from borrowings with variable rates, which expose the Company to cash flow interest rate risk.

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

The Company has not taken any interest rate swaps to convert the floating rate borrowings to fixed rate loans. The Company monitors the movement in the interest rates and uses the prepayment option to repay the borrowings at the time when the interest rates are unfavorable. The assessment of viability of using the pre-payment option shall be evaluated by the finance team.

a) Interest rate risk exposure

The exposure of the group's borrowing to interest rate changes at the end of the reporting period are as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
Variable rate borrowings	-	-
Fixed rate borrowings	-	-
<b>Total</b>	<b>-</b>	<b>-</b>

b) Sensitivity

Profit or loss is sensitive to higher/lower interest expense from borrowings as a result of changes in interest rates.

Particulars	Impact on Profit after tax	
	As at March 31, 2021	As at March 31, 2020
Interest rates – increase by 70 basis points *	-	-
Interest rates – decrease by 70 basis points*	-	-
* Holding all other variables constant		

## Note - 35 : Capital management

All amounts in INR Lakhs unless otherwise stated

### (a) Risk management

For the purpose of capital management, capital includes issued equity capital attributable to the parent Company.

The company's objectives when managing capital are to;

- Safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders, and
- Maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, The company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

Consistent with others in the industry, The company monitors capital on the basis of the following gearing ratio:

Net debt (total borrowings net of cash and cash equivalents) divided by Total 'equity' (as shown in the balance sheet).

Particulars	As at March 31, 2021	As at March 31, 2020
Net debt	-	-
Total equity	34,631	27,392
<b>Net debt to equity ratio</b>	-	-

### (i) Loan covenants

In order to achieve this overall objective, the company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period. No changes were made in the objectives, policies or processes for managing capital during the years ended March 31, 2021 and March 31, 2020

### (b) Dividends

Particulars	As at March 31, 2021	As at March 31, 2020
<b>(i) Equity shares</b>		
Final dividend for the year ended March 31, 2020 of INR 5 per fully paid share	1,264	-
Final dividend for the year ended March 31, 2019 of INR 2.5 per fully paid share	-	762
<b>(ii) Dividends not recognised at the end of the reporting period</b>		
Directors have recommended the payment of a dividend of INR 5 (PY INR 5) per fully paid equity share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	1,264	1,264

## Note - 36 : Segment information

All amounts in INR Lakhs unless otherwise stated

### (a) Description of segments and principal activities

The Company has been following business segments, which are its reportable segments during the year. These segments offer different products and services, and/or managed separately because they require different technology and production processes. Operating segment disclosures are constant with the information provided to and reviewed by the chief operating decision maker.

Reportable segment	Product/ Services
Cement	Manufacturing and trading of cement
Power plant	Generation of power

Particulars	Year ended March 31, 2021			Year ended March 31, 2020		
	Cement	Power	Total	Cement	Power	Total
<b>Segment revenue</b>	40,719	4,527	45,246	40,844	4,645	45,489
Less : Inter segment revenue		(4,526)	(4,526)		(4,596)	(4,596)
<b>Total revenue from operations</b>	40,719	1	40,720	40,844	49	40,893
Segment result (Profit before tax and interest) from each segment	9,311	906	10,217	5,489	900	6,389
Less : Interest			(65)			(33)
Total Profit before tax			10,152			6,356
<b>Capital employed (Segment assets - segment liabilities)</b>	As at March 31, 2021			Year ended March 31, 2020		
Segment assets	38,826	7,758	46,584	31,280	7,923	39,203
Segment liabilities	11,798	155	11,953	11,721	90	11,811

### (b) Major Customers in Cement Segment

15% of Revenue is coming from 11 customers in cement segment.

## 37 Related party transactions

All amounts in INR Lakhs unless otherwise stated

The related party relationships is as identified by the company and relied upon by the auditor.

### (a) Parent entities

The Company is controlled by following entity:

Name of entity	Ownership interest held by the parent entity			
	Place of Incorporation	Registered Address	As at March 31, 2021	As at March 31, 2020
Chettinad Cement Corporation Private Limited - Holding Company	India	"CHETTINAD TOWERS", NO. 603, ANNA SALAI, CHENNAI Chennai TN 600006 IN	75%	75%

### (b) Fellow Subsidiaries

Name of entity	Ownership interest held by the parent entity			
	Place of Incorporation	Registered Address	As at March 31, 2021	As at March 31, 2020
Chettinad Power Corporation Private Limited	India	Unit no. A-610, 6th Floor, Kanakia Wall Street, Chakala Junction, Andheri Kurla Road, Andheri (E) Mumbai Mumbai City MH 400093 IN	100%	100%
Grand Paper & Boards Private Limited	India	NO.37, Old Mahabalipuram Road, Kazhipattur Village, Padur Post, Kanchipuram Kancheepuram TN 603103 IN	100%	100%
Belaire Apartments Private Limited	India	Plot No.18, Block No.1 Rajmahal Vilas, 2nd Stage Bengaluru KA - 560094 IN	100%	100%

### (c) Associate Company

The Company does not have any associate Company in the current financial year.

### (d) Key management personnel(KMP) of the reporting entity and Parent of the reporting entity

Mr. M A M R Muthiah, Managing Director of Parent Company

Mr. N. Venkat Raju, Managing Director of Reporting Company

### (e) Key management personnel compensation

Particulars	As at March 31, 2021	As at March 31, 2020
Short-term employee benefits	60	51
Post-employment benefits*	3	1
<b>Total compensation</b>	<b>63</b>	<b>52</b>

\* This does not include gratuity based on actuarial valuation as this is done for the company as a whole

### (f) Related Parties

Entities controlled or jointly controlled by a person identified ( d ) above :

Chettinad Morimura Semiconductor Material Private Limited

Chettinad Inland Water Transport Services Private Limited

Chennai Computer and Software Services Private Limited

Chettinad Realtors Private Limited

Chettinad Lignite Transport Services Private Limited

### (g) Transactions with related parties

The following transactions occurred with related parties:

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Parent Entity</b>		
Purchase of goods	3,916	6,100
Sale of goods	1,846	3,232
Rent Paid	1	1
Rent received	1	1
Dividend Paid	948	474
<b>Fellow Subsidiaries</b>		
Grand Paper & Boards Private Limited		
Purchase of goods	-	11

(h) Outstanding balances arising from sales/purchases of goods and services

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Parent Entity</b>		
Chettinad Cement Corporation Private Limited Receivable against sale of goods	13	439
Payable against purchase of goods	379	733

**Note - 38 : Contingent liabilities and contingent assets**

All amounts in INR Lakhs unless otherwise stated

(a) Contingent liabilities

	As at March 31, 2021	As at March 31, 2020
<b>Claims against the Company not acknowledged as debts</b>		
Income tax related	295	412
Excise related *	180	180
Customs related **	130	130
Others	138	138
<b>Total</b>	<b>743</b>	<b>860</b>

\*Does not include penalty amount of INR 180.32 Lakhs

\*\*Does not include penalty amount of INR 103.70 Lakhs

(b) Contingent assets

The Company does not have any contingent assets as at March 31, 2021 and March 31, 2020

**Note - 39 Commitments**

All amounts in INR Lakhs unless otherwise stated

Capital commitments (net of capital advances)

Capital expenditure contracted for at the end of the reporting period but not recognised as liabilities is as follows:

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Estimated amount of contracts remaining to be executed on capital account and not provided for</b>		
Property, plant and equipment	84	11
<b>Total</b>	<b>84</b>	<b>11</b>

**Note - 40 : Other Disclosure**

All amounts in INR Lakhs unless otherwise stated

(a) Dues to Micro and Small Enterprises

Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under, to the extent the Company has received intimation from the 'Suppliers' regarding their status under the Act.

Particulars	As at March 31, 2021	As at March 31, 2020
i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year		
Principal amount due to micro and small enterprises	-	-
Interest due on above	-	-
ii) Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along-with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
iii) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small and Medium Enterprises Development Act, 2006.	-	-



(b) **Corporate Social Responsibility (CSR)**

Section 135(5) of the Companies Act, 2013, stipulates that the company needs to spend two per cent of the average net profits made during the three immediately preceding financial years in pursuance of its Corporate Social Responsibility (CSR) Policy.

The Company has spent **INR 91 lakhs** during financial year 2020-21 towards CSR activities ( INR 87 Lakhs in FY 2019-20).

**Note - 41 : Earnings per share**

All amounts in INR Lakhs unless otherwise stated

(a) **Basic earnings per share**

Particulars	As at March 31, 2021	As at March 31, 2020
Basic earnings per share attributable to the equity holders of the Company in Rupees	33.61	15.96

(b) **Diluted earnings per share**

Particulars	As at March 31, 2021	As at March 31, 2020
Diluted earnings per share attributable to the equity holders of the Company in Rupees	33.61	15.96

(c) **Reconciliations of earnings and number of shares used in calculating earnings per share**

Particulars	As at March 31, 2021	As at March 31, 2020
<i>Basic/Diluted earnings per share</i>		
Profit attributable to equity holders of the company used in calculating basic/diluted earnings per share	8,498	4,035
Weighted average number of Equity Shares outstanding during the period(In Number)	25,285,696	25,285,696
Profit attributable to equity holders of the company used in calculating basic/diluted earnings per share	8,498	4,035

**Note - 42 : Leases**

All amounts in INR Lakhs unless otherwise stated

Disclosures as per Ind AS 116:

The weighted average incremental borrowing rate applied to lease liabilities is 9%

Particulars	in Lakhs
Opening Balance as on 1 <sup>st</sup> April 2020	203
Additions	136
Deletions	3
Depreciation	(82)
Closing Balance as on 31 <sup>st</sup> March 2021	254

The aggregate depreciation expense on ROU assets is included under depreciation and amortization expense in the statement of Profit and Loss.

The following is the break-up of current and non-current lease liabilities as at March 31, 2021

Particulars	Year Ended 31st March 2021	Year Ended 31st March 2020
Current Lease Liability	71	42
Non Current Lease Liability	209	167
Total	280	209

The following is the movement in lease liabilities during the year ended March 31, 2021

Particulars	Year Ended 31st March 2021	Year Ended 31st March 2020
Balance at the beginning	209	128
Additions	135	141
Finance Cost accrued during the period	27	12
Less: Deletion	3	0
Less: Payment of lease liabilities	88	72
Translation Difference	-	-
Balance at the end	280	209

The table below provides details regarding the contractual maturities of lease liabilities as at March 31, 2021 on an undiscounted basis:

Particulars	Year Ended 31st March 2021	Year Ended 31st March 2020
Less than one year	91	59
One to five years	327	198
More than five years	-	-
Total	418	257

## Note - 43 : Assets pledged as security

All amounts in INR Lakhs unless otherwise stated

The carrying amount of assets pledged as security for current and non-current borrowings are:

Particulars	As at March 31, 2021	As at March 31, 2020
<b>Current</b>		
<b>Financial assets</b>		
<i>First charge</i>		
Trade receivables	1,580	4,289
Cash and cash equivalents	932	283
Bank Balances other than cash and cash equivalents	17,714	6,256
Loans	-	1
Others	1,073	883
<b>Non-financial assets</b>		
<i>First charge</i>		
Inventories	2,773	3,996
Other current assets	1,656	782
<b>Total current assets pledged as security</b>	<b>25,728</b>	<b>16,490</b>
<b>Non-Current</b>		
<i>First charge</i>		
Plant and machinery	-	-
Furniture and fixtures	-	-
Office equipment	-	-
Vehicles	-	-
<b>Total non-current assets pledged as security</b>	<b>-</b>	<b>-</b>
<b>Total assets pledged as security</b>	<b>25,728</b>	<b>16,490</b>

## Note - 44 : Events occurring after the reporting period

No events were noted after the reporting period which require an adjustment nor disclosure as provided under Ind AS 10.

## Note - 45 : Impact of Covid-19

The Company has considered the possible effects that may result from the pandemic relating to Covid-19 in the preparation of these standalone financial statements including the recoverability of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of Covid-19 on the Company's financial statements may differ from that estimated as at the date of approval of these standalone financial statements.

### Note on "Code on Social Security, 2020"

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

46 Previous period figures have been regrouped/rearranged wherever necessary to confirm the current period classification.

The accompanying notes form an integral part of financial statements

As Per our report of even date

**For Ramanatham & Rao**  
Chartered Accountants  
FR No : S-2934

**C. Kameshwar Rao**  
Partner  
Membership No : 024363

Place: Hyderabad  
Date: 25th May 2021

For and on behalf of the Board

**N Venkat Raju**  
Managing Director  
(DIN: 08672963)

**S. B. Nirmalatha**  
Director  
(DIN: 03092392)

**M. L. Kumavat**  
Chief Financial Officer

**V. Valliammai**  
Director  
(DIN: 01197421)

**V Palaniappan**  
Director  
(DIN: 00645994)

**Subhanarayan Muduli**  
Company Secretary  
M. No. A 41513

**A. Subramanian**  
Director  
(DIN: 06693209)

**R M Palanippan**  
Director  
(DIN: 00143198)

Place: Chennai  
Date: 25th May 2021







## Anjani Portland Cement Limited

### Regd Office:

A-610, Kanakia Wall Street,  
Chakala Junction,  
Andheri-Kurla Road,  
Andheri (East),  
Mumbai – 400093.  
Tel : 022 6239 6051  
[www.anjanicement.com](http://www.anjanicement.com)