

ANDHRA CEMENTS LIMITED

Ref: ACL:SEC:2019

May 29, 2019

The Manager
Listing Department
National Stock Exchange of India Ltd
"Exchange Plaza" C/1, G-Block
Bandra-Kurla Complex,
Bandra (E), Mumbai-400051

Bombay Stock Exchange Ltd
25 Floor, New Trading Ring
Rotunda Building P J Towers,
Dalal Street, Fort
Mumbai - 400 001

Fax No.: 022-26598237/38,
02226598347/48

Fax No.: 022-22723121/2037
/2039/2041

Dear Sirs,

**Re: Audited Financial Results for the quarter/year ended 31st March,
2019-Reg**

We are pleased to inform you that the Board of Directors of the Company at its meeting held today i.e May 29, 2019, approved the Audited Financial Results for the quarter / year ended 31st March, 2019.

Copies of Financial Results along with Auditors Report and declaration for Audit Reports under Reg, 33 (3) (d) of SEBI (LODR) Regulations, 2015 are attached herewith for your kind information and records.

Thanking you,

Yours faithfully,

For ANDHRA CEMENTS LTD



(G. TIRUPATI RAO)

Company Secretary & GM-Legal

Encl: as above

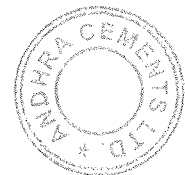
ANDHRA CEMENTS LIMITED

 Regd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)
 Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019

(Rs. in Lakhs except otherwise stated)

S. No.	PARTICULARS	Quarter Ended			Year Ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018
		AUDITED	UNAUDITED	AUDITED	AUDITED	AUDITED
I	Revenue from Operations	7,494	7,494	12,231	32,124	48,422
II	Other Income	56	27	60	180	463
III	Total income (I+II)	7,550	7,521	12,291	32,304	48,885
IV	Expenses					
(a)	Cost of Material Consumed	808	872	1,463	3,574	5,204
(b)	Changes in inventories of finished goods and work-in-progress	289	71	(163)	449	(343)
(c)	Employee Benefits Expense	602	633	728	2,611	2,910
(d)	Finance Costs	2,837	2,794	3,341	10,844	12,739
(e)	Depreciation and Amortisation Expense	1,194	1,188	1,114	4,747	4,476
(f)	Power and Fuel	3,023	3,419	5,249	14,050	20,053
(g)	Freight and Forwarding expenses	1,411	1,613	2,356	6,458	8,874
(h)	Excise Duty	-	-	-	-	1,796
(i)	Other Expenses	703	953	1,196	3,653	4,440
	Total expenses	10,867	11,543	15,284	46,386	60,149
V	Profit / (Loss) before exceptional items and tax (III-IV)	(3,317)	(4,022)	(2,993)	(14,082)	(11,264)
VI	Exceptional Items (Refer note no. 8)	0	(3,974)	-	(3,974)	4,071
VII	Profit / (Loss) before tax (V+VI)	(3,317)	(7,996)	(2,993)	(18,056)	(7,193)
VIII	Tax Expense					
	Current Tax	-	-	-	-	-
	Deferred Tax	20	(22)	(44)	(43)	(84)
IX	Net Profit / (Loss) for the period (VII-VIII)	(3,337)	(7,974)	(2,949)	(18,013)	(7,109)
X	Other Comprehensive Income (net of tax)					
	items that will not be reclassified to profit and loss	(23)	9	36	2	(4)
	items that will be reclassified to profit and loss	-	-	-	-	-
XI	Total Comprehensive Income for the period (IX+X) (Comprising profit/ (loss) and other comprehensive income for the period)	(3,360)	(7,965)	(2,913)	(18,011)	(7,113)
XII	Paid up Equity Share Capital (Face value Rs. 10 per share)	29,352	29,352	29,352	29,352	29,352
XIII	Earning Per Share (of Rs. 10/- each)					
(a)	Basic	(1.14)	(2.71)	(1.00)	(6.14)	(2.42)
(b)	Diluted	(1.14)	(2.71)	(1.00)	(6.14)	(2.42)
		Not Annualised	Not Annualised	Not Annualised	Annualised	Annualised



Notes

- 1 The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on May 29, 2019. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI)(LDOR).
- 2 The Company has incurred losses of Rs.3,360 lakhs and Rs. 18,011 lakhs for the quarter and financial year ended March 31, 2019 respectively, resulting into accumulated losses of Rs. 70,157 lakhs against the paid up share capital of Rs. 29,352 lakhs as at March 31, 2019. Moreover, the Company has aggregate borrowing of Rs. 101,064 lakhs as on March 31, 2019 including working capital loans and interest accrued thereon.
The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the cement market has started improving and company is hopeful to achieve the profitable operations and is of the view that the company will continue as a going concern.
- 3 Certain Trade receivables, Security deposits given/taken, Advances to suppliers, Trade Payables and Advances from Customers are subject to confirmations. Management believes that no material adjustments would be required in books of accounts upon receipt of these confirmations.
- 4 The company's business operation fall in single segment i.e. manufacturing and marketing of cement.
- 5 During the year, the Directorate of Revenue Intelligence has issued an order to the company u/s 110(1) of Customs Act, 1962 confiscating the capital goods having import value of Rs 3,979 lakhs due to non-fulfillment of certain export obligations. As a result, the company has provided Rs 2,626 lakhs during the quarter ended December 31, 2018 as differential Custom Duty and interest thereon. The same has been presented under the head "Exceptional Item".
- 6 Subsequent to the financial year ended March 31, 2019, Andhra Bank vide letter dated May 1, 2019 declared the loan as Non-Performing Assets(NPA) and recalled the entire outstanding loan amount including interest on or before May 20, 2019. Accordingly, the outstanding principal amount of Rs.9,801 lakhs as on March 31, 2019 has been classified as Current Borrowings.
- 7 Effective 1 April , 2018 , the Company has adopted Ind As 115 "Revenue from Contracts with Customers". The impact of adoption of Ind AS 115 on the financial results of the Company was insignificant.
- 8 Exceptional items for the quarter ended December 31, 2018 and financial year ended March 31, 2019 represents write off of capital work in progress of Rs. 1,348 lakhs and provision of differential Custom Duty and interest thereon aggregating to Rs. 2,626 lakhs on imported Capital Goods as explained in Note 5 . Amount in the financial year ended March 31, 2018 represents profit on sale of surplus land.
- 9 The figures for the quarter ended March 31, 2019 and March 31, 2018 are the balancing figures between audited figures for the full financial year ended March 31,2019 and March 31,2018 and the published year to date figures up to the third quarter of the respective financial year.
- 10 In accordance with the requiremnets of Ind AS, revenue from operations is net of Goods & Services Tax (GST) for the period beginning from July 1, 2017. However, revenue from operations for the period prior to July 1, 2017 is inclusive of Excise Duty. Hence, revenue from operations for the financial year ended March 31, 2019 is not comparable with corresponding financial year ended March 31, 2018.

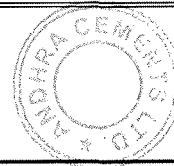


Audited Statement of of Assets and Liabilities

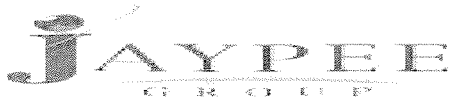
(Rs. In Lakhs)

PARTICULARS		As at	As at
		March 31, 2019	March 31, 2018
		AUDITED	AUDITED
I	ASSETS		
1	Non-Current Assets		
a.	Property, Plant and Equipment	97,341	100,699
b.	Capital work-in-progress	134	2,984
c.	Financial Assets		
i)	Investments	1	1
ii)	Other Financial Assets	1,630	1,454
d.	Non Current Tax Assets (net)	112	114
e.	Other Non-Current Assets	416	881
	Sub-Total Non Current Assets	99,634	106,133
2	Current Assets		
a.	Inventories	1,520	2,772
b.	Financial Assets		
i)	Trade Receivables	1,933	2,721
ii)	Cash and Cash Equivalents	3	2,204
iii)	Bank Balances other than (ii) above	345	260
iv)	Other Financial Assets	1,065	3,783
c.	Current Tax Assets (net)	-	49
d.	Other Current Assets	2,456	4,251
	Sub-Total Current Assets	7,322	16,040
	Total Assets	106,956	122,173
II	EQUITY AND LIABILITIES		
1	EQUITY		
a.	Equity Share Capital	29,352	29,352
b.	Other Equity	(60,833)	(42,822)
	Total Equity	(31,481)	(13,470)
2	LIABILITIES		
	Non-Current Liabilities		
a.	Financial Liabilities		
i)	Borrowings	64,817	86,320
ii)	Other Financial Liabilities	-	-
b.	Provisions	373	440
c.	Deferred Tax Liabilities (net)	831	873
	Total Non-Current Liabilities	66,021	87,633
	Current Liabilities		
a.	Financial Liabilities		
i)	Borrowings	13,865	4,011
ii)	Trade Payables		
-	Total outstanding dues of Micro Enterprises and Small Enterprises	33	33
-	Total outstanding dues of creditors other than Micro Enterprises and Small Enterprises	11,818	14,136
iii)	Other financial liabilities	36,192	21,532
b.	Other Current Liabilities	10,367	8,137
c.	Provisions	141	161
	Total Current Liabilities	72,416	48,010
	Total Equity and Liabilities	106,956	122,173

New Delhi
May 29, 2019



For and on Behalf of the Board
NAVEEN KUMAR SINGH
NAVEEN KUMAR SINGH
DIRECTOR AND CEO

**ANDHRA CEMENTS LIMITED**

Regd. Office : Sri Durga Cement Works, Sri Durgapuram - 522 414, Guntur Dist., (A.P.)

Website: andhracements.com, E-mail Id: investorcell@andhracements.com, CIN No. L26942AP1936PLC002379

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019**(Rs. In Lakhs except otherwise stated)**

Sl. No.	Particulars	Quarter ended 31.03.2019 (Audited)	Year ended 31.03.2019 (Audited)	Quarter ended 31.03.2018 (Audited)
1.	Total Income	7,550	32,304	12,291
2.	Net Profit/(Loss) for the period before Tax and Exceptional items	(3,317)	(14,082)	(2,993)
3.	Net Profit/(Loss) for the period before Tax but after Exceptional items	(3,317)	(18,056)	(2,993)
4.	Net Profit/(Loss) for the period after Tax and Exceptional items	(3,337)	(18,013)	(2,949)
5.	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive income (after tax)]	(3,360)	(18,011)	(2,913)
6.	Paid-up Equity Share Capital (Face value Rs.10/- per share)	29,352	29,352	29,352
7.	Reserve (excluding Revaluation Reserves as shown in the Audited Balance Sheet of previous year)	(60,833) (As on 31.03.2019)	(60,833) (As on 31.03.2019)	(42,822) (As on 31.03.2018)
8.	Earning Per Share (of Rs. 10/- each) (for continuing and discontinued operations)			
	a) Basic	(1.14)	(6.14)	(1.00)
	b) Diluted	(1.14)	(6.14)	(1.00)
		Not Annualised	Annualised	Not Annualised

Note :

1. The above results were reviewed and recommended by the Audit Committee and approved subsequently by the Board of Directors at their respective meetings held on May 29, 2019. The Statutory Auditors have conducted an audit of these results in terms of regulation 33 of SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015(SEBI(LDOR).
2. The above is an extract of the detailed format of Quarterly and Yearly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulation, 2015. The full format of the Quarterly and Yearly Financial Results are available on Websites of NSE (www.nseindia.com) and BSE (www.bseindia.com) and the Company's web site(www.andhracements.com).

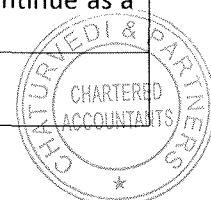
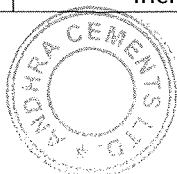
New Delhi
May 29, 2019




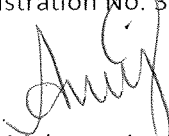
For and on Behalf of the Board of Directors

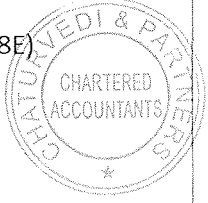

NAVEEN KUMAR SINGH
DIRECTOR AND CEO

Name of the Company: ANDHRA CEMENTS LIMITED

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS FOR THE FINANCIAL YEAR ENDED MARCH 31, 2019 [See Regulation 33 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Serial No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (Rs in Lakhs)	Adjusted Figures (as reported after adjusting qualifications) (Rs in Lakhs)
	1.	Turnover/Total Income	32,124	32,124
	2.	Total Expenditure	46,386	46,386
	3.	Net Profit/(Loss)	(18,013)	(18,013)
	4.	Earnings Per Share (in Rs)	(6.14)	(6.14)
	5.	Total Assets	1,06,956	1,06,956
	6.	Total Liabilities	1,38,437	1,38,437
	7.	Net Worth *	(31,493)	(31,493)
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-
* It excludes reserves aggregating to Rs. 12 lakhs not created out of profit.				
II.	Audit Qualification (each audit qualification separately):			
	a. Details of Audit Qualification: We refer to Note 2 to the statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter and financial year ended March 31, 2019, the Company has incurred losses of Rs.3,360 lakhs and Rs.18,011 lakhs respectively, resulting into accumulated losses of Rs. 70,157 lakhs and erosion of net worth as at March 31, 2019. The Company has obligation towards fund based borrowings aggregating to Rs.101,064 lakhs as on March 31, 2019 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on March 31, 2019. These matters require the Company to generate additional cash flow to fund the operations as well as payments to lenders, creditors, statutory dues and other obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any on the accompanying financial statements.			
	b. Type of Audit Qualification: Qualified Opinion			
	c. Frequency of qualification: Qualification has been appearing from the financial year ended March 31, 2019.			
	d. For Audit Qualification(s) where the impact is quantified by the auditor:			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor:			
	(i) Management's estimation on the impact of audit qualification:			
	(ii) If management is unable to estimate the impact, reasons for the same: In respect of qualification (i) above, The management has approached the financial institutions/banks for restructuring of the debts which is under consideration by major lenders. Further, the cement market has started improving and company is hopeful to achieve the profitable operations and is of the view that the company will continue as a going concern.			
	(iii) Auditors' Comments on (ii) above: Included in details of auditor's qualification above.			



III. Signatories:	
 Naveen Kumar Singh Director and CEO	 K N Bhandari Audit Committee Chairman For Chaturvedi & Partners Chartered Accountants (Registration No. 307068E)
 Anand Kumar Agrawal Chief Financial Officer	 Anuj Mahansaria Partner



Date: 29th May, 2019

Place: New Delhi

CHATURVEDI & PARTNERS

Chartered Accountants

410, Shakuntla Building, 59, Nehru Place, New Delhi-110019
Phone : +91 11 41069164
E-mail : cpartners.delhi@gmail.com

Auditor's Report on Quarterly and Year to Date Financial Results of Andhra Cements Limited pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Andhra Cements Limited

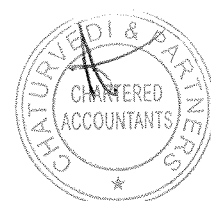
1. We have audited the accompanying Statement of Financial Results of **Andhra Cements Limited** ("the Company") for the quarter and year ended on March 31, 2019 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement, which is the responsibility of the company's management and approved by the Board of Directors, has been compiled from the related annual financial statements which have been prepared in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Companies Act, 2013, read with relevant rules issued there under and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such annual financial statements.

2. We conducted our audit in accordance with the Standards on auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the Statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on effectiveness of the Company's internal financial controls. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified audit opinion on the Statement.

3. We refer to Note 2 to the statement in respect of preparation of financial statements of the Company on going concern basis for the reasons stated therein. During the quarter and financial year ended March 31, 2019, the Company has incurred losses of Rs.3,360 lakhs and Rs.18,011 lakhs respectively, resulting into accumulated losses of Rs. 70,157 lakhs and erosion of net worth as at March 31, 2019. The Company has obligation towards fund based borrowings aggregating to Rs.101,064 lakhs as on March 31, 2019 including working capital loans and interest accrued thereon. The Company's current liabilities have exceeded current assets as on March 31, 2019. These matters require the Company to generate additional cash flow to fund the operations as well as payments to lenders, creditors, statutory dues and other obligations. These conditions indicate the existence of a material uncertainty that may cast significant doubt on the company's ability to continue as going concern and



therefore the company may be unable to realize its assets and discharge its liabilities in the normal course of business. Accordingly, we are unable to comment on the consequential impact, if any, on the accompanying financial statements.

4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- i. is presented in accordance with the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended by circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016 issued in this regard except for the possible effects of the matters described in paragraph 3 above; and
 - ii. gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss, total comprehensive income and other financial information for the quarter and year ended on March 31, 2019 except for the possible effects of the matters described in paragraph 3 above.

Emphasis of Matters

We refer to:

- (a) Note 3 to the Statement regarding pending confirmation in respect of certain trade receivables, security deposits given/taken, advances to suppliers, trade payables and advances from customers. The Management believes that on confirmation, there will not be any material impact on the accompanying financial statements.
- (b) Note 5 to the statement, in respect of confiscation of imported capital goods having import value of Rs.3,979 lakhs due to non-fulfillment of certain export obligations.

Our opinion is not modified in respect of these matters.

5. The Statement includes the results for the quarter ended on March 31, 2019 and March 31, 2018, being the balancing figures between the audited figures in respect of the full financial year and the published figures up to the third quarter of the current financial year and the previous financial year respectively, which were subjected to limited review.



New Delhi
May 29, 2019

For CHATURVEDI & PARTNERS
Chartered Accountants
Firm Registration No. 307068E

Anuj Mahansaria
ANUJ MAHANSARIA
Partner
Membership No. 500819