



STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE YEAR ENDED MARCH 31, 2016

(In Indian ₹ lakhs, except share data and unless otherwise stated)

Sl. No	Particulars	Year ended	
		March 31, 2016	March 31, 2015
		Audited	Audited
1	Income from operations		
	(a) Net sales / Income from operations (Net of excise duty)	21,477.60	9,386.76
	(b) Other operating income	228.36	779.29
	Total income from operations (Net)	21,705.96	10,166.05
2	Expenditure		
	(a) Cost of materials consumed	3,171.98	1,186.44
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(600.89)	299.31
	(c) Power and fuel	8,372.15	6,442.41
	(d) Freight and forwarding expense	2,830.96	1,168.40
	(e) Employee benefits expense	506.44	876.52
	(f) Depreciation and amortisation expense	1,735.09	1,726.78
	(g) Other expenses	3,806.81	1,435.96
	Total expenses	19,822.54	13,135.82
3	Profit/(Loss) from operations before other income, interest and exceptional items (1-2)	1,883.42	(2,969.77)
4	Other income	1,136.32	1,431.90
5	Profit/(Loss) before interest & exceptional items (3+4)	3,019.74	(1,537.87)
6	Interest	5,429.81	3,574.35
7	Exceptional item (refer note 6)	-	5,787.08
8	Profit / (Loss) from ordinary activities before tax (5-6+7)	(2,410.07)	674.86
9	Tax expense	206.57	3,200.89
10	Net Loss for the year (8-9)	(2,616.64)	(2,526.03)
11	Paid-up equity share capital (face value ₹ 10 each)	1,038.13	1,038.13
12	Paid-up debt capital (face value of ₹ 1,000,000 each)	15,000.00	-
13	Reserves excluding revaluation reserve	(10,077.70)	(7,461.08)
14	Debenture redemption reserve (refer note 7)	-	-
15	Earnings per share (Basic & Diluted) of ₹10 each	(2.52)	(2.43)
16	Debt Equity Ratio (refer note 4)	129.55	14.18
17	Debt Service Coverage Ratio (refer note 4)	0.84	0.78
18	Interest Service Coverage Ratio (refer note 4)	0.84	0.78

Notes

- The above financial results were prepared in accordance with accounting principles generally accepted in India (GAAP) under the historical cost convention on accrual basis. GAAP comprises mandatory accounting standards as prescribed by the Companies (Accounting Standards) Rules, 2006 which continue to be applicable under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India.
- The above audited financial results were reviewed and recommended by the Audit Committee and later approved by the Board of Directors of the Company at their meetings held on May 26, 2016. The statutory auditors have expressed an unmodified audit opinion on the financial results.





3. On March 23, 2016, the Company issued 1,500 listed, rated, collateralised redeemable Non-Convertible Debentures ("NCDs") of ₹ 1,000,000 each to International Finance Corporation on private placement basis. The NCDs are repayable in thirteen consecutive and approximately equal half-yearly installments falling due on each redemption date commencing on May 28, 2019 and ending on May 28, 2025. The proceeds from the issue have been used to refinance the existing financial indebtedness and to meet working capital requirements.
4. Ratios have been computed as follows:
 - a) Debt equity ratio = Debt / Net Worth
[Debt: Long term secured loans + Long term unsecured loans]
[Net Worth: Equity share capital+ Reserves and surplus]
 - b) Debt service coverage ratio = Earnings before interest and tax / (Interest expense during the period + Principal repayment (excluding refinanced debt) for all the loan funds during the period).
 - c) Interest service coverage ratio = Cash profit after adjusting depreciation / Interest expense during the period.
[Cash profit after adjusting depreciation: Profit After Tax + Interest + Depreciation]
5. Pursuant to the Company's listing of its NCDs on the National Stock Exchange of India Limited (NSE) on April 6, 2016, the Company has become a listed entity with effect from the said date, requiring publication of financial results thereafter on an half-yearly / annual basis, under Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. However, as a matter of prudence, the audited financial results are furnished for the first time on an annual basis for the year ended March 31, 2016 and March 31, 2015.
6. Exceptional item for the previous year ended March 31, 2015 represents amounts credited to the Statement of Profit and Loss on account of change in the accounting policy of the Company in relation to depreciation charged on fixed assets from written down value method to the straight line method.
7. In the absence of adequate profits for the year, the Company has not created Debenture Redemption Reserve during the year.
8. The Company was acquired by Sagar Cements Limited ('SCL') on August 27, 2015 pursuant to a Share Purchase Agreement dated November 5, 2014 entered into amongst the Company, SCL and the Company's erstwhile promoters. The Company has become a wholly owned subsidiary of the SCL with effect from August 28, 2015.
9. The figures for the previous year have been regrouped/reclassified wherever necessary.

Place: Hyderabad
Date : 26.05.2016



For BMM Cements Limited

S. Veera Reddy
S. Veera Reddy
Managing Director



INDEPENDENT AUDITORS' REPORT TO THE BOARD OF DIRECTORS OF BMM CEMENTS LIMITED

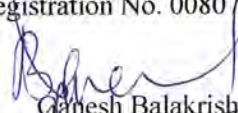
1. We have audited the accompanying Statement of Audited Financial Results of **BMM CEMENTS LIMITED** ("the Company") for the year ended March 31, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement. The procedures selected depend on the auditors' 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 control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. 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 audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement, read with notes thereon:
 - (i) is presented in accordance with the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - (ii) gives a true and fair view in conformity with the aforesaid Accounting Standards and other accounting principles generally accepted in India of the net profit and other financial information of the Company for the year ended March 31, 2016.
4. The Statement does not include the results for the half year ended March 31, 2016 and March 31, 2015 for reasons stated in Note 5 to the Statement.

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


Ganesh Balakrishnan
(Partner)
(Membership No. 201193)

BMM CEMENTS LIMITED

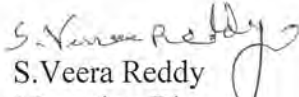
Form A

Audit Report with unmodified opinion

[Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015]

1	Name of the company	BMM Cements Limited
2	Annual financial statements for the year ended	31 st March 2016
3	Type of Audit observation	Unmodified
4	Frequency of observation	Not Applicable


For BMM Cements Limited


S.Veera Reddy
Managing Director


For BMM Cements Limited


K .Prasad
Chief Financial Officer

For BMM Cements Limited


O.Swaminatha Reddy
Chairman – Audit Committee

For Deloitte Haskins & Sells
Chartered Accountants
Regn.No.008027S


Ganesh Balakrishnan
Partner
Membership No.201193

Place: Hyderabad

Date : 26.05.2016