



SAGAR CEMENTS (R) LIMITED

(A wholly owned subsidiary of SAGAR CEMENTS LIMITED)
(formerly known as BMM CEMENTS LIMITED)

SCRL:SEC:NSE:2021-22

28th January, 2022

The National Stock Exchange of India Ltd.,
"Exchange Plaza", 5th Floor
Bandra – Kurla Complex
Bandra (East)
Mumbai – 400 051

ISIN: INE433R07016

Dear Sir,

**Regulation 52 of SEBI (LODR) Regulations 2015 - Furnishing of Un-audited Financial Results
for the third quarter and nine months period ended 31st December, 2021**

Further to our letter dated 06th January, 2022, we are pleased to forward herewith our un-audited financial results for the third quarter and nine months period ended 31st December, 2021, which were taken on record and approved by our Board at their meeting held on today, after review by the Audit Committee.

We are also forwarding herewith the Limited Review Report furnished by our Statutory Auditors on the above financial results, which was also taken on record by our Board at the said meeting.

The above said meeting of the Board of Directors commenced at 2.30 p.m. and concluded at 3.00 p.m.

We would request you to kindly take the above information/ documents on record.

Thanking you

Yours faithfully
For Sagar Cements (R) Limited


R. Soundararajan
Company Secretary

Encl.



Registered Office: Plot No. 111, Road No.10, Jubilee Hills, Hyderabad - 500033.

Phone : +91-40-23351571, 23356572 Fax : +91-40-23356573 info-r@sagarcements.in www.sagarcements-r.in CIN: U40300TG2007PLC134320

Factory: Gudipadu Village and Post, Yadiki Mandal, Ananthapur District, Andhra Pradesh-515408, Phone: 08558-200272

SAGAR CEMENTS (R) LIMITED
CIN No: U40300TG2007PLC134320
Plot No. 111, Road No. 10, Jubilee Hills, Hyderabad - 500 033 Fax: +91 40 23356573
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED DECEMBER 31,2021

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

SI. No	Particulars	Quarter ended		Nine months ended	Year ended
		December 31,	September 30,	December 31,	March 31, 2021
		2021	2021	2021	
		(Unaudited)	(Refer Note 8)	(Unaudited)	(Audited)
1	Income from operations				
	(a) Revenue from operations	8,465	11,239	30,751	37,678
	(b) Other Income	(3)	(24)	111	116
	Total income	8,462	11,215	30,862	37,794
2	Expenses				
	(a) Cost of materials consumed	1,144	1,511	4,264	4,500
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(159)	24	(1,078)	847
	(c) Employee benefits expense	314	333	936	1,200
	(d) Finance costs	817	785	2,398	3,413
	(e) Depreciation and amortisation expense	583	575	1,715	2,221
	(f) Power and fuel expense	3,335	3,475	10,355	8,607
	(g) Freight & forwarding	1,720	2,511	6,446	7,859
	(h) Other expenses	1,358	1,463	4,221	4,765
	Total expenses	9,112	10,677	29,257	33,412
3	(Loss)/ profit before tax (1-2)	(650)	538	1,605	4,382
4	Tax expense				
	(a) Current Tax	-	-	-	-
	(b) Deferred Tax	(120)	264	730	1,536
	Total Tax	(120)	264	730	1,536
5	Net (loss)/ profit for the period (3-4)	(530)	274	875	2,846
6	Other comprehensive income				
	(i) Remeasurments losses on defined benefit plans	-	-	-	(1)
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-
	Total Other comprehensive loss	-	-	-	(1)
7	Total comprehensive (loss)/ income (5+6)	(530)	274	875	2,845
8	Paid up equity share capital	11,596	11,596	11,596	11,596
9	Other equity	6,339	6,869	6,339	5,464
10	Net worth (Refer note 3)	17,935	18,465	17,935	17,060
11	Paid up Debt Capital (Refer note 3)	8,077	9,231	8,077	10,384
12	Earnings per share (Basic & Diluted) of ₹ 10 each	(0.47)	0.23	0.75	2.69
13	Debt Equity Ratio (Refer note 3)	1.34	1.36	1.34	1.51
14	Debt Service Coverage Ratio (Refer note 3)	0.33	1.03	0.93	1.28
15	Interest Service Coverage Ratio (Refer note 3)	1.07	2.17	2.17	2.55
16	Long term Debt to Working Capital (Refer note 3)	7.65	4.96	7.65	14.98
17	Total debts to Total Assets ratio (Refer note 3)	0.50	0.51	0.50	0.50
18	Current ratio (Refer note 3)	1.44	1.78	1.44	1.22
19	Bad debts to Account receivable ratio (Refer note 3)	0.04	0.03	0.04	0.05
20	Current liability ratio (Refer note 3)	0.21	0.18	0.21	0.22
21	Debtors Turnover ratio (Refer note 3)	10.00	13.85	12.11	10.82
22	Inventory Turnover ratio (Refer note 3)	8.52	10.61	10.32	11.17
23	Operating Margin (Refer note 3)	8.91%	17.12%	18.25%	26.29%
24	Net Profit Margin (Refer note 3)	-6.26%	2.45%	2.85%	7.56%

(*) - Annualised



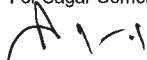
Notes:

- 1 The above unaudited financial results of Sagar Cements (R) Limited ("the Company") as reviewed by the Audit Committee has been approved by the Board of Directors at its meeting held on January 28, 2022. The statutory auditors have carried out a limited review of the financial results.
- 2 The financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").
- 3 Ratios have been computed as follows:
 - a) Debt equity ratio (times) = Debt / Net Worth
[Debt: Long term secured loans + Current maturities of long term debt + Loan term unsecured loans]
[Net Worth: Equity share capital + Reserves and Surplus]
 - b) Debt service coverage ratio (times) = Earnings before depreciation, 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 (times) = Cash profit after adjusting depreciation / Interest expense during the period.
[Cash profit after adjusting depreciation: Profit After Tax + Interest + Depreciation]
 - d) Paid up Debt Capital = Non Convertible Debentures
 - e) Long term Debt to Working Capital (times) = [(Non-Current Borrowings + Current maturities of long term debt + Loan term unsecured loans) / (Net working capital excl. Current borrowings)]
 - f) Total debts to Total Assets ratio (%) = [(Long term debt + Current borrowings) / Total Assets]
 - g) Current ratio (times) = (Current Assets / Current Liabilities excl. Current borrowings)
 - h) Bad debts to Account receivable ratio (%) = (Bad Debts / Average Trade Receivable)
 - i) Current liability ratio (%) = (Current liabilities excl. Current borrowings / Total liabilities)
 - j) Debtors Turnover ratio (times) = [(Sales of Products and Services / Average Trade Receivable)] - Annualised
 - k) Inventory Turnover ratio (times) = [(Sales of Products and Services / Average Inventory)] - Annualised
 - l) Operating Margin (%) = [(Profit before Depreciation, Interest, Tax and Exceptional Item Less Other Income) / Sales of Products and Services]
 - m) Net Profit Margin (%) = [Profit after tax / Sales of Products and Services]
- 4 COVID-19 is the infectious disease caused by the coronavirus, SARS-CoV-2. In March 2020, the WHO declared COVID-19 a pandemic. The Company has adopted measures to curb the spread of infection in order to protect the health of the employees and ensure business continuity with minimal disruption. The Company has considered internal and certain external sources of information, including economic forecasts and industry reports, up to the date of approval of the financial results in determining the possible effects on the carrying amounts of Inventories, receivables, deferred tax assets and other current assets, that may result from the COVID-19 pandemic. The impact of the global health pandemic may be different from that of estimated as at the date of approval of these financial results and the Company will continue to closely monitor any material changes to future economic conditions.
- 5 The Code on Social Security, 2020 ('Code') relating to employee benefits during employment and post-employment benefits received Presidential assent in September 2020. The Code has been published in the Gazette of India. However, the date on which the Code will come into effect has not been notified. The Company will assess the impact of the Code when it comes into effect and will record any related impact in the period the Code becomes effective.
- 6 The Board of Directors of the Company in their meeting on April 26, 2021 have approved the proposed Scheme of Amalgamation of the Company with its parent company Sagar Cements Limited subject to necessary approval from the authorities concerned under section 230 and 232 of the Companies Act 2013. Merger application has been filed with the Hon'ble National Company Law Tribunal on July 12, 2021. Upon approval of the Scheme from the concerned authorities, the undertakings of the Company shall get transferred to and vested in the Sagar Cements Limited (Parent Company) with the Appointed Date i.e., March 30, 2021 or such other date as the Hon'ble National Company Law Tribunal may approve. Pending such approval, financial results of the Company for the quarters ended September 30, 2021 & December 31, 2021, nine months ended December 31, 2021 and year ended March 31, 2021 are presented without giving effect to the said merger.
- 7 The Securities Exchange Board of India (SEBI) vide its circular No SEBI/HO/DDHS/CIR/2021/000000637 dated October 05, 2021 amended regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements), regulations 2015, mandating entities that have listed non-convertible securities to disclose financial results on a quarterly basis. Company has availed the exemption provided by the said circular and accordingly the figures for the corresponding quarters have not been included in the Statement.
- 8 The figures for the quarter ended September 30, 2021 are the balancing figures between the year-to-date reviewed figures for the six months period ended September 30, 2021 and unreviewed/ unaudited figures for the quarter ended June 30, 2021.

Place: Hyderabad
Date: January 28, 2022



For Sagar Cements (R) Limited


Dr. S. Anand Reddy
(Managing Director)

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

**TO THE BOARD OF DIRECTORS OF
SAGAR CEMENTS (R) LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **SAGAR CEMENTS (R) LIMITED** ("the Company") for the quarter and nine months ended December 31, 2021 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. As stated in Note 8 of the Statement, the figures for the quarter ended September 30, 2021 are the balancing figures between the year-to-date figures for the six months period ended September 30, 2021 and figures for the quarter ended June 30, 2021. We have not reviewed or audited the figures for the quarter ended June 30, 2021.

Our report on the Statement is not modified in respect of this matter.

For **Deloitte Haskins & Sells**
Chartered Accountants
(Firm's Registration No. 008072S)



Ganesh Balakrishnan
(Partner)
(Membership No. 201193)
(UDIN: 22201193AAAABG1596)

Place: Hyderabad
Date: January 28, 2022