



SAGAR CEMENTS (R) LIMITED

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

Ref:SCL R:SEC:NSE:2018-19

29th October 2018

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

Dear Sir,

Un-audited Financial Results for the half-year ended September 30, 2018

...

We wish to inform you that our Board of Directors at their meeting held on today, approved the un-audited financial results for the half-year ended 30th September, 2018 after review of these results by its Audit Committee.

Pursuant to Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, we enclose the following:

- (i) Statements showing the un-audited Financial Results for the half-year ended September 30, 2018;
- (ii) Limited Review Report on the above Un-audited Financial Results.

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.



Admin. 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

Registered Office: # 19/13, Old No.19/5, 19/6, 3rd Floor, Western Side, Kareem Towers, SRT Road, (Cunningham Road), Bengaluru-560052, Karnataka. Ph: 080-41157020

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

CIN : U40300KA2007PLC043746

SAGAR CEMENTS (R) LIMITED
CIN No: U40300KA2007PLC043746

#19/13, Old No.19/5, 19/6, 3rd Floor, Western Side, Kareem Towers, SRT Road (Cunningham Road), Bengaluru-560052, Karnataka Fax: +91 40 23356573
STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE SIX MONTHS ENDED SEPTEMBER 30, 2018

Sl. No	Particulars	Six months ended	Six months ended	Year ended
		September 30, 2018 (Unaudited)	September 30, 2017 (Unaudited)	March 31, 2018 (Audited)
1	Income from operations			
	(a) Revenue from operations (Refer note 7)	15,540	16,642	34,325
	(b) Other Income	29	29	50
	Total income	15,569	16,671	34,375
2	Expenses			
	(a) Cost of materials consumed	1,628	1,525	3,480
	(b) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(74)	198	241
	(c) Excise duty (Refer note 7)	-	1,162	1,162
	(d) Employee benefits expense	421	406	815
	(e) Finance costs	2,020	2,110	4,137
	(f) Depreciation and amortisation expense	965	925	1,868
	(g) Power and fuel expense	6,542	6,927	14,244
	(h) Freight & forwarding	3,304	2,892	6,672
	(i) Other expenses	2,188	2,385	4,632
	Total expenses	16,994	18,530	37,251
3	Loss before tax (1-2)	(1,425)	(1,859)	(2,876)
4	Tax expense/benefit			
	(a) Current Tax	-	-	-
	(b) Deferred Tax	(320)	(514)	(729)
	Total Tax	(320)	(514)	(729)
5	Net loss for the period (3-4)	(1,105)	(1,345)	(2,147)
6	Other comprehensive income			
	(i) Items that will not be reclassified to profit or loss	-	-	12
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	(4)
	Total Other comprehensive income	-	-	8
7	Total comprehensive income (5+6)	(1,105)	(1,345)	(2,139)
8	Paid up Equity Share Capital	10,381	10,381	10,381
9	Reserves	(4,119)	(2,217)	(3,013)
10	Net worth (Refer note 4)	6,262	8,164	7,368
11	Paid up Debt Capital (Refer note 4)	15,000	15,000	15,000
12	Earnings per share (Basic & Diluted) of ₹ 10 each	(1.23)	(1.46)	(2.40)
13	Debt Equity Ratio (Refer note 4)	5.04	3.40	4.11
14	Debt Service Coverage Ratio (Refer note 4)	0.66	0.29	0.52
15	Interest Service Coverage Ratio (Refer note 4)	0.93	0.78	0.76
	(*) - Annualised			(*)

(*) - Annualised

Notes:

1 The above financial results were reviewed by the Audit Committee and later approved by the Board of Directors at their respective meetings held on October 29, 2018. The statutory auditors have carried out a limited review of the above results.

2 The financial results of the company have been prepared in accordance with the Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India and guidelines issued by the Securities and Exchange Board of India ("SEBI").



3 Statement of Assets and Liabilities

(₹ in lakhs)

Particulars	As at September 30, 2018	As at March 31, 2018
ASSETS		
Non-current assets		
(a) Property, plant and equipment	44,798	43,267
(b) Capital work-in-progress	142	332
(c) Other intangible assets	13	17
(d) Financial assets		
Other financial assets	365	370
(e) Deferred tax assets (net)	3,508	3,188
(f) Other non-current assets	100	137
Total Non-current assets (1)	48,926	47,311
Current assets		
(a) Inventories	2,789	2,734
(b) Financial assets		
(i) Trade receivables	2,503	3,411
(ii) Cash and cash equivalents	5	50
(iii) Bank balances other than (ii) above	138	113
(iv) Other financial assets	59	34
(c) Other current assets	1,340	1,401
Total Current assets (2)	6,834	7,743
Total Assets (1+2)	55,760	55,054
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	10,381	10,381
(b) Other equity	(4,119)	(3,013)
Total Equity (1)	6,262	7,368
LIABILITIES		
Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	26,350	27,229
(ii) Other financial liabilities	4,191	3,295
(b) Provisions	77	66
(c) Other current liabilities	50	50
Total Non-current liabilities (2)	30,668	30,640
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	3,973	1,949
(ii) Trade payables		
(a) total outstanding dues of micro enterprises and small enterprises	-	-
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	4,794	5,840
(iii) Other financial liabilities	6,461	5,085
(b) Provisions	29	28
(c) Other current liabilities	3,573	4,144
Total Current liabilities (3)	18,830	17,046
Total Liabilities (4 = 2+3)	49,498	47,686
Total Equity and Liabilities (1+4)	55,760	55,054



- 4 Ratios have been computed as follows:
- Debt equity ratio = Debt / Net Worth
[Debt: Long term secured loans + Long term unsecured loans]
[Net Worth: Equity share capital + Reserves and Surplus]
 - Debt service coverage ratio = Earnings before depreciation, interest and tax / (Interest expense during the period + Principal repayment (excluding refinanced debt) for all the loan funds during the period).
 - Interest service coverage ratio = Cash profit after adjusting depreciation / Interest expense during the period.
[Cash profit after adjusting depreciation: Profit After Tax + Interest + Depreciation]
 - Paid up Debt Capital : Non - Convertible Debentures

5 In the absence of profits for the period, the Company has not created Debenture Redemption Reserve during the period.

6 The Company had issued 11.6% Non-Convertible Debentures (NCDs) on March 23, 2016. Following are the additional disclosure as per Regulation 52 (4) of Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2016:

Sl No.	Particulars	As at September 30, 2018
(a)	Previous due date for the payment of interest of NCDs	May 28, 2018
(b)	Interest has been paid	Yes
(c)	Previous due date for the repayment of Principal of NCDs	Payment schedule starts from May 28, 2019
(d)	Next due date for the payment of interest of NCDs	November 28, 2018
(e)	Amount of interest payable (₹ in lakhs)	877
(f)	Next due date for the repayment of principal of NCDs	May 28, 2019
(g)	Amount of principal repayable (₹ in lakhs)	1,154

(ii) The credit rating by India Ratings and research for the NCD's issued by the Company is 'IND A-' / Stable.

(iii) The Company continues to maintain 100% asset cover for the secured NCDs issued by it.

7 The Government of India introduced the Goods and Services Tax (GST) with effect from July 01, 2017. Accordingly, in compliance with Indian Accounting Standards, Revenue from operations for the half year ended September 30, 2018 is net of GST. For the six months ended September 30, 2017 and year ended March 31, 2018, Revenue from operations includes excise duty for the period April 1, 2017 to June 30, 2017, which is now subsumed in GST.

8 Corresponding previous period's figures have been regrouped/reclassified, wherever necessary.

Place: Hyderabad
Date: October 29, 2018



For Sagar Cements (R) Limited


S. Sahithi
(Executive 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 six months ended September 30, 2018 ("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 modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in 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 issue a report on the Statement based on our review.

2. 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Indian Accounting Standards 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 modified by Circular No. CIR/IMD/DF1/69/2016 dated August 10, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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


Ganesh Balakrishnan
Partner
(Membership No. 201193)

Hyderabad, October 29, 2018

IDBI Trusteeship Services Ltd

CIN : U65991MH2001GOI131154



Ref. No.: ITSL/OPR/2018-19/7103
Date: October 29, 2018

Sagar Cements (R) Ltd.
(formerly known as BMM Cements Limited)
Plot no.111, Road no.10,
Jubilee Hills, Hyderabad- 500 03

Kind Attn: Mr. R.Soundararajan

Subject: Certificate u/r 52(5) of SEBI (Listing Obligations & disclosure Requirements) Regulations, 2015, for Debentures Issue by Sagar Cements (R) Ltd., for the half year ended September 30, 2018

Dear Sir/Madam,

We are acting as Debenture Trustee for the Secured, Redeemable Non-Convertible Debentures issued by BMM Cements Limited ("The Company").

In terms of the provisions of Regulation 52(5) of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, ('Regulations') we certify that we have taken note of the disclosures made by the Company in the letter enclosed hereto, under Regulation 52(4).

Thanking you.

Yours truly,

For IDBI Trusteeship Services Limited

A handwritten signature in black ink, appearing to be 'S. Soundararajan'.



Authorized Signatory

Encl. As above



SAGAR CEMENTS (R) LIMITED

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

October 29, 2018

To
The National Stock Exchange of India Limited
Exchange Plaza
Bandra Kurla Complex,
Bandra (E)
Mumbai – 400 051

Kind attn.: Mr. Yogesh Deshmukh

Dear Sir,

Certificate for receipt and noting of information for the half year ended September 30, 2018
in respect of our debentures listed on your Exchange
[Pursuant to Regulation 52(5) of the SEBI (LODR) Regulations, 2015]

With reference to the above subject, we submit herewith the information and documents as per the provisions of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 for the half year ended September 30, 2018, for dissemination to the debenture holders as mentioned below:

- (a) Credit rating and change in credit rating (if any) : Present rating Ind A- stable
Previous Rating BBB
- (b) Asset cover available, in case of non-convertible debt
Securities : 1.60
- (c) Debt-equity ratio : 5.04
- (d) Previous due date for the payment of interest / dividend for non-convertible redeemable preference shares / repayment of principal of non-convertible preference shares / non-convertible debt securities and whether the same has been paid or not; and,
Previous due date for interest payment is 28th May, 2018 and same was paid.
- (e) A copy of Certificate submitted to the Stock Exchange under Regulation 57(1) of the SEBI (LODR) Regulations, 2015.
- (f) Next due date for the payment of interest:
- | S.No. | Due Date of Interest payment | Amount of Interest payable |
|-------|---------------------------------|----------------------------|
| 1. | 28 th November, 2018 | Rs.8,77,15,068.50 |
- (g) Debt service coverage ratio : 0.66
- (h) Interest service coverage ratio : 0.93
- (i) outstanding redeemable Debentures (Quantity and value) : 1500 redeemable Non convertible Debentures of Rs.10 Lakhs each
- (j) Debenture redemption reserve : Nil
- (k) Net worth : Rs.6262 Lakhs
- (l) Net profit after tax : Rs.-1105 Lakhs (Loss)
- (m) Earnings per share : -1.23

Yours faithfully,
For Sagar Cements (R) Limited

R. Soundararajan
Company Secretary



Admin. 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

Registered Office: # 19/13, Old No.19/5, 19/6, 3rd Floor, Western Side, Kareem Towers, SRT Road, (Cunningham Road), Bengaluru-560052, Karnataka. Ph: 080-41157020

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

CIN : U40300KA2007PLC043746



C. RAMACHANDRAM & CO.
CHARTERED ACCOUNTANTS

3-6-237, Unit # 606,
Lingapur La Bulde Complex,
Himayatnagar, Hyderabad - 500 029
Ph : 23264144/45, 23223787
E-mail : crcooca@gmail.com

To
The Board of Directors
Sagar Cements (R) Limited
Plot No.111, Road No.10
Jubilee Hills
Hyderabad – 500 033

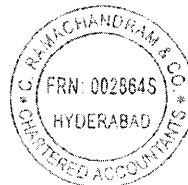
Sub: Statutory Compliance – Periodical Report for the Half year ended 30th September, 2018.

M/s Sagar Cements (R) Limited (formerly known as BMM Cements Limited) having its Registered office at # 19/13, Old No.19/5, 19/6, 3rd Floor, Western Side, Kareem Towers, SRT Road, (Cunningham Road), Bengaluru – 560052 has issued 1500 Secured, redeemable, Non-convertible Debentures (NCD's) of face value of Rs.10,00,000/- each aggregating to Rs. 150 Crores on Private placement. In this regard, we certify that:


The proceeds of the issue were utilized for refinancing the existing financial indebtedness and to meet the working capital requirements for which the issue was made as mentioned in the offer document.

(a) Asset cover available, in case of non-convertible debt Securities	:	1.60
(b) Debt-equity ratio	:	5.04
(c) Debt service coverage ratio	:	0.66
(d) Interest service coverage ratio	:	0.93
(e) outstanding redeemable Debentures (Quantity and value)	:	1500 Redeemable Non-convertible Debentures of Rs.10 Lakhs each aggregating to Rs.150 crores
(f) Debenture redemption reserve	:	Nil
(g) Net worth	:	Rs.6262 Lakhs
(h) Net profit after tax	:	Rs.-1105 Lakhs (Loss)
(i) Earnings per share	:	-1.23

Place: Hyderabad
Date: October 29, 2018



For C. RAMACHANDRAM & CO.,
Chartered Accountants
FRNo. 002864S


C.RAMACHANDRAM
Partner
M.No. 025834