

DECCAN CEMENTS LIMITED CIN: L26942TG1979PLC002500 Regd. Office : "Deccan Chambers", 6-3-666/B, Somajiguda, Hyderabad - 500 082 Ph: 040-23310168; Fax: 040-23318366; Email: info@deccancements.com; Website: www.deccancements.com						
Statement of Audited Financial Results for the Quarter and Year ended 31.03.2020						
(Rs. in Lakhs except per share data)						
S.No.	Particulars	Quarter ended			Year ended	
		31.03.2020	31.12.2019	31.03.2019	31.03.2020	31.03.2019
		Audited (Note 5)	Unaudited	Audited (Note 5)	Audited	Audited
I	Revenue from operations	12,378.72	11,576.65	15,407.28	55,584.82	65,141.52
II	Other income	191.58	196.72	429.57	955.66	987.02
III	Total Income (I + II)	12,570.30	11,773.37	15,836.85	56,540.48	66,128.54
IV	Expenses					
	(a) Cost of materials consumed	1,307.75	1,121.73	1,473.45	5,508.94	6,122.88
	(b) Changes in inventories of finished goods and work-in-progress	(298.02)	611.08	(360.49)	(493.69)	231.12
	(c) Employee benefits expense	680.58	610.03	693.62	2,749.40	2,628.81
	(d) Finance costs	159.80	188.07	293.17	677.62	773.04
	(e) Depreciation and amortisation expense	549.90	528.85	576.58	2,091.25	2,231.21
	(f) Power and fuel	4,608.30	3,786.14	6,185.47	19,337.89	22,686.62
	(g) Freight charges	2,806.87	2,731.26	2,630.44	12,467.68	16,094.07
	(h) Other expenses	2,142.05	1,659.35	1,974.64	8,184.95	7,855.73
	Total expenses (IV)	11,957.23	11,236.51	13,466.88	50,524.04	58,623.48
V	Profit/(Loss) before exceptional items and tax (III-IV)	613.07	536.86	2,369.97	6,016.44	7,505.06
VI	Exceptional items (Refer Note 3)	962.41	-	-	962.41	-
VII	Profit/(Loss) before tax (V - VI)	(349.34)	536.86	2,369.97	5,054.03	7,505.06
VIII	Tax Expense					
	Current Tax	(122.51)	127.97	743.27	1,226.06	2,571.80
	Earlier year tax	9.83	-	77.61	9.83	77.61
	Deferred Tax	58.92	13.64	242.02	(1,846.24)	249.66
IX	Profit/(Loss) for the period (VII - VIII)	(295.58)	395.25	1,307.07	5,664.38	4,605.99
X	Other Comprehensive Income (net of tax)					
	Items that will not be reclassified to profit or loss					
	Remeasurement of defined benefit plans	(5.06)	-	3.76	(5.06)	3.76
XI	Total Comprehensive Income for the period (IX + X)	(300.64)	395.25	1,310.83	5,659.32	4,609.75
XII	Paid-up Equity Share capital	700.38	700.38	700.38	700.38	700.38
XIII	Earning Per Share (Face Value of Rs.5/- each)					
	(a) Basic	(2.11)	2.82	9.33	40.44	32.88
	(b) Diluted	(2.11)	2.82	9.33	40.44	32.88

Notes :

- The above results for the quarter and year ended 31st March 2020 were reviewed by the Audit Committee and approved by the Board of Directors of the Company at their meeting held on 25 June 2020. The Statutory Auditors have expressed an unmodified audit opinion.
- The Company elected to exercise the option permitted under section 115BAA of the Income tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognised Provision for Income tax for the year ended March 31, 2020 and re-measured its deferred tax balances basis the rate prescribed in the said section.
- During the year, the Hon'ble Supreme Court has passed an order on wheeling charges stating that the Andhra Pradesh Electricity Regulatory Commission (APERC) has power to revise the wheeling charges from time to time. Accordingly, the orders passed by the Hon'ble High Court of Andhra Pradesh and Appellate Tribunal for Electricity in favour of the company are set aside. As per the calculation, an amount of Rs. 962.41 lakhs has been provided under exceptional item, subject to adjustments, if any, as per the demand by the respective Discom. The company has filed review petition on 06.01.2020 against the said order.
- The Ministry of Corporate Affairs (MCA), on March 30, 2019 notified Ind AS 116 "Leases" as a part of the Companies (Indian Accounting Standards) Amendment Rules, 2019. The Company has applied the Standard to its leases. There is no impact on transition to Ind AS 116 on retained earnings as on 1 April, 2019 and no material impact on the financial statements of the Company for the year ended 31 March 2020.
- Figures for the last quarter are the balancing figures between the audited figures in respect of full financial year and the published year to date figures upto the third quarter of the respective financial years.
- The Board of Directors have declared an interim dividend for the financial year 2019-20 of Rs. 4/- per share of face value of Rs. 5/- each in the meeting held on 28-02-2020. The Board has not recommended final dividend for the financial year 2019 -20.
- The Company has one reportable segment "Manufacturing and Selling of Cement" as per the requirements of Ind AS 108 "Operating Segments".
- Impact assessment of the global health pandemic COVID - 19 and related estimation uncertainty:**
The Company had suspended operations w.e.f. 23.03.2020 as per the directives of both the Central and State Governments in the wake of COVID - 19 pandemic. The Company's operations were impacted in the month of March 2020. The Company has made an assessment on measurement of assets and liabilities including recoverability of carrying values of its assets, its liquidity position and ability to repay its debts for the next year, and concluded that no material adjustments are considered necessary. From 20th April 2020, operations have commenced in a phased manner taking into account directives from the Government.
The Company has not availed moratorium allowed by RBI for payment of its debt obligations and the Company continues to service all its payment obligations in time. The Company has adequate liquidity in the form of cash and credit facilities/lines for meeting its funds requirements.
- Previous Year/Period figures have been regrouped and recast, wherever necessary, to conform to the current period classification.



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Website: www.deccancements.com		
Statement of Assets and Liabilities		
(Rs. in Lakhs)		
Particulars	As at 31.03.2020	As at 31.03.2019
	Audited	Audited
ASSETS		
Non current assets		
(a) Property, plant and equipment	35,801.23	33,819.68
(b) Right-of-use assets	17.77	-
(c) Capital work-in-progress	5,982.22	895.07
(d) Investment properties	197.48	200.08
(e) Intangible assets	1,784.17	1,401.18
(f) Intangible assets under development	187.26	41.50
(g) Financial assets		
Investments	8.13	8.91
Other financial assets	218.47	191.38
(h) Other non-current assets	1,136.83	1,689.82
Total non-current assets	45,333.56	38,247.62
Current assets		
(a) Inventories	6,699.76	6,517.37
(b) Financial assets		
(i) Trade receivables	4,778.31	1,588.29
(ii) Cash and cash equivalents	11,623.57	13,080.27
(iii) Bank balances other than (ii) above	40.96	46.17
(iv) Loans	12.55	8.98
(v) Other financial assets	388.09	286.48
(c) Current tax assets (net)	313.09	209.14
(d) Other current assets	1,858.83	2,141.49
Total current assets	25,715.16	23,878.19
Total Assets	71,048.72	62,125.81
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	700.38	700.38
(b) Other equity	44,289.66	39,939.08
Total equity	44,990.04	40,639.46
Liabilities		
Non current liabilities		
(a) Financial liabilities		
(i) Borrowings	6,678.11	2,515.11
(ii) Lease liabilities	14.86	-
(iii) Other financial liabilities	-	2,112.82
(b) Provisions	449.38	366.99
(c) Deferred tax liabilities (net)	4,911.80	6,759.74
(d) Other non-current liabilities	102.23	769.33
Total non-current liabilities	12,156.38	12,523.99
Current liabilities		
(a) Financial liabilities		
(i) Borrowings	2,127.53	2,661.06
(ii) Trade payables		
(A) Total outstanding dues of micro enterprises and small enterprises	4.71	12.10
(B) Total outstanding dues of creditors other than micro enterprises and small enterprises	805.88	453.02
(iii) Lease liabilities	3.56	-
(iv) Other financial liabilities	9,527.36	2,796.94
(b) Other current liabilities	1,310.95	2,425.17
(c) Provisions	122.31	128.21
(d) Current tax liabilities (net)	-	485.86
Total liabilities	13,902.30	8,962.36
Total equity and liabilities	71,048.72	62,125.81

Place: Hyderabad
Date: June 25, 2020



for DECCAN CEMENTS LIMITED

P. Parvathi
P Parvathi
Managing Director

DECCAN CEMENTS LIMITED
CASH FLOW STATEMENT FOR THE YEAR ENDED 31 MARCH 2020

(Rs. in Lakhs)

Particulars	Year ended 31 March 2020	Year ended 31 March 2019
	Audited	Audited
Cash flow from operating activities		
Profit before tax	5054.03	7505.06
Adjustments for:		
Depreciation and amortisation expense	2091.25	2231.21
(Gain)/Loss on disposal of property, plant and equipment (net)	(0.81)	7.57
Interest income on financial assets carried at amortized cost	(84.09)	(301.90)
Interest income on deposits	(679.88)	(478.13)
Rental income	(6.50)	(9.21)
Dividend income	(0.48)	(0.32)
Provision for doubtful debts	17.60	-
Finance costs	677.62	773.04
(Gain)/Loss on fair valuation of investment	0.77	(2.54)
Remeasurement of defined benefit plans	(6.76)	5.78
Operating Profit before working capital changes	7062.75	9730.56
Change in operating assets and liabilities		
(Increase)/Decrease in trade receivables	(3207.60)	(247.78)
(increase)/Decrease in financial assets other than trade receivables	(127.06)	40.65
(Increase)/Decrease in other assets	745.81	(383.19)
(Increase)/Decrease in inventories	(182.39)	(625.85)
Increase/(Decrease) in trade payables	345.47	209.07
Increase/(Decrease) in other financial liabilities	3075.20	321.01
Increase/(Decrease) in provisions	74.96	41.58
Increase/(Decrease) in other liabilities	(2183.09)	(1258.64)
Cash Generated from Operations	5604.05	7827.41
Income taxes paid	(1250.00)	(1995.00)
Net cash inflow (outflow) from operating activities	4354.05	5832.41
Cash flows from investing activities		
Purchase of property, plant and equipment	(3975.79)	(1373.40)
Increase in intangible assets	(462.80)	-
Increase in capital work-in-progress	(5087.15)	(452.09)
Increase in intangible assets under development	(145.76)	(41.50)
Sale of property, plant and equipment	6.02	15.16
Interest income on deposits	679.88	478.13
Dividend income	0.48	0.32
Rental income	6.50	9.21
Net cash inflow (outflow) from investing activities	(8978.62)	(1364.17)
Cash flow from financing activities		
Proceeds from non-current borrowings	4354.93	150.00
Repayment of non-current borrowings	(146.71)	(83.04)
Proceeds/ (repayment) from current borrowings	854.47	2247.76
Dividend paid (Including corporate dividend tax)	(1308.74)	(506.61)
Finance costs	(564.70)	(773.03)
Payment of lease liabilities	(21.37)	-
Net cash inflow (outflow) from financing activities	3167.88	1035.08
Net increase (decrease) in cash and cash equivalents	(1456.70)	5503.32
Cash and Cash equivalents at the beginning of the year	13080.27	7576.95
Cash and Cash equivalents at the end of the year	11623.57	13080.27

Place : Hyderabad
Date : June 25, 2020



for DECCAN CEMENTS LIMITED |

P. Parvathi
P Parvathi
Managing Director

M. ANANDAM & CO.,
CHARTERED ACCOUNTANTS

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

To

The Board of Directors of Deccan Cements Limited

Report on the audit of the Financial Results

Opinion

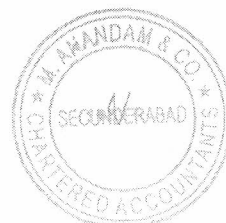
We have audited the accompanying quarterly financial results of Deccan Cements Limited (the Company) for the quarter ended 31st March, 2020 and the year to date results for the period from 1st April, 2019 to 31st March, 2020, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us these financial results:

- i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information for the quarter ended 31st March, 2020 as well as the year to date results for the period from 1st April, 2019 to 31st March, 2020.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the Act). Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* 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 together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the



Companies Act, 2013 and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities for the Financial Results

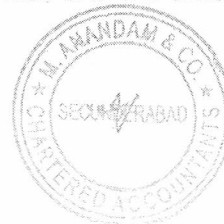
These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, 'Interim Financial Reporting' prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 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 results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are 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 the Board of Directors 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 Results

Our objectives are to obtain reasonable assurance about whether the financial results 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

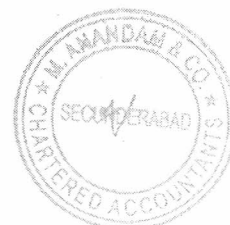


material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.

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 results, 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 control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 results 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 results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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.



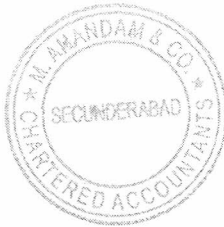
We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matter

The Financial Results include the results for the quarter ended 31st March, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For M.Anandam & Co.,
Chartered Accountants
(Firm Regn.No.000125S)


M.V.Ranganath
Partner



Membership No.028031

UDIN: 20028031AAAAFX7620

Place: Hyderabad

Date: 25th June, 2020



CIN: L26942TG1979PLC002500

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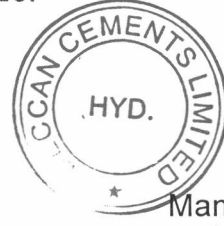
Cement Plant: Bhavanipuram, Janpahad P.O., Suryapet District, Telangana, India - 508218

DECLARATION

In compliance with the provisions of Regulation 33(3)(d) of the SEBI (Listing and Obligations and Disclosure Requirements) Regulations, 2015, as amended by the SEBI (Listing and Obligations and Disclosure Requirements) (Amendment) Regulations, 2016 and SEBI Circular No.CIR/CFD/CMD/56/2016, Dt. May 27, 2016, we hereby declare that M/s. M. Anandam & Co., Chartered Accountants, Statutory Auditors of the Company, have issued Audit Report with unmodified opinion on the Audited Financial Results of the Company for the year ended 31st March, 2020.

Place: Hyderabad
Date: 25.06.2020


D Raghava Chary
Chief Financial Officer




P Parvathi
Managing Director