



## **THE RAMCO CEMENTS LIMITED**

**Corporate Office:**

Auras Corporate Centre, V Floor,  
98-A, Dr. Radhakrishnan Salai, Mylapore,  
Chennai - 600 004, India.  
Tel: +91 44 2847 8666 Fax: +91 44 2847 8676  
Website: www.ramcocements.in  
Corporate Identity Number: L26941TN1957PLC003566

19 June 2020

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

Scrip Code: RAMCOCEM

BSE Limited,  
Floor 25, "P.J.Towers",  
Dalal Street,  
Mumbai – 400 001.

Scrip Code: 500260

Dear Sir,

Sub: Outcome of the Board Meeting held on 19.06.2020.

The Meeting of our Board of Directors held today (19.06.2020), approved the Audited Financial Results (Standalone and Consolidated) for the quarter and year ended 31<sup>st</sup> March 2020.

The Board of Directors at their meeting held on 03.03.2020 had approved payment of Interim Dividend of Rs.2.50 per share. This is the total dividend for the year 2019-20.

The Annual General Meeting is scheduled to be held on Monday, the 7<sup>th</sup> September 2020. This Annual General Meeting is proposed to be conducted through Video Conferencing/Other Audio Visual Means.

Pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following, duly approved by the Board:

1. Standalone and Consolidated Audited Financial Results for the quarter and year ended 31<sup>st</sup> March 2020.



Registered Office: 'Ramamandiram', Rajapalayam - 626 117. Tamil Nadu.

## **THE RAMCO CEMENTS LIMITED**

2. Auditors' Report on the Standalone Financial Results for the year ended 31<sup>st</sup> March 2020.
3. Auditors' Report on the Consolidated Financial Results for the year ended 31<sup>st</sup> March 2020.
4. Declaration duly signed by our Chief Financial Officer that the Audit Reports issued by the Statutory Auditors on the Standalone and Consolidated Annual Financial Results for the year ended 31.03.2020 were with unmodified opinions.

In accordance with Point No: A-4 of Annexure I of SEBI Circular No: CIR/CFD/CMD/4/2015 dated September 09, 2015, we wish to inform the following:

Time of commencement of the Board Meeting - 10.45 AM

Time of completion of the Board Meeting - 12.00 NOON

Thanking you,

Yours faithfully,  
For **THE RAMCO CEMENTS LIMITED,**

*K Selvanayagam*

**K SELVANAYAGAM**  
**SECRETARY**

Encl : As above





**THE RAMCO CEMENTS LIMITED**  
 Regd. Office: "Ramamandiram", Rajapalayam - 626 117.  
 Corporate Office: 98-A, Dr. Radhakrishnan Salai, Chennai 600 004.  
 CIN : L26941TN1957PLC003566; Website : www.ramcocements.in

**STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>ST</sup> MARCH 2020**

Rs. in Lacs

S.No	Particulars	Quarter Ended			Year Ended	
		Audited	Un-Audited	Audited	Audited	Audited
		31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
1	(a) Revenue from Operations					
	Sale of Products	138174	127276	152651	528542	506024
	Other Operating Income (Refer Note No. 5a)	816	522	591	8302	8603
	(b) Other Income	1137	845	1105	3720	2844
	<b>Total Revenue</b>	<b>140127</b>	<b>128643</b>	<b>154347</b>	<b>540564</b>	<b>517471</b>
2	Expenses					
	(a) (i) Cost of Materials Consumed	18981	16755	16181	69806	60507
	(ii) Inter unit clinker transfer - Freight & handling	7177	6531	8626	22309	22352
	(b) Change in Inventories of Finished goods, Work in progress and Stock-in-Trade	(2544)	422	3241	(4739)	1830
	(c) Employee Benefits Expenses (Refer Note No.6)	8456	9655	8234	36820	32949
	(d) Finance Costs	2160	2150	1283	7135	5087
	(e) Depreciation and amortisation Expenses	8325	7968	7668	31526	29852
	(f) Transportation & Handling	30394	28314	34542	113790	118796
	(g) Power and Fuel	25437	25918	29375	105087	105732
	(h) Other Expenditure (Refer Note No.7)	23167	19916	20531	80109	68808
	<b>Total Expenses</b>	<b>121553</b>	<b>117629</b>	<b>129681</b>	<b>461843</b>	<b>445913</b>
3	Profit from Ordinary activities before tax (1 - 2)	18574	11014	24666	78721	71558
4	Tax Expenses (Refer Note No.9)					
	- Current Tax	3412	1918	7762	13902	18944
	- Current Tax adjustments of earlier years	24	-	(483)	24	(483)
	- Deferred Tax	(2431)	4105	68	7428	1097
	- MAT Credit Recognition	2455	(4924)	-	(3674)	-
	- Deferred Tax adjustments of earlier years	497	435	782	932	1411
	<b>Total Tax Expenses</b>	<b>3957</b>	<b>1534</b>	<b>8129</b>	<b>18612</b>	<b>20969</b>
5	Net Profit after tax (3 - 4)	14617	9480	16537	60109	50589
6	Other Comprehensive Income, net of tax (Refer Note No.10)	(832)	77	(280)	(781)	(268)
7	Total Comprehensive Income after tax for the period (5 + 6)	13785	9557	16257	59328	50321
8	Paid-up Equity Share Capital	2356	2356	2356	2356	2356
9	Other Equity				489500	443655
10	Networth				491856	446011
11	Capital Redemption Reserve				163	163
12	Paid-up Debt Capital				302409	161870
13	Debenture Redemption Reserve (Refer Note No.15)				-	-
14	Debt-Equity Ratio, in multiples (Refer Note No.16)				0.61	0.36
15	Debt-Service Coverage Ratio, in multiples (Refer Note No.16)				2.90	4.52
16	Interest Service Coverage Ratio, in multiples (Refer Note No.16)				5.56	9.58
17	Basic & Diluted Earnings per share of Re.1/- each (In Rs.) (Not Annualized)	6	4	7	25	21

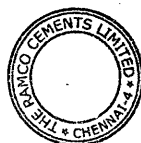
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## STANDALONE AUDITED STATEMENT OF ASSETS, EQUITY &amp; LIABILITIES

Particulars	Rs. in Lacs	
	31-03-2020	31-03-2019
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, Plant and Equipment	573163	506636
Capital Work in Progress	181427	83077
Investment Property	23881	25468
Intangible Assets	5666	5487
Intangible Assets under Development	2610	2182
Investments in Subsidiaries and Associates	16309	14809
Financial Assets		
(a) Other Investments	2561	2668
(b) Loans	6005	3434
(c) Other Financial Assets	1886	1732
Other Non Current Assets	34395	27744
<b>Non Current assets (A)</b>	<b>847903</b>	<b>673237</b>
<b>CURRENT ASSETS</b>		
Inventories	64526	55967
Financial Assets		
(a) Trade Receivables	52685	48997
(b) Cash and Cash Equivalents	6120	5756
(c) Bank balances other than Cash and Cash Equivalents	3022	3520
(d) Loans	2979	2738
(e) Other Financial Assets	10243	9333
Current Tax Assets	229	549
Other Current Assets	16993	10724
<b>Current assets (B)</b>	<b>156797</b>	<b>137584</b>
<b>ASSETS (A) + (B)</b>	<b>1004700</b>	<b>810821</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>EQUITY</b>		
Equity Share Capital	2356	2356
Other Equity	489500	443655
<b>Equity (C)</b>	<b>491856</b>	<b>446011</b>
<b>NON-CURRENT LIABILITIES</b>		
Financial Liabilities		
(a) Borrowings	183234	70118
(b) Other Financial Liabilities	806	-
Provisions	2403	1569
Deferred Tax Liabilities (Net)	91723	87044
Deferred Government Grants	1283	1307
<b>Non Current Liabilities (D)</b>	<b>279449</b>	<b>160038</b>
<b>CURRENT LIABILITIES</b>		
Financial Liabilities		
(a) Borrowings	80006	71358
(b) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	1415	835
- Total outstanding dues of creditors other than micro enterprises and small enterprises	32729	24886
(c) Other Financial Liabilities (*)	105994	92984
Other Current Liabilities	10209	12052
Provisions	2904	2529
Deferred Government Grants	138	128
<b>Current Liabilities (E)</b>	<b>233395</b>	<b>204772</b>
<b>EQUITY &amp; LIABILITIES (C)+(D)+(E)</b>	<b>1004700</b>	<b>810821</b>
<b>(*) Include Current maturities of Long term Borrowings</b>	<b>39169</b>	<b>20394</b>



## STANDALONE AUDITED STATEMENT OF CASH FLOWS

Rs. in Lacs

Particulars	31-03-2020	31-03-2019
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit Before Tax	78721	71558
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Depreciation & Amortization	31526	29852
Profit on sale of Property, Plant & Equipment and Investment Property (net)	(17)	(148)
Impairment allowance for Trade receivables	14	-
Interest Income	(1409)	(1045)
Dividend Income	(143)	(78)
Grant Income	(226)	(230)
Employee Stock Options Expense	2152	-
Cash flow arising out of Actuarial loss on defined benefit obligations	(1054)	(438)
Fair value loss on mutual funds	17	2
Lease Rental Receipts	(1039)	(889)
Finance costs	7135	5087
Provisions / Other non-cash adjustments	1294	509
Operating Profit before Working Capital changes	116971	104180
<i>Movements in Working capital</i>		
Inventories	(8559)	27
Trade receivables and other assets	(11032)	(11038)
Trade payables and other liabilities	(9621)	1718
Cash generated from Operations	87759	94887
Direct Taxes paid	(13763)	(15844)
<b>Net Cash generated from Operating Activities</b>	<b>73996</b>	<b>79043</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment and Investment Properties (Including movements in CWIP, Capital Advances and payable for capital goods)	(191994)	(120634)
Proceeds from Sale of Property, Plant & Equipment and Investment Properties	64	454
Interest received	1380	674
Dividend received	138	73
Loans (given to) / repaid by Subsidiaries & Associates	(2373)	988
Investment in Equity Shares of Subsidiary & Associate	(1500)	(1620)
Lease Rental Receipts	1039	889
Proceeds from Sale of equity investments	-	90
<b>Net Cash used in Investing Activities</b>	<b>(193246)</b>	<b>(119086)</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowings	152298	48995
Repayment of Long Term Borrowings	(20392)	(11421)
Proceeds from Short Term Borrowings (net)	10799	39975
Payment of principal portion of lease liabilities	(4)	-
Payment of Dividend and Dividend Distribution Tax	(15635)	(8528)
Interest paid (including interest on lease liabilities)	(5799)	(4762)
<b>Net Cash generated from Financing Activities</b>	<b>121267</b>	<b>64259</b>
Net increase in Cash and Cash equivalents	2017	24216
Opening balance of Cash and Cash equivalents	7125	(17091)
Closing balance of Cash and Cash equivalents	9142	7125
<b>Notes:</b>		
(a) The above Statement of Cash flows has been prepared under the 'Indirect Method' as set out in the Ind AS 7 on Statement of Cash flows.		
(b) For the purpose of Statement of Cash Flows, Cash and Cash Equivalents comprise of the following:		
Cash and cash equivalents	6120	5756
Bank Balances other than cash and cash equivalents	3022	3520
Less: Cash Credit	-	2151
<b>Cash and Bank Balances, net of Cash Credit for Statement of Cash flows</b>	<b>9142</b>	<b>7125</b>

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## Notes:

- 1) The above audited results were reviewed by the Audit Committee and approved by the Board of Directors at their Meetings held on 19-06-2020.
- 2) The company's business operation comprises of single operating segment viz., cement and cementitious materials.
- 3) The Board of Directors have declared interim dividend of Rs.2.50 per equity share on 03-03-2020. Accordingly the Company has paid Rs.7107 Lacs including Dividend Distribution Tax towards interim dividend. The Board of Directors have recommended this to be the total dividend for the year 2019-20. The Company has paid dividend of Rs.3/- share amounting to Rs.8528 Lacs including Dividend Distribution Tax for the year 2018-19.
- 4) Ind AS 116 "Leases" has been adopted with effect from 1-4-2019 using 'Modified Retrospective Method'. The adoption did not have any significant impact on overall results.
- 5) The summary of key financial information pertaining to Wind power business is given below:

Particulars	Quarter Ended			Year Ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
	Rs. In Lacs				
(a) Income from wind power included in Other Operating Income	444	180	281	5807	6175
(b) Operating expenses of wind power business included under the respective heads of total expenses	522	528	535	2080	2030

- 6) Employee Benefits Expense for the year ended 31-03-2020 include Rs.2152 Lacs (PY: Nil) and Rs.129 Lacs (PY: Nil) towards recognition of fair value of ESOPs granted to its eligible employees as per ESOS 2018 and Voluntary Retirement compensation respectively.
- 7) Other Expenditure include the following -

Particulars	Quarter Ended			Year Ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
	Rs. In Lacs				
(a) Contribution to Chief Ministers' Relief Fund and Political parties	-	-	2000	1900	2420
(b) Amount incurred for advertisement / sales promotion expenses	6454	4577	2743	17071	9653

- 8) In view of the lock-down declared across the country by the Central / State Governments due to COVID-19 pandemic during second half of March 2020, the company's operations at all locations were adversely impacted. The operations have since resumed in a phased manner during April / May 2020 in accordance with the guidelines issued by the relevant regulatory authorities with regard to adhering of social distancing and following prescribed hygiene standards. The Company continues to comply with such guidelines from time to time.

The Company has sufficient liquidity / financing arrangements for the continuity of business operations. The company is confident of its ability to service the debt / financing arrangements. The lock-down due to COVID-19 is continuing with certain relaxations in FY 2020-21 and the company is continuing its operations with lower demand. The Company expects the demand for cement to get back to its normal levels, based on further relaxations that would be announced by the Central and State Governments, in the course of time. The Company has assessed the potential impact of COVID-19 based on the current circumstances and expects no significant impact on the continuity of operations of the business on long-term basis. The Company's ongoing capacity expansion program is expected to get delayed by few months because of exit of labourers from the project sites due to COVID-19. However, the Company does not have any material risk of non-fulfilment of obligations by any party arising out of existing contracts / agreements.

The Company has exercised due care in determining its significant accounting judgements and estimates while preparing its financial statements including internal controls over financial reporting. As per the current assessment of the company, there is no material impact on the carrying values of trade receivables, inventories and other financial / non-financial assets as at the reporting date. The Company continues to closely monitor the developments in economic conditions and assess its impact. However, the final impact may differ from the current estimates made as at the date of approval of the financial statements for the year ended 31-03-2020 considering the prevailing uncertainties.

- 9) As per Section 115BAA in the Income Tax Act, 1961, the company has an irrevocable option of shifting to a lower tax rate and simultaneously forgo certain tax incentives, deductions and accumulated MAT credit. The Company has not exercised this option for the year ended 31-03-2020 in view of the benefits available under the existing tax regime.



## 10) Other Comprehensive Income comprises of -

Particulars	Quarter Ended			Year Ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
(a) Remeasurement losses on defined benefit obligations, net of tax	(686)	-	(285)	(686)	(285)
(b) Fair value gain / (loss) on equity instruments through OCI	(146)	77	5	(95)	17
Total	(832)	77	(280)	(781)	(268)

11) The Competition Commission of India (CCI) vide its order dated 31-08-2016 had imposed a penalty of Rs. 25863 Lacs on the company towards alleged cartelisation. Our appeal alongwith the appeals of other cement companies had been dismissed by NCLAT vide its order dated 25-07-2018. Against the order, the company appealed to the Hon'able Supreme Court, which by its order dated 05-10-2018 admitted the appeal and directed to continue the interim order passed by NCLAT. Accordingly the company re-deposited Rs.2586 Lacs being 10% of the penalty. The Company backed by legal opinion, believes that it has a good case and hence no provision is made.

12) The disclosure with regard to borrowings of large corporates in terms of SEBI Circular No. SEBI/HO/DDHS/CIR/P/2018/144 dated 26-11-2018 is as below:

Particulars	Rs. In Lacs
(a) Incremental borrowing done in FY 2019-20 - Long term	152000
(b) Mandatory borrowing to be done through issuance of debt securities i.e 25% of (a)	38000
(c) Actual borrowings done through debt securities - Non-convertible Debentures	39500
(d) Shortfall in the mandatory borrowings through debt securities, if any	-
(e) Reasons for shortfall, if any, in mandatory borrowings through debt securities	Not Applicable

13) The disclosures as per Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are as below:

Particulars	As at 31-03-2020			
	Not Applicable			
(a) Previous due date for the payment of Principal & Interest of NCDs	Not Applicable			
(b) Next due date & amount for the payment of Principal & Interest of NCDs	Principal		Interest	
	Rs. In Lacs	Due Date	Rs. In Lacs	Due Date
7.12% NCDs (Issued on 20-12-2019)	10000	18-06-2021	356	20-06-2020
			708	18-06-2021
7.25% NCDs (Issued on 20-12-2019)	9500	20-12-2021	689	21-12-2020
			689	20-12-2021
6.90% NCDs (Issued on 28-02-2020)	10000	26-08-2022	339	26-08-2020
			690	26-08-2021
7.00% NCDs (Issued on 28-02-2020)	10000	26-05-2023	690	26-08-2022
			700	01-03-2021
			700	28-02-2022
			700	28-02-2023
			167	26-05-2023

14) The Company continues to maintain 100% asset cover for the NCDs issued. The Company's issuance of NCDs have been rated by ICRA as AA+ (Stable) and Commercial Papers have been rated by ICRA and CRISIL as A1+.

15) As per Companies (Share capital and Debentures) Amendment Rules 2019 notified on 16-08-2019, Debenture Redemption Reserve is not required to be created for privately placed debentures issued by listed companies. Since the company has issued debentures by way of private placement, the debenture redemption reserve is not created.

16) The formulae for computation of ratios are given below:

(a) Debt Equity Ratio = Total Borrowings / Total Equity

(b) Debt Service Coverage Ratio = (Profit before Interest and Depreciation but after current tax) / (Principal Debt Repayment + Gross Interest)

(c) Interest Service Coverage Ratio = Profit before Interest and tax / Gross Interest

17) The figures for the quarter ended 31-03-2020 and 31-03-2019 are the balancing figures between audited results in respect of full financial year and published year to date upto the third quarter of the relevant financial year.

18) The previous period figures have been re-grouped/re-stated wherever necessary.

Chennai  
19-06-2020

For THE RAMCO CEMENTS LIMITED

P.R. VENKETRAMA RAJA  
CHAIRMAN AND MANAGING DIRECTOR



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**STATEMENT OF AUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31<sup>ST</sup> MARCH 2020**

Rs. in Lacs

S.No	Particulars	Quarter Ended			Year Ended	
		Audited 31-03-2020	Un-Audited 31-12-2019	Audited 31-03-2019	Audited 31-03-2020	Audited 31-03-2019
1	(a) Revenue from Operations					
	Sale of Products	138174	127276	152651	528542	506024
	Other Operating Income (Refer Note No. 7a)	1226	936	863	10388	10210
	(b) Other Income	990	788	1063	3350	2496
	<b>Total Revenue</b>	<b>140390</b>	<b>129000</b>	<b>154577</b>	<b>542280</b>	<b>518730</b>
2	Expenses					
	(a) (i) Cost of Materials Consumed	18981	16755	16181	69806	60507
	(ii) Inter unit clinker transfer - Freight & handling	7177	6531	8626	22309	22352
	(b) Change in Inventories of Finished goods, Work in progress and Stock-in-Trade	(2544)	422	3241	(4739)	1830
	(c) Employee Benefits Expenses (Refer Note No.8)	8755	10024	9009	38060	33794
	(d) Finance Costs	2161	2164	1306	7214	5142
	(e) Depreciation and amortisation Expenses	8349	8002	7721	31654	29996
	(f) Transportation & Handling	30393	28306	34523	113771	118777
	(g) Power and Fuel	25437	25918	29375	105087	105732
	(h) Other Expenditure (Refer Note No.9)	23160	19789	20203	79894	68793
	<b>Total Expenses</b>	<b>121869</b>	<b>117911</b>	<b>130185</b>	<b>463056</b>	<b>446923</b>
3	Profit from Ordinary activities before tax (1 - 2)	18521	11089	24392	79224	71807
4	Tax Expenses (Refer Note No.11)					
	- Current Tax	3399	1898	7736	13983	19021
	- Current Tax adjustments of earlier years	30	-	(485)	30	(485)
	- Deferred Tax	(2434)	4120	(7)	7595	1189
	- MAT Credit Recognition	2462	(4904)	26	(3755)	(77)
	- Deferred Tax adjustments of earlier years	497	435	784	932	1413
	<b>Total Tax Expenses</b>	<b>3954</b>	<b>1549</b>	<b>8054</b>	<b>18785</b>	<b>21061</b>
5	Net Profit for the period before share of profit of Associates (3 - 4)	14567	9540	16338	60439	50746
6	Share of Profit of Associates, net of tax	(277)	(96)	120	68	397
7	Profit for the period (5 + 6)	14290	9444	16458	60507	51143
8	Profit for the period attributable to -					
	- Equity shareholders of the Parent	14308	9460	16491	60414	51072
	- Non-controlling Interest	(18)	(16)	(33)	93	71
9	Other Comprehensive Income, net of tax (Refer Note No.12)	(689)	127	(313)	(495)	(108)
10	Other Comprehensive Income for the period attributable to -					
	- Equity shareholders of the Parent	(690)	127	(313)	(496)	(108)
	- Non-controlling Interest	1	-	-	1	-
11	Total Comprehensive Income after tax for the period (7 + 9)	13601	9571	16145	60012	51035
12	Total Comprehensive Income for the period attributable to -					
	- Equity shareholders of the Parent	13618	9587	16178	59918	50964
	- Non-controlling Interest	(17)	(16)	(33)	94	71
13	Paid up Equity Share Capital	2356	2356	2356	2356	2356
14	Other Equity				497779	451344
15	Networth				500135	453700
16	Capital Redemption Reserve				163	163
17	Paid-up Debt Capital				302409	163692
18	Debenture Redemption Reserve (Refer Note No.17)				-	-
19	Debt-Equity Ratio, in multiples (Refer Note No.18)				0.60	0.36
20	Debt-Service Coverage Ratio, in multiples (Refer Note No.18)				2.89	4.41
21	Interest Service Coverage Ratio, in multiples (Refer Note No.18)				5.57	9.55
22	Basic & Diluted Earnings per share of Re.1/- each (In Rs.) (Not Annualized)	6	4	7	26	22

(Treasury shares of 77.71 Lacs were deducted from the total number of equity shares for the purpose of computation of Earnings per Share)





## CONSOLIDATED AUDITED STATEMENT OF ASSETS, EQUITY &amp; LIABILITIES

Particulars	Rs. in Lacs	
	31-03-2020	31-03-2019
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, Plant and Equipment	584638	518337
Capital Work in Progress	181427	83077
Investment Property	14698	16192
Intangible Assets	5604	5467
Intangible Assets under Development	2610	2182
Investments in Associates	24989	23199
Financial Assets		
(a) Other Investments	2561	2668
(b) Loans	2807	1645
(c) Other Financial Assets	1886	1732
Deferred Tax Assets (net)	40	42
Other Non Current Assets	34445	27787
<b>Non Current assets (A)</b>	<b>855705</b>	<b>682328</b>
<b>CURRENT ASSETS</b>		
Inventories	64688	56108
Financial Assets		
(a) Trade Receivables	52763	49007
(b) Cash and Cash Equivalents	6393	5963
(c) Bank balances other than Cash and Cash Equivalents	3022	3520
(d) Loans	2982	2741
(e) Other Financial Assets	10412	9369
Current Tax Assets	280	596
Other Current Assets	17031	10747
<b>Current assets (B)</b>	<b>157571</b>	<b>138051</b>
<b>ASSETS (A) + (B)</b>	<b>1013276</b>	<b>820379</b>
<b>EQUITY &amp; LIABILITIES</b>		
<b>EQUITY</b>		
Equity Share Capital	2356	2356
Other Equity	497779	451344
<b>Total Equity</b>	<b>500135</b>	<b>453700</b>
Non-controlling Interest	564	470
<b>Equity (C)</b>	<b>500699</b>	<b>454170</b>
<b>NON-CURRENT LIABILITIES</b>		
Financial Liabilities		
(a) Borrowings	183234	70118
(b) Other Financial Liabilities	806	-
Provisions	2403	1569
Deferred Tax Liabilities (Net)	91219	86460
Deferred Government Grants	1283	1307
<b>Non Current Liabilities (D)</b>	<b>278945</b>	<b>159454</b>
<b>CURRENT LIABILITIES</b>		
Financial Liabilities		
(a) Borrowings	80006	72933
(b) Trade Payables		
- Total outstanding dues of micro enterprises and small enterprises	1415	835
- Total outstanding dues of creditors other than micro enterprises and small enterprises	32883	25001
(c) Other Financial Liabilities (*)	106000	93239
Other Current Liabilities	10263	12073
Provisions	2927	2546
Deferred Government Grants	138	128
<b>Current Liabilities (E)</b>	<b>233632</b>	<b>206755</b>
<b>EQUITY &amp; LIABILITIES (C)+(D)+(E)</b>	<b>1013276</b>	<b>820379</b>
<b>(*) Include Current maturities of Long term Borrowings</b>	<b>39169</b>	<b>20641</b>



## CONSOLIDATED AUDITED STATEMENT OF CASH FLOWS

Rs. in Lacs

Particulars	31-03-2020	31-03-2019
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit Before Tax	79224	71807
<i>Adjustments to reconcile profit before tax to net cash flows:</i>		
Depreciation & Amortization	31654	29996
Profit on sale of Property, Plant & Equipment and Investment Property (net)	(17)	(148)
Impairment allowance for Trade receivables	14	-
Interest Income	(1185)	(796)
Dividend Income	(8)	(10)
Grant Income	(226)	(230)
Employee Stock Options Expense	2152	-
Cash flow arising out of Actuarial loss on defined benefit obligations	(1066)	(452)
Fair value loss on mutual funds	17	2
Lease Rental Receipts	(1032)	(882)
Finance costs	7214	5142
Provisions / Other non-cash adjustments	1305	549
Operating Profit before Working Capital changes	118046	104978
<i>Movements in Working capital</i>		
Inventories	(8580)	17
Trade receivables and other assets	(11214)	(11484)
Trade payables and other liabilities	(9547)	1720
Cash generated from Operations	88705	95231
Direct Taxes paid	(13895)	(15968)
Net Cash generated from Operating Activities	74810	79263
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant & Equipment and Investment Properties (Including movements in CWIP, Capital Advances and payable for capital goods)	(192010)	(120699)
Proceeds from Sale of Property, Plant & Equipment and Investment Properties	64	454
Interest received	1155	424
Dividend received	139	73
Loans given to Associates	(965)	-
Investment in Equity Shares of Associate	(1500)	(1434)
Rent Receipts	1032	882
Proceeds from Sale of equity investments	-	90
Net Cash used in Investing Activities	(192085)	(120210)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from Long Term Borrowings	152298	48995
Repayment of Long Term Borrowings	(20639)	(11916)
Proceeds from Short Term Borrowings (net)	9224	41550
Payment of principal portion of lease liabilities	(4)	-
Payment of Dividend and Dividend Distribution Tax	(15635)	(8528)
Interest paid (including interest on lease liabilities)	(5886)	(4814)
Net Cash generated from Financing Activities	119358	65287
Net increase in Cash and Cash equivalents	2083	24340
Opening balance of Cash and Cash equivalents	7332	(17008)
Closing balance of Cash and Cash equivalents	9415	7332
<b>Notes:</b>		
(a) The above Statement of Cash flows has been prepared under the 'Indirect Method' as set out in the Ind AS 7 on Statement of Cash flows.		
(b) For the purpose of Statement of Cash Flows, Cash and Cash Equivalents comprise of the following:		
Cash and cash equivalents	6393	5963
Bank Balances other than cash and cash equivalents	3022	3520
Less: Cash Credit	-	2151
Cash and Bank Balances, net of Cash Credit for Statement of Cash flows	9415	7332

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## Notes:

- 1) The above audited results were reviewed by the Audit Committee and approved by the Board of Directors at their Meetings held on 19-06-2020.
- 2) The company's business operation comprises of single operating segment viz., cement and cementitious materials.
- 3) The Consolidated financial results have been prepared in accordance with Ind AS 110 read with Ind AS 28. The consolidated results include the standalone results of The Ramco Cements Limited, its subsidiaries viz. Ramco Windfarms Limited and Ramco Industrial and Technology Services Limited, collectively referred as 'Group' and its Associates viz. Ramco Systems Limited, Ramco Industries Limited, Rajapalayam Mills Limited, Madurai Trans Carrier Limited and Lynks Logistics Limited.
- 4) The Board of Directors have declared interim dividend of Rs.2.50 per equity share on 03-03-2020. Accordingly the Company has paid Rs.7107 Lacs including Dividend Distribution Tax towards interim dividend. The Board of Directors have recommended this to be the total dividend for the year 2019-20. The Company has paid dividend of Rs.3/- share amounting to Rs.8528 Lacs including Dividend Distribution Tax for the year 2018-19.

## 5) Key standalone financial information

Rs.in Lacs

Particulars	Quarter Ended			Year Ended	
	Audited	Un-Audited	Audited	Audited	Audited
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
Total Revenue	140127	128643	154347	540564	517471
Net Profit before tax	18574	11014	24666	78721	71558
Net Profit after tax	14617	9480	16537	60109	50589

The standalone financial results of the company are available on the Bombay Stock Exchange website [www.bseindia.com](http://www.bseindia.com), the National Stock Exchange website [www.nseindia.com](http://www.nseindia.com) and on the Company's website [www.ramcocements.in](http://www.ramcocements.in)

- 6) Ind AS 116 "Leases" has been adopted with effect from 1-4-2019 using 'Modified Retrospective Method'. The adoption did not have any significant impact on overall results.
- 7) The summary of key financial information pertaining to Wind power business is given below:

Rs. In Lacs

Particulars	Quarter Ended			Year Ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
(a) Income from wind power included in Other Operating Income	600	311	431	7242	7660
(b) Operating expenses of wind power business included under the respective heads of total expenses	652	650	682	2568	2564

- 8) Employee Benefits Expense for the year ended 31-03-2020 include Rs.2152 Lacs (PY: Nil) and Rs.129 Lacs (PY: Nil) towards recognition of fair value of ESOPs granted to its eligible employees as per ESOS 2018 and Voluntary Retirement compensation respectively.
- 9) Other Expenditure include the following -

Rs. In Lacs

Particulars	Quarter Ended			Year Ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
(a) Contribution to Chief Ministers' Relief Fund and Political parties	-	-	2000	1900	2420
(b) Amount incurred for advertisement / sales promotion expenses included under Other Expenditure	6454	4577	2743	17071	9653



- 10) In view of the lock-down declared across the country by the Central / State Governments due to COVID-19 pandemic during second half of March 2020, the Group's operations at all locations were adversely impacted. The operations have since resumed in a phased manner during April / May 2020 in accordance with the guidelines issued by the relevant regulatory authorities with regard to adhering of social distancing and following prescribed hygiene standards. The Group continues to comply with such guidelines from time to time.

The Group has sufficient liquidity / financing arrangements for the continuity of business operations. The Group is confident of its ability to service the debt / financing arrangements. The lock-down due to COVID-19 is continuing with certain relaxations in FY 2020-21 and the Group is continuing its operations with lower demand. The Group expects the demand for cement to get back to its normal levels, based on further relaxations that would be announced by the Central and State Governments, in the course of time. The Group has assessed the potential impact of COVID-19 based on the current circumstances and expects no significant impact on the continuity of operations of the business on long-term basis. The Group's ongoing capacity expansion program is expected to get delayed by few months because of exit of labourers from the project sites due to COVID-19. However, the Group does not have any material risk of non-fulfilment of obligations by any party arising out of existing contracts / agreements.

The Group has exercised due care in determining its significant accounting judgements and estimates while preparing its financial statements including internal controls over financial reporting. As per the current assessment of the company, there is no material impact on the carrying values of trade receivables, inventories and other financial / non-financial assets as at the reporting date. The Company continues to closely monitor the developments in economic conditions and assess its impact. However, the final impact may differ from the current estimates made as at the date of approval of the financial statements for the year ended 31-03-2020 considering the prevailing uncertainties.

- 11) As per Section 115BAA in the Income Tax Act, 1961, the Group has an irrevocable option of shifting to a lower tax rate and simultaneously forgo certain tax incentives, deductions and accumulated MAT credit. The Group has not exercised this option for the year ended 31-03-2020 in view of the benefits available under the existing tax regime.

- 12) Other Comprehensive Income comprises of -

Particulars	Rs.in Lacs				
	Quarter Ended			Year Ended	
	31-03-2020	31-12-2019	31-03-2019	31-03-2020	31-03-2019
(a) Remeasurement losses on defined benefit obligations, net of tax	(698)	-	(297)	(698)	(297)
(b) Fair value gain / (loss) on equity instruments through OCI	(146)	77	5	(95)	17
(c) Share of OCI of Associates, net of tax	155	50	(21)	298	172
Total	(689)	127	(313)	(495)	(108)

- 13) The Competition Commission of India (CCI) vide its order dated 31-08-2016 had imposed a penalty of Rs. 25863 Lacs on the company towards alleged cartelisation. Our appeal alongwith the appeals of other cement companies had been dismissed by NCLAT vide its order dated 25-07-2018. Against the order, the company appealed to the Hon'able Supreme Court, which by its order dated 05-10-2018 admitted the appeal and directed to continue the interim order passed by NCLAT. Accordingly the company re-deposited Rs.2586 Lacs being 10% of the penalty. The Company backed by legal opinion, believes that it has a good case and hence no provision is made.

- 14) The disclosure with regard to borrowings of large corporates in terms of SEBI Circular No. SEBI/HO/DDHS/CIR/P/2018/144 dated 26-11-2018 is as below:

Particulars	Rs. In Lacs
(a) Incremental borrowing done in FY 2019-20 - Long term	152000
(b) Mandatory borrowing to be done through issuance of debt securities i.e 25% of (a)	38000
(c) Actual borrowings done through debt securities - Non-convertible Debentures	39500
(d) Shortfall in the mandatory borrowings through debt securities, if any	-
(e) Reasons for shortfall, if any, in mandatory borrowings through debt securities	Not Applicable



- 15) The disclosures as per Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are as below:

Particulars	As at 31-03-2020			
	(a) Previous due date for the payment of Principal & Interest of NCDs	Not Applicable		
(b) Next due date & amount for the payment of Principal & Interest of NCDs	Principal		Interest	
	Rs. In Lacs	Due Date	Rs. In Lacs	Due Date
7.12% NCDs (Issued on 20-12-2019)	10000	18-06-2021	356	20-06-2020
			708	18-06-2021
7.25% NCDs (Issued on 20-12-2019)	9500	20-12-2021	689	21-12-2020
			689	20-12-2021
6.90% NCDs (Issued on 28-02-2020)	10000	26-08-2022	339	26-08-2020
			690	26-08-2021
			690	26-08-2022
7.00% NCDs (Issued on 28-02-2020)	10000	26-05-2023	700	01-03-2021
			700	28-02-2022
			700	28-02-2023
			167	26-05-2023

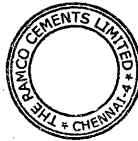
- 16) The Company continues to maintain 100% asset cover for the NCDs issued. The Company's issuance of NCDs have been rated by ICRA as AA+ (Stable) and Commercial Papers have been rated by ICRA and CRISIL as A1+.
- 17) As per Companies (Share capital and Debentures) Amendment Rules 2019 notified on 16-08-2019, Debenture Redemption Reserve is not required to be created for privately placed debentures issued by listed companies. Since the Group has issued debentures by way of private placement, the debenture redemption reserve is not created.
- 18) The formulae for computation of ratios are given below:  
 (a) Debt Equity Ratio = Total Borrowings / Total Equity  
 (b) Debt Service Coverage Ratio = (Profit before Interest and Depreciation but after current tax) / (Principal Debt Repayment + Gross Interest)  
 (c) Interest Service Coverage Ratio = Profit before Interest and tax / Gross Interest
- 19) The figures for the quarter ended 31-03-2020 and 31-03-2019 are the balancing figures between audited results in respect of full financial year and published year to date upto the third quarter of the relevant financial year.
- 20) The previous period figures have been re-grouped/re-stated wherever necessary.

For THE RAMCO CEMENTS LIMITED



P.R. VENKETRAMA RAJA  
CHAIRMAN AND MANAGING DIRECTOR

Chennai  
19-06-2020



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**Independent Auditor's Report on the Quarterly and Year to Date Standalone Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

**TO**

**THE BOARD OF DIRECTORS OF THE RAMCO CEMENTS LIMITED**

**Report on the audit of the Standalone Financial Results**

**Opinion**

We have audited the accompanying standalone quarterly financial results of **THE RAMCO CEMENTS LIMITED** (the "Company") for the quarter ended March 31, 2020 and the year to date results for the period from April 01, 2019 to March 31, 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 (the "Listing Regulations").

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

- I. are presented in accordance with the requirements of the Regulation 33 of the Listing Regulations in this regard; and
- II. gives a true and fair view in conformity with the applicable accounting standards and other accounting principles generally accepted in India of the net profit and other comprehensive income and other financial information of the Company for the quarter ended March 31, 2020 as well as the year to date results for the period from April 01, 2019 to March 31, 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 Standalone 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 statements under the provisions of the Act 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.



## **Emphasis of Matter**

We draw attention to Note No. 8 to the standalone financial results, which describes the uncertainties and the impact of the COVID-19 pandemic on the company's operations and results as assessed by the management. The Management has assessed that there is no material impact on the financial statements due to lockdown and related restrictions imposed towards controlling the COVID 19 pandemic. Our opinion is not modified in respect of this matter.

## **Management's Responsibilities for the Standalone Financial Results**

These quarterly financial results as well as the year to date standalone financial results have been prepared on the basis of standalone annual financial statements. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards 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 the 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, 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 Standalone Financial Results**

Our objectives are to obtain reasonable assurance about whether the standalone 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 standalone 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 standalone 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- 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 standalone 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

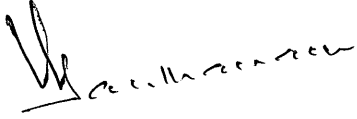
1. We did not audit the financial statements of ONE foreign branch included in the standalone quarterly financial results and standalone year to date results, whose standalone financial statements reflect total assets of Rs.1,561 Lakhs as at 31st March 2020 and total revenues of Rs.1,800 Lakhs and Rs.9,502 Lakhs, total net profit after tax of Rs.48 Lakhs and Rs.15 Lakhs, total comprehensive income of Rs. 48 Lakhs and Rs.15 Lakhs for the quarter ended 31st March 2020 and for the period from 01st April 2019 to 31st March 2020 respectively, and net cash outflows of Rs.128 Lakhs for the year ended 31st March 2020, as considered in the respective standalone audited financial results. These financial statements and other financial information have been audited by another independent auditor in accordance with the regulations of that country, whose report has been furnished to us, and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such audited financial statements is based solely on the report of such other auditors.
2. We draw attention to Note No.11 to the statement which describes the following matter:  
*The Competition Commission of India (CCI) vide its order dated 31-08-2016 had imposed a penalty of Rs. 25,863 Lakhs on the company towards alleged cartelisation. Our appeal alongwith the appeals of other cement companies had been dismissed by NCLAT vide its order dated 25-07-2018. Against the order, the company appealed to the Hon'able Supreme Court, which by its order dated 05-10-2018 admitted the appeal and directed to continue the interim order passed by NCLAT. Accordingly the company re-deposited Rs.2,586 Lakhs being 10% of the penalty. The Company backed by legal opinion, believes that it has a good case and hence no provision is made.*
3. Our attendance at the physical inventory verification done by the management was impracticable under the current lockdown restrictions imposed by the government. Consequently, we have performed alternative procedures to audit on the existence and condition of inventory at year end as per the guidance provided in SA-501 "Audit Evidence – Specific considerations for selected items" and have obtained sufficient audit evidence to issue our un-modified opinion on these standalone financial results.

Our opinion on the statement is not modified in respect of these matters.



The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 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 as required under the Listing Regulations.

For S R S V & ASSOCIATES  
Chartered Accountants  
Firm Registration Number: 015041S



P. SANTHANAM  
Partner  
Membership Number: 018697  
UDIN No.: 20018697AAAAA65689

Chennai  
19<sup>th</sup> June 2020



For RAMAKRISHNA RAJA AND CO  
Chartered Accountants  
Firm Registration Number: 005333S



M. VIJAYAN  
Partner  
Membership Number: 026972  
UDIN No.: 20026972AAAA DD 2921



**Independent Auditor's Report on the Quarterly and Year to Date Audited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**TO**

**THE BOARD OF DIRECTORS OF THE RAMCO CEMENTS LIMITED**

**Report on the audit of the Consolidated Financial Results**

**Opinion**

We have audited the accompanying Statement of Consolidated Financial Results of **THE RAMCO CEMENTS LIMITED** ("Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), and its associates for the quarter ended March 31, 2020 and for the period from April 01, 2019 to March 31, 2020 ("the Statement"), being submitted by the Holding 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, and based on the consideration of the reports of the other auditors on separate audited financial statements/ financial information of subsidiaries, and associates, the Statement:

a. includes the results of the following entities:

<b>Name of the entity</b>	<b>Relationship</b>
Ramco Windfarms Limited	Subsidiary
Ramco Industrial and Technology Services limited	Subsidiary
Ramco Industries Limited	Associate
Ramco Systems Limited	Associate
Rajapalayam Mills Limited	Associate
Madurai Trans Carrier Limited	Associate
Lynks Logistics Limited	Associate

b. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations, as amended; and

c. gives a true and fair view, in conformity with the applicable accounting standards, and other accounting principles generally accepted in India, of consolidated total comprehensive income (comprising of net profit and other comprehensive income) and other financial



information of the Group for the quarter ended March 31, 2020 and for the period from April 01, 2019 to March 31, 2020.

### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) as 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 Consolidated Financial Results* section of our report. We are independent of the Group, its subsidiaries and associates 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 statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us and other auditors in terms of their reports referred to in "Other Matter" paragraph below, is sufficient and appropriate to provide a basis for our opinion.

### **Emphasis of Matter**

We draw attention to Note No.10 to the consolidated financial results, which describes the uncertainties and the impact of the COVID 19 pandemic on the operations and results on financial results. The Management has assessed that there is no material impact on the financial statements due to lockdown and related restrictions imposed towards controlling the COVID 19 pandemic. Our opinion is not modified in respect of this matter.

The auditors of respective companies have reported an Emphasis of matter in this regard in their reports of the respective companies. Our opinion is not modified in respect of this matter.

### **Management's Responsibilities for the Consolidated Financial Results**

These Statements have been prepared on the basis of the consolidated annual financial statements.

The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial results that give a true and fair view of the net profit and other comprehensive income and other financial information of the Group including its subsidiaries and associates in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The respective Board of Directors of the companies



included in the Group and of its subsidiaries and associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its subsidiaries and associates 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 the 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 consolidated financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial results by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statement, the respective Board of Directors of the companies included in the Group and of its subsidiaries and associates are responsible for assessing the ability of the Group and of its subsidiaries and associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group and of its subsidiaries and associates are also responsible for overseeing the financial reporting process of the Group and of its subsidiaries and associates.

### **Auditor's Responsibilities for the Audit of the Consolidated Financial Results**

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

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

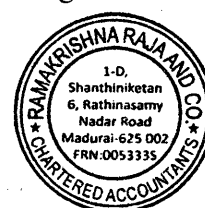
- Identify and assess the risks of material misstatement of the consolidated financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not 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. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- 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 ability of the Group and its subsidiaries and associates 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 consolidated 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 Group and its subsidiaries and associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial results, including the disclosures, and whether the consolidated financial results represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial results/financial information of the entities within the Group and its subsidiaries and associates to express an opinion on the consolidated financial results. We are responsible for the direction, supervision and performance of the audit of the financial information of such entities included in the consolidated financial results of which we are the independent auditors. For the other entities included in the consolidated financial results, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial results of which we are the independent auditors 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.

We also performed procedures in accordance with the circular issued by the SEBI under Regulation 33(8) of the Listing Regulations, as amended, to the extent applicable.

### Other Matter

1. We did not audit the financial statements of ONE foreign branch included in the standalone quarterly financial results and standalone year to date results, whose standalone financial statements reflect total assets of Rs.1,561 Lakhs as at 31st March 2020 and total revenues of Rs.1,800 Lakhs and Rs.9,502 Lakhs, total net profit after tax of Rs.48 Lakhs and Rs.15 Lakhs, total comprehensive income of Rs. 48 Lakhs and Rs.15 Lakhs for the quarter ended 31st March 2020 and for the period from 01st April 2019 to 31st March 2020 respectively, and net cash outflows of Rs.128 Lakhs for the year ended 31st March 2020, as considered in the respective standalone audited financial results, as considered in the respective standalone audited financial results. These financial statements and other financial information have been audited by another independent auditor in accordance with the regulations of that country, whose report has been furnished to us, and our opinion on the quarterly financial results and the year to date results, to the extent they have been derived from such audited financial statements is based solely on the report of such other auditors.
2. We did not audit the financial statements of TWO subsidiary companies included in the consolidated financial results year to date, whose financial statements reflect total assets of Rs.6,653 Lakhs as at 31st March 2020 and total revenues of Rs.1,260 Lakhs and Rs.5,531 Lakhs, total net profit / (loss) after tax of Rs.(30) Lakhs and Rs.374 Lakhs, total comprehensive income/ (loss) of Rs.(14) Lakhs and Rs.394 Lakhs for the quarter ended 31st March 2020 and for the period from 01st April 2019 to 31st March 2020 respectively, and net cash inflows of Rs.66 Lakhs for the year ended 31st March 2020, These financial statements as per Ind AS and other financial information have been audited by another independent auditor whose report has been furnished to us, and our opinion on the year to date results, to the extent they have been derived from such audited financial statements is based solely on the report of such other auditors.



3. We did not audit the financial statements of FIVE associate companies included in the consolidated annual financial results year to date, whose consolidated annual financial statements reflect the Group's share of total net profit/(loss) after tax of Rs. (277) Lakhs and Rs. 68 Lakhs for the quarter ended 31st March 2020 and for the period from 01st April 2019 to 31st March 2020 respectively. These financial statements as per Ind AS and other financial information are un-audited and have been furnished to us by the management, and our opinion is based solely on the financial results year to date, to the extent they have been derived from such un-audited financial statements.
4. We draw attention to Note No.13 to the statement which describes the following matter:

*The Competition Commission of India (CCI) vide its order dated 31-08-2016 had imposed a penalty of Rs. 25,863 Lakhs on the company towards alleged cartelisation. Our appeal alongwith the appeals of other cement companies had been dismissed by NCLAT vide its order dated 25-07-2018. Against the order, the company appealed to the Hon'able Supreme Court, which by its order dated 05-10-2018 admitted the appeal and directed to continue the interim order passed by NCLAT. Accordingly the company re-deposited Rs.2,586 Lakhs being 10% of the penalty. The Company backed by legal opinion, believes that it has a good case and hence no provision is made.*

5. Our attendance at the physical inventory verification done by the management was impracticable under the current lockdown restrictions imposed by the government. Consequently, we have performed alternative procedures to audit on the existence and condition of inventory at year end as per the guidance provided in SA-501 "Audit Evidence – Specific considerations for selected items" and have obtained sufficient audit evidence to issue our un-modified opinion on these consolidated financial results.

Our opinion on the statement is not modified in respect of these matters.

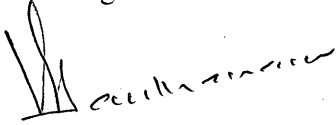




Our opinion on the Statement is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the Financial Results/financial information certified by the Board of Directors.

The Statement includes the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year ended March 31, 2020 and the published unaudited year-to-date figures up to the end of the third quarter of the current financial year, which were subjected to a limited review by us, as required under the Listing Regulations.

For S R S V & ASSOCIATES  
Chartered Accountants  
Firm Registration Number: 015041S



P. SANTHANAM  
Partner  
Membership Number: 018697  
UDIN No.: 20018697AAAAAH8206

Chennai  
19<sup>th</sup> June 2020



For RAMAKRISHNA RAJA AND CO  
Chartered Accountants  
Firm Registration Number: 005333S



M. VIJAYAN  
Partner  
Membership Number: 026972  
UDIN No.: 20026972AAAADE6206





## **THE RAMCO CEMENTS LIMITED**

**Corporate Office:**

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98-A, Dr. Radhakrishnan Salai, Mylapore,  
Chennai - 600 004, India.  
Tel: +91 44 2847 8666 Fax: +91 44 2847 8676  
Website: www.ramcocements.in  
Corporate Identity Number: L26941TN1957PLC003566

19 June 2020

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

Scrip Code: RAMCOCEM

BSE Limited,  
Floor 25, "P.J.Towers",  
Dalal Street,  
Mumbai – 400 001.

Scrip Code: 500260

Dear Sir,

Sub: Declaration under Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We hereby declare that the Audit Reports issued by the Statutory Auditors on the Standalone and Consolidated Annual Financial Results for the year ended 31.03.2020 were with unmodified opinions.

Thanking you,

Yours faithfully,

For **THE RAMCO CEMENTS LIMITED,**

**S.VAITHIYANATHAN**  
**CHIEF FINANCIAL OFFICER**