CIN : L26942TG1979PLC002485
GST No.: 36AABCK1868J1ZB

KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED

1-10-140.1, 'GURUKRUPA' Ashok Nagar, Hyderabad - 500 020.

REF:KCSIL:SEC:2022: August 5, 2022

1. BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI - 400 001.

2. The Manager,
Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza, 5th Floor,
Plot No.C/1, G Block,
Bandra-Kurla Complex, Bandra (E),
MUMBAI - 400 051.

Dear Sir,

Sub : Annual Report for 2021-2022.

Pursuant to Regulation 34 of SEBI *(Listing Obligations and Disclosure Requirements) Regulations, 2015.* Please find attached the Annual Report for 2021-2022 in respect of the Annual General Meeting scheduled to be held on 8th September, 2022 at 11.00 A.M at Sri Thyagaraya Gana Sabha, Chikkadapally,Hyderabad. *A copy of the Annual Report is uploaded on the website of the company at www. Kakatiyacements.com.*

This is for your information and record.

Thanking you,

Yours faithfully,
for Kakatiya Cement Sugar & Industries Limited,

Kakatiya Cement Sugar & Industries Ltd. Hyd-20

V Sesha Sayee
Company Secretary &
Compliance Officer

Encl : a/a

43rd Annual Report 2021 - 22



KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED

KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED

BOARD OF DIRECTORS

1)	Shri P Veeraiah	Chairman & Managing Director
2)	Shri J S Rao	Non-Executive Director
3)	Shri T R C Bose	Independent Director
4)	Shri B V Subbaiah	Independent Director
5)	Shri K Venkat Rao	Independent Director
6)	Smt. M Varalakshmi	Non-Executive Director
7)	Smt. Hima Bindu Myneni	Independent Director

SENIOR EXECUTIVES

1)	Dr. P Anuradha	Chief Executive Officer
2)	Shri V Sesha Sayee	Company Secretary & Compliance Officer (from 28.03.2022)
3)	Shri M Bhavani Dattu	Chief Financial Officer
4)	Shri B K Prasad	General Manager and Company Secretary (upto 27.03.2022)
5)	Shri D G K Raju	President (Cement works)

AUDITORS

M/s. Ramanatham & Rao.,
Chartered Accountants,
Kala Mansion, S.D. Road.,
P.B.No.2102, Flat No.302
SECUNDERABAD - 500003

COST AUDITORS

M/s. Narasimha Murthy & Co.,
Cost Accountants,
3-6-365, 104 & 105, Pavani Estates,
Y V Rao Mansion
HYDERABAD-500029.

BANKERS

State Bank of India
Ashok Nagar Branch
Hyderabad-500020

Union Bank of India
Ashok Nagar Branch
Hyderabad-500020

REGISTERED OFFICE

1-10-140/1, "GURUKRUPA"
Ashok Nagar,
HYDERABAD-500020.
Phone:040-27637717/27633627

REGISTRARS

XL SOFTECH Systems Limited,
3, Sagar Society, Road No.2, Banjara Hills,
HYDERABAD-500034.
Phone:040-23545914/23545915

FACTORIES

CEMENT:
Dondapadu Village,
Chintalapalem Mandal,
Suryapet Dist. Telangana State

SUGAR & POWER:
Peruvancha Village
Kallur Mandal
Khammam Dist. Telangana State

NOTICE:

Notice is hereby given that the 43rd Annual General Meeting of the Company is scheduled to be held on Thursday, the 8th September, 2022 at 11.00 AM at Sri Thyagaraya Gana Sabha, Chikkadapally, Hyderabad - 500020 to transact the following business.

Ordinary business:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2022 and the Reports of Directors and Auditors thereon.

2. To declare dividend of ₹ 3/- per equity share for the Financial Year ended 31st March 2022.

3. To appoint a Director in place of Shri J. S. Rao (DIN : 00029090) who retires by rotation and being eligible offers himself for re-appointment and in this regard, to pass, with or without modification(s) the following Resolution as an **Ordinary Resolution:**

   "RESOLVED THAT pursuant to the provisions of Section 152 of the Companies Act, 2013, Shri J. S. Rao (DIN : 00029090) who retires by rotation and being eligible offers himself for re-appointment be and is hereby re-appointed as a Director of the Company, liable to retire by rotation".

4. Appointment of Statutory Auditors.

   To consider and, if thought fit, to pass, with or without modifications, the following Resolution as an **Ordinary Resolution:**

   "RESOLVED THAT pursuant to the provisions of Section 139, Section 142(1) and other applicable provisions, if any of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 and other applicable rules, if any (including any statutory modifications or re-enactment thereof for the time being in force) and pursuant to the recommendation of the Audit Committee, M/s.Anandam & Co. Chartered Accountants, Secunderabad (FRN : 000125S) be and are hereby appointed as Statutory Auditors of the Company in place of outgoing Auditors M/s. Ramanatham & Rao, Chartered Accountants, Secunderabad (FRN : 002934S) (whose tenure of appointment is coming to an end at the conclusion of this Annual General Meeting, to hold office for a period of 5 (Five) years commencing from the financial year 2022-2023 i.e from the conclusion of this 43rd Annual General Meeting until the conclusion of the 48th Annual General Meeting to be held in the year 2027 at a remuneration to be determined by the Board of Directors of the Company on the recommendation of the Audit Committee and payment of applicable taxes in addition to out of pocket expenses incurred by them during the course of the Audit".

Special Business:

5. Payment of Remuneration to the Managing Director

   To consider and, if thought fit, to pass, with or without modifications, the following Resolution as an **Ordinary Resolution**:

   RESOLVED THAT in furtherance to the Resolution passed by the Members at their 39th Annual General Meeting held on 20th September, 2018 whereat the Members have approved the Resolution pertaining to re-appointment of Shri P. Veeraiah, as the Chairman and Managing Director for a period of 5 (Five) years with effect from 1st December, 2018 and also approved the payment of remuneration for a period of 3 (Three) years commencing from 1st December, 2018 and pursuant to provisions of Sections 2(54), 196, 197, 203 and other applicable provisions, if any, of the Companies Act, 2013 read with Schedule V and the Rules framed thereto, and pursuant to the recommendation of the Nomination and Remuneration Committee and that of the Board, the consent of the Members of the Company be and is hereby accorded for payment of remuneration to Shri P Veeraiah, Managing Director for the remaining period of his tenure commencing from 1st December, 2021 and ending with 30th November, 2023 at the same level as approved by the Members at their Annual General Meeting held on 20th September, 2018 on the following terms and conditions:-

A. Remuneration comprising of salary, commission and leave travel allowance

1) **Salary:** ₹ 7,00,000/- (Rupees Seven Lakhs only) per month (annual increments to be decided by the Board)

2) **Commission:** 2% of Commission (in addition to salary and perquisites) calculated with reference to the net profits of the Company for each financial year which shall not exceed the ceiling laid down in Section 197 of the Companies Act, 2013.

3) Leave Travel Allowance for self and family equivalent to one month's salary in a year.

B. Perquisites/ Benefits:

a) **House Rent Allowance :** House Rent allowance at 40% of the salary shall be paid. In addition, free use of the Company's owned furniture and other consumer durables, if required.

b) **Provident Fund and Gratuity:**

i. Company's contribution to Provident fund and superannuation fund shall be as per the provisions of Employees Provident Funds and Miscellaneous Provisions Act, 1952.

ii. Gratuity shall be paid as per the Payment of Gratuity Act, 1972 or Company's Gratuity scheme whichever is higher.

C. Other Perquisites:

i. Gas, Electricity, Water, House Maintenance and furnishings, the monetary value of which shall be valued as per the Income Tax Rules, 1962 and subject to a ceiling of 10% of the salary of the Managing Director.

ii. Personnel Accident Insurance shall not exceed ₹ 10,000/- per annum.

iii. Re-imbursement of all Medical expenses incurred for self and family.

iv. Provision of car with driver for use on Company's business and telephone facility at residence.

v. Club Fee:- Fee of clubs subject to a maximum of two clubs. However, admission and life membership fee shall not be included for this purpose.

The perquisites shall be evaluated at cost to the Company and when such evaluation is difficult, it shall be evaluated as per the Income Tax Rules.

D. Minimum Remuneration :

Where in any financial year during the currency of the tenure, the Company has no profits or its profits are inadequate, the Company shall pay remuneration by way of salary, perquisites and commission not exceeding the limits specified in schedule V of the Companies Act, 2013 including any statutory modifications thereto for the time being in force.

The Managing Director shall not be paid any sitting fee for attending the meetings of the Board of Directors or Committees thereof.

FURTHER RESOLVED THAT the Board of Directors of the Company be and are hereby authorized to take such steps and to do other acts, deeds, matters and things as they deem fit and appropriate and give such directions / instructions as may be necessary, proper or expedient for the purpose of giving effect to this Resolution and for all the matters connected therewith or incidental thereto.

6. Fixation of Remuneration of Cost Auditors

To consider and, if thought fit, to pass, with or without modifications, the following Resolution as an **Ordinary Resolution:**

"RESOLVED THAT pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder, the remuneration payable to M/s. Narasimha Murthy, Cost Accountants (Firm Registration No.000042) appointed by the Board of Directors as Cost Auditors to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2023 amounting to ₹ 1.75 lacs together with the applicable taxes and re-imbursement of out of pocket expenses incurred in connection with the aforesaid audit be and is hereby ratified and confirmed".

By Order of the Board
for Kakatiya Cement Sugar & Industries Limited

Place : Hyderabad
Date : May 25, 2022

V. Sesha Sayee
Company Secretary & Compliance Officer

NOTES:

1. **A Member entitled to attend and vote at the Annual General Meeting is entitled to appoint a proxy to attend and vote on poll only instead of himself/herself and a proxy need not be a member of the Company. The instrument of proxy, in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, at least 48 hours before the commencement of the Annual General Meeting**. Proxies submitted on behalf of Limited Companies, Bodies Corporate, Societies etc. must be supported by certified copies of appropriate Resolutions/authorities as applicable.

2. In case of Joint holder attending the Meeting, only such Joint holder whose name appears as the First Holder will be entitled to vote.

3. An explanatory statement pursuant to the provisions of Section 102 (1) of the Companies Act, 2013 which sets out details relating to the Special Business to be transacted at the Annual General Meeting (AGM) is annexed hereto.

4. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) and e-mail address by every participant in Securities Market. Members holding shares in electronic form are, therefore, requested to submit their PAN and register their e-mail address to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form and who have not updated their e-mail address and PAN are requested to update the same by writing to the Company's RTA M/s. XL Softech Systems Limited/Company by submitting a request letter mentioning the Folio No. and Name of the Shareholder along with scanned copy of the share certificate (both sides) and self-attested copy of the PAN and e-mail address to the RTA/Company.

5. The Register of Members and Share Transfer Books shall remain closed from 2nd September, 2022 to 8th September, 2022 (both days inclusive) in connection with the 43rd Annual General Meeting and for determining the entitlement of members for payment of dividend.

6. Members are requested to bring their attendance slip along with their copy of Annual Report to the meeting.

7. As required under Listing Regulations and Secretarial Standard-2 on General Meetings, details in respect of Director seeking re-appointment at the AGM is separately annexed hereto. The Director seeking the re-appointment has furnished requisite declaration under section 164(2) and other applicable provisions, if any, of the Companies Act, 2013 including Rules framed thereunder.

8. All the shareholders are requested to intimate their e-mail address to the Company at **info@kakatiyacements.com** or **shares@kakatiyacements.com** for sending Notice and Annual Report through e-mail. Shareholders are also requested to notify immediately any change in their addresses to the Company's Registered Office with their Folio Number(s) and with their e-mail addresses. They can also visit the company website at www.kakatiyacements.com where notice is uploaded. For any communication, the shareholders may also utilize company's investor e-mail ID: info@kakatiyacements.com.

9. The Dividend, after declaration, will be paid to those shareholders, whose names appear on the Register of Members as on 1st September, 2022. The Dividend in respect of shares held in the electronic form will be paid to the beneficial owners of shares, whose names appear in the list furnished by the Depositories for this purpose as on 1st September, 2022. The Dividend will be paid on or before 7th October, 2022.

10. Members may note that the Income Tax Act, 1961 as amended by the Finance Act, 2020 mandates that dividends paid or distributed by a company after April 01, 2021 shall be taxable in the hands of members. The company shall therefore be required to deduct tax at source (TDS) at the time of making payment of dividend, depending upon the status and category of the member.

    For resident shareholder, taxes shall be deducted at source under Section 194 of the Income Tax Act as follows-

Members having valid PAN	10% or as notified by the Government of India
Members not having Valid PAN	20% or as notified by the Government of India

However no tax shall be deducted on the dividend payable to a resident individual if the total dividend to be received by her/him during the Financial Year 2021-2022 does not exceed ₹ 5000/- and also in cases where members provided Form 15G/Form 15H subject to conditions specified in the Income Tax Act, 1961.

11. The Notice calling the AGM has been uploaded on the website of the Company at **www.kakatiyacemets.com.** The Notice can also be accessed from the website(s) of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and at www.nseindia.com respectively.

12. **Remote e-Voting:** Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (as amended), the Company is providing facility of remote e-voting to its Members through e-Voting agency M/s. Central Depository Services of (India) Limited (CDSL).

13. The documents pertaining to the items of business to be transacted at the AGM are available for inspection in electronic mode. The shareholders may write an e-mail to info@kakatiyacements.com and the Company shall respond suitably.

14. As per provisions of Section 124 of the Companies Act, 2013, the Company has transferred to the Investors Education and Protection Fund (IEPF), the amount of all unclaimed dividend declared up to and including the financial year ended 31st March 2014. The amount of unclaimed dividend for the financial year ended 31st March, 2015 will be transferred to the Investor Education and Protection Fund(IEPF) within the prescribed time during the current year.

15. As per the provisions of Section 124 of the Companies Act, 2013, the Company is required to transfer dividend, which remains unpaid or unclaimed for a period of 7 years, to the IEPF set up by the Central Government. Shareholders, who have not claimed their dividend for any year from the financial year ended March 31, 2015 onwards are requested to lodge their claim with the Company.

16. Members may note that they can avail of nomination facility in respect of shares held by them in physical form pursuant to the provisions of Section 72 of the Companies Act, 2013. Members desiring to avail of this facility may send their nomination in the prescribed Form No. SH-13 duly filled in to XL Softech Systems Limited at the address mentioned in this Report. Members holding shares in electronic mode may contact their respective Depository Participants for availing of this facility.

17. The Company's shares are listed with The National Stock Exchange of India Limited (NSE) and BSE Limited (BSE). The Annual Listing Fee for the year 2022-2023 has been paid to these two Stock Exchanges.

18. As per SEBI Circular No.CIR/MRD/DP/10/2013 dated March 21, 2014, dividend payments to investors are made electronically through ECS. **Shareholders holding shares in demat form are requested to update their bank details with the depositories with whom them have opened their demat accounts,to ensure that dividend is credited promptly. Those shareholders who hold shares in physical form are requested to communicate their bank account number, name of the Bank, Branch, IFSC Code and address to: info@kakatiyacements.com or shares@kakatiyacements.com for necessary action at our end. Members holding Accounts in Banks in which merger has taken place are requested to check and mention the correct IFSC code of the Bank consequent to merger.**

19. Electronic copy of the Notice of the AGM of the Company and the Annual Report inter alia indicating the process and manner of e-voting are being sent to all the members whose email IDs are registered with the Company/Depository Participants(s) for communication purposes unless a member has requested for a hard copy of the same.

20. In compliance with the provisions of Section 108 and 109 of the Act and Rules 20 and 21 of the Companies (Management and Administration) Rules, 2014 as amended from time to time and the provisions of Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the company is providing e-voting facility to the members to exercise their right to vote on Resolutions proposed to be passed in the meeting by electronic means. The members may cast their vote using an electronic voting system from a place other than the venue of the meeting. The Company has engaged the services of CDSL as the authorised agency to provide e-voting facilities and instructions for availing e-voting facility are given in **Note No.27**.

21. The Board has appointed Smt. Manjula Aleti, Company Secretary in Practice (Membership No.FCS:10380, COP:13279) as Scrutinizer to scrutinize the remote e-voting process in a fair and transparent manner.

22. The scrutinizer shall, immediately after the conclusion of voting at the meeting, would first count the votes cast at the meeting, thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses

not in the employment of the Company and make not later than 2 (Two) working days from the conclusion of the meeting, a consolidated scrutinizer's Report of the total votes cast in favour or against forthwith to the Chairman or a person authorised by the Chairman for counter signature.

23. The Results shall be declared by the Chairman or by an authorised person of the Chairman and the Resolutions will be deemed to have been passed on the date of AGM, subject to receipt of requisite number of votes in favour of the Resolutions.

24. After declaration of results, the same shall be placed along with the scrutinizer's Report(s) on the website of the company **www.kakatiyacements.com** and communicated to BSE Limited and National Stock Exchange of India Limited, where the shares of the company are listed.

25. A person whose name is recorded in the Register of members or in the Register of beneficial owners maintained by the Depositories as on the cut-off date i.e. 1st September, 2022 shall only be entitled to avail the facility of remote e-voting.

26. **The e-voting period commences on Monday, 5th September, 2022 (9:00 AM) and ends on Wednesday, 7th September, 2022(5:00 PM)**. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 1st September, 2022, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter. Once the vote on a Resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.

27. The voting rights of shareholders shall be in proportion to their shares in the paid-up equity share capital of the Company.

CDSL e-Voting System - For e-voting

THE INSTRUCTIONS TO SHAREHOLDERS FOR E-VOTING ARE AS UNDER:

(i) The voting period begins on 5th September, 2022 (9:00 AM) and ends on 7th September, 2022 (5:00 PM). During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 1st September, 2022 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

(iii) Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' Resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants.** Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

(iv) In terms of SEBI Circular No**. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting **for Individual shareholders holding securities in Demat mode with CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with **CDSL**	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-voting page without any further authentication.The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easi / Easiest user will be able to see the e-voting option for eligible companies where the e-voting is in progress as per the information provided by Company. On clicking the e-voting option, the user will be able to see e-voting page of the e-voting service provider for casting your vote during the remote e-voting period. Additionally, there is also links provided to access the system of all e-voting Service Providers i.e. CDSL/NSDL, so that the user can visit the e-voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from an e-voting link available on www.cdslindia.com home page or click on https://evoting.cdslindia.com/Evoting/EvotingLogin. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-voting option where the e-voting is in progress and also able to directly access the system of all e-voting Service Providers.
Individual Shareholders holding securities in demat mode with **NSDL**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-voting services. Click on "Access to e-voting" under e-voting services and you will be able to see e-voting page. Click on Company name or e-voting service provider name and you will be re-directed to e-voting service provider website for casting your vote during the remote e-voting period. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-voting page. Click on Company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period.
Individual Shareholders (holding securities in demat mode) login through their **Depository Participants**	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-voting facility. After Successful login, you will be able to see e-voting option. Once you click on e-voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-voting feature. Click on Company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forgot User ID and Forgot Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 22-23058542/43.
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 1020 990 and 1800 22 44 30

(v) Login method for e-voting for **Physical shareholders and shareholders other than individual holding in Demat form.**

1) The shareholders should log on to the e-voting website www.evotingindia.com.
2) Click on "Shareholders" module.
3) Now enter your User ID
   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4) Next enter the Image Verification as displayed and Click on Login.
5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank Details OR Date of Birth (DOB)	Enter your Dividend Bank Details or Date of Birth (in DD/mm/yyyy format) as recorded in your demat account or in the Company records in order to login. • If both the details are not recorded with the depository or Company, please enter the member id/folio number in the Dividend Bank details field as mentioned in instruction (v).

(vi) After entering these details appropriately, click on "SUBMIT" tab.

(vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for the relevant (KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED) on which you choose to vote.

(x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) **Additional Facility for Non - Individual Shareholders and Custodians - For Remote e-voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
- A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; info@kakatiyacements.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders - Please provide necessary details like Folio No., Name of shareholder, scanned copies of the share certificate (both sides), PAN and AADHAR (both self attested) by email to Company/RTA's email id.
2. For Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP)
3. For Individual Demat shareholders - Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-voting through Depository.

If you have any queries or issues regarding attending AGM & e-voting from the CDSL e-voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at 022- 23058738 and 022-23058542/43.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call on 022-23058542/43.

ANNEXURE TO NOTICE
Item No.3

Sl.No.	Name of the appointee	Shri J S Rao
1.	Date of Birth	18/07/1953
2.	Qualification	B.E
3.	Date of first Appointment	09/07/1979
4.	Expertise in the specific functional areas	41 years of rich and varied experience in operations of Cement plants.
5.	Nature of appointment	Retiring by rotation and being eligible offers himself for re-appointment.
6.	Occupation	Industrialist
7.	Remuneration	He is a Non-Executive Director. No remuneration is paid to the Non-Executive Directors except payment of sitting fee for the Board / Committee Meetings attended by the Non-Executive Directors.
8.	Shareholding of Kakatiya Cement Sugar & Industries Limited	10000 shares
9.	No. of Listed entities in which committee membership / chairmanship held	2
10.	No. of Listed entities in which Directorship held	2
11.	Inter-se relationship with any other director on the Board.	Not applicable

Except Shri J.S. Rao and his relatives, who are members of the Company, none of the other Directors, KMPs and their relatives is interested or concerned in the said Resolution.

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013.

Item No.5

It may be recalled that the Members at the 39th Annual General Meeting held on 20th September, 2018 had re-appointed Shri P. Veeraiah, Chairman and Managing Director for a period of 5 (Five) years w.e.f. 1st December, 2018 on terms and conditions detailed in the Notice in respect of the Annual General Meeting under reference. His appointment will end on 30th November, 2023.

However the remuneration payable to Shri P. Veeraiah, Managing Director was approved for a period of 3 (Three) years only in accordance with Schedule V and other related provisions of the Companies Act, 2013. The said period of 3 (Three) years ended on 30th November, 2021.

Presently Shri P. Veeraiah has been drawing a basic salary of ₹ 7.00 lakhs per month in addition to allowances, perquisites, benefits and commission. Shri P Veeraiah drew a total Remuneration of ₹ 158.26 lakhs for the year ended 31st March 2022.

It was opined that due to the challenging circumstances encountered by the Company due to multifarious external factors including the Corona epidemic, the profitability of the Company was impacted during the reference period as is evident from the fact that the range of effective capital remaining the same in both the reference periods.

Against this backdrop, the Board has decided to retain the remuneration payable to Shri P. Veeraiah at the same level and to consider the matter relating to hike in the remuneration afresh at the time of his reappointment which is due on 1st December, 2023.

Shri P Veeraiah and his immediate relatives are interested in the subject matter. Dr. P Anuradha, Chief Executive Officer and one of the Key Managerial Personnel is the wife of Shri P Veeraiah and therefore is deemed to be interested in the subject matter. None of the other Directors and key Managerial Personnel (KMPs) or their relatives is interested or concerned in this Resolution.

Information in accordance with Schedule V of the Companies Act, 2013

1.General Information:

Sl.No.	Name of the appointee	Shri P. Veeraiah
1.	Nature of Industry	Manufacture of Cement, Sugar and Generation of Power
2.	Date or expected date of commencement of commercial production	The Company's Cement, Sugar and Power divisions have been in operation since many years.
3.	In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Not Applicable
4.	Financial performance based on given indicators	(₹ in Crores) 2021-22 / 2020-21 / 2019-20 Total Revenue 164.14 / 133.66 / 167.98 Net profit 19.36 / 1.25 / (0.73)
5.	Foreign investments or collaborations, if any.	Not Applicable

2. Information about the appointee:

1.	Background details	Shri P Veeraiah is the son of Late Shri P Venkateswarlu, Founder Promoter and Chairman and Managing Director of the Company. Shri P Veeraiah, aged about 51 years, is a Commerce Graduate. He was inducted into the Board and was made the Joint Managing Director on 5th December, 1998. He was holding this position till he was elevated as Chairman and Managing Director on 3rd February, 2016.
2.	Past remuneration	He drew a sum of ₹ 158.26 lakhs in 2021-22 from the Company
3.	Recognition or awards	-
4.	Job profile and his suitability	He is incharge of the overall affairs of the Company and its operations.
5.	Remuneration proposed	The existing remuneration is retained at ₹ 7.00 lakhs per month and 2% of commission on the net profits and other perquisites and benefits. Schedule V is applicable in the event of no profits or inadequate profits.
6.	Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person (in case of expatriates the relevant details would be with be with respect to the country of his origin)	All parameters have been duly considered by the Nomination and Remuneration Committee and the same are approved by the Board as well. This point has been elaborated in Item No.5 of the explanatory statement to the notice.
7.	Pecuniary relationship directly or indirectly with the company, or relationship with managerial personnel, if any	He is now the Chairman and Managing Director of the Company. He is also the Chief Promoter of the Company. His wife Dr. P Anuradha has been appointed as Chief Executive Officer effective from 25th May, 2018. He is not related to any other Director or other Key Managerial Personnel or their relatives.
8.	No. of shares held in the Company	35,79,975 shares.

3. Other Information:

1.	Reasons of loss or inadequate profits	Not Applicable. The Company has been making profits regularly except in Financial Year 2019-20. The profitability of the Company was declining since 2018-19 due to multifarious external factors as stated in the explanatory statement.
2.	Steps taken or proposed to be taken for improvement	All critical issues are being monitored by the Company regularly.
3.	Expected increase in productivity and profits in measurable terms.	The Company's performance has been showing an upward trend and the Company recorded a net profit of ₹ 1936.21 Lakhs for the year ended 31st March, 2022 compared to the earlier 3 (Three) years. Given the fact that the cement industry is displaying bright prospects and the longstanding reputation the Company enjoys in the market, we are expecting that there would be better performance in the days to come. The rise in the volume of sugar production is also a positive factor to be reckoned with.

The information contained in the Resolution in item no. 5 and the information provided as per Schedule V of the Companies Act, 2013 in respect of remuneration payable to Shri P. Veeraiah, Managing Director may be construed as compliance under Section 190(1)(b) of the Companies Act, 2013 relating to written memorandum of the terms and conditions.

4. **Disclosures:** Mentioned in Corporate Governance Report to the extent applicable.

The Board commends this Resolution for approval of Members as an Ordinary resolution.

Item No.6.

The Board of Directors of the Company on the recommendation of the Audit Committee approved the appointment and remuneration of M/s. Narasimha Murthy, Cost Accountants, Hyderabad as the Cost Auditors of the company to conduct the audit of the Cost Records of the Company for the Financial Year ended 31st March, 2023.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with Rule 14(a) (ii) of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is required to be ratified by the members of the Company. Accordingly, consent of the members is sought for ratification of the remuneration payable to the Cost Auditors. None of the Directors or Key Managerial Personnel or their immediate relatives is interested or concerned in this Resolution.

The Board commends this Resolution for approval of Members.

By Order of the Board
for **Kakatiya Cement Sugar & Industries Limited**

Place : Hyderabad
Date : May 25, 2022

V Sesha Sayee
Company Secretary & Compliance Officer

DIRECTORS' REPORT

To
The Members

Your Directors have pleasure in presenting the 43rd Annual Report together with the Audited Financial statements for the year ended 31st March, 2022.

Financial Results

The Financial Results for the year ended 31st March, 2022 are summarized below:

(₹ in Lakhs)

Particulars	2021-22	2020-21
Income (Sales and other Income)	**16414.31**	13366.46
Profit before Depreciation, Interest & Taxes	**3208.11**	1934.01
Depreciation	**226.88**	252.45
Interest	**126.19**	225.12
Exceptional Items (Provision for wheeling charges	**--**	545.83
Taxation	**938.87**	814.99
Deferred Taxation	**(20.04)**	(29.73)
TOTAL	**1271.90**	1808.66
Profit after Tax	**1936.21**	125.35
Other Comprehensive Income	**9.05**	0.03
Total Comprehensive Income	**1945.26**	125.38
Share Capital (No. of shares)	**7773858**	7773858
EPS (Rs.)	**24.91**	1.61

Dividend

Your Directors are pleased to recommend for your consideration a Dividend at ₹ 3.00 per equity share of ₹10/- each for the year ended 31.03.2022 at par with the dividend declared in the past few years and entails an outlay of ₹ 233.22 lacs.

Transfer of Profits to Reserves

The Company has decided not to transfer any sum to reserves from out of the current year's profits. In the preceding year as well, no sum was transferred to reserves from out of the profits of the preceding year.

Transfer to Investor Education and Protection Fund (IEPF)

Pursuant to the provisions of Section 124 and 125 of the Companies Act, 2013 and in terms of Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016, all shares on which dividend has not been claimed for seven consecutive years shall be transferred to the Investor Education and Protection Fund (IEPF).

Accordingly, the Company has transferred 12,655 equity shares to the IEPF Authority during the year ended 31st March, 2022. To claim the equity shares and dividend which were transferred to the IEPF, the shareholders are requested to visit the website of the Company **www.kakatiyacements.com** to know the procedure to claim the shares and dividend transferred to IEPF.

According to Section 125 of the Companies Act, 2013 read with Investor Education and Protection Fund (Awareness and Protection of Investors) Rules, 2001, the Company has transferred unclaimed dividend amounting to ₹ 8,56,462 to IEPF during the year under review. The said transfer is in respect of the unclaimed dividend for the financial year 2013-2014.

Material Changes and Commitments

In terms of Section 134(3)(i), of the Companies Act, 2013, there are no material changes and commitments affecting the financial position of the Company which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of the Report.

Covid -19

Consequent to lockdown declared by the state and central governments resulting from the global epidemic, the Company had shut down its operations in April and May, 2021, which had affected the operations of the Company marginally.

Considering the resurgence in the spread of Covid-19 virus in the world in the past couple of months, your Company has been taking all preventive steps with regard to covid appropriate behavior and we expect no major changes in the economic activity as the nation is combating the pandemic challenge through preparedness on all fronts and also expediting the vaccination drive across the country for all age-groups of Citizens.

Public Deposits

The Company has not accepted any deposits during the year under review and there were no outstanding deposits as at the end of the year falling within the ambit of Section 73 of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014.

Significant and Material orders passed by the Regulators / Courts / Tribunals

There are no significant and material orders passed by the Regulators or courts or tribunals in the year under review impacting the 'going concern' status and the Company's operations in future.

Appointment of Woman Independent Director

The Members are aware that at its meeting held on 16th June, 2021 the Board had appointed Smt. Hima Bindu Myneni as Non-Executive Independent Woman Director for a period of Five years and the same was approved by the Members at their Annual General Meeting held on 2nd September, 2021.

Directors retiring by rotation

In accordance with the provisions of the Companies Act, 2013, Shri J S Rao, Director retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

The brief profile of Shri J S Rao, Director who is seeking re-appointment at the ensuing Annual General Meeting is presented elsewhere in this Annual Report.

Dematerialisation

As on 31st March, 2022, 75,93,729 shares were dematerialised with National Securities Depository Limited and Central Depository Services (India) Limited which constitutes 97.68% of the shares of the Company.

The Company, therefore once again requests such of the public shareholders who have not yet dematerialised their shares to initiate immediate steps to complete the process of dematerialisation.

Statement of Affairs of the Company

The Statement of affairs of the Company is presented as part of Management Discussion and Analysis (MDA) Report forming part of this Report.

PERFORMANCE OF THE YEAR UNDER REVIEW

Despite several adverse factors playing their role, the Company could manage to deliver better performance in the year under review on account of higher volumes coupled with superior price realisations and cost effective measures in comparison with the preceding year.

The division-wise operational and financial details of the performance are stated herein below:-

Cement Division:

During the year under review, the Cement Division has produced 2,69,940 MT as against 2,47,904 MT in the year ago

period thereby registering an increase of about 8.90%.

The Cement Division has clocked a turnover of ₹ 109.84 crores in 2021-22 as against the turnover of ₹ 103.51 crores recorded in the previous year and this works out to a rise of 6.12%.

The Cement Division has earned profit before interest and tax (PBIT) of ₹ 22.94 crores in the year under review as against ₹ 27.34 crores earned in the previous year. This works out to a decrease of around 16% over the previous year.

Sugar Division:

The Sugar cane crushed in the Sugar Division in the year under review is 1,01,743 MT as against 69,235 MT in the previous year thereby recording an increase of 46.95%. The Company could not procure the mandals and villages of its choice even in the year under review. The Government Regulation restricting the sale of the sugar has also impacted the quantum of sales during the year under review.

The Sugar Division has clocked a turnover of ₹ 47.25 crores in 2021-22 in comparison with ₹ 20.21 crores in the preceding year and thereby registering an increase of 133.80% over the year ago period. The Sugar Division has recorded profit before interest and tax (PBIT) of ₹(2.15) crores in the year under review as against ₹ (6.85) crores in the preceding year.

Power Division:

The Power Division has generated 1,41,49,420 KWH in 2021-22 as against 1,12,98,040 KWH of power in the preceding year thereby recording an increase of 25.23 %. Members are aware that the Company has not been able to generate power during off-season period in the Sugar Division since the Government of Telangana has not been conceding to the request of the power entities to generate power using coal as an alternative fuel to the bagasse.

The Power Division has clocked a turnover of ₹ 16.57 crores in the year under review as against the turnover of ₹9.19 crores made in the year-ago period and this works out to an increase of 80.30% over the previous year.

The Power Division made a Profit before interest and tax (PBIT) of ₹ 9.01 crores as against a profit of ₹(9.13) crores in the previous year.

CURRENT YEAR OUTLOOK:

Cement Division:

Taking into account the market conditions and other factors, the Company has set a target of its cement production at 2,75,000 MT for the current year.

Sugar Division:

The Sugar Division was impacted by various issues during the year under review. The scarcity of water sources, loss of productive areas in the zonal allocation made by the Government in 2017 and poor cane development are some of the critical factors which continue to impact the prospects of the Company. Despite the above constraints, your Company could improve significantly the cane crushing during the financial year ended 31st March, 2022 and therefore confident of attaining a target of 1,50,000 MT for cane crushing for the current year.

Power Division:

The performance of Power Division is directly linked to the operational level of the sugar division. A favorable government policy with regard to utilization of coal as an alternative fuel to bagasse during off-season of the sugar division is yet to crystallize since the government has not been permitting the power generating companies to utilize the coal as an alternative fuel to bagasse. In view of the improved performance of the Sugar Division in the year under review, the Company is hopeful of attaining higher levels of generation in its Power Division in the current year subject to any serious impediments occurring in the Sugar Division.

Insurance:

All the properties of the Company including its Buildings, Plant and Machinery and Stocks wherever required have been adequately insured.

Disclosures under the Companies Act, 2013

I) Extract of the Annual Return:

The extract of the Annual Return as per provisions of Section 92(3) and Section 134(3) of the Companies Act, 2013 and Rule 12 of Companies (Management and Administration) Rules, 2014 in form MGT-9 is enclosed to this Report **(Annexure - 1)**. The same is posted on the website of the Company at **www.kakatiyacements.com**.

II) Board Meetings:

During the year under review, 4 (Four) Board Meetings were held. The details of the Board Meetings and its composition along with the attendance of the Directors are furnished elsewhere in the Corporate Governance Report.

III) Changes in Share Capital

There is no change in the Share Capital during the year under review.

IV) Changes in the nature of business, if any

There is no change in the nature of business of the Company during the year under review.

V) Remuneration Policy:

The Company follows a policy on remuneration of Directors and Senior Management personnel. The Policy is approved by the Nomination and Remuneration Committee and the Board.

VI) Related Party Transactions

Particulars of contracts / arrangements entered into by the Company with Related Parties referred to in Section 188 (1) of the Companies Act, 2013 for the year ending 31st March, 2022 have been provided in Form No.AOC-2 pursuant to Clause (b) of sub Section (3) of Section 134 of the Act and Rule 8(2) of The Companies (Accounts) Rules, 2014 and the same are annexed to this Report **(Annexure-2)**.

Your directors inform you that Dr. P Anuradha, Chief Executive Officer has been re-appointed for a further period of three years effective from 25th May, 2021 and the re-appointemnt has been approved by the members at their Annual General Meeting held on 2nd September, 2021.

All the Related Party Transactions have been approved by the Audit Committee.

VII) Statement of particulars of Appointment and Remuneration of the Managerial Personnel:

The statement of particulars of Appointment and Remuneration of Managerial Personnel as per Section 197(12) of the Companies Act, 2013 read with Rule 5 of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 for the year ending 31st March, 2022 is annexed to this Report **(Annexure-3)**.

VIII) Independent Directors Data Bank

All the Independent Directors of the Company have been registered and are members of the Independent Directors Data Bank maintained by Indian Institute of Corporate Affairs. Renewal of Registration was sought for one year by the existing Independent Directors except Smt. Hima Bindu Myneni, whose registration is valid up to 27.02.2026.

All the Independent Directors of the Company have been granted exemption from passing the online proficiency self-assessment test.

IX) Statement of Declaration of Independence furnished by Independent Directors under Section 149(6) of the Companies Act, 2013:

The Independent Directors have submitted the declaration of independence as required pursuant to Section 149 (7) of the Companies Act, 2013 stating that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and Regulation 25(8) and 16(1)(b) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Independent Directors have also confirmed that they are not aware of any circumstances or situations which exist or may be reasonably anticipated that could impair or impact their ability to discharge their duty with an objective independent judgment and without any external influence.

X) Confirmation by the Board

Further, the Board after taking these declarations / disclosures on record and acknowledging the veracity of the same, concluded that the Independent Directors are persons of integrity and possess the relevant experience to qualify as Independent Directors of the Company and are independent of the management.

The Board opines that the Independent Directors of the Company strictly adhere to corporate integrity, possess requisite expertise, experience, qualifications to discharge the assigned duties and responsibilities as mandated by the Companies Act, 2013 and Listing Regulations diligently.

XI) Committees of the Board and its Meetings:

Your Board has constituted various Committees of the Board as required under the provisions of the Companies Act, 2013 and of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The details of the composition, scope and its meetings etc. are furnished in the Corporate Governance Report.

Directors' Responsibility Statement:

Pursuant to the requirement under Section 134 (3) (c) and 134 (5) of the Companies Act, 2013 with respect to the Director's Responsibility Statement, the Board of Directors of the Company hereby confirm:

a. That in the preparation of annual accounts for the year ended 31st March, 2022, the applicable ac¬counting standards have been followed and that there were no material departures therefrom.

b. That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2022 and of Profit of the Company for that period.

c. That the Directors have taken proper and sufficient care for maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.

d. That the Directors have prepared the Annual Accounts for the Financial Year ended 31st March, 2022 on a 'going concern' basis.

e. That the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively.

f. That the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Evaluation of the Board's Performance:

Evaluation of all Board members is done on an annual basis. The evaluation is done by the Independent Directors with specific focus on the performance of the Board and individual Directors. The observations of the evaluation made in the previous year, if any, will be considered. At the end of the current year, a comprehensive review will also be done.

The Board evaluation embraces several aspects such as development of suitable strategies and business plans at an appropriate time and its effectiveness, implementation of robust policies, procedures, size and structure and expertise of the Board.

As regards evaluation of Managing Director/Whole time Directors, aspects such as achievement of financial / business targets prescribed by the Board, developing and executing business plans, Operational Plans, Risk Management and financial affairs of the organization and Development of policies and strategic plans aligned with the vision and mission of the Company were considered.

With regard to evaluation of non-executive directors, aspects such as participation at the Board / Committee Meetings, effective deployment of knowledge and expertise, independence of behavior and judgment were considered.

As regards evaluation of performance in respect of Committee Meetings, aspects such as discharge of functions and duties as per scope of the Committee, processes and procedures followed in discharging such functions were considered.

In respect of evaluation of the Chairperson, aspects such as managing relationship with the members of the Board and Management, providing ease of raising of issues, positive reception to the concerns by the members of the Board and

promoting constructive debate and effective decision making at the Board were taken into account.

Further to comply with Regulation 25(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Independent Directors have also evaluated the performance of Non-independent Directors, Chairman and the Board as a whole at a separate meeting of independent directors.

A brief note on performance evaluation of Independent Directors has been incorporated in the Corporate Governance Report.

Auditors:

Statutory Auditors:

M/s. Ramanatham & Rao, Chartered Accountants, Secunderabad (FRN : 002934S) were appointed as the Statutory Auditors of the Company for a period of 5 (Five) years at the Annual General Meeting held during 2017 and they hold office up to the conclusion of the ensuing Annual General Meeting. They have communicated their inability to continue as the Statutory Auditors of the Company.

Considering the same, the Audit Committee has recommended the appointment of M/s. Anandam & Co. Chartered Accountants, Secunderabad (FRN:000125S) as the Statutory Auditors for a period of 5 (Five) years, to hold office from the conclusion of the ensuing 43rd Annual General Meeting up to the conclusion of the 48th Annual General Meeting to be held during 2027. Your Company has received the consent and confirmation from M/s. Anandam & Co. that their appointment, if made, would be in accordance with the provisions of the Companies Act, 2013.

Your Board recommends the appointment of M/s. Anandam & Co. Chartered Accountants, Secunderabad as the Statutory Auditors of the Company, to the members for their approval.

Internal Auditors:

Your Board, on the recommendation of the Audit Committee, has appointed M/s. Ramanatham & Rao, Chartered Accountants, Secunderabad (FRN:002934S) as the Internal Auditors of the Company for the year 2022-23.

Cost Auditors:

As per Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, Cost records are required to be audited. Based on the recommendation of Audit Committee, your Board has appointed M/s. Narasimha Murthy, Cost Accountants, Hyderabad as Cost Auditors for the current year 2022-23 and necessary Resolution for ratification of their remuneration is placed before the Members at the ensuing Annual General Meeting for their approval in terms of Rule 14 (a) (ii) of the Companies (Audit and Auditors) Rules, 2014.

Secretarial Auditor:

The Board has appointed Smt. Manjula Aleti, Company Secretary in whole-time Practice to carry out Secretarial Audit under the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of the Managerial Personnel) Rules, 2014 for the financial year 2022-23.

The Secretarial Audit Report issued by Smt. Manjula Aleti, Practicing Company Secretary in Form-MR 3 for the financial year ending 31st March, 2022 is annexed to this Report **(Annexure -4)**.

The certificate issued by Smt. Manjula Aleti Practicing Company Secretary under schedule V(C)(10) (i) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 stating that as on 31st March, 2022 none of the directors of the Company has been debarred or disqualified from being appointed or continuing as Directors of the Company by the SEBI/ Ministry of Corporate Affairs or such statutory authority is annexed to this Report **(Annexure -5)**.

SEBI has made it mandatory on the part of the Listed Companies to secure an Annual Secretarial Compliance Report from a Practicing Company Secretary on compliance of all applicable SEBI Regulations and Circulars/guidelines issued there under. The Company has obtained the Annual Secretarial Compliance Report from Smt. Manjula Aleti, practicing Company Secretary for the year ended 31st March, 2022 and the same is annexed to this Report **(Annexure -6)**.

The Auditor's Report and the Secretarial Audit Report do not contain any qualification, reservation or adverse remark.

Corporate Social Responsibility (CSR):

In compliance with Section 134(3)(a) of the Companies Act, 2013 read with the Companies Corporate Social Responsibility (CSR) policy Rules 2014 (as amended), the Company has established CSR Committee comprising of Shri K Venkat Rao as Chairperson, Shri P Veeraiah and Shri J S Rao as members. The Committee is responsible for formulating and monitoring the CSR policy of the Company.

The annual report on CSR activities forms part of this Report **(Annexure -7).**

Corporate Governance

As per Regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, a detailed report on Corporate Governance together with the certificate from the Company's Auditors confirming compliance forms an integral part of this Report.

Particulars of Loans, Guarantees or Investments under Section 186 of the Companies Act, 2013.

There are no loans, guarantees or investments made or given under Section 186 of the Companies Act, 2013.

Disclosure under Sexual Harassment of Women at workplace (Prevention, Prohibition & Redressal) Act, 2013

The Company has in place a Policy for prevention of sexual harassment of women at workplace. Internal complaints Committee (ICC) has been setup to address complaints received regarding sexual harassment. All employees (permanent, contractual, temporary and trainees) are covered under this policy.

No compliant of sexual harassment has been received during the year under review.

Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo pursuant to the provisions of Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014

a) Conservation of Energy:

(i)	the steps taken or impact on conservation of energy	Nil
(ii)	the steps taken by the Company for utilizing alternate sources of energy	Nil
(iii)	the capital investment on energy conservation equipment	Nil

b) Technology Absorption:

(i)	the efforts made towards technology absorption	Nil
(ii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)	
	a) the details of technology imported	Nil
	b) the year of import	Nil
	c) whether the technology been fully absorbed	Nil
	d) if not fully absorbed, areas where absorption has not taken place and the reasons therefor	Nil
(iii)	the capital investment on energy conservation equipment	Nil
(iv)	the expenditure incurred on Research and Development	Nil

There is no separate Research and Development Wing as the scale of Company's operations are relatively small. However, the Company has fairly good laboratory with adequate testing facility to ensure quality of various inputs and also finished products. Besides the Company continuously endeavours to improve production process and product quality and encourages the technicians and workers to innovate.

c) Foreign Exchange earnings and outgo:

The Company has neither earned nor used any Foreign Exchange during the year under review.

Vigil Mechanism and Whistle Blower Policy:

The whistle blower policy aims at conduct of the affairs in a fair and transparent manner by adopting highest standards of professionalism, honesty, integrity and ethical behavior. The policy on vigil mechanism and whistle blower policy may be accessed on the Company's website : **www.kakatiyacements.com**.

Environmental Protection:

The Company has been making endeavors to protect the environment from the evil effects of pollution from time to time.

Planting of saplings and seedlings in and around the factories and colonies is being done on a continuous basis so as to develop green belt around the plant to improve the environment.

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

a) Statement of Affairs of the Company

Members are aware that operations of the Cement Plant were shutdown in April and May 2021 due to partial lock down in the wake of second wave of covid-19 pandemic thereby impacting the cement output for April and May, 2021 marginally. The Company has recorded Cement production of 2,69,940 MT as against 2,47,904 MT in the preceding year, thus registering an increase of around 9%.

The Board has pleasure in informing the members that despite the serious impediments encountered by the Sugar Division, it could record an increase of around 47% in its Sugar Cane crushing in the year under review which stands at 1,01,743 MT as against 69,235 MT in the preceding year.

The Power Division has its own operational restraints. Members are aware that the Company has not been able to generate power during off-season period in the Sugar Division since the Government of Telangana has not been conceding to the request of the power producing entities to generate power using coal as an alternative fuel to the bagasse.

During the year under review, the Company has clocked a turnover (excluding other income) of ₹ 154.40 crores compared to ₹ 122.80 crores recorded in the year-ago period. The segmental revenue has increased in all the three divisions of the Company viz. Cement, Sugar and Power.

b) Industry Structure and Development:

The Company has a well developed net work of dealers located in the states of Telangana and Andhra Pradesh for its Cement Division and the Company therefore is in a reasonably comfortable position in securing orders from its clients. It is heartening to note that some of the dealers have been patronizing the Company since inception and the strong bondage that is developed between the Company and dealers is one of the prominent features of this mutually beneficial relationship.

While the Company has a well established structure and dealer network, the Company anticipates that it could have some impact on its performance in the current year because of covid-19 global epidemic. The Company shall endeavour its best to mitigate the fixed overheads to the possible extent, combat the critical challenges and move forward with a committed sprit.

The sugar industry is essentially seasonal in its nature. The availability of cane, good rainfall and proper irrigation facilities are primary issues that determine the fortunes of the industry. The allocation of zonal areas to the sugar units by the department is also an important factor as allotment of villages having growth potential for cultivation of cane will facilitate higher cane production leading to production of higher volumes in the sugar industry.

c) Opportunities and Threats:

The Company is desirous of reaping the benefits of its well positioned dealer network across the states of Telangana and Andhra Pradesh in respect of its cement plant and will make every effort to overcome the bottlenecks in achieving the targeted operations for the current year.

The Government of Telangana has not been permitting power generators to use coal as an alternative fuel during the off season of the sugar industry as a matter of policy which was not the situation many years ago.

Unless the Government revisits the entire issue keeping in view the interest of entrepreneurs as well as all other stakeholders, it would be difficult for the power generators to survive in the long run as sub-optimal generation of power will seriously impact the viability of the industry.

In the sugar industry, fetching remunerative price for its product, adequate availability of sugar cane with close proximity to the sugar plant and industry-friendly governmental regulations are the key areas of concern.

The Company will make its best endeavors in resolving the complicated issues in the Sugar and Power Divisions through negotiations with governmental authorities and will also liaison with the legal advisers in respect of pending litigations concerning the Power Division.

While all the issues raised are specific to our Company, the Company recognizes that we are living in an economic environment marked by great uncertainty buffeted by the repeated waves of Corona infection and its spill over effect on downstream sectors.

However, the Company, with an ability, determination and grit acquired over the years, is in a strong challenging model and combat the critical situations resulting from micro and macro factors.

d) Segment or product-wise performance:

Segment-wise and product-wise performance has been furnished elsewhere in this Report.

e) Medium and long term strategy

The range of market operations in respect of cement product is restricted to the states of Telangana and Andhra Pradesh. The existing production capacity can be optimally utilized in catering to the requirements of the two Telugu states. In the circumstances no medium and long term strategy is being envisaged by the Company in the absence of any immediate plans for expansion.

f) Outlook:

Division-wise outlook has been furnished elsewhere in this Report.

g) Risks and concerns:

The Cement, Sugar and Power industries being core industries, there is no risk of product obsolescence or steep fall in demand by way of product substitution or otherwise and, therefore, your Directors do not foresee any major risks and concerns in the near future except as discussed elsewhere in this Report.

The Company endeavours its best to effect necessary changes, modifications to the machinery and equipment and also to carry out necessary maintenance works to position the machinery in all the divisions in robust condition so as to keep the bottlenecks at bay.

Consequent to resurgence of covid-19 global epidemic across the world, the Company shall put in its best by adopting measures that ensure safety and health of workers. All suitable measures and steps that are within the control of the management shall be taken to counter the challenges posed by the global epidemic.

h) Internal control systems and their adequacy:

As stated elsewhere in this Report, the Company has adequate internal control systems and the Chief Financial Officer will monitor the Internal audit Reports and brief the Audit Committee in case any deficiency in the system is noticed and corrective measures are adopted to strengthen the system.

i) Financial Performance with respect to operational performance:

This has been discussed elsewhere in this Report.

j) Human Resource Development and Industrial Relations:

The Company believes that the quality of its employees is the key to success and is therefore committed to provide necessary human resource development and training opportunities to equip employees with additional skills to enable them to adapt to contemporary technological advancements.

Industrial Relations during the year continued to be cordial through effective communication, meetings and negotiations with the work force in an informal and congenial atmosphere.

The Company's strength consists of 481 permanent employees as on 31st March, 2022.

k) The details of significant changes (change of 25% or more) as compared to the preceding year in key financial ratios are provided herein below :-

Sl. No.	Particulars	Variation %	Reasons
1.	Debtors Turnover Ratio	*	*Variation is below 25% and need not be reported
2.	Inventory Turnover Ratio	*	*Variation is below 25% and need not be reported
3.	Interest Coverage Ratio	368.28	Increase in Profits
4.	Net Profit Margin (%)	164.49	Increase in Profits
5.	Return on Net worth (%)	232.56	Increase in Profits
6.	Operating Profit Margin (%) PBIT	108.77	Increase in Profits

Cautionary Statement

Statements in this "Management Discussion and Analysis" may be considered to be "forward looking statements" within the meaning of applicable securities Laws or Regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include demand-supply conditions, finished goods prices, raw material availability and prices, cyclical demand and pricing in the Company's markets, changes in Government Regulations, tax regimes besides other factors such as litigations and labour negotiations and health and safety related issues concerning all the stakeholders.

Acknowledgment

Your Directors take this opportunity to place on record their sincere thanks to the Banks, the Transco Authorities of Telangana and Andhra Pradesh States and to various departments of the Central and State Governments of Telangana and Andhra Pradesh for their support to the Industry.

The Directors thank the entire network of dealers who have enabled the Company to achieve the volumes and kept up the rapport and friendly association with the Company.

The Directors record their appreciation for committed support to the Company by all the employees at all levels throughout the year under reference.

The Directors record their gratitude to all the Shareholders who have been reposing confidence in the Company and its Management.

By Order of the Board
for Kakatiya Cement Sugar & Industries Limited

Place : Hyderabad
Date : May 25, 2022

P Veeraiah
Chairman and Managing Director
DIN : 00276769

Annexure -1

FORM NO. MGT - 9

EXTRACT OF ANNUAL RETURN
for the financial year ended on 31.03.2022

[Pursuant to Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

I	Corporate Identity Number	:	L26942TG1979PLC002485
ii)	Registration Date	:	07-07-1979
iii)	Name of the Company	:	KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED
iv)	Category / Sub-Category of the Company	:	Company Limited by Shares / Public Company
v)	Address of the Registered office	:	1-10-140/1, GURUKRUPA, ASHOK NAGAR, HYDERABAD - 500020
vi)	Whether Listed Company	:	YES
vii)	Name, Address and Contact details of Registrar and Transfer Agent.	:	XL SOFTECH SYSTEMS LIMITED, 3, SAGAR SOCIETY, ROAD NO.2, BANJARA HILLS, HYDERABAD - 500034 Phone No.040-23545914/915

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY:

All the business activities contributing 10% or more of the total turnover of the company :-

Sl.No	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	CEMENT	3242	71%
2	SUGAR	2060	27%
3	POWER	4390	2%

III PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl.No	NAME AND ADDRESS OF THE COMPANY	CIN / GLN	HOLDING / SUBSIDIARY / ASSOCIATE	% OF SHARES HELD	APPLICABLE SECTION
			Not Applicable		

IV.Share Holding Pattern as on 31st March, 2022 (Equity Share Capital Breakup as percentage of Total Equity)

i) Category-wise Share Holding

	Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% change during the year
		Demat	Physical	Total	% of total shares	Demat	Physical	Total	% of total shares	
A.	**Promoters**									
1	**Indian**									
(a)	Individuals/ HUF	4217872	0	4217872	54.26	4217872	0	4217872	54.26	0.00
(b)	Central Government	-	-	-	-	-	-	-	-	-
(c)	State Government(s)	-	-	-	-	-	-	-	-	-
(d)	Bodies Corporate	-	-	-	-	-	-	-	-	-
	Banks / FI	-	-	-	-	-	-	-	-	-
(e)	Any Other	-	-	-	-	-	-	-	-	-
	Sub-Total (A)(1)	4217872	0	4217872	54.26	4217872	0	4217872	54.26	0.00
2.	**Foreign**									
(a)	NRIs-Individuals	-	-	-	-	-	-	-	-	-
	Other Individuals	-	-	-	-	-	-	-	-	-
(b)	Bodies Corporate	-	-	-	-	-	-	-	-	-
(c)	Banks / FI	-	-	-	-	-	-	-	-	-
(d)	Any Other	-	-	-	-	-	-	-	-	-
	Sub-Total (A)(2)	0	0	0	0	0	0	0	0	0
	Total Shareholding of Promoter (A)= (A)(1)+(A)(2)	**4217872**	**0**	**4217872**	**54.26**	**4217872**	**0**	**4217872**	**54.26**	**0.00**
B.	**Public shareholding**									
1.	**Institutions**									
	a) Mutual Funds	200	0	200	0.00	200	0	200	0.00	0.00
	b) Banks / FI	0	72	72	0.00	0	72	72	0.00	0.00
	c) Central Government	-	-	-	-	-	-	-	-	
	d) State Government	-	-	-	-	-	-	-	-	
	e) Venture Capital Funds	-	-	-	-	-	-	-	-	
	f) Insurance Companies	-	-	-	-	-	-	-	-	
	g) FIIs	0	0	0	0.00	8785	0	8785	0.11	0.11
	h) Foreign Venture Capital Funds	- -	- -	- -	- -	- -	- -	- -	- -	
	i) Others (specify)	-	-	-	-	-	-	-	-	
	Sub-Total (B)(1)	200	72	272	0.00	8985	72	9057	0.12	0.11
2.	**Non-institutions**									
	a) Bodies Corporate	148832	7654	156486	2.01	330525	7450	337975	4.35	
	b) Individuals - i. Individual shareholders holding nominal share capital up to Rs. 1 lakh.	3192346 3013433	186837 186837	3379183 3200270	43.47 41.17	3017182 2619806	172607 172607	3189789 2792413	41.03 35.92	
	ii. Individual shareholders holding nominal share capital in excess of Rs. 1 lakh.	365750	0	365750	4.70	397376	0	397376	5.11	
	c) Other (specify) N R I	20045	0	20045	0.26	19165	0	19165	0.25	
	Sub-Total (B)(2)	3361223	194491	3555714	45.74	3366872	180057	3546929	45.63	
	Total Public Shareholding (B) =(B)(1)+(B)(2)	3361423	194563	3555986	45.74	3375857	180129	3555986	45.74	
C.	**Shares held by** Custodian for GDRs & ADRs	0	0	0	0	0	0	0	0	
	GRAND TOTAL (A)+(B)+(C)	**7579295**	**194563**	**7773858**	**100**	**7593729**	**180129**	**7773858**	**100**	

(ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% of shares pledged / encumbered total shares
		No. of shares	% of total shares of the company	% of shares pledged / encumbered total shares	No. of shares	% of total shares of the company	% of shares pledged / encumbered total shares	
1	P. Veeraiah	3579975	46.05	0	3579975	46.05	0	0.00
2	Samrajyam Pallempati	323277	4.16	0	323277	4.16	0	0.00
3	Triveni Jasti	69500	0.89	0	69500	0.89	0	0.00
4	Shanti Jetty	57880	0.74	0	57880	0.74	0	0.00
5	Shalini Jetty	38000	0.49	0	38000	0.49	0	0.00
6	Ragini Jetty	36400	0.47	0	36400	0.47	0	0.00
7	Jutla Chandra Sekhar Goud	31450	0.40	0	31450	0.40	0	0.00
8	Jasti Lakshmi Nalini	28520	0.37	0	28520	0.37	0	0.00
9	J Siva Rama Prasad	19350	0.25	0	19350	0.25	0	0.00
10	Sukumari Koneru	12000	0.15	0	12000	0.15	0	0.00
11	Seshagiri Rao Jasti	10000	0.13	0	10000	0.13	0	0.00
12	Saarika Koneru	5720	0.07	0	5720	0.07	0	0.00
13	J Venkata Krishna	3000	0.04	0	3000	0.04	0	0.00
14	Musunuri Ramakrishna Prasad	2000	0.03	0	2000	0.03	0	0.00
15	Raajita Koneru	700	0.01	0	700	0.01	0	0.00
16	Jasti Chelameswar (HUF)	100	0.00	0	100	0.00	0	0.00
	Total	**4217872**	**54.26**	**0**	**4217872**	**54.26**	**0**	

(iii) Change in Promoters' Shareholding

Sl. No.		Shareholding at the beginning of the year		Shareholding at the end of the year	
		No. of shares	% of total shares of the Company	No. of shares	% of total shares of the Company
	No change	4217872	54.26	4217872	54.26

iv Shareholding Pattern of Top Ten Shareholders (Other than Directors, Promoters and Holders of GDRs and ADRs)

Sl. No.	Name	shareholding at the beginning of the year		shareholding at the end of the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	Tushar Rameshchandra Mehta	0	0.00	70327	0.90
2	Raviraj Developers Limited	0	0.00	65279	0.84
3	Monarch Infraparks Private Limited	0	0.00	54943	0.71
4	Anil Zawar	31274	0.40	32178	0.41
5	M Harathi	25565	0.33	25565	0.33
6	M Seethamma	25000	0.32	25000	0.32
7	Bachh Raj Nahar	19328	0.25	23713	0.31
8	Mahendra Girdharilal	22263	0.29	22263	0.29
9	Kapashi Commercial Ltd	0	0.00	20000	0.26
10	Lok Prakashan Ltd	0	0.00	14994	0.19

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Name	shareholding at the beginning of the year		shareholding at the end of the year	
		No. of Shares	% of total shares of the Company	No. of Shares	% of total shares of the Company
1	P. Veeraiah	3579975	46.05	3579975	46.05
2	Seshagiri Rao Jasti	10000	0.13	10000	0.13
	Key Managerial Personnel				
1	B Kameswara Prasad (up To 27.03.2022)	800	0.01	800	0.01

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding / accrued but not due for payment

(₹ in lakhs)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the Financial year				
I Princial Amount	3093.61	0	0	3093.61
ii) Interest due but not paid	0	0	0	0
iii) Interest accrued but not due	0	0	0	0
Total (i+ii+iii)	**3093.61**	**0**	**0**	**3093.61**
Change in Indebtedness during the financial year				
* Addition	423.74	0	0	423.74
* Reduction	0	0	0	0
Net Change	**423.74**	**0**	**0**	**423.74**
Indebtedness at the end of the financial year				
I Principal Amount	3517.35	0	0	3517.35
ii) Interest due but not paid	0	0	0	0.00
iii) Interest accrued but not due	0	0	0	0.00
Total (i+ii+iii)	**3517.35**	**0**	**0**	**3517.35**

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

A.Remuneration to Managing Director

(₹ in lakhs)

Sl. No.	Particulars of Remuneration	Managing Director	Total
1	Gross Salary (a) Salary as per provisions contained in section 17(1) of the Income-Tax Act, 1961.	117.60	117.60
	(b) Value of perquisites u/s 17(2) Income-Tax Act, 1961.	12.06	12.06
	(c) Profits in lieu of salary under Section 17(3) Income-Tax Act, 1961	0	0
2	Stock Option	0	0
3	Sweat Equity	0	0
4	Commission - as % of Profit - others, specify	28.60	28.60
5	Others, please specify	0	0
	Total (A)	**158.26**	**158.26**
	Ceiling as per the Act is 5% of the net Profits calculated under section 198 of the Companies Act, 2013.		

B. REMUNERATION TO OTHER DIRECTORS: (₹)

Sl. No.	Particulars of Remuneration	Name of Directors						
		T R C Bose	B V Subbaiah	K Venkat Rao	Myneni Hima Bindu	J S Rao	M Vara lakshmi	Total Amount
1	Independent Directors							
	* Fee for attending Board/ Committee meetings	3750	4000	2500	1250			11500
	* Commission	0	0	0	0			0
	* Others, please specify	0	0	0	0			0
	Total (1)	**3750**	**4000**	**2500**	**1250**			**11500**
2	Other Non-Executive Directors							
	* Fee for attending Board/ Committee meetings					2500	2500	5000
	* Commission					0	0	0
	* Others, please specify					0	0	0
	Total (2)					**2500**	**2500**	**5000**
	Total (1+2)	**3750**	**4000**	**2500**	**1250**	**2500**	**2500**	**16500**

Note : No Remuneration is paid to non-executive directors except sitting fee.

C. REMUNERATION TO KEY MANAGERIAL PERSONNEL (₹ in lakhs)

Sl. No.	Particulars of Remuneration	Managing Director	Chief Executive Officer	Company Secretary upto 27.03.2022	Company Secretary w.e.f 28.03.2022	Chief Financial Officer	Total Amount
1	Gross Salary (a) Salary as per provisions contained in section 17(1) of the Income-Tax Act, 1961.	117.60	36.71	11.16	0.25	10.80	176.52
	(b) Value of perquisites u/s 17(2) Income-Tax Act, 1961.	12.06	0	0	0	0	12.06
	(c) Profits in lieu of salary under Section 17(3) Income-Tax Act, 1961	0	0	0	0	0	0.00|
2	Stock Option	0	0	0	0	0	0.00|
3	Sweat Equity			0	0	0	0.00
4	Commission - as % of Profit - others, specify	28.60	0	0	0	0	28.60
5	Others, please specify	0	0	0	0	0	0
	Total	**158.26**	**36.71**	**11.16**	**0.25**	**10.80**	**217.18**

VII. PENALTTIES/PUNISHMENTS/COMPOUNDING OF OFFENCES:

There were no penalties, punishments or compounding of offences during the year ended 31st March, 2022.

Annexure-2

Form No. AOC - 2

(Pursuant to Clause (h) of sub-Section (3) of Section 134 of the Companies Act, 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis.

   There were no contracts or arrangements or transactions entered into during the year ended 31st March, 2022 which were not at arm's length basis.

2. Details of contracts or arrangements or transactions at arm's length basis.

   The details of contracts or arrangements or transactions at arm's length basis for the year ended 31st March, 2022 are as follows:-

Remuneration:

Name of Related Party	Nature of relationship	Duration of contract	Salient terms	Amount (₹ in lakhs)
Shri P Veeraiah	Key Managerial Personnel (CMD)	As per approval of members	As per approval of members	158.26 (127.65)
Dr. P Anuradha	Key Managerial Personnel (CEO)	As per terms of appointment	As per company's policy	36.71 (28.98)
Shri B K Prasad up to 27.03.2022	Key Managerial Personnel (GM &CS)	As per terms of appointment	As per company's policy	11.16 (11.16)
Shri V Sesha Sayee w.e.f 28.03.2022	Key Managerial Personnel (CS)	As per terms of appointment	As per company's policy	0.25 (0.00)
Shri M Bhavani Dattu	Key Managerial Personnel (CFO)	As per terms of appointment	As per company's policy	10.80 (10.80)
Total Remuneration				217.18 (178.59)
Rent:				
Shri P Veeraiah	Key Managerial Personnel/ Promoter	Ongoing	Based on transfer pricing guidelines	24.00 (24.00)
Total Rent				24.00

Place : Hyderabad
Date : May 25, 2022

By order of the Board
for Kakatiya Cement Sugar & Industries Limited

P Veeraiah
Chairman and Managing Director
DIN : 00276769

Annexure-3

Statement of particulars under Section 197 of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

(i) The ratio of the remuneration of each director to the median remuneration of the employees of the Company for 2021-2022.

S.No.	Name of the Director	Ratio of the remuneration to the median remuneration of the employees.
1.	Shri P. Veeraiah (Chairman and Managing Director)	45:1

(ii) The percentage increase in remuneration of Managing Director, Chief Executive Officer, Chief Financial Officer and Company Secretary in the year under review.

S.No.	Name of the Director	Percentage increase in remuneration
1.	Shri P. Veeraiah (Chairman and Managing Director)	24%
2.	Dr. P Anuradha (Chief Executive Officer)	27%
3.	Shri B K Prasad (General Manager and Company Secretary) up to 27.03.2022	Nil
4.	Shri V Sesha Sayee (Company Secretary & Compliance Officer) w.e.f 28.03.2022	Nil
5.	Shri M Bhavani Dattu (Chief Financial Officer)	Nil

Non-Executive Directors are paid sitting fee in respect of the Board or Committee Meetings attended by them. No other Remuneration is paid to them.

(iii) The percentage decrease in the median remuneration of employees in the year 2021-2022

6.61%

(iv) The number of permanent employees on the rolls of company

481

(v) Average percentile increase already made in the salaries of employees other than the managerial personnel in the last year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration

The average decrease in the remuneration for the employees is 3.54% excluding that of Key Managerial Personnel while it was 3.65% in the previous year.

(vi) Affirmation that the remuneration is as per the remuneration policy of the company

Yes.

Statement of particulars of employees pursuant to the provision of Sec 197(12) of the Companies Act, 2013 read with rule 5(2) & 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended.

Name of the employee	Age	Designation	Gross remuneration received (₹ in lakhs)	Nature of employment whether contractual or otherwise	Qualifications	Experience	Date of commencement of employment	The last employment held by such employee before joining the Company
Shri P Veeraiah	52 years	Chairman and Managing Director	158.26	Regular	B.Com	24 years	12-05-1998	–
Dr. P Anuradha	44 years	Chief Executive Officer	36.71	Regular	B.D.S, M.B.A, L.L.M	15 years	25-05-2018	--
Shri B K Prasad Up to 27.03.2022	72 years	General Manager and Company Secretary	11.16	Regular	M.Com, LLB, FCS	41 years	27-07-2015	Pitti Engineering Limited
Shri V Sesha Sayee w.e.f 28.03.2022	57 years	Company Secretary & Compliance Officer	0.25	Regular	B.A, LLB, ACS	33 years	28.03.2022	Dukes Group
Shri M Bhavani Dattu	69 years	Chief Financial Officer	10.80	Regular	M.Com, LLB,ACA, ACS, ACMA,	42 years	18-04-2012	HMT Machine Tools Ltd.

(A) List of top ten employees in terms of remuneration drawn in accordance of Rule 5 (2) and 5 (3) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Sl. No.	Name	Designation	Remuneration received (₹ in lakhs)	Nature of employment	Qualification and Experience in years	Date of commencement of employment	Age in year	Last employ-ment held	Percentage shares held	Relation ship with directors
1.	Shri D Gopala Krishnam Raju	President	31.93	Regular	B.E (Mech) 34 years	14.10.2013	57	Ncl Industries Ltd	--	--
2.	Shri B Kameswara Prasad	General Manager and Company secretary up to 27.03.2022	11.16	Regular	M.Com, LLB, FCS 40 years	27.07.2015	72	Pitti Engeering Ltd	0.01	--
3.	Shri M Bhavani Dattu	Chief Financial Officer	10.80	Regular	M.Com ACA, LB, ACS, ICWA 42 years	18.04.2012	69	HMT Machine Tools Ltd	--	--
4.	Shri V Sesha Sayee	Company Secretary & Compliance Officer w.e.f 28.03.2022	0.25	Regular	BA, LLB, ACS 39 years	28.03.2022	57	Dukes Group	--	--
5.	Shri P S R Bhavanarayana	Dy. General Manager (HR)	10.74	Regular	B.Com.,LLB., 35 Years	13.02.2020	57	Owens Corning	--	--
6.	Shri B V Sekhar	Sr. Manager (Accts)	10.58	Regular	M.Com., MBA, 25 Years	19.02.2019	48	Glochem Industries Ltd	--	--
7.	Shri M Vijay Kumar Raju	Manager	10.49	Regular	BSC 22 years	21.06.2014	40	Bheema Cements	--	--
8.	Shri K Raghunath Babu	Manager (Civil)	10.10	Regular	DCE 32 years	07.09.1990	56	---	--	--
9.	Shri Y Kotaiah	Chief Cane Manager	10.04	Regular	MSC (Agr.) 30 yeras	16.06.2020	64	Nava Barth Venture	--	--
10.	Shri K Venkateswara Rao	Manager (Instn)	9.55	Regular	DEE 30 years	29.09.1999	56	KIC Ltd	--	--

(B) Employee who worked for full financial year 2021-2022 and received aggregate remuneration of not less than one hundred and two lakh rupees.

Sl. No.	Name	Designation	Remuneration received (₹ in lakhs)	Nature of employment	Qualification and Experience in years	Date of commencement of employment	Age in year	Last employ-ment held	Percentage shares held	Relation ship with directors
1.	Shri P Veeraiah	Chairman and Managing Director	158.26	Approved by Members	B.Com 24 years	05.12.1998	52	- -	46.05	- -

(c) *There was no employee who worked for a part of the financial year 2021-2020 and received aggregate remuneration of not less than ₹ 8,50,000/- per month.*

By Order of the Board
for Kakatiya Cement Sugar and Industries Limited

Place : Hyderabad
Date : May 25, 2022

P. Veeraiah
Chairman and Managing Director
DIN: 00276769

Annexure-4

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31st MARCH, 2022

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members of
Kakatiya Cement Sugar & Industries Limited
CIN: L26942TG1979PLC002485
1-10-140/1, Gurukrupa
Ashoknagar, Hyderabad-500020

I have conducted Secretarial Audit of compliance with the applicable statutory provisions and adherence to good corporate practices by **Kakatiya Cement Sugar & Industries Limited** (hereinafter called the "Company") for the Financial Year ended March, 2022. Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conduct / statutory compliances and expressing our opinion thereon.

Based on my verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended 31st March, 2022 complied with statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed with Ministry of Corporate Affairs, Stock Exchanges and other Regulatory authorities and other records maintained by the Company for the financial year ended on 31st March, 2022 according to the provisions of :

(i) The Companies Act, 2013 ('the Act') and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

  a. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

  b. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations,2015;

  c. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

  d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;

(v) The compliances under the following Acts were also examined by me.

  a. The Explosives Act, 1884.

  b. The Mines Act, 1952.

Provisions of the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (SEBI Act) were not applicable to the Company during the financial year under review:

a. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;

b. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;

c. The Securities and Exchange Board of India (Buyback of Securities) Regulations,1998;

d. The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;

e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 ;

f. Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings

I report that the applicable financial laws, such as the Direct and Indirect Tax Laws, have not been reviewed under my audit as the same falls under the review of Statutory Audit and by other designated professionals.

I have also examined compliance with the applicable clauses of the following:

i) Secretarial Standards issued by the Institute of Company Secretaries of India;

ii) Listing Regulations and uniform Listing Agreement entered into by the Company with the BSE Ltd and National Stock Exchange of India Limited and SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards etc. mentioned above.

I further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors including Independent Woman Director. The changes that have taken place in the composition of the Board of Directors were in compliance with the provisions of the Act.
- Adequate notice is given to all directors to schedule the Board Meetings; agenda and detailed notes on agenda were sent at least seven days in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting;
- All decisions at Board Meeting and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be.

I further report that, as per the explanations given to me and the representation made by the Management and relied upon by me, there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

I further report that, during the audit period, there were no other specific events /actions in pursuance of the above referred laws, rules, regulations, guidelines etc. having major bearing on the Company's affairs.

Place : Hyderabad
Date : 13.05.2022

CS Manjula Aleti
Practicing Company Secretary
FCS : 10380, COP : 13279
UDIN: F010380D000319238

Note: This report is to be read with our letter of even date which is annexed as Annexure A and forms an integral part of this report.

Annexure-A

To,
The Members of
Kakatiya Cement Sugar & Industries Limited
CIN: L26942TG1979PLC002485
1-10-140/1, Gurukrupa
Ashoknagar, Hyderabad - 500020

Management Responsibility:

1. It is the responsibility of the management of the Company to maintain Secretarial records, devise proper system to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility:

2. My responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.

3. I believe that audit evidence and information obtained from the Company's management is adequate and appropriate for me to provide a basis for my opinion.

4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.

Disclaimer:

5. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

6. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

Place : Hyderabad
Date : 13.05.2022

CS Manjula Aleti
Practicing Company Secretary
FCS : 10380, COP : 13279
UDIN: F010380D000319238

Annexure-5

The Members
Kakatiya Cement Sugar & Industries Limited
1-10-140/1, Gurukrupa
Ashok Nagar
Hyderabad-500020

Sub:Certificate under Schedule V (C)(10) (i) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

I, Manjula Aleti, Practicing Company Secretary, have examined the records, books and papers of **Kakatiya Cement Sugar & Industries Limited** (CIN:L26942TG1979PLC002485) having its registered office at 1-10-140/1, "GURUKRUPA", Ashok Nagar, Hyderabad-500 020, Telangana State, India (the Company) as required to be maintained under the Companies Act, 2013 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 other applicable rules and regulations made there under for Financial year ending 31.03.2022.

In my opinion and to the best of my information and according to the examinations carried out by me and explanations and representation furnished to me by the Company, its officers and agents, I certify that none of the following Directors of the Company have been debarred or disqualified from being appointed or continuing as Director of Companies by the SEBI/ Ministry of Corporate Affairs or any such statutory authority as on 31.03.2022.

Sl.No.	Name of the Director	Designation	DIN No
1	Veeraiah Pallempati	Chairman and Managing Director	00276769
2	Ramesh Chandra Bose Tummala	Independent Director	00160630
3	Seshagiri Rao Jasti	Non- Executive Director	00029090
4	Venkata Subbaiah Boddu	Independent Director	01147062
5	Venkat Rao Kanagala	Independent Director	06566627
6	Varalakshmi Masina	Non- Executive Director	07585164
7	Myneni Hima Bindu	Independent Woman Director	07120807

Place : Hyderabad
Date : 13.05.2022

CS Manjula Aleti
Practicing Company Secretary
FCS : 10380, COP : 13279
UDIN: F010380D000319062

Annexure-6

SECRETARIAL COMPLIANCE REPORT
KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED
[CIN:- L26942TG1979PLC002485]
For the year ended 31st March, 2022

I, have examined:

(a) all the documents and records made available to me and explanation provided by **M/s. KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED** [CIN: L26942TG1979PLC002485]("the listed entity"),

(b) the filings/ submissions made by the listed entity to the stock exchanges,

(c) website of the listed entity,

(d) all other documents/ filings that are found to be relevant to rely upon to make this certification, for the year ended 31st March, 2022 ("01.04.2021 to 31.03.2022") in respect of compliance with the provisions of :

i the Securities and Exchange Board of India Act, 1992 ("SEBI Act") and the Regulations, circulars, guidelines issued thereunder; and

ii the Securities Contracts (Regulation) Act, 1956 ("SCRA"), rules made thereunder and the Regulations, circulars, guidelines issued thereunder by the Securities and Exchange Board of India ("SEBI");

The specific Regulations, whose provisions and the circulars/ guidelines issued there under, have been examined, include:-

a) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015 and circulars/ guidelines issued thereunder;

c) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

The following provisions and the circulars/ guidelines issued thereunder were not applicable to the Company under the Review Period:

i. Securities and Exchange Board of India (buyback of Securities) Regulations, 2018;

ii. Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;

iii. Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2018;

iv. Securities and Exchange Board of India (Issue and Listing of Non-Convertible and Redeemable Preference Shares) Regulations, 2013;

v. Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

I hereby report that, during the Review Period:

a) The listed entity has complied with the provisions of the above Regulations and circulars/ guidelines issued thereunder.

b) The listed entity has maintained proper records under the provisions of the above Regulations and circulars/ guidelines issued thereunder in so far as it appears from my examination of those records.

c) There are no actions taken against the listed entity/ its promoters/directors either by SEBI or by Stock Exchanges (including under the Standard Operating Procedures issued by SEBI through various circulars) under the aforesaid Acts/ Regulations and circulars/ guidelines issued there under.

d) There are no instances found to me in the listed entity to qualify the report with any observations.

Place : Hyderabad
Date : 23.04.2022

Manjula Aleti
Practicing Company Secretary
FCS:10380, COP : 13279
(UDIN:F010380D000191594)

Annexure - 7

Annual Report on Corporate Social Responsibility (CSR) Activities: CSR REPORT 2021-2022

1. Brief outline on CSR Policy of the Company

Social and environmental responsibility has always been at the forefront of our operating philosophy and the Company has consistently contributed to socially responsible activities. CSR portraits the deep symbiotic relationship that the Company enjoys with the communities it is engaged with.

As a responsible corporate citizen, it tries to contribute to social and environmental causes on a consistent basis. We believe that to succeed, an organization must maintain high standards of corporate behavior towards its stakeholders i.e. employees, consumers and society in which it operates. We are of the opinion that CSR underlines the objective of bringing about a difference and adding value to our stakeholders' lives.

The CSR policy is rooted in the Company's philosophy and imbued with the values of quality, reliability, best practices and driven by our aspiration for excellence in the overall performance of our business.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Shri K Venkat Rao	Chairperson / Independent Non-executive	2	2
2.	Shri P Veeraiah	Member / Managing Director (Executive)	2	2
3.	Shri J S Rao	Member / Non-Independent Non-Executive	2	2

3.	Provide the web-link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company.	http://www.kakatiyacements.com/images/csrpolicy.pdf
4.	Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).	Not applicable
5.	Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any	₹ 80,39,007 Not applicable

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in ₹)	Amount required to be set-off for the financial year, if any (in ₹)
1.	2020-21	₹ 80,39,007	Nil

6.	Average net profit of the Company as per section 135(5).		₹ 4,21,51,667
7.	(a)	Two percent of average net profit of the Company as per section 135(5)	₹ 8,43,033
	(b)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	NA
	(c)	Amount required to be set off for the financial year, if any	Nil
	(d)	Total CSR obligation for the financial year (7a+7b-7c).	₹ 8,43,033

8.	(a)	CSR amount spent or unspent for the financial year:				
Total Amount Spent for the Financial Year (in ₹)		Amount Unspent (in ₹)				
		Total Amount transferred to Unspent CSR Account as per section 135 (6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
		Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
22,60,130		NA	NA	NA	NA	NA

8.	(b)	Details of CSR amount spent against ongoing projects for the financial year:										
(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/No)	Location of the project		Project duration	Amount allocated for the project (in ₹)	Amount spent in the current financial Year (in ₹)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in ₹)	Mode of Implementation - Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State.	District						Name	CSR Registration number.
					NA							

8.	(c)	Details of CSR amount spent against (other than ongoing projects) for the financial year:							
(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in Schedule VII to the Act	Local area (Yes/ No)	Location of the project		Amount spent for the project (in ₹)	Mode of Implementation Direct (Yes/No)	Mode of implementation - through implementing agency	
				State	District			Name	Registration number
1	Laying of Gravel Road	Item X	Yes	Telangana	Khammam	5,66,033	Direct	NA	NA
2	Road Dressing and silt removing works	Item X	Yes	Telangana	Khammam	1,72,463	Direct	NA	NA
3	Spilt AC for Government Hospital	Item X	Yes	Telangana	Khammam	33,000	Direct	NA	NA
4	Laying of CC Drains and Culverts	Item X	Yes	Telangana	Suryapet	14,88,634	Direct	NA	NA

8.	(d)	Amount spent in Administrative Overheads	-----
8.	(e)	Amount spent on Impact Assessment, if applicable	-----
8.	(f)	Total amount spent for the Financial Year (8b+8c+8d+8e)	₹ 22,60,130
8.	(g)	Excess amount for set off, if any	₹ 14,17,097

(i)	Two percent of average net profit of the company as per section 135(5)	₹ 8,43,033
(ii)	Total amount spent for the Financial Year	₹ 22,60,130
(iii)	Excess amount spent for the financial year [(ii)-(i)]	₹ 14,17,097
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NA
(v)	Amount available for set off in succeeding financial years [(iii) - (iv)]	₹ 14,17,097

9.	(a)	Details of Unspent CSR amount for the preceding three financial years:					
Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), If any			Amount remaining to be spent in succeeding financial years. (in ₹)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
			NA				

9.	(b)	Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):						
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the project (in ₹)	Amount spent on the project in the reporting Financial Year (in ₹)	Cumulative amount spent at the end of reporting Financial Year. (in ₹)	Status of the project - Completed /Ongoing
			NA					

10.	In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year		NA
10.	(a)	Date of creation or acquisition of the capital asset(s).	NA
10.	(b)	Amount of CSR spent for creation or acquisition of capital asset	NA
10.	(c)	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc	NA
10.	(d)	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	NA
11.	Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per section 135(5)		NA

Sd/-
K Venkat Rao
Chairman (CSR Committee)

Sd/-
P Veeraiah
Chairman and Managing Director
Member

CORPORATE GOVERNANCE REPORT:

Report pursuant to Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company furnishes herein below the details of compliance with the requirements of the Corporate Governance:-

A) Related Party Disclosures:

The transactions with related parties are disclosed in notes to accounts forming part of the Annual Report. All the transactions with related parties are at arm's length and in compliance with the requirements. The related party transactions are approved by the Audit Committee.

In terms of the Companies Act, 2013 and as envisaged under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has adopted a policy to determine related party transactions. The policy can be viewed on the website of the Company at **www.kakatiyacements.com**.

B) Management Discussion and Analysis(MDA) Report:

I. The Report on MDA has been included in the Directors' Report and forms part of the Annual Report.

II. Disclosure of Accounting Treatment: The Company has followed the accounting standards in preparation of its financial statements.

C) Corporate Governance Report:

The Corporate Governance code and Company's philosophy

Your Company is committed to implement sound corporate governance practices with a view to bring about accountability and transparency in its operations and thereby meet the aspirations of the shareholders and societal expectations. The Company's corporate governance practices are driven by timely disclosures, transparent accounting policies, internal control on operations and high level of integrity in decision making with an objective to enhance the value to the stakeholders.

Board of Directors:

As on 31st March, 2022, the Board of Directors (Board) comprised of 7 (Seven) Directors of which 6 (Six) are Non-Executive Directors including 4 (Four) Independent Directors and their details are given hereunder:

Sl. No.	Name of the Director	DIN No.	Designation and Category	No. of Board Meetings held during the year	No. of Board Meetings Attended	Whether attended the last Annual General Meeting	Director ship in other Boards	Membership in other Committees of the Company
01.	Shri P Veeraiah	00276769	Chairman & Managing Director Executive	4	4	Yes	0	0
02.	Shri T R C Bose	00160630	Independent Director	4	4	Yes	7	3
03.	Shri J S Rao	00029090	Non Executive Director	4	4	Yes	8	1
04.	Shri B V Subbaiah	01147062	Independent Director	4	4	Yes	1	3
05.	Shri K Venkata Rao	06566627	Independent Director	4	4	No	Nil	2
06.	Smt. M Varalakshmi	07585164	Non Executive Director	4	4	Yes	Nil	2
07.	Smt. Myneni Hima Bindu	07120807	Independent Director	4	4	Yes	12	0

*Memberships in Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committees have been considered.

The Board has an optimum combination of executive, non-executive and independent directors and the composition of the Board is in conformity with Regulation 17(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Four Board Meetings were held during the year under review. These were held on 16.06.2021, 03.08.2021, 11.11.2021 and 03.02.2022. The Maximum gap between any of two consecutive meetings did not exceed 120 days.

Disclosure of Relationship between Directors inter-se:

None of the Directors are related to each other inter-se.

Shareholding of Non-Executive Directors in the Company

The number of equity shares of the Company held by Non-Executive Directors as on 31st March, 2022 are as detailed herein below:

Sl.No.	Name of the Director	No. of Equity Shares held in the Company
1.	Shri J S Rao	10,000
2.	Shri T R C Bose	Nil
3.	Shri B V Subbaiah	Nil
4.	Shri K Venkata Rao	Nil
5.	Smt. M Varalakshmi	Nil
6.	Smt. Hima Bindu Myneni	Nil

Pursuant to Regulation 33(3) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, brief particulars of the Director proposed for Re-appointment at the Annual General Meeting are given below:-

Sl.No.	Name of the appointee	Shri J S Rao
1.	Date of Birth	18/07/1953
2.	Qualification	B.E
3.	Date of first Appointment	09/07/1979
4.	Expertise in the specific functional areas	41 years of rich and varied experience in operations of the Cement plant
5.	Nature of appointment	Retiring by rotation and being eligible, offers himself for re-appointment.
6.	Occupation	Industrialist
7.	Remuneration	He is a Non-Executive Director. No remuneration is paid to the Non-Executive Directors except payment of sitting fee for the Board / Committee Meetings attended.
8.	Shareholding of Kakatiya Cement Sugar & Industries Limited	10,000 shares
9.	No. of Listed entities in which committee membership / Chairmanship held	2 (including our Company)
10.	No. of Listed entities in which Directorship held	2 (including our Company)
11.	Inter-se relationship with any other Director on the Board	Nil

Chart setting out the skills/ expertise/ competence of the Board of Directors in terms of Clause 2(h) Part C of Schedule V: Annual Report and under Regulation 34(3) 53(f) of SEBI (Listing Obligations and Disclosure Requirements), Regulations, 2015.

Sl.No.	Name of the Director	Category	Specialisation
01.	Shri P. Veeraiah	Chairman & Managing Director (Promoter)	A Graduate in Commerce having nearly 25 years of experience in Cement Industry.
02.	Shri T.R.C. Bose	Independent Director	A reputed Engineer by profession, having rich and varied experience in Technical Consultancy and Corporate Affairs and General Administration.
03.	Shri J.S. Rao	Non-Executive Director (Promoter Group)	An Engineer having rich and varied experience in operations of Cement Plant and also managing his own cement Company.
04.	Shri B.V. Subbaiah	Independent Director	A reputed Legal professional having rich and varied experience in civil, corporate and constitutional matters.
05.	Shri K. Venkat Rao	Independent Director	A well-known Engineer having rich and varied experience in Construction, Software Development and general Corporate Affairs.
06.	Smt. M. Varalakshmi	Non-Executive Director	A Science Graduate having more than three decades experience in Accounts and Banking operations.
07.	Smt. Hima Bindu Myneni	Independent Director	A Fellow Member of the Institute of Chartered Accountants of India having varied experience in Audit, Taxation, Project and Financial Consultancy

The Board can meet, fulfill and satisfy the core skills / expertise / competence identified by the Board as required in the context of an efficient functioning of its business.

General Body Meetings:

The last three Annual General Meetings were held as under:

Sl. No.	AGM	Location	Date and Time	Whether any special resolutions were passed	Postal Ballots
01.	42nd	Through video conferencing (VC) for e-AGM	02.09.2021 11.00 A.M	No	No
02	41st	Through video conferencing (VC) for e-AGM	09.09.2020 11.00 A.M	No	No
03.	40th	Shri Thyagaraya Gana Sabha, Vivek Nagar, Chikkadapally, Hyderabad - 500020.	11.07.2019 11.00 A.M	Yes Regarding re-appointment of Shri B.V. Subbaiah, Shri K. Venkat Rao and Shri T.R.C. Bose as Independent Directors	No

Independent Directors' Meeting

During the year under review, the Independent Directors met on 28th March, 2022, inter alia, to discuss:

a) Evaluation of the performance of Non-Independent Directors and the Board of Directors as a whole.

b) Evaluation of the performance of the Chairman of the Company, taking into account the views of the Executive and Non-Executive Directors

c) Evaluation of the quality, content and timeliness of flow of information between the Management and the Board that is necessary for the Board to effectively and reasonably perform its duties.

All the Independent Directors were present at the Meeting and expressed satisfaction with performance of the Directors and of the Board as a whole.

Familiarisation Programmes for Directors

As part of the Corporate Governance, the company conducts Familiarisation Programmes for Independent Directors and other Directors who are inducted into the Board to enable the incumbent Directors to understand the business, culture and processes of the Company.

During the year under review, Smt. Hima Bindu Myneni was inducted on the Board.

The Familiarisation Programme is not a one-time affair that is conducted at the time of induction of a new Director. Such Familiarisation Programmes are also conducted during the year for the benefit of the Board. The Company presents in an informal manner programmes to familiarize the Board members with the strategy, operations and functions of the Company, besides providing updates on relevant legislations to ensure that the Board Members are kept abreast of these Regulations.

These are normally done after conclusion of the Board and Committee Meetings or at any other convenient time

Three Familiarisation Programmes were conducted to the following Board Members during 2021-2022.

Sl.No.	Name of Director	No.of Programmes	No. of hours spent	Cumulative No.of hours spent
1.	Shri T R C Bose	3	4	22
2.	Shri B V Subbaiah	3	4	22
3.	Shri K Venkat Rao	3	4	22
4.	Smt. M Varalakshmi	3	4	12
5.	Shri J S Rao	3	4	12
6.	Smt. Hima Bindu Myneni	2	2	2

Web link where details regarding Familiarisation Programme for Board Members can be viewed: **www.kakatiyacements.com.**

Performance Evaluation of Independent Directors

The Performance evaluation of Independent Directors shall be done by the entire Board excluding the Director being evaluated. There are various parameters based on which the performance of the Independent Directors is evaluated which include participation at the Board / Committee Meetings, guidance provided to Senior Management outside of Board/Committee Meetings, effective deployment of knowledge and expertise, integrity and maintaining of confidentiality, independence of behavior and judgment, impact and influence, exercise of objective independent judgment in the best interest of the Company, ability in monitoring Corporate Governance practices and adherence to the Code of Conduct for Independent Directors.

The Board ensures formation and monitoring of robust evaluation frame work of Individual Directors Including Chairman of the Board, Board as whole and various Committees thereof and carries out the evaluation on an annual basis.

The Board evaluation for the financial year ending 31st March, 2022 has been completed internally which included the evaluation of the performance. of the Board as a whole, its committees and Directors individually and results of the same were informally shared with the Board.

Committees of the Board

Audit Committee:

The terms of reference of the Audit Committee encompasses the requirements of Section 177 of Companies Act, 2013 and Regulation 18 of the Listing Regulations and, inter alia includes:

a. To hold periodic discussions with the Statutory Auditors and Internal Auditors of the Company concerning the financial reports of the Company and internal control systems. Examination of scope of audit and observations of the Auditors / Internal Auditors and overseeing the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.;

b. To call for the comments of the auditors about internal control systems, scope of audit, including the observations of the auditors and review of financial statements before their submission to the Board and also to discuss any related issues with the internal and statutory auditors and the management of the Company;

c. To evaluate internal financial controls and risk management systems;

d. To, inter-alia, review Management Discussion and Analysis of financial conditions, results of operations and Statement of Significant Related Party transactions submitted by the management before submission to the Board;

e. To investigate into any matter in relation to the items referred to it by the Board and for this purpose obtain professional advice from external sources if required;

f. To make recommendations to the Board on any matter relating to the financial management of the Company including the Audit Report;

g. To approve Related Party Transactions.

h. Reviewing the functioning of the Whistle Blower mechanism;

i. Recommending the appointment, re-appointment, and if required, the replacement or removal of the statutory auditors, internal auditors, cost auditors and fixation of audit fee and approval for payment for any other services.

Audit Committee meetings and attendance during the financial year ended 31st March, 2022:

Four Audit committee meetings were held during the year under review on 16.06.2021, 03.08.2021, 11.11.2021 and 03.02.2022 and the attendance details are as under:

Name of the Director	Designation	No. of Meetings attended
Shri B V Subbaiah	Chairman	4
Shri J S Rao	Member	4
Shri T R C Bose	Member	4

The maximum gap between any two consecutive meetings was not more than 120 days.

Nomination and Remuneration Committee:

Scope

The main scope of the Nomination and Remuneration Committee is to determine and recommend to the Board the persons to be appointed / re-appointed as Executive Directors / Non-Executive Directors.

The committee also determines and recommends to the Board the financial component. The compensation of the Executive Directors comprises of fixed components and may also include commission based on the profits earned by the Company.

The compensation is determined based on the levels of responsibility and the parameters prevailing in the industry. The Executive Directors are not paid any sitting fee for Board / Committee meetings attended by them. The Non-Executive Directors are paid sitting fee for Board / Committee Meetings attended by them and no other payment is made to them.

The Nomination and Remuneration Committee examines and devises a policy on Board diversity and to formulate criteria for determining qualifications, experience, positive attributes and independence. It also recommends to the Board the factors to be reckoned with in determining the remuneration payable to the Directors.

The Board constituted a Nomination and Remuneration Committee consisting of the following Directors with the role and responsibility duly defined and in accordance with the applicable statutory and other requirements.

Three Nomination and Remuneration Committee meetings were held during the year under review on 15.06.2021, 08.11.2021 and 31.01.2022. and the attendance of Directors is given hereunder:

Name of the Director	Designation	Category	Attendance
Shri B V Subbaiah	Chairman	Non- Executive / Independent	3
Shri T R C Bose	Member	Non -Executive / Independent	3
Smt. M Varalakshmi	Member	Non-Executive	3
Shri K Venkat Rao	Member	Non- Executive / Independent	3

The details of the remuneration paid to Managing Director/whole-time Directors are mentioned in the notes to accounts.

Stakeholders Relationship Committee:
Terms of reference:

The Committee is constituted to

i) address complaints/grievances of the shareholders regarding transfer/transmission of shares, non-receipt of share certificates, dividends, annual reports and such other matters.

ii) Review the effectiveness of the services rendered by Registrar & Share Transfer Agent M/s. XL Softech Systems Limited.

iii) Review the measures taken to ensure that the shareholders receive dividend on time and also to reduce the unclaimed dividend amount.

Four Stakeholders Relationship committee meetings were held during the year under review on 15.06.2021, 03.08.2021, 10.11.2021 and 02.02.2022.

The Constitution of the Committee and the attendance at its meetings are given hereunder:

Name of the Director	Designation	No. of Meetings attended
Shri T R C Bose	Chairman	4
Shri B V Subbaiah	Member	4
Smt. M. Varalakshmi	Member	4

Compliance Officer :
Shri B Kameswara Prasad - upto 27.03.2022
Shri V. Sesha Sayee - From 28.03.2022
No. of shareholder complaints received : 1
No. of complaints resolved to the satisfaction of shareholders : 1
No. of Pending complaints: Nil
Email ID of Investor grievances: shares@kakatiyacements.com

Risk Management Committee:

The objective behind constitution of the Risk Management Committee is to identify risk, develop appropriate risk mitigation strategies and to monitor activities of the organization and also to highlight the systematic study safeguards against threats, loss and damages of brand, reputation and assets of the Company. Improvement of level of awareness and appreciating and managing material business risks are also the objectives of the Risk Management Committee.

The Committee, besides identifying the risk factors, is also expected to manage and monitor risk and ensure that proper internal systems and processes are in place.

Composition of the Risk Management Committee:

Name of the Director	Designation
Shri P Veeraiah	Chairman
Shri K Venkata Rao	Member
Shri B. V. Subbaiah	Member

The Risk Management Committee met once on 28.03.2022 during the year under review.

Corporate Social Responsibility (CSR) Committee:

The Company has constituted a committee to formulate a CSR Policy and to implement certain activities as envisaged in Schedule VII of the Companies Act, 2013. Two CSR Committee meetings were held during the year under review on 10.05.2021 and 10.11.2021.

Name of the Director	Designation	Attendance
Shri K Venkat Rao	Chairman	2
Shri P Veeraiah	Member	2
Shri J S Rao	Member	2

Payment of fee to the Statutory Auditors

Given below are the details of fee paid to M/s. Ramanatham & Rao, Chartered Accountant, Statutory Auditors of the Company during the financial year ended 31st March, 2022:

Sl.No.	Payments to the Statutory Auditors (excluding taxes)	₹ in lakhs
1.	Statutory Audit fee paid for Audit of the Company	3.90
2.	Fee paid for Limited review of the Company	1.20
3.	Fee paid for other services	–--
4.	Reimbursement of expenses	–--
Total		**5.10**

Code of Conduct:

The Board has laid down a Code of Conduct covering the ethical requirements to be complied with by all members of the Board and Senior Management personnel of the Company. An affirmation of the compliance with the code has been received from them in respect of the financial year ending 31st March, 2022.

Code of Conduct for Prevention of Insider Trading:

The Company has adopted a code of conduct for prevention of insider trading in accordance with the requirements of SEBI (Prohibition of Insider Trading) Regulations, 2015. The insider trading code is applicable to all directors, designated employees and their immediate relatives. The code lays down the procedures and guidelines to be followed and disclosures to be made while dealing in the securities of the Company. Dealings, if any, by the directors and designated employees in respect of the company's scrip and matters related to insider trading code are reported to the Audit Committee on quarterly basis.

Other Disclosures:

Related Party Transactions:

During the year ended 31st March, 2022, there were no materially significant related party transactions which had potential conflict with the interest of the Company at large. The transactions with related parties are disclosed in the notes to the Annual Accounts.

Disclosures pertaining to Large Corporate Entities:

Your Company does not fall under the category of Large Corporate Entity as per SEBI guidelines. Hence the requirement of complying with the Annual Disclosures for the Financial Year ended 31st March, 2022 is not applicable to the Company.

Details of non-compliances, if any:

A statement of compliances with all laws and regulations as certified by the Managing Director and Company Secretary are placed at periodic intervals before the Board.

No penalty of a material nature has been imposed by any Stock Exchange, SEBI or any other regulatory authority during the year under review. The Company's shares were not suspended at any point of time.

The Disclosure of compliance with Corporate Governance Requirements specified in Regulation 17 to 27 and Clauses b to (i) of Sub-Regulation (2) of Regulation 46 are as follows:

Regulation	Particulars of Regulation	Compliance status (Yes/No)
17	Board of Directors	Yes
18	Audit Committee	Yes
19	Nomination and Remuneration Committee	Yes
20	Stakeholders Relationship Committee	Yes
21	Risk Management Committee	Yes
22	Vigil Mechanism	Yes
23	Related Party Transactions	Yes
24	Corporate Governance requirements with respect to subsidiary of listed entity	N.A
25	Obligations with respect to Independent Directors	Yes
26	Obligations with respect to Directors and Senior Management	Yes
27	Other Corporate Governance requirements	Yes
46(2)(b) to (i)	Website	Yes

Certification by Chairman and Managing Director and Chief Financial Officer:

The Chairman and Managing Director and Chief Financial Officer have furnished a certificate to the Board as contemplated in Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Disclosure of Material Events:

The Company has adopted a policy on determining materiality of an event or information and furnishing the same to Stock Exchanges in accordance with Regulation 30 (5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Adoption of Policy on Preservation of Documents:

The Company has adopted the policy on preservation of documents in accordance with Regulation 9 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Adoption of Discretionary Requirements

The Company has complied with mandatory requirements of Corporate Governance as per SEBI Listing Regulations. We have yet to adopt the Discretionary Requirements.

Means of Communication:

Quarterly/Half Yearly and Annual Financial Results of the Company are filed with National Stock Exchange of India Limited and BSE Limited and generally published in Financial Express and Andhra Prabha (Telugu Daily). Half Yearly reports are not sent to shareholders separately. They are available on Company's website: **www.kakatiyacements.com.** The Company has not made any presentations to investors / analysts during the year.

General Shareholder Information:

a)	Annual General Meeting	:	43rd Annual General Meeting
	Date	:	8th September, 2022
	Time	:	11.00 A.M
	Venue	:	Sri Thyagaraya Gana Sabha, Vivek Nagar, Chikkadapally, Hyderabad - 500 020.
b)	Financial Calendar	:	1st April to 31st March
			The Schedule for considering Financial Results
			Quarter ended June, 2022 - On or before 15th August, 2022 Quarter ended September,2022 - On or before 15th November, 2022 Quarter ended December, 2022 - On or before 15th February, 2023 Quarter and Year ended March, 2023 - On or before May, 2023
c)	Date(s) of Book closure	:	2nd September, 2022 to 8th September, 2022 (both days inclusive)
d)	Dividend payment date	:	On or before 7th October, 2022.
e)	Registered Office	:	KAKATIYA CEMENT SUGAR & INDUSTRIES LTD., 1-10-140/1, "GURUKRUPA", Ashok Nagar, HYDERABAD-500 020. Phone: 040-27637717/27633627 CIN:L26942TG1979PLC002485 e-mail: shares@kakatiyacements.com e-mail: info@kakatiyacements.com
f)	Listing on Stock Exchanges	:	The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor, Plot No. C/1, G Block, Bandra - Kurla Complex, Bandra (E), MUMBAI - 400 051.
			BSE Limited, Floor 25, P.J. Towers, Dalal Street, MUMBAI - 400 001.
g)	Code/Symbol	:	NSE - KAKATCEM BSE - 500234 ISIN for NSDL & CDSL: INE437B01014

h) Market Price Data : (Source : NSE & BSE Quotations)

Month and Year	National Stock Exchange of India Limited			BSE Limited		
	High ₹	Low ₹	No. of Shares Traded	High ₹	Low ₹	No. of Shares Traded
April 2021	196.00	167.00	651748	203.00	166.95	73436
May 2021	282.00	187.40	2670052	282.00	187.95	291621
June 2021	319.90	238.00	3251702	319.00	236.50	249683
July 2021	288.90	249.00	1325856	288.70	245.00	160153
August 2021	304.80	232.95	1649037	305.00	231.25	160944
September 2021	259.00	229.00	386299	257.05	228.70	30803
October 2021	261.90	223.20	608690	260.00	223.40	45002
November 2021	253.75	204.00	434979	255.60	205.40	50621
December 2021	226.00	201.30	243728	245.00	201.20	32448
January 2022	270.95	215.70	1169030	270.00	211.00	127928
February 2022	266.45	195.10	601954	266.25	196.35	56559
March 2022	238.05	204.50	436496	238.00	205.45	49484

i) Address of Registrars and Share Transfer Agents: R & T Agent

XL SOFTECH Systems Limited,
3, Sagar Society, Road No. 2, Banjara Hills, HYDERABAD - 500 034. Tel: 040-23545913/14/15
Fax: 040-23553214 Email: xlfield@gmail.com

j) Share Transfer System:

The Share Transfer work is being handled by the Company's R & T Agent and they have confirmed that no non-compliance of the procedural requirements has taken place during the year under review.

k) Distribution of Shareholding and Shareholding Pattern:

Distribution of Shareholding as on 31.03.2022

Share Holding (of nominal value in ₹)	Number of Shareholders	% to total	Number of Shares	% to total
Up to 5000	24521	96.14	1294442	16.65
5001 - 10000	526	2.06	419273	5.39
10001 - 20000	244	0.96	361677	4.65
20001 - 30000	85	0.33	215223	2.77
30001 - 40000	25	0.10	88150	1.13
40001 - 50000	28	0.11	129346	1.66
50001 - 100000	40	0.16	300164	3.86
100001 and above	39	0.15	4965583	63.89
Total	**25508**	**100.00**	**7773858**	**100.00**

Shareholding Pattern as on 31.03.2022:

Category	No. of Equity Shares	% of Paid-up Capital
Promoters & Promoter Group	4217872	54.26
Bodies Corporate	311263	4.00
General Public	3216501	41.38
Non Resident Individuals	19165	0.25
Foreign Portfolio Investors	8785	0.11
Financial Institutions/Banks	72	0.00
Mutual Funds	200	0.00
IEPF	198330	2.55
Trusts	248	0.00
Clearing Members	26712	0.34
HUFs	147701	1.90
TOTAL	**7773858**	**100.00**

l) There are no outstanding GDRs / ADRs / Warrants or any Convertible instruments as on 31st March, 2022.

m) Dematerialisation of Shares:

As on 31st March 2022, 75,93,729 shares were dematerialised with the depositories as follows:

Sl.No.	Name of Depository		No. of Shares
1.	National Securities Depositories Limited	-	20,91,252
2.	Central Depository Services (India) Limited	-	55,02,477

n) Plant locations

CEMENT:
Srinivasa Nagar
Chintalapalem Mandal
Suryapet District
Telangana State

SUGAR & POWER:
Peruvancha Village
Kallur Mandal
Khammam District
Telangana State

o) Address for correspondence:

Shareholders can correspond at the Registered Office of the Company at Hyderabad, addressed to the Company Secretary or to the Registrars & Share Transfer Agents, whose address has been mentioned elsewhere in this Report.

Place : Hyderabad
Date : May 25, 2022

P Veeraiah
Chairman and Managing Director
DIN : 00276769

Declaration on Code of Conduct

This is to affirm that all Directors and Senior Management Personnel of the Company have complied with the code of conduct of the Company for the financial year ended 31st March, 2022 as envisaged under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Place : Hyderabad
Date : May 25, 2022

P Veeraiah
Chairman and Managing Director
DIN : 00276769

Auditors' Certificate regarding compliance of conditions of Corporate Governance

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members of **Kakatiya Cement Sugar & Industries Limited**

We have examined the compliance of conditions of Corporate Governance by Kakatiya Cement Sugar & Industries Limited for the year ended March 31, 2022 as stipulated in Regulations 17, 17A, 18, 19, 20, 21, 22, 23, 24, 24A, 25, 26, 27 and clauses (b) to (i) of sub-regulation (2) of regulation 46 and para C , D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) (collectively referred to as "SEBI Listing Regulations, 2015").

The compliance of conditions of Corporate Governance is the responsibility of the Company's management. Our examination was carried out in accordance with the Guidance Note on Certification of Corporate Governance, issued by the Institute of Chartered Accountants of India and was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations, 2015.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Place : Hyderabad
Date : 25.05.2022

For Ramanatham & Rao
Chartered Accountants
(FRN: S-2934)

C. Kameshwar Rao
Partner
Membership No.024363
UDIN:22024363AKRSLE5565

Independent Auditor's Report

To

The Members of Kakatiya Cement Sugar & Industries Limited

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of **Kakatiya Cement Sugar & Industries Limited** ("the Company"), which comprise the Balance Sheet as at 31st March 2022, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2022, and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

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. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements 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 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 on the financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matters described below to be the key audit matters in our audit of the Company for the year ended 31st March, 2022.

Sr. No.	Key Audit Matter	Auditor's Response
1.	**Evaluation of uncertain tax positions** The Company has material uncertain tax positions including matters under dispute which involves significant judgment to determine the possible outcome of these disputes. Refer Notes 32 to the Financial Statements	**Principal Audit Procedures** • Obtained details of completed tax assessments and demands for the year ended 31st March, 2022 from management. We involved our internal experts to challenge the management's underlying assumptions in estimating the tax provision and the possible outcome of the disputes. • Our internal experts also considered legal precedence and other rulings in evaluating management's position on these uncertain tax positions. Additionally, we considered the effect of new information in respect of uncertain tax positions as at April 1, 2021 to evaluate whether any change was required to management's position on these uncertainties.
	Net Realizable Value of Finished Goods Finished goods inventory are valued at lower of cost and net realizable value (estimated selling price less estimated cost to sell). Considering that there is always volatility in the selling price of sugar which is dependent upon various market conditions, determination of the net realizable value involves significant management judgement and therefore has been considered as a key audit matter. The total value of finished goods of sugar as at 31st March, 2022 is Rs. 3297.52 lakhs.	**Principal Audit Procedures** • Obtained an understanding of the determination of the net realizable values of the commodities and assessed and tested the reasonableness of the significant judgements applied by the management. • Evaluated the design of internal controls relating to the valuation of finished goods (including commodities) and also tested the operating effectiveness of the aforesaid controls. Compared the actual realization after the year end / latest realization to assess the reasonableness of the net realisable value that was estimated and considered by the management. • Compared the actual costs incurred to sell after the year end / based on the latest sale transaction to assess the reasonableness of the cost to sell that was estimated and considered by the management. • Compared the cost of the finished goods with the estimated net realisable value and checked if the finished goods were recorded at net realisable value where the cost was higher than the net realisable value. • Assessed the appropriateness of the disclosure in the financial statements in accordance with the applicable financial reporting framework.

Information Other than Financial Statements (Other Information)

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act. 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 implementation and maintenance of 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is 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 management 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 Statements

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

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 statements, 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) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system 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 management.
- Conclude on the appropriateness of management's 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 statements 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 statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the year ended 31st March, 2022 and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.

(c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

(d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards prescribed under Section 133 of the Act.

(e) On the basis of the written representations received from the directors as on 31st March, 2022 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2022 from being appointed as a director in terms of Section 164 (2) of the Act.

(f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A".

(g) In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements (Refer note 32);

ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

iii. There is no delay in transferring the amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

iv. (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. (a) As stated in note No:36 to the financial statements the dividend proposed in the previous year, declared and paid by the company during the year is in accordance with section 123 of the Act, as applicable.

(b) The Board of Directors of the Company have proposed dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable

2. As required by the Companies (Auditor's Report) Order, 2020, ('the Order') issued by the Central Government in terms of Section 143 (11) of the Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

Place : Hyderabad
Date : 25.05.2022

For Ramanatham & Rao
Chartered Accountants
(FRN: S-2934**)**

C. Kameshwar Rao
Partner
Membership No.024363
UDIN:22024363AJNZPQ3131

Annexure "A" to the Independent Auditor's Report

(Referred to in paragraph 1(f) under 'Report on Other Legal Regulatory Requirements' section of our report to the Members of the Company of even date)

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Kakatiya Cement Sugar & Industries Limited** ("the Company") as of 31st March 2022 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Ind AS financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Ind AS financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Ind AS financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the Ind AS financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods

are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2022, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Place : Hyderabad
Date : 25.05.2022

For Ramanatham & Rao
Chartered Accountants
(FRN: S-2934)

C. Kameshwar Rao
Partner
Membership No.024363
UDIN: 22024363AJNZPQ3131

Annexure "B" to the Independent Auditor's Report

With reference to Paragraph 2 under 'Report on Other Legal Regulatory Requirements' section of our report to the Members of the Company, we report that

i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) The fixed assets have been physically verified by the management in a periodical manner, which in our opinion is reasonable, having regard to the size of the Company and the nature of its business. No material discrepancies were noticed on such physical verification

(c) Based on our examination of registered sale deeds and other documents, the title deeds of all the immovable properties disclosed in the financial statements are held in the name of the Company.

(d) The Company has not revalued any of its Property, Plant and Equipment (including right-of-use assets) and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at 31st March, 2022 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. (a) Physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage, frequency and procedure of such verification is reasonable and adequate in relation to the size of the Company and the nature of its business. The discrepancies noticed on verification between the physical stocks and the book records were not exceeding 10% or more in the aggregate for each class of inventory.

(b) The Company has not availed working capital facility from banks hence clause 3(ii) of the order is not applicable.

iii. During the year the Company has not made investments, not provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties and hence reporting under clause 3(iii) of the Order is not applicable.

iv. The company has not granted any loans, secured or unsecured to companies, firms, Limited Liability Partnerships or other parties covered in the register maintained under section 189 of the Act. Accordingly, paragraph 3 (iii) (a) to (c) of the said Order is not applicable to the Company.

v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.

vi. We have broadly reviewed the cost records maintained by the Company as prescribed under sub-section (1) of section 148 of the Act, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained.

vii. In respect of statutory dues:

a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2022 for a period of more than six months from the date they became payable.

b) According to the information and explanations given to us and records of the Company examined by us, the particulars of income tax, value added Tax, customs duty etc., as at 31st March, 2022 which have not been deposited on account of any dispute pending, are as under:

Name of the Statute	Nature of dues	Amount (₹ in Lakhs)	Period to which the amount relates	Forum where dispute is pending
Income-Tax Act, 1961	Income Tax	12.42	Assessment Years 1999-2000 2000-2001 2001-2002	High Court of Telangana
Income-Tax Act, 1961	Income Tax	2581.75	Assessment year 2009-10	ITAT Hyderabad
Income –Tax Act 1961	Income Tax	152.50	Assessment Year 2011-12	ITAT Hyderabad
Income –Tax Act 1961	Income Tax	120.68	Assessment Year 2012-13	ITAT Hyderabad
Income-Tax Act, 1961	Income Tax	969.26	Assessment Year 2016-17	ITAT Hyderabad
Sales Tax	Sale Tax	188.56	Assessment Year 2001-02, 2002-03	High Court of Telangana
VAT Act, 2005	Sales Tax	32.42	Financial Year 2012-13	Appellate Tribunal, Hyderabad
VAT Act, 2005	Sales Tax	30.22	Financial Year 2013-14	Appellate Tribunal, Hyderabad
VAT Act ,2005	Sales Tax	173.33	Financial Year 2014-15	Additional Joint Commissioner Hyderabad
Customs Act, 1962	Customs Duty	65.77	Financial year 2012-2013	Additional Commissioner Customs
Telangana State Electricity Board	Electricity Duty	319.57	2003-04 to 2012-13	Supreme Court
Telangana State Electricity Board	Wheeling Charges	464.13	2003-04 to 2012-13	High Court of Telangana

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. a) The Company has not defaulted in repayment of loans or other borrowings and in the payment of interest thereon to any lender.

b) The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

c) According to the information and explanations given to us and procedures performed by us, we report that the Company has applied the term loans for the purpose for which the loans were obtained.

d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.

e) The Company does not have any Subsidiaries, associates or Joint Ventures and hence, reporting under clause 3(ix)(e) and (f) of the Order is not applicable.

x. a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the order is not applicable.

b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally convertible) and hence reporting under clause 3(x)(b) of the order is not applicable.

xi. a) In our opinion and based on our examination and enquiries with the management, no fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

b) No report under sub-section (12) of section 143 of the Companies Act is required to be filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.

xii. The Company is not a Nidhi Company and hence reporting under clause 3(xii)(a) to (c) of the Order is not applicable.

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. (a) In our opinion, the Company has adequate internal audit system commensurate with the size of the Company and nature of its business.

(b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable to the Company for the year.

(b) In respect of ongoing projects, there are no amounts required to be transferred to unspent Corporate Social Responsibility (CSR) account as at the end of the previous financial year and for the current financial year. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable to the Company.

Place : Hyderabad
Date : 25.05.2022

For Ramanatham & Rao
Chartered Accountants
(FRN: S-2934)

C. Kameshwar Rao
Partner
Membership No.024363
UDIN: 22024363AJNZPQ3131

BALANCE SHEET AS AT 31st MARCH, 2022

All amount ₹ in lakhs, unless otherwise stated

Particulars	Note	As at 31st March, 2022	As at 31st March, 2021
I. ASSETS			
(1) Non-Current Assets:			
(a) Property, Plant and Equipment	2	**4,710.54**	4,922.36
(b) Financial Assets			
i) Investments	3	**0.56**	0.62
ii) Other Financial Assets	4	**193.75**	193.94
(c) Other Non-Current Assets	5	**14,397.21**	6,593.04
(2) Current Assets:			
(a) Inventories	6	**4,942.89**	4,676.98
(b) Financial Assets			
i) Trade Receivables	7	**1,437.16**	1,182.14
ii) Cash and Cash Equivalents	8	**85.31**	101.02
iii) Other Bank Balances other than (ii) above	9	**3,270.99**	10,105.17
iv) Other Financial Assets	10	**502.34**	768.82
(v) Current Tax Assets (net)	11	**1,331.67**	751.45
(vi) Other Current Assets	12	**336.74**	681.27
TOTAL ASSETS		**31,209.17**	**29,976.81**
II. EQUITY & LIABILITIES:			
EQUITY			
(a) Equity Share Capital	13	**777.39**	777.39
(b) Other Equity	14	**22,793.15**	21,077.39
LIABILITIES			
(1) Non-Current Liabilities:			
(a) Provisions	15	**23.36**	31.26
(b) Deferred Tax Liabilities (Net)	16	**928.87**	948.91
(2) Current Liabilities:			
(a) Financial Liabilities			
i. Borrowings	17	**3,517.35**	3,093.61
ii. Trade payables			
(a) Total outstanding dues of Micro Enterprises and Small Enterprises			
(b) Total outstanding dues of creditors other than Micro & Small Enterprises	18	**509.50**	594.74
(c) Other Financial Liabilities	19	**301.14**	279.24
(b) Other Current Liabilities	20	**2,352.84**	3,169.41
(c) Provisions	21	**5.58**	4.87
Total Equity and Liabilities		**31,209.17**	**29,976.81**
SIGNIFICANT ACCOUNTING POLICIES	**1**		

The accompanying Notes form an integral part of the Financial Statements.

As per our Report of even date
For Ramanatham & Rao
Chartered Accountants
FRN. S - 2934

C. Kameshwar Rao
Partner
M.No: 024363

Place : Hyderabad
Date : 25.05.2022

For and on behalf of the Board of Directors

P.Veeraiah
Chairman & Managing Director
DIN: 00276769

M.Bhavani Dattu
Chief Financial Officer

V. Sesha Sayee
Company Secretary and Compliance Officer

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2022

All amount ₹ in lakhs, unless otherwise stated

	Particulars	Note	Year ended 31st March, 2022	Year ended 31st March, 2021
I	Revenue from Operations	22	**15,440.31**	12,280.07
II	Other Income	23	**974.00**	1,086.39
III	**Total Income (I+II)**		**16,414.31**	**13,366.46**
IV	**Expenses**			
	Cost of Materials Consumed	24	**4,396.67**	3,055.93
	" Changes in Inventories of Finished Goods and Work-in-Progress "	25	**147.65**	610.66
	Employee Benefits Expense	26	**1,922.09**	2,004.13
	Finance Costs	27	**126.19**	225.12
	Depreciation	28	**226.88**	252.45
	Other Expenses	29	**6,739.79**	5,761.75
	Total Expenses (IV)		**13,559.27**	11,910.02
V	**Profit before exceptional items and tax (III - IV)**		**2,855.04**	**1,456.44**
VI	**Exceptional items**			
	Wheeling charges		-	545.83
VII	**Profit Before Tax (V-VI)**		**2,855.04**	**910.61**
VIII	**Tax Expenses:**			
	1) Current Tax		**861.56**	436.00
	2) Earlier Year's Tax		**77.31**	378.99
	3) Deferred Tax		**(20.04)**	(29.73)
IX	**Profit / (Loss) for the Year (VII-VII)**		**1,936.21**	**125.35**
X	**Other Comprehensive Income (OCI)**			
	"Items that will not be reclassified to profit or loss"			
	(a) Remeasurement of defined benefit plans		**12.76**	0.04
	(b) Income tax relating to the item (a) above		**(3.72)**	(0.01)
	Other comprehensive income for the year (net of tax)		**9.05**	0.03
XI	**Total Comprehensive Income for the year (IX+X)**		**1,945.26**	**125.38**
	"Earning per equity share (Face Value of Rs.10/- each)"			
	(i) Basic	30	**24.91**	1.61
	(ii) Diluted		**24.91**	1.61
	Significant Accounting Policies	**1**		

The accompanying Notes form an integral part of the Financial Statements.

As per our Report of even date
For Ramanatham & Rao
Chartered Accountants
FRN. S - 2934

C. Kameshwar Rao
Partner
M.No: 024363

Place : Hyderabad
Date : 25.05.2022

For and on behalf of the Board of Directors

P.Veeraiah
Chairman & Managing Director
DIN: 00276769

M.Bhavani Dattu
Chief Financial Officer

V. Sesha Sayee
Company Secretary and Compliance Officer

Cash Flow Statement for the year ended 31st March, 2022

All amount ₹ in lakhs, unless otherwise stated

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Cash flow from operating activities		
Profit before tax	**2855.04**	910.61
Depreciation	**226.68**	252.45
Finance costs	**126.19**	225.12
Loss/Gain in the value of investmets	**0.06**	(0.11)
Interest income	**(974.00)**	(1,086.39)
Operating Profit before working capital changes	**2233.97**	**301.66**
Change in operating assets and liabilities		
(Increase)/ Decrease in Inventories	**(265.92)**	1005.57
(Increase)/ Decrease in Trade Receivables	**(255.02)**	60.35
(Increase)/ Decrease in other financial assets	**266.48**	(308.24)
(Increase)/ Decrease in Current Tax assets	**(486.29)**	258.14
(Increase)/ Decrease in Other Current assets	**344.52**	(265.58)
Increase/ (Decrease) in Trade payables	**(85.23)**	(94.58)
Increase / (Decrease) in other financial liabilities	**21.91**	28.57
Increase/ (Decrease) in Other Current liabilities	**(815.85)**	655.53
Cash Generated from Operations	**958.56**	**1641.42**
Less:Income taxes paid	**(1000.00)**	(340.00)
Net cash inflow (outflow) from operating activities	**(41.44)**	**1301.42**
Cash flows from investing activities		
Payments for property, plant and equipment	**(14.86)**	(83.61)
Proceeds from sale of Property, plant and equipment	**-**	4.64
(Increase)/ Decrease in Fixed deposits	**6834.18**	(8071.09)
Interest Income	**974.00**	1086.39
(Increase)/Decrease in Other Non-Current Liabilities	**(27.75)**	
(Increase)/ Decrease in Other Non-Current Assets	**(7,804.17)**	8,167.74
Net cash inflow (outflow) from investing activities	**(38.61)**	**1104.07**
Cash flow from financing activities		
Repayment of current borrowings including interest	**423.75**	(1923.81)
Interest Paid	**(126.19)**	(225.12)
Dividend paid to company's shareholders	**(233.21)**	(233.21)
Net cash inflow (outflow) from financing activities	**64.34**	**(2382.14)**
Net increase (Decrease) in cash and cash equivalents	**(15.71)**	**23.36**
Cash and Cash equivalents at the beginning of the year	**101.02**	**77.66**
Cash and Cash equivalents at the end of the year	**85.31**	**101.02**

Notes to cash flow statement

1	Components of cash and cash equivalents		
	Balances with banks	82.61	97.81
	Cash on hand	2.70	3.21
	Cash and cash equivalents considered in the cash flow statement	**85.31**	**101.02**

2 The above cash flow statement has been prepared under the 'Indirect method' as set out in Indian Accounting Standard - 7 Statement of Cash Flows.

Significant Accounting Policies — Note 1

As per our Report of even date
For Ramanatham & Rao
Chartered Accountants
FRN. S - 2934

C. Kameshwar Rao
Partner
M.No: 024363

Place : Hyderabad
Date : 25.05.2022

For and on behalf of the Board of Directors

P.Veeraiah
Chairman & Managing Director
DIN: 00276769

M.Bhavani Dattu
Chief Financial Officer

V. Sesha Sayee
Company Secretary and Compliance Officer

Statement of Changes in Equity for the year ended 31st March, 2022

A. Equity Share Capital

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
Balance at the beginning of the year	**777.39**	**777.39**
Add: Changes in equity share capital due to prior period errors	-	-
Restated balance at the beginning of the year	**-**	**-**
Add: Changes in equity share capital during the year	-	-
Balance at the end of the year	**777.39**	**777.39**

B. Other Equity

FY:2021-22

Particulars	Reserves and Surplus			Other Comprehensive Income (Amalgamation Reserve)	Total
	Securities Premium	General Reserve	Retained Earnings		
Balance as at 01st April, 2021	**1391.62**	**2379.92**	**16220.92**	**1075.89**	**21068.35**
Add: Changes in accounting policy or prior period errors	-	-	3.71	-	3.71
Total comprehensive income for the year	1,391.62	2,379.92	16,224.63	1,075.89	21072.06
Dividends			(233.21)		(233.21)
Transfer to retained earnings			1945.26		1945.256076
Others (to be specified)			9.05		9.05
Balance as at 31st March, 2022	**1,391.62**	**2,379.92**	**17,945.72**	**1,075.89**	**22,793.15**

FY:2020-21

Particulars	Reserves and Surplus			Other Comprehensive Income (Amalgamation Reserve)	Total
	Securities Premium	General Reserve	Retained Earnings		
Balance as at 01st April, 2020	**1391.62**	**2379.92**	**16337.79**	**1075.89**	**21185.23**
Add: Changes in accounting policy or prior period errors	-	-	-	-	-
Total comprehensive income for the year	1,391.62	2,379.92	16,337.79	1,075.89	21185.22
Dividends			(233.21)		(233.21)
Transfer to retained earnings			125.35		125.35
Others (to be specified)*			0.03		0.03
Balance as at 31st March, 2021	**1,391.62**	**2,379.92**	**16,229.96**	**1,075.89**	**21,077.39**

* Remeasurement of defined benefit plans

As per our Report of even date
For Ramanatham & Rao
Chartered Accountants
FRN. S - 2934

C. Kameshwar Rao
Partner
M.No: 024363
Place : Hyderabad
Date : 25.05.2022

For and on behalf of the Board of Directors

P.Veeraiah
Chairman & Managing Director
DIN: 00276769

M.Bhavani Dattu
Chief Financial Officer

V. Sesha Sayee
Company Secretary and Compliance Officer

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March2022

1.Significant Accounting Policies

1. Background

Kakatiya Cement Sugar & Industries Limited (the "Company") was incorporated in 1979 having it's Registered office in Hyderabad. The Company's activities are organized into three operating divisions namely Cement, Sugar and Power. The major activity of the company is to produce, manufacture, refine, sell and generally to deal in all kinds of Portland Cement, sugar, generation and distribution of power.

2. Significant Accounting Policies

This note provides a list of the significant accounting policies adopted in the preparation of these financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Statement of Compliance with Ind AS and Basis of Preparation

The Financial Statements of the Company are prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 and the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 notified under Section 133 of the Companies Act, 2013 (the "Act") and other relevant provisions of the Act.

These Financial Statements of the Company as at and for the year ended 31st March,2022 (including comparatives) were approved and authorised for issue by the Board of Directors of the Company on 25th May, 2022.

2.2 Functional and Presentation Currency

The Financial Statements are presented in Indian Rupees (₹) which is also functional currency. All the values have been rounded off to the nearest rupee in lakhs, unless otherwise indicated.

2.3 Basis of Preparation

The Financial Statements have been prepared on a historical cost convention except where certain financial assets and liabilities have been measured at fair value as under:

Employee Defined Benefit Plans :

Plan Assets measured at fair value less present value of defined benefit obligation
Certain Financial Assets and Liabilities : Fair Value

2.4 Revenue from contracts with customers

Revenue is measured at the fair value of the consideration received or receivable (excluding taxes), net of returns and reduced by any rebates and trade discount allowed.

i) Sale of products

Revenue is recognised when the performance obligations have been satisfied, which is once control of the goods and/or services has been transferred from the Company to the buyer. Revenue is measured based on consideration specified in the contract with a customer and excludes amounts collected on behalf of third parties.

Revenue related to the sale of goods is recognised when the product is delivered to the destination specified by the customer, and the buyer has gained control through their ability to direct the use of and obtain substantially all the benefits from the goods.

ii) Interest, Dividends and Other Income

Interest and dividend income is recognised when the right to receive payment has been established, it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and the applicable effective interest rate.

2.5 Property, Plant and Equipment

Tangible Assets

I) Recognition and Measurement

Items of property, plant and equipment are measured at cost, which include capitalised borrowing costs, less accumulated depreciation, and accumulated impairment losses, if any, except freehold land which is carried at historical cost.

Cost of an item of property, plant and equipment comprises its purchase price, including import duties and non-refundable purchase taxes, after deducting trade discounts and rebates, any directly attributable cost of bringing the item to its working condition for its intended use and estimated costs of dismantling and removing the item and restoring the site on which it is located.

The cost of a self-constructed item of property, plant and equipment comprises the cost of materials and direct labour, any other costs directly attributable to bringing the item to working condition for its intended use, and estimated costs of dismantling and removing the item and restoring the site on which it is located.

If significant parts of an item of property, plant and equipment have different useful lives, then they are accounted for as separate items (major components) of property, plant and equipment.

Useful lives have been determined in accordance with Schedule II to the Companies Act, 2013. The residual values are not more than 5% of the original cost of the asset.

Any gain or loss on disposal of an item of property, plant and equipment is recognised in statement of profit and loss.

ii) Subsequent Expenditure

Subsequent expenditure is capitalised only if it is probable that the future economic benefits associated with the expenditure will flow to the Company.

iii) Derecognition

An item of Property, Plant and Equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of assets.

iv) Depreciation/ Amortization

Depreciation is calculated on cost of items of property, plant and equipment (other than freehold land and properties under construction) less their estimated residual values over their estimated useful lives using the straight line method in respect of plant and machinery and electric plant and installation and using the written down value method in respect of other assets. Depreciation is generally recognised in the Statement of Profit and Loss.

Depreciation method, useful lives and residual values are reviewed at each financial year-end and adjusted, if appropriate. Based on technical evaluation, the management believes that its estimates of useful lives best represent the period over which management expects to use these assets.

Depreciation on additions / disposals is provided on a pro rata basis that is from /upto the date on which asset is ready for use /disposed of.

vi) Impairment of Assets

Intangible assets and Property,Plant and Equipment (PPE)

Intangible assets and PPE are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and value in use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

If such assets are considered to be impaired, the impairment to be recognized in the statement of profit and loss

is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit or loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined(net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

Capital work-in-progress

Projects under commissioning and other Capital work-in-progress are carried at cost comprising of direct and indirect costs, related incidental expenses and attributable interest. Depreciation on Capital work-in-progress commences when assets are ready for their intended use and transferred from Capital work-in-progress to Tangible Fixed Assets.

Intangible Assets

i) Initial Recognition and Classification

Intangible assets including those acquired by the Company are initially measured at cost. Such intangible assets are subsequently measured at cost less accumulated amortisation and any accumulated impairment losses.

ii) Subsequent Expenditure

Subsequent expenditure is capitalised only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditures are recognised in statement of profit and loss as incurred.

iii) Amortization

Amortization is calculated to write off the cost of intangible assets less their estimated residual values over the estimated useful lives and is included in depreciation and amortisation in Statement of Profit and Loss. The estimated useful lives of computer software are considered not exceeding three years. Amortization method, useful lives and residual values are reviewed at the end of each financial year and adjusted, if appropriate.

iv) Derecognition

An item of intangible asset is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset.

Impairment of Non-Financial Assets.

The Company's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in the Statement of Profit and Loss.

In respect of assets for which impairment loss has been recognised in prior periods, the Company reviews at each reporting date whether there is any indication that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

2.6 Borrowing Costs

Borrowing costs are interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to the acquisition or construction of qualifying asset that necessarily takes a substantial period of time to get ready for its intended use are capitalised as part of the cost of the respective asset until such time the assets are substantially ready for their intended use. All other borrowing costs are recognised as an expense in the period in which they are incurred and reported in finance costs.

2.7 Current versus Non Current Classification

The Company presents assets and liabilities in the Balance Sheet based on current/ non-current classification.

An asset/ liability is treated as current when it is :-

- Expected to be realised or intended to be sold or consumed or settled in normal operating cycle

- Held primarily for the purpose of trading.
- Expected to be realised/ settled within twelve months after the reporting period, or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.

All other assets and liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities respectively.

The operating cycle is the time between the acquisition of the assets for processing and their realisation in cash and cash equivalents. The company has identified 12 months as its operating cycle.

2.8 Inventories

Items of inventories are measured at lower of cost and net realisable value after providing for obsolescence, wherever considered necessary. The cost of inventories comprises of all costs of purchase, costs of conversion and other costs including manufacturing overheads incurred in bringing the inventories to their present location and condition. Cost of raw materials, stores and spares, packing materials, trading and other products are determined on weighted average basis.

Net realisable value is the estimated selling price in the ordinary course of business, less any applicable selling expenses.

The net realisable value of work-in-progress is determined with reference to the selling prices of related finished products.

Excess/ shortages, if any, arising on physical verification are absorbed in the respective consumption accounts.

Material in Transit

Valuation of inventories of Material in Transit is done at cost

2.9 Taxes on Income

Income tax comprises Current and Deferred Tax. It is recognised in the Statement of Profit or Loss except to the extent that it relates to business combination or to an item recognised directly in equity or in other comprehensive income.

I) Current Tax

Current income tax assets and/or liabilities comprise those obligations to, or claims from, fiscal authorities relating to the current or prior reporting periods, that are unpaid at the reporting date. Current tax is payable on taxable profit, which differs from profit or loss in the financial statements. Calculation of current tax is based on tax rates and tax laws that have been enacted or substantively enacted by the end of the reporting period. Current tax assets and current tax liabilities are offset only if there is a legally enforceable right to set off the recognised amounts, and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

II) Deferred Tax

Deferred tax liabilities are provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised. Deferred tax liabilities are generally recognized in full.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the Balance Sheet date. Tax relating to items recognised directly in equity/ other comprehensive income is recognised in respective head and not in the Statement of Profit & Loss.

The carrying amount of deferred tax assets is reviewed at each Balance Sheet date and is adjusted to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset only if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

2.10 Cash and Cash Equivalents

Cash and cash equivalents include cash and cheques in hand, bank balances, demand deposits with banks and other short term highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value where original maturity is three months or less.

2.11 Cash Flow Statement

Cash flows are reported using the indirect method whereby the profit before tax is adjusted for the effect of the transactions of a non cash nature, any deferrals or accruals of past and future operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

2.12 Provisions, Contingent Liabilities and Contingent Assets

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past events and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost. Provisions are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

Contingent liability is disclosed in the case of :

- a present obligation arising from past events, when it is not probable that an outflow of resources will be required to settle the obligation.
- a present obligation arising from past events, when no reliable estimate is possible.

Contingent assets are neither recognised nor disclosed in the Financial Statements.

2.13 Earnings Per Share

Basic earnings per equity share is calculated by dividing the net profit after tax for the year attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the year.

Diluted earnings per equity share is computed by dividing adjusted net profit after tax by the aggregate of weighted average number of equity shares and dilutive potential equity shares during the year.

2.14 Leases

The determination of whether an arrangement is (or contains) a lease is based on the substance of the arrangement at the inception of the lease transaction. The arrangement is, or contains, a lease if fulfillment of the arrangement is dependent on the use of a specific asset or assets and the arrangement conveys a right to use the asset or assets, even if that right is not explicitly specified in an arrangement.

Company as a lessee:

A lease is classified at the inception date as a finance lease or an operating lease. A lease that transfers substantially all the risks and rewards incidental to ownership to the Company is classified as a finance lease.

Finance leases that transfer substantially all of the risks and benefits incidental to ownership of the leased item, are capitalised at the commencement of the lease at the fair value of the leased property or, if lower, at the present value of the minimum lease payments. Lease payments are apportioned between finance charges and a reduction of the lease

liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are recognised in Finance Costs in the Statement of Profit and Loss.

A leased asset is depreciated over the useful life of the asset. However, if there is no reasonable certainty that the Company will obtain ownership by the end of the lease term, the asset is depreciated over the shorter of the estimated useful life of the asset and the lease term.

Company as a lessor:

Leases in which the Company does not transfer substantially all the risks and rewards of ownership of an asset are classified as operating leases. Rental income from operating lease is recognised on a straight-line basis over the term of the relevant lease. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income.

2.15 Employee Benefits

Employee benefits include provident fund, gratuity and compensated absences.

Defined Contribution Plans

The Company's contribution to provident fund is considered as defined contribution plan and is charged as an expense as they fall due based on the amount of contribution required to be made and when services are rendered by the employees. The Company has no legal or constructive obligation to pay contribution in addition to its fixed contribution.

Defined Benefit Plans

For defined benefit plans in the form of gratuity, the cost of providing benefits is determined using 'the Projected Unit Credit method', with actuarial valuations being carried out at each Balance Sheet date. Remeasurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through other comprehensive income in the period in which they occur. Remeasurements are not reclassified to the Statement of Profit and Loss in subsequent periods. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost.

Short-term Employee Benefits

The undiscounted amount of short term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include salaries, wages, performance incentive and compensated absences which are expected to occur within twelve months after the end of the period in which the employee renders the related service. The cost of such compensated absences is accounted as under :

(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and

(b) in case of non-accumulating compensated absences, when the absences occur.

Long-term Employee Benefits

Compensated absences and other benefits like gratuity which are allowed to be carried forward over a period in excess of 12 months after the end of the period in which the employee renders the related service are recognised as a non-current liability at the present value of the defined benefit obligation as at the Balance Sheet date out of which the obligations are expected to be settled.

Bonus Plans

The company recognizes a liability and expenses for business. The company recognizes a provision where contractually obliged or where there is a past practice that has created a constructive obligation.

2.16 Equity, Reserves and Dividend Payments

Equity shares are classified as equity. Incremental costs directly attributable to the issue of new shares are shown in

equity as a deduction, net of tax, from the proceeds.

Retained earnings include current and prior period retained profits. All transactions with owners of the Company are recorded separately within equity.

Dividend distributions payable to equity shareholders is included in other liabilities when the dividends have been approved in a general meeting prior to the reporting date.

2.17 Significant Judgments, Estimates and Assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, the accompanying disclosures, and the disclosure of contingent liabilities at the date of the financial statements. Estimates and assumptions are continuously evaluated and are based on management's experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

In particular, the Company has identified the following areas where significant judgments, estimates and assumptions are required. Further information on each of these areas and how they impact the various accounting policies are described below and also in the relevant notes to the financial statements. Changes in estimates are accounted for prospectively.

Judgments

In the process of applying the Company's accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognised in the financial statements:

a) Contingencies

Contingent liabilities may arise from the ordinary course of business in relation to claims against the Company including legal, contractor, land access and other claims. By their nature, contingencies will be resolved only when one or more uncertain future events occur or fail to occur. The assessment of the existence and potential quantum of contingencies inherently involves the exercise of significant judgments and the use of estimates regarding the outcome of future events.

b) Estimates and Assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market change or circumstances arising beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

c) Impairment of Non-financial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit (CGU's) fair value less costs of disposal and its value in use. It is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used.

d) Estimation of Defined Benefit Obligations

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may

differ from actual developments in the future. These include the determination of the discount rate, future salary increases, mortality rates and attrition rate. Due to the complexities involved in the valuation and its long term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

e) Financial Instruments

Financial assets and financial liabilities are recognized when the company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss.

Fair Value Measurement of Financial Instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active market, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

f) Estimation of Current Tax and Deferred Tax

Management judgment is required for the calculation of provision for income taxes and deferred tax assets and liabilities. The Company reviews at each Balance Sheet date the carrying amount of deferred tax assets. The factors used in estimates may differ from actual outcome which could lead to adjustment to the amounts reported in the financial statements.

g) Impairment of Financial Assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected credit loss rates (ECL). The Company uses judgments in making these assumptions and selecting the inputs to the impairment calculation, based on Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

The company recognises loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivable with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12 months ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses(or reversal) that is required to adjust the loss allowances at the reporting date to the amount that is required is recognised as an impairment gain or loss in statement of profit or loss.

2.18 Fair Value Measurement

The Company measures financial instruments such as investments in mutual funds, certain other investments etc. at fair value at each Balance Sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability at the measurement date. All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole.

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value Measurement is directly or indirectly observable.
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value Measurement is unobservable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

Segment Reporting:

An operating segment is a component of the company that engages in business activities from which it may earn revenues and incur expenses, whose operating results are regularly reviewed by the company's chief operating decision maker to make decisions for which discrete financial information is available. Based on the management approach as defined in Ind As 108, the chief operating decision maker evaluates the company's performance and allocates resources based on analysis of various performance indicators by business segments and geographic segments.

Standards issued but not yet effective:

There is no such notification which would have been applicable from April 1, 2020

2 (a) Property, Plant and Equipment

Changes in the carrying value of property, plant and equipment for the year ended 31.03.2022

All amount ₹ in lakhs, unless otherwise stated

Particulars	Gross carrying amount				Accumulated Depreciation				Net carrying amount
	As at 01.04.2021	Additions	Deletions	31.03.2022	As at 01.04.2021	For the Year	On Disposals	As at 31.03.2022	As at 31.03.2022
Owned Assets									
Cement Division									
Freehold Land	101.23	-	-	101.23	-	-	-	-	101.23
Buildings	326.21	12.95	-	339.16	49.33	9.41	-	58.73	280.43
Plant & Equipment	1559.85	-	0.16	1559.69	295.92	63.54	-	359.46	1200.23
Other Equipment	5.87	-	-	5.87	5.87	-	-	5.87	-
Furniture and Fixtures	4.48	-	-	4.48	0.38	0.33	-	0.71	3.77
Office Equipment	27.88	0.63	-	28.51	10.79	4.39	-	15.18	13.33
Vehicles	24.58	-	-	24.58	18.31	3.30	-	21.62	2.96
Total	**2050.10**	**13.58**	**0.16**	**2063.52**	**380.60**	**80.97**	**-**	**461.57**	**1602.29**
Sugar Division									
Freehold Land	156.82	-	-	156.82	-	-	-	-	156.82
Buildings	1066.65	-	-	1066.65	285.35	35.96	-	321.31	745.34
Plant & Equipment	870.61	0.56	-	871.17	171.74	34.79	-	206.53	664.64
Other Equipment	37.63	-	-	37.63	4.76	3.56	-	8.32	29.31
Furniture and Fixtures	0.93	-	-	0.93	0.14	0.03	-	0.17	0.76
Office Equipment	6.48	0.72	-	7.20	2.44	0.64	-	3.08	4.12
Vehicles	19.41	-	-	19.41	1.14	2.19	-	3.33	16.08
Total	**2158.53**	**1.29**	**0.00**	**2159.82**	**465.57**	**77.17**	**-**	**542.74**	**1617.08**
Power Division									
Factory Buildings	247.50	-	-	247.50	67.88	13.58	-	81.46	166.04
Plant & Equipment	1644.17	-	-	1644.17	263.88	55.16	-	319.04	1325.13
Total	**1891.67**	**0.00**	**0.00**	**1891.67**	**331.76**	**68.74**	**-**	**400.50**	**1491.17**
Grand Total	**6100.30**	**14.86**	**0.16**	**6115.00**	**1177.93**	**226.88**	**-**	**1404.81**	**4710.54**

2 (a) Property, Plant and Equipment

Changes in the carrying value of property, plant and equipment for the year ended 31.03.2021

All amount ₹ in lakhs, unless otherwise stated

Particulars	Gross carrying amount				Accumulated depreciation				Net carrying amount
	As at 01.04.2020	Additions	Deletions	31.03.2021	As at 01.04.2020	For the Year	On Disposals	As at 31.03.2021	As at 31.03.2021
Owned Assets									
Cement Division									
Freehold Land	101.23	-	-	101.23	-	-	-	-	101.23
Buildings	326.21	-	-	326.21	39.96	9.37	-	49.33	276.88
Plant & Equipment	1560.59	-	0.74	1559.85	229.96	65.96	-	295.92	1263.93
Other Equipment	5.87	-	-	5.87	5.87	-	-	5.87	-
Furniture and Fixtures	1.33	3.15	-	4.48	0.19	0.20	-	0.38	4.10
Office Equipment	14.60	13.28	-	27.88	7.45	3.35	-	10.79	17.09
Vehicles	18.24	9.25	2.91	24.58	14.81	3.50	-	18.31	6.27
Total	**2028.07**	**25.68**	**3.65**	**2050.10**	**298.23**	**82.37**	**-**	**380.60**	**1669.49**
Sugar Division									
Freehold Land	156.82	-	-	156.82	-		-	-	156.82
Buildings	1066.65	-	-	1066.65	228.28	57.07	-	285.35	781.30
Plant & Equipment	870.15	0.46	-	870.61	136.93	34.81	-	171.74	698.87
Other Equipment	37.63	-	-	37.63	1.24	3.52	-	4.76	32.87
Furniture and Fixtures	0.93	-	-	0.93	0.08	0.06	-	0.14	0.79
Office Equipment	5.27	1.21	-	6.48	1.71	0.73	-	2.44	4.04
Vehicles	1.83	18.49	0.91	19.41	(5.47)	6.61	-	1.14	18.27
Total	**2139.28**	**20.16**	**0.91**	**2158.53**	**362.77**	**102.80**	**-**	**465.57**	**1692.96**
Power Division									
Factory Buildings	247.50	-	-	247.50	54.30	13.58	-	67.88	179.62
Plant & Equipment	1606.40	37.77	-	1644.17	210.18	53.70	-	263.88	1380.29
Total	**1853.90**	**37.77**	**-**	**1891.67**	**264.48**	**67.28**	**-**	**331.76**	**1559.91**
Grand Total	**6021.25**	**83.61**	**4.56**	**6100.30**	**925.48**	**252.45**	**-**	**1177.93**	**4922.36**

Notes to the financial statements for the year ended 31st March, 2022

3 (a) Investments

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
Investments in Equity Instruments (Quoted)		
Fair value through Profit and Loss (FVTPL)		
Union Bank of India	**0.56**	0.62
1830 (Previous Year 1830) shares of INR 10 each face value*		
Total	**0.56**	**0.62**
Aggregate market value of quoted investments	0.56	0.62
Aggregate amount of unquoted investments	-	-
Aggregate amount of impairment in value of investments	-	-

4 Other Financial Assets

Particulars	As at 31st March, 2022	As at 31st March, 2021
- Deposits with Government	**189.79**	189.79
- Deposits with Others	**3.96**	4.15
Total	**193.75**	**193.94**

5 Other Non Current assets

Particulars	As at 31st March, 2022	As at 31st March, 2021
Advances other than Capital Advances		
- Deposits with Banks	**13,881.40**	5,976.17
- Deposits under Protest	**483.80**	483.80
- Others	**32.01**	133.07
Total	**14,397.21**	**6,593.04**

6 Inventories

Particulars	As at 31st March, 2022	As at 31st March, 2021
(Valued at lower of cost and net realizable value in lakhs)		
Raw materials	**71.13**	53.89
Coal in transit	**322.84**	**-**
Work-in-progress	**446.32**	209.90
Finished goods	**3,366.65**	3,750.71
Stores & Spares	**786.11**	712.63
Less: Provision for obsolete Items	**(50.16)**	(50.16)
Net Stores and Spares	**735.96**	662.48
Total	**4,942.89**	**4,676.98**

7 Trade receivables

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
Unsecured, Considered Good	**2,465.48**	2210.46
Less: Allowance for expected credit loss	**(1,028.32)**	(1,028.32)
Total	**1,437.16**	**1,182.14**

7.1 Trade Receivables ageing schedule As on March 31, 2022

Particulars	Outstanding for following periods from due date of payment*					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	253.62	-	297.44	593.69	1,292.73	2,437.48
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	28.01	28.01
Less: Allowance for expected credit loss	-	-	-	-	(1,028.32)	(1,028.32)
Total	**253.62**	**-**	**297.44**	**593.69**	**292.42**	**1,437.16**

As on 31st March, 2021

Particulars	Outstanding for following periods from due date of payment*					
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables - considered good	205.86	-	-	297.44	1,679.15	2,182.45
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables - credit impaired	-	-	-	-	-	-
(iv) Disputed Trade Receivables - considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables - credit impaired	-	-	-	-	28.01	28.01
Less: Allowance for expected credit loss	-	-	-	-	(1,028.32)	(1,028.32)
Total	**205.86**	**-**	**-**	**297.44**	**678.84**	**1,182.14**

8 Cash and cash equivalents

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
a) Balances with banks		
- in current accounts	**82.61**	97.81
b) Cash on hand	**2.70**	3.21
Total	**85.31**	**101.02**

9 Other Bank Balances

Particulars	As at 31st March, 2022	As at 31st March, 2021
a) Earmarked balances with banks		
Unpaid dividend account	**61.73**	65.30
b) Balances with banks		
Margin money deposit	**3,209.26**	10,039.87
Total	**3,270.99**	**10,105.17**

Note 8.a): The Company has transferred unclaimed dividend of INR 8.56 lakhs pertaining to year 2013-14 to the Investor Education Protection Fund on expiry of seven years (Previous Year Rs.9.36 lakhs pertaining to year 2012-13).

10 Other Financial Assets (Current)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Employees Advances	**2.32**	2.21
Interest Accrued on Deposits.	**500.03**	766.60
Total	**502.34**	**768.82**

11 Current Tax Assets (Net)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Opening balance	**751.45**	1,562.46
Add: Taxes paid	**1,364.47**	81.86
Less: Earlier Year's tax expense for the year	**77.31**	(456.87)
Less: Current tax expense for the year	**(861.56)**	(436.00)
Total	**1,331.67**	**751.45**

12 Other Current Assets

Particulars	As at 31st March, 2022	As at 31st March, 2021
Prepaid Expenses	**50.65**	24.45
Advances to suppliers	**44.35**	453.35
Other Advances	**241.74**	203.46
Total	**336.74**	**681.27**

All amount ₹ in lakhs, unless otherwise stated

13. Equity Share Capital

Particulars	31-Mar-22	31-Mar-21
AUTHORIZED:		
90,00,000 (2020 - 90,00,000) Equity Shares of 10/- each	900.00	900.00
TOTAL	**900.00**	**900.00**
ISSUED, SUBSCRIBED & PAID-UP CAPITAL		
77,73,858 (2020- 77,73,858) Equity Shares of 10/- each	777.39	777.39
TOTAL	**777.39**	**777.39**

13.1 Movement in Equity Share Capital

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares	Rs. In Lakh	Number of shares	Rs. In Lakh
Shares outstanding at the beginning of the year	7,773,858	777.39	7,773,858	777.39
Add: Shares issued during the year	-	-	-	-
Shares outstanding at the end of the year	**7,773,858**	**777.39**	**7,773,858**	**777.39**

13.2 Details of shareholders holding more than 5% shares in the Company

Particulars	As at 31st March, 2022		As at 31st March, 2021	
	Number of shares	Rs. In Lakh	Number of shares	Rs. In Lakh
P Veeraiah	**3,579,975**	**46.05**	**3,579,975**	**46.05**

13.3 Terms/Rights attached to equity shares

The Company has only one class of equity shares having a face value of Rs.10 /- each. Each holder of equity share is entitled to one vote per share. The company declares and pays dividends in Indian Rupees. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of the company, the distribution will be in proportion to the number of equity shares held by the shareholders."

13.4 Promoter's Shareholding

Year ended March 31,2022

Shares held by promoters at the end of the year				% Change During the Year
S.No.	**Promoter Name**	**No. of Shares***	**% of Total Shares****	
1	P. Veeraiah	3579975	46.05	Nil
2	Samrajyam Pallempati	323277	4.16	Nil
3	Triveni Jasti	69500	0.89	Nil
4	Shanti Jhetty	57880	0.74	Nil
5	Shalini Jetty	38000	0.49	Nil
6	Ragini Jetty	36400	0.47	Nil
7	Jutla Chandra Sekhar Goud	31450	0.40	Nil
8	Jasti Lakshmi Nalini	28520	0.37	Nil
9	J Siva Rama Prasad	19350	0.25	Nil
10	Sukumari Koneru	12000	0.15	Nil
11	Seshagiri Rao Jasti	10000	0.13	Nil
12	Saarika Koneru	5720	0.07	Nil
13	J Venkata Krishna	3000	0.04	Nil
14	Musunuri Ramakrishna Prasad	2000	0.03	Nil
15	Raajitha Koneru	700	0.01	Nil
16	Jasti Chelameswar (HUF)	100	0.00	Nil
Total		**4217872**	**54.25**	

Year ended March 31,2021

Shares held by promoters at the end of the year				% Change During the Year
S.No.	**Promoter Name**	**No. of Shares***	**% of Total Shares****	
1	P. Veeraiah	3579975	46.05	0.15
2	Samrajyam Pallempati	323277	4.16	Nil
3	Triveni Jasti	69500	0.89	Nil
4	Shanti Jhetty	57880	0.74	Nil
5	Shalini Jetty	38000	0.49	Nil
6	Ragini Jetty	36400	0.47	Nil
7	Jutla Chandra Sekhar Goud	31450	0.40	Nil
8	Jasti Lakshmi Nalini	28520	0.37	Nil
9	J Siva Rama Prasad	19350	0.25	Nil
10	Sukumari Koneru	12000	0.15	Nil
11	Seshagiri Rao Jasti	10000	0.13	Nil
12	Saarika Koneru	5720	0.07	Nil
13	J Venkata Krishna	3000	0.04	Nil
14	Musunuri Ramakrishna Prasad	2000	0.03	Nil
15	Raajitha Koneru	700	0.01	Nil
16	Jasti Chelameswar (HUF)	100	0.00	Nil
Total		**4217872**	**54.25**	

14. Other equity

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
Reserves and Surplus		
Securities Premium	**1391.62**	1391.62
General Reserve	**2379.92**	2379.92
Amalgamation Reserve	**1075.89**	1075.89
Retained Earning	**17945.72**	16,229.96
TOTAL	**22,793.15**	**21,077.39**

(a) Securities Premium

Particulars	As at 31st March, 2022	As at 31st March, 2021
Opening balance	**1391.62**	1391.62
Closing balance	**1391.62**	1391.62

(b) General Reserve

Particulars	As at 31st March, 2022	As at 31st March, 2021
Opening balance	**2379.92**	2379.92
Closing balance	**2379.92**	2379.92

(c) Amalgamation Reserve

Particulars	As at 31st March, 2022	As at 31st March, 2021
Opening balance	**1075.89**	1075.89
Closing balance	**1075.89**	1075.89

(d) Retained earnings

Particulars	As at 31st March, 2022	As at 31st March, 2021
Opening balance	**16,229.96**	16,337.79
Profit/Loss for the year	**1,939.93**	125.35
Dividend	**(233.21)**	(233.21)
Other comphrensive income (Net of Tax)	**9.05**	0.03
Closing balance	**17,945.72**	**16,229.96**

1. Security premium will be utilised in accordance with the provisions of the Companies Act, 2013
2. General reserve will be utilised for strenthening the financial position and meeting the future contigencies and losses.
3. Amalgamation reserve which was created at the time of amalgamation, will be utilised as per the Companies Act, 2013

"4. The retained earnings represents the cumulative profits of the Company and effects of the remeasurement of defined benefit obligations. This Reserve will be utilised in accordance with the provisions of the Companies Act, 2013."

15 Provisions (Non-current)

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
Provision for employee benefits		
- Compensated Absenses	**7.47**	15.37
- Gratuity	**15.89**	15.89
Total	**23.36**	**31.26**

16 Deferred tax liabilities (net)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Deferred tax assets		
Expenses allowable on payment basis	**5.90**	5.90
Deferred tax liabilities		
On WDV Difference and Actuarial post employment benefits	**934.77**	954.81
Deferred tax liabilities (net)	**928.87**	**948.91**

17 Borrowings

Particulars	As at 31st March, 2022	As at 31st March, 2021
a) Secured loans		
Repayable on Demand		
Working capital loans from banks	3,517.35	3,093.61
Total	**3,517.35**	**3,093.61**

Note 17.1: The Company has taken overdraft facilities from Union Bank of India and State Bank of India against pledge of fixed deposits valuing INR 10,597.50 lakhs (Previous year INR 11,836.92 lakhs) of the company at an average rate of 5.71% p.a.

17.2 Net Debt Reconciliation

Particulars	As at 31st March, 2022	As at 31st March, 2021
Opening balance of borrowings	**3,093.61**	5,017.42
Add:- Proceeds from borrowings	**3,518.54**	-
Proceeds/ (repayment) of borrowings	**(3,094.80)**	(1,923.81)
Closing balance of borrowings	**3,517.35**	**3,093.61**

18 Trade payables

Particulars	As at 31st March, 2022	As at 31st March, 2021
Dues to micro enterprises and small enterprises	**-**	-
Dues to creditors other than micro enterprises and small enterprises	**509.50**	594.74
Total	**509.50**	**594.74**

18.1 Trade Payables ageing schedule
As on 31st March, 2022

All amount ₹ in lakhs, unless otherwise stated

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
i) MSME		-			-
ii) Others	397.51	19.80	13.11	54.77	485.19
iii) Disputed Dues-MSME	-	-	-	-	-
IV) Disputed Dues-Others	-	-	-	24.31	24.31
Total:	**397.51**	**19.80**	**13.11**	**79.08**	**509.50**

As on 31st March, 2021

Particulars	Outstanding for following periods from due date of payment				
	Less than 1 Year	1-2 Years	2-3 Years	More Than 3 Years	Total
i) MSME			-	-	-
ii) Others	457.64	38.86	12.73	61.20	570.43
iii) Disputed Dues-MSME	-	-	-	-	-
IV) Disputed Dues-Others	-	-	-	24.31	24.31
Total:	**457.64**	**38.86**	**12.73**	**85.51**	**594.74**

19 Other financial liabilities (Current)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Employee benefits payable	**227.35**	201.68
Unpaid dividends*	**61.73**	65.30
Deposits from stockists	**12.06**	12.26
Total	**301.14**	**279.24**

* There are no amounts due to be remitted to Investor Education and Protection Fund out of these amounts.

20 Other Current Liabilities

Particulars	As at 31st March, 2022	As at 31st March, 2021
Advance from Customers	**187.04**	294.72
Statutory Liabilities and others	**333.41**	2,220.30
Other Liabilities	**1,832.39**	654.39
Total	**2,352.84**	**3,169.41**

21 Provisions (Current)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Provisions	**5.58**	4.87
Total	**5.58**	**4.87**

All amount ₹ in lakhs, unless otherwise stated

22 Revenue from operations

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Revenue from contracts with customers		
Sale of products	**15,440.31**	12,280.07
Total	**15,440.31**	12,280.07
Details of Products Sold		
Cement	**10,984.28**	10,351.26
Sugar	**4,204.41**	1,722.94
Power	**251.62**	205.86
Total	**15,440.31**	12,280.07

23 Other income

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Interest income on deposits and other income	**974.00**	1,086.39
Total	**974.00**	**1,086.39**

24 Material consumed

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Cost of Raw materials consumed:		
Limestone	**770.53**	534.15
Gypsum	**168.95**	140.12
Others	**63.71**	34.39
Sugar cane	**2,983.66**	1,985.15
Laterite	**144.33**	198.36
Coal	**265.49**	163.75
Total	**4,396.67**	**3,055.93**

25 Changes in inventories of finished goods and work-in-progress

Particulars		Year ended 31st March, 2022	Year ended 31st March, 2021
Opening Inventories			
Finished goods		**3,750.71**	3,838.51
Work-in-progress		**209.90**	732.76
	(A)	**3,960.61**	4,571.27
Closing Inventories			
Finished goods		**(3,366.65)**	(3,750.71)
Work-in-progress		**(446.32)**	(209.90)
	(B)	**(3,812.96)**	(3,960.61)
Total (A-B)		**147.65**	610.66

All amount ₹ in lakhs, unless otherwise stated

26 Employee benefits expense

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Salaries, wages and bonus	**1,683.58**	1,750.67
Contribution to provident and other funds	**102.87**	105.08
Staff welfare expenses	**135.64**	148.39
Total	**1,922.09**	2,004.13

27 Finance costs

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Interest on borrowings	**126.19**	225.12
Total	**126.19**	225.12

28 Depreciation

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Depreciation on Property, Plant and Equipment	**226.88**	252.45
Total	**226.88**	252.45

29 Other expenses

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Consumption of Stores & Spares	**551.65**	525.43
Consumption of packing materials	**607.90**	449.13
Power & Fuel	**4,632.10**	3,686.61
Repairs and Maintenance		
- Building	**9.48**	4.89
- Plant & Machinery	**52.83**	18.50
- Others	**33.85**	40.53
Other Manufacturing Expenses	**257.14**	228.34
Donations	**20.30**	30.59
Travelling & Conveyace	**25.66**	19.72
Professional Fee	**17.12**	18.97
Payment to Auditors (See note below) *	**6.55**	6.55
Insurance	**9.73**	9.27
Communication & Printing Expenses	**9.63**	8.77
Advertisement & Sales Promotion	**37.18**	9.60
Selling & Marketing Expenses	**32.36**	25.71
Rent, Rates & Taxes	**85.05**	98.91
Provision for Bad and Doubtful debts	**-**	260.57
Bad Debts written off	**98.42**	-
Miscellaneous Expenses	**230.25**	227.05
Corporate social responsibility expenditure (Refer 29 (b) below)	**22.60**	92.63
Total	**6,739.79**	**5,761.75**

All amount ₹ in lakhs, unless otherwise stated

29 a) Payment to auditor

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
(a) To statutory auditors		
-Statutory audit fee	**3.90**	3.90
-For other services (including fees for quarterly audits)	**1.20**	1.20
(b) To others		
-Cost audit fee	**1.45**	1.45
Total	**6.55**	6.55

b) Corporate Social Responsibility expenditure

Particulars	Year ended 31st March, 2022	Year ended 31st March, 2021
Amount required to be spent as per Section 135 of the Act	**8.43**	12.24
Amount spent during the year on :		
1. Construction/ acquisition of any assets	**22.27**	91.63
2. On purposes other than (1) above**	**0.33**	1.00
Total	**22.60**	92.63

(b) Corporate Social Responsibility (CSR)

Section 135(5) of the Companies Act, 2013 stipulates that the company needs to spend two per cent of the average net profits made during the three immediately preceding financial years in pursuance of its Corporate Social Responsibility (CSR) Policy.

The Company has spent INR 22.60 lakhs during financial year 2021-22 towards CSR activities (INR 92.63 Lakhs in F.Y 2020-21).

All amount ₹ in lakhs, unless otherwise stated

S. No	Particulars	Amount
1	Amount required to be spent by the company during the year	8.43
2	Amount of expenditure incurred	22.60
3	Shortfall at the end of the year	Nil
4	Total of previous years shortfall	Nil
5	Reason for shortfall	NA
6	Nature of CSR activities	Laying of Roads, Culverts, Drains and Canal working in the Rural
7	Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	NA
8	Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately	NA

30 Earnings Per share

Basic and Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computations:

All amount ₹ in lakhs, unless otherwise stated

Particulars		Year ended 31st March, 2022	Year ended 31st March, 2021
Net Profit/(Loss) attributable to the equity Shareholders	(A)	**1936.21**	125.35
Weighted average number of Equity Shares outstanding during the period	(B)	**77.73**	77.73
Nominal value of Equity Shares (Rs.)		**10.00**	10.00
Basic/Diluted Earnings per Share (Rs.) (A/B)		**24.91**	1.61

Notes to the financial statements for the year ended 31st March, 2022

31 Notes to Employee Benefits

Defined Benefit Plans

Gratuity:

Each employee rendering continuous service of 5 years or more is entitled to receive gratuity amount equal to 15/26 of the monthly emoluments for every completed year of service subject to maximum of Rs.20 Lakhs at the time of separation from the company.

The following tables summarise the components of net benefit expense recognised in the statement of profit and loss and the fund status and amounts recognised in the balance sheet for the respective plans:

Changes in the present value of the defined benefit obligation are as follows:

Particulars	31st March, 2022	31st March, 2021
Defined benefit obligation at the beginning	**274.87**	237.68
Current service cost	**14.22**	16.57
Interest expense	**18.74**	15.73
Benefits paid	**-**	-
Actuarial (gain)/ loss on obligations - OCI	**(12.76)**	4.88
Defined benefit obligation at the end	**295.07**	274.87

Components of Other Comprehensive Income

Particulars	31st March, 2022	31st March, 2021
Actuarial (gain) / loss on employee benefits	**(12.76)**	4.88
Less: Deferred Tax @ 29.12%	**3.72**	(1.42)
Actuarial (gain) / loss on employee benefits (net of tax)	**(9.04)**	3.46

Reconciliation of fair value of plan assets and defined benefit obligation:

All amount ₹ in lakhs, unless otherwise stated

Particulars	31st March, 2022	31st March, 2021
Fair value of plan assets at the beginning	**258.98**	242.03
Defined benefit obligation at the beginning	**274.87**	237.68
Amount recognised in the Balance Sheet at the beginning	**(15.89)**	4.35
Fair value of plan assets at the end	**276.64**	258.98
Defined benefit obligation at the end	**295.07**	274.87
Amount recognised in the Balance Sheet at the end	**(18.43)**	(15.89)

The principal assumptions used in determining gratuity are shown below:

Particulars	As at 31st March, 2022	As at 31st March, 2021
Discount rate	**7.26%**	6.82%
Salary escalation rate	**4%**	4%

Economic and Demographic Assumptions

Economic Assumptions

Estimates of future compensation increases considered taking into account the inflation, seniority, promotion and other relevant factors.

Discount rate is based on the prevailing market yields of Indian Government securities as at 31st March, 2022 for the estimated term of the obligations.

Demographic Assumptions

Particulars	As at 31st March, 2022	As at 31st March, 2021
Retirement Age	**58**	58
Mortality table	**IALM (2012-14)**	IALM (2012-14)
Attrition rate	**3%**	3%

Amount recognised in Statement of Profit and Loss:

Particulars	As at 31st March, 2022	As at 31st March, 2021
Current service cost	**14.22**	16.57
Net interest expense	**17.63**	15.73
Remeasurement of Net Benefit Liability/ Asset	**(55.45)**	(12.07)
Amount recognised in Statement of Profit and Loss for year ended	**(23.60)**	20.24

Amount recognised in Other Comprehensive Income:

Particulars	As at 31st March, 2022	As at 31st March, 2021
Actuarial (gain)/ loss on obligations	**(12.76)**	4.88
"Return on plan assets (excluding amounts included in net interest expense)"	-	(0.92)
Amount recognised in Other Comprehensive Income for year ended	**(12.76)**	3.96

The principal assumptions used in determining gratuity obligations for the Company's plans are shown below:

All amount ₹ in lakhs, unless otherwise stated

Particulars	As at 31st March, 2022	As at 31st March, 2021
Discount rate (in %)	**7.26**	6.82
Salary Escalation (in %)	**4.00**	4.00
Rate of return in plan assets (in %)	**0.00**	0.00
Expected average remaining working lives of employees (in years)	**9.47**	9.89

A quantitative sensitivity analysis for significant assumption as at 31st March, 2022 is as shown below:

Particulars	As at 31st March, 2022		As at 31st March, 2022		As at 31st March, 2022	
Assumptions	**Discount rate**		**Salary escalation**		**Assumed Attrition Rate**	
Sensitivity Level	1% increase	1% increase	1% increase	1% decrease	1% increase	1% decrease
Impact on defined benefit obligation	227.06	249.10	248.67	227.30	239.46	235.40

A quantitative sensitivity analysis for significant assumption as at 31st March, 2021 is as shown below:

Particulars	As at 31st March, 2021		As at 31st March, 2021		As at 31st March, 2021	
Assumptions	**Discount rate**		**Salary escalation**		**Assumed Attrition Rate**	
Sensitivity Level	1% increase	1% increase	1% increase	1% decrease	1% increase	1% decrease
Impact on defined benefit obligation	262.36	288.75	288.26	262.61	276.93	272.57

The above sensitivity analysis is based on a change in each assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions, the same method (present value of the defined benefit obligation calculated with the projected unit credit method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet.

v) Risk exposure

Through its defined benefit plans, the company is exposed to a number of risks, the most significant of which are detailed below:

Interest rate risk:

The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.

Salary inflation risk:

Higher than expected increases in salary will increase the defined benefit obligation.

Demographic risk:

This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.

Note.32 Provisions, Contingent Liabilities and Contingent Assets:

Disclosures required by Ind AS-37 "Provisions, Contingent Liabilities and Contingent Assets"

I Sales tax paid under protest for the Asst. years 2001-02, 2002-03 of ₹188.56 lakhs against a demand of ₹188.56 lakhs regarding disputed sales tax on Molasses sales. The matter is under appeal before the High Court of Telangana.

ii) The Company had filed an appeal before the Appellate Tribunal (CT) against order of ADC on restriction of ITC for the Year 2012-13 of ₹ 29,52,639 and for the year 2013-14 of ₹ 27,52,164 pending with Appeallate Tribunal.

iii) The Company had filed an appeal before the Appellate Tribunal (CT) against Penal Charges orders of ADC on restriction of ITC for the Years 2012-13 & 2013-14 for an amount of ₹ 2,89,243/- & ₹ 2,70,322/- respectively and applied for Stay with The Appellate Tribunal (CT) by paying 70% of the demand.

iv) For the year 2014-15 the Assessing Officer had raised a demand for an amount of ₹198.09 Lakhs for non submission of C-Forms and Way Bills against which the company filed an appeal against the above demand before AJC(A) and paid an amount of ₹ 24.76 Laks being 12.5% on the disputed Tax. Subsequently AJC(A) has passed orders favouring and instructed the Assessing Officer for remand the orders for disposal. The Order is pending with the Assessing Officer for disposal.

v) The Company had paid ₹ 1.00 crore as per the directions of Hon'ble High Court against demand of ₹850.22 lakhs from the forest department towards Net Present Value (NPV) in respect of diverted forest land for renewal of Mining lease under Forest (Conservation) Act, 1980. The matter is pending in appeal before the High Court of Telangana.

vi) The Company had appealed to Addl. Commissioner of Customs vide appeal no.72/2014 dated 05/06/2014 and 28/2014 dated 25/06/2014 against the demand of the department amounting to ₹ 65.77 Lakhs excluding interest and penalty for the year 2012-13. The Commissioner (Appeals), Guntur had passed orders on 03.06.2020 with a contention that the appeal requires to be remanded to the adjudicating authority for denovo consideration after the outcome of the decision of the Hon'ble Supreme Court in the case of Maruti Ispat and Energy Pvt Ltd & Others which is a relavent case held with the Hon'ble Supreme Court. Also it is ordered to department not to enfore demand during the intervening period and similarly, it is directed the Appeallant have no right to claim refund if any that accrues. Hence no provision has been made in the books of accounts.

vii) For the Asst. years 1999-00 (ITTA No.464/2010), 2000-01(ITTA No.34/2011) and 2001-02 (ITTA No.33/2011) Income tax paid ₹ 123.98 lakhs under protest against the demand of ₹136.40 lakhs towards disallowance of un-absorbed depreciation / losses. The matter is pending in appeal before the High Court of Telangana.

viii) For the Asst. Year 2009-10 (ITTA No.748/2015) penalty has been imposed and the same was adjusted against the refund due and pending in ITAT Hyderabad for the Asst. Year 2014-15. The CIT(A) disposed of the case in favour of the company allowing 80IA deduction, against which the IT department had filed an appeal in ITAT, Hyderabad against the demand of ₹2581.75 lakhs, which is pending.

ix) The Income Tax Appeal for AY:2011-12 is filed by the Revenue questioning the Order dated 18.10.2016 passed by the Appellate Tribunal in ITA No. 412/H/2016. The Income Tax Appellate Tribunal, Hyderabad following its own identical orders passed in favour of KCSIL held that "Cogeneration power plant is an independent undertaking eligible for deduction U/s. 80IA of the IT. Act". Aggrieved by the Order of the Income Tax Appellate Tribunal, the Revenue filed appeal before the High Court.

x) For the Asst. Year 2012-13(ITTA No.1283/2017) there was a demand of ₹120.68 lakhs towards denial of exemption u/s. 80-IA to Company's Power Division and the same was adjusted against refund due. The matter is pending before ITAT, Hyderabad.

xi) For the A.Y.2014-15 the Income Tax department has filed an appeal before the Hon'ble High Court for the State of Telangana at Hyderabad against the order dated 23.07.2021 of the Appellate Tribunl in ITA No.268/H/2019 pertaining to 80IA allowances given by the Appeallate Tribunal aggregating Rs. 427.94 lakhs.

xii) For the A.Y.2016-17 (ITAT No.66/2021), the company has filed an appeal before the CIT(A) against the orders passed by the Assessing Officer disallowing 80IA deduction under IT Act. The tax amount is in dispute is ₹969.26 Lakhs. The CIT(A) as well as ITAT, Hyderabad disposed of the case in favour of the company allowing 80IA deduction, against which the IT deartment had filed an appeal (ITTA 66 of 2021) in the Hon'ble Telangana High Court, Hyderabad, which is pending.

xiii) The Company had filed a Writ Petition registered as W.P.No.20536 of 2009 before the Hon'be High Court of Telangana questioning levy of Electricity Duty @ 0.25 per unit by the State Governament on captive consumption of the electricity generated by the company. The Writ Petition was dismissed by the Hon'ble High Court on 19.05.2016. The Company preferred a Special Leave Petition before the Hon'ble Supreme Court of India registered on 29.07.2016 as SLP No.22936 of 2016. As per the Interim Orders of the Supreme Court, the Company had paid an amount of ₹ 479.36 Lakhs to the Credit of Government of Telangana & Andhra Pradesh. The Appeal before the Supreme Court is yet to come up for hearing and accodringly made a net provision in the books of ₹ 319.57 Lakhs (Provision made in 2019-20 ₹ 909.54 Lakhs and enhanced to ₹ 934.29 Lakhs in the year 2020-21. With reference to the GOMS No.25, dated 2305.2013 & GOMS No.63 dated 16.11.2013, it was notice that there is an exemption from Electricity Duty w.e.f. 24.05.2013 on the captive consumption of power and reworked in the year 2021-22).

xiv) During the year 2019-20 , the company has received a judgement order from the Hon'ble Supreme Court for the payment of wheeling charges on the power generated by the company and received a demand notices dated 27.06.20, 24.08.2020 and 10.11.2020 from TSSPDCL claiming an amount of ₹43.83 Crores which also includes the interest element for the period commencing from 2002 and ending with 2017 towards the difference in wheeling and transmission charges on bagasse based Cogen plant. Accordingly the Company has made the provisions towards principal amount in the financial year ending 2019-2020 & 2020-2021 for an aggregate sum of ₹1195.83 Lakhs (upto 31.03.2020 ₹ 650 Lakhs & ₹545.83 Lakhs in 2019-20) towards the principal amount in the books of account under the head 'exceptional' items. Subsequently in the year 2021-22, the wheeling power units were evaluated with reference to Power Tariff Orders and concluded to ₹ 1264.13 lakhs. Hence additional provision of ₹68.30 Lakhs made in the current year. Out of this Company has paid under protest ₹ 800 lakhs in March,2022. In its replies furnished vide letters dt. 25.07.2020 and 12.12.2020, the Company has relied upon the point that the demand for payment of interest is unsustainable in law. During the current fiancial year on 08.09.2021 the Company had received another 2 notices from TSSPDCL, Suryapet, claiming an amount of ₹ 1,22,48,567/- and ₹ 46,78,31,895/- towards difference in Transmission and Wheeling Charges. The Company filed W.P. No.24862/2021 before Hon'ble High Court of Telangana and the same was disposed off on 04.10.2021. Though the Company has filed Contempt Case No.1531/2021 on 03.02.2022, the department is forcing to pay the demand. Temporarily the Company made an adhoc deposit of ₹ 8 Crores on 24.03.2022 under protest towards principal amount and furnished a letters dated 24.03.2022 and 14.04.2022. The matter is still under dispute."

(xv) The Company has received a demand notice on 01.06.2020 from TSSPDCL, Suryapet claiming an amount of ₹ 132.95 lakhs towards additional consumption deposit (ACD) for the financial year 2020-21. The company has filed an appeal vide WP No. 9477/2020 before the Hon'ble High Court of Telangana State. The Hon'ble High Court stayed the above said demand notice vide its interim orders dt. 05.08.2020. Hence, no provision has been made in the books of account.

(xvi) The Company has received a demand notice on 01.06.2021 from TSSPDCL, Suryapet claiming an amount of ₹ 89,67,088/- lakhs towards additional consumption deposit (ACD) for the financial year 2021-22. The company through its Advocate has furnished its reply vide its letter dated 25.06.2021 and also issued Legal Notice dated 04.12.2021 to TSSPDCL. No coercive action initiated by TSSPDCL. Hence, no provision has been made in the books of account during the year.

(xvii) The Company has received Demand notices dated 07.01.2021, 11.02.2021 from TSNPDCL, Warangal directing the Company to pay a sum of ₹ 2053.86 lakhs towards Grid Support Charges for the period commencing from 12.04.2002 and ending with 31.03.2009. The Company has disputed the claim of TSNPDCL in its letters dated 15.01.2021 and 03.03.2021 on the ground that it is barred by law of limitation. The Company has relied upon the opinion of the Legal Advisors in this regard. Based on the above legal advice, the Company has not made any provision in the books of accounts.

(xviii) A demand notice on 07.01.2021 was received from TSSPDCL, Suryapet, Telangana for ₹4,25,91,107/- towards differential C.C. charges commencing from April 2014 and ending with February 2020.The Company vide its reply dated 22.01.2021 stated that it had entered into an HT agreement with TSSPDCL wherein it has declared its CMD as 4980 KVA for obtaining supply under 132 KV voltage category. TSSPDCL having agreed for the same in the agreement cannot revise the CC Bills. Hence, the Company requested the authority to withdraw the said letter. But till date no further developments took place by TSSPDCL and no provision has been made in the books of accounts.

(xix) As per the interim orders of Hon'ble High Court in WP No.26105/08, wheeling and banking facilities were continued till December, 2018. Thereafter the authority has stopped extending these facilities. Aggrieved by this the Company

has filed an appeal vide WP No.18179/2019 before the Hon'ble High Court of Telangana State. The Hon'ble High Court vide its interim orders dt.09.09.2019 directed TSSPDCL not to take any coercive action against the Company. The Company on the advice of TSSPDCL has also furnished a letter dated 09.03.2021 to TSLDC to take appropriate action for continuation of these facilities as per the interim orders of the Hon'ble High Court. In view of the position stated above, the Company has accounted for the wheeled energy to its cement division during the year 2020-21. No further action iniatiated during the current year.

(xx) TSTRANSCO has issued notices and demanded Line Maintenance charges from the Company's Sugar Plant located at Kalluru (M), Khammam (D), Telangana State. The last notice was issued by TS TRANSCO on 31.01.2022 for a demand of ₹ 1,02,98,366/-. Company has submitted its objections on 28.02.2022. But no provision made in the books of accounts.

Note :33 Capital and other commitments Rs Nil (P.Y Rs Nil)

34. Related party transactions

Names of related parties and nature of relationships:

Names of the related parties	Nature of relationship
I Key Managerial Personnel (KMP):	
Sri P. Veeraiah	Managing Director
Sri B K Prasad (Upto 27.03.2022)	General Manager &Company Secretary
Sri V. Sesha Sayee (From 28.03.2022)	Company Secretary & Compliance Officer
Dr. P. Anuradha	Chief Executive Officer
Sri M Bhavani Dattu	Chief Financial Officer
ii) Non-whole-time Directors	
Sri J S Rao	Director
Sri TRC Bose	Director
Sri BV Subbaiah	Director
Sri K Venkata Rao	Director
Smt. M Varalakshmi	Director
Smt. Hima Bindu Myneni	Director
iii) Relatives of Key Managerial Personnel:	
Smt. P. Samrajyam	Mother of Sri P.Veeraiah

Details of transactions during the year where related party relationship existed:

All amount ₹ in lakhs, unless otherwise stated

Names of the related parties	Nature of Transactions	Year ended 31st March 2022	Year ended 31st March 2021
Sri P.Veeraiah	Remuneration	129.66	127.65
Dr.P.Anuradha	Remuneration	36.71	28.98
Sri B K Prasad	Remuneration	11.16	11.16
Sri Sesha Sayee	Remuneration	0.26	
Sri M Bhavani Dattu	Remuneration	10.80	10.80
Sri P.Veeraiah (HUF)	Rent paid	24.00	24.00
Sri P. Veeraiah	Commission	28.60	-
T R C Bose	Sitting fees	0.04	0.04
B V Subbaiah	Sitting fees	0.04	0.04
J S Rao	Sitting fees	0.02	0.02
K Venkat Rao	Sitting fees	0.02	0.02
M Varalakshmi	Sitting fees	0.02	0.01
M. Hima Bindu	Sitting fees	0.01	-
T R C Bose	Reimbursement of expenses	0.91	0.87
B V Subbaiah	Reimbursement of expenses	0.96	0.91
J S Rao	Reimbursement of expenses	0.68	0.63
K Venkat Rao	Reimbursement of expenses	0.68	0.58
M Varalakshmi	Reimbursement of expenses	0.68	0.34
M. Hima Bindu	Reimbursement of expenses	0.44	-
P.Veeraiah	Dividend paid	107.04	107.04
P.Samrajyam	Dividend paid	9.70	9.70

35 Fair values

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

All amount ₹ in lakhs, unless otherwise stated

Particulars	Carrying value		Fair value	
	Year ended 31st March 2022	Year ended 31st March 2021	Year ended 31st March 2022	Year ended 31st March 2021
Financial Assets				
Other financial assets	502.34	768.82	502.34	768.82
Trade receivables	1,437.16	1,182.14	1,437.16	1,182.14
Cash and cash equivalents	85.31	101.02	85.31	101.02
Other Bank Balances	3,270.99	12,328.87	3,270.99	12,328.87
Total	**5,295.80**	**14,380.86**	**5,295.80**	**14,380.85**
Financial Liabilities				
Long term borrowings	-	-	-	-
Short term borrowings	3,517.35	3,093.61	3,517.35	3,093.61
Trade Payables	509.50	594.74	509.50	594.74
Current Maturities of long term borrowings	-	-	-	-
Other Financial liabilities	301.14	279.24	301.14	279.24
Total	**4,327.99**	**3,967.59**	**4,327.99**	**3,967.59**

36 Fair value hierarchy

The following table provides the fair value measurement hierarchy of the Company's assets and liabilities.

All amount ₹ in lakhs, unless otherwise stated

Quantitative disclosures fair value measurement hierarchy for assets as at 31st March, 2022:

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at amortised cost:					
Other financial assets	31st March, 2022	502.34	-	-	502.34
Trade receivables	31st March, 2022	1,437.16	-	-	1,437.16
Cash and cash equivalents	31st March, 2022	85.31	-	-	85.31
Other Bank Balances	31st March, 2022	3,270.99	-	-	3,270.99

Quantitative disclosures fair value measurement hierarchy for assets as at 31st March, 2021:

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at amortised cost:					
Other financial assets	31st March, 2021	768.82	-	-	768.82
Trade receivables	31st March, 2021	1,182.14	-	-	1,182.14
Cash and cash equivalents	31st March, 2021	101.02	-	-	101.02
Other Bank Balances	31st March, 2021	12,328.87			12,328.87

Quantitative disclosures fair value measurement hierarchy for liabilities as at 31st March, 2022:

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Assets measured at amortised cost:					
Long term borrowings	31st March, 2022	-	-	-	-
Short term borrowings	31st March, 2022	3,517.35	-	-	3,517.35
Trade Payables	31st March, 2022	509.50	-	-	509.50
Current Maturities of long term borrowings	31st March, 2022	-	-	-	-
Other Financial liabilities	31st March, 2022	301.14	-	-	301.14

Quantitative disclosures fair value measurement hierarchy for liabilities as at 31st March, 2021: All amount ₹ in lakhs, unless otherwise stated

Particulars	Date of valuation	Total	Fair value measurement using		
			Quoted prices in active markets	Significant observable inputs	Significant unobservable inputs
			(Level 1)	(Level 2)	(Level 3)
Liabilities measured at amortised cost:					
Long term borrowings	31st March, 2021	-	-	-	-
Short term borrowings	31st March, 2021	3,093.61	-	-	3,093.61
Trade Payables	31st March, 2021	594.74	-	-	594.74
Current Maturities of long term borrowings	31st March, 2021	-	-	-	-
Other Financial liabilities	31st March, 2021	279.24	-	-	279.24

The management assessed that fair value of financial assets and liabilities significantly approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

The Company determines fair values of financial assets or liabilities by discounting the contractual cash inflows / outflows using prevailing interest rates of financial instruments with similar terms. The initial measurement of financial assets and financial liabilities is at fair value. . Further, the subsequent measurements of all assets and liabilities is at amortised cost, using effective interest rate method.

The following methods and assumptions were used to estimate fair values:-

- The fair value of the Company's interest bearings borrowings are determined using discount rate that reflects the entity's discount rate at the end of the reporting period. The own non-performance risk as at the reporting period is assessed to be insignificant.

For other non-current financial assets and liabilities the fair value is the same as the amortized cost, measured using the discount rate at the time of initial recognition of financial assets and liabilities

A one percent change in the unobserved inputs used in fair valuation of level 3 Assets and liabilities does not have a significant impact in its value.

Fair value of financial assets and financial liabilities

The carrying value of the current financial assets and current financial liabilities are considered to be same as their values, due to their short-term nature. The non-current borrowings and securities deposits are carried at amortized cost which is considered as their fair value.

37 Financial risk management objectives and policies

Financial Risk Management Framework

The Company's principal financial liabilities, other than derivatives, comprise loans and borrowings, trade and other payables. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include loans, trade and other receivables, and cash and cash equivalents that derive directly from its operations.

The Company is exposed primarily to Credit Risk, Liquidity Risk and Market risk (fluctuations in foreign currency exchange rates and interest rate), which may adversely impact the fair value of its financial instruments. The Company assesses the unpredictability of the financial environment and seeks to mitigate potential adverse effects on the financial performance of the Company.

A. Credit Risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk is controlled by analyzing credit limits and creditworthiness of customers on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. Financial instruments that are subject to concentrations of credit risk principally consist of trade receivables, investments, derivative financial instruments, cash and cash equivalents, bank deposits and other financial assets. None of the financial instruments of the Company result in material concentration of credit risk.

Exposure to credit risk:

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure to credit risk is as follows:

(₹ in lakhs)

Particulars	As at 31st March, 2022	As at 31st March, 2021
Other financial assets	502.34	768.82
Trade receivables	1,437.16	1,182.14
Cash and cash equivalents	85.31	101.02
Other bank balances	3,270.99	12,328.87

Trade receivables:

Ind AS requires expected credit losses to be measured through a loss allowance. The Company assesses at each date of statements of financial position whether a financial asset or a Company of financial assets is impaired. Expected credit losses are measured at an amount equal to the 12 month expected credit losses or at an amount equal to the life time expected credit losses if the credit risk on the financial asset has increased significantly since initial recognition. The company is not expecting any credit loss allowance which is calculated on life time expected credit losses for trade receivables. Credit loss provision on security deposits is taken as 12 months expected credit loss and no loss is expected as at 31st March, 2022, 31st March, 2021

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. Counterparty credit limits are reviewed by the Company's Board of Directors on an annual basis, and may be updated throughout the year subject to approval of the authorised person. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

B. Liquidity Risk

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements. The Company manages liquidity risk by maintaining adequate reserves, banking facilities and reserve borrowing facilities, by continuously monitoring forecast and actual cash flows, and by matching the maturity profiles of financial assets and liabilities.

The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments.

(₹ in Lakhs)

Particulars	On demand	Less than 3 months	3 to 12 months	1 to 5 years	>5 years	Total
Year ended 31st March, 2022						
Borrowings						
Trade and other payables	-	-	509.50	-	-	509.50
Other financial liabilities	301.14	-	-	-	-	301.14
Year ended 31st March, 2021						
Borrowings		-	-	-	-	-
Trade and other payables	-	-	594.74	-	-	594.74
Other financial liabilities	279.24	-	-	-	-	279.24

Excessive risk concentration

Concentrations arise when a number of counterparties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry.

In order to avoid excessive concentrations of risk, the Company's policies and procedures include specific guidelines to focus on the maintenance of a diversified portfolio. Identified concentrations of credit risks are controlled and managed accordingly. Selective hedging is used within the Company to manage risk concentrations at both the relationship and industry levels.

Collateral : Nil

C. Market Risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits etc.

Interest rate risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long term and short term borrowings. The company has borrowed funds on fixed rate of interest, there is no impact on the entity due to any interest fuluctuations.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a foreign currency). The exposure of entity to foreign currency risk is very limited on account of limited transactions in foreign currency.

38 Capital Management

A. Capital Management and gearing Ratio:

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximise the shareholder value.

Capital includes equity attributable to the equity holders of the Parent. The primary objective of the Companies capital management is to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value. The Company manages its capital structure and makes adjustments to it, in

light of changes in economic conditions or its business requirements. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

(₹ in Lakhs)

Particulars	At 31st March 2022	At 31st March 2021
Non-current Borrowings		
Current Borrowings	3,517.35	3,093.61
Current Maturities of Long-term borrowings	-	-
Less: Cash & Bank balances	(3,356.30)	(12,429.89)
Net Debt	**161.05**	**(9,336.28)**
Equity	777.39	777.39
Other Equity	22,793.15	21,077.39
Total Capital	**23,570.53**	**21,854.78**
Capital and net debt	**23,731.58**	**12,518.50**
Gearing ratio (%)	**0.68%**	**-74.58%**

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March, 2022 and 31st March, 2021.

B. Dividend

(₹ in Lakhs)

Particulars	31st March 2022	31st March 2021
For the year ended, the directors have recommended final dividend of ₹3.00/- per fully paid equity share ₹10/-(March 31,2021- ₹3/-). This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting, hence the same is not recognised.	**233.21**	233.21

39 Dues to Micro and Small Enterprises

The dues to Micro and Small Enterprises as required under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent information available with the company is given below:

Particulars	31st March 2022	31st March 2021
Principal amount due and remaining unpaid	-	-
Interest due on above and the unpaid interest	-	-
Interest Paid	-	-
Payment made beyond the appointed day during the year	-	-
Interest due and payable for the period of delay	-	-
Interest accrued and remaining unpaid	-	-
"Amount of further interest remaining due and payable in succeeding years"	-	-

40. Analytical Ratios (₹ in Lakhs)

Ratio	Current Year	Variance	Previous year	Reasons
"Current ratio (in times)"	1.78	2.56	1.44	Mainly about Rs.20Cr worth FDs converted from Current to non-current during the year
"Debt-equity ratio (in times)"	0.32	0.37	1.15	
"Debt service coverage ratio (in times)"	-	-	-	No Term Liabilities
"Return on equity ratio (in %)"	8.21	0.57	1,332	Drastic increase in current year Profit
"Inventory turnover ratio(in times)"	32.01	38.09	1.19	
"Trade receivables turnover ratio (in times)"	9.31	9.63	1.03	
"Trade payables turnover ratio (in times)"	3.23	3.66	1.13	
"Net capital turnover ratio (in times)"	30.30	20.65	0.68	Increase in current year sales by Rs.31.20 Cr
"Net profit ratio (in %)"	0.13	0.01	1,128	Drastic increase in current year Profit
"Return on capital employed (in %)"	(0.68)	(0.28)	145	Drastic increase in current year Profit
(k) Return on Investment	-	-	-	

41. Segment information

The Company's activities are organised into three operating segments namely Cement, Sugar and Power. The Segments are the basis on which the company reports its segment information

Cement division - produce, manufacture, refine and prepare the portland cement

Sugar division - It deals mainly with the crushing of sugar-cane

Power division - It generates and distributes the power

They primarily uses a measure of profit before tax to assess the performance of the operating segments.

Information about Products:

Revenue from external customers- sale of cement sugar and Power is ₹15,440.31 lakhs

The company has not made external sales to the customers in excess of 10% or more of the entities revenue.

Segment revenue and expenses:

The Company has an established basis of allocating Joint/Corporate expenses to the segments, which is reasonable, and followed consistently. All other segment revenue and expenses are attributable to the segments.

Segment assets and liabilities:

Segment assets include all operating assets used by a segment and consist principally of operating cash, debtors, inventories and fixed assets, net of allowances and provisions that are reported as direct offsets in the balance sheet. While most assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. In such cases, the entire revenue and expenses of these assets including depreciation are also allocated to the same segments. Segment liabilities include all operating liabilities and consist principally of creditors and accrued liabilities. Segment assets and liabilities do not include deferred income taxes.

Inter segment transfers:

The Company accounts for inter segment sales and transfer at average Market price

Summary of segment information

All amount ₹ in lakhs, unless otherwise stated

Particulars	31st March 2022	31st March 2021
A. Revenue		
Segment revenue		
Cement	10,984.28	10,351.26
Sugar	4,724.91	2,020.63
Power	1,657.35	919.39
	17,366.54	**13,291.28**
Less: Inter Segment sales	1,926.23	1,011.21
Total revenue	**15,440.31**	**12,280.07**
B. Segment profit		
Cement	2,294.91	2,734.45
Sugar	(214.89)	(685.37)
Power	901.21	(913.35)
Segment operating profit	**2,981.23**	**1,135.73**
Operating profit	**2,981.23**	**1,135.73**
Finance costs	126.19	225.12
Profit before tax	**2,855.04**	**910.61**
Income tax expense	918.83	785.26
Profit/(Loss) after tax	**1,936.21**	**125.35**

Particulars	31st March 2022	31st March 2021
Segment Assets		
Cement	**9,283.36**	8,105.23
Sugar	**12,108.97**	12,595.07
Power	**9,816.84**	9,276.51
Total assets	**31,209.17**	**29,976.81**
Segment liabilities		
Cement	**1,719.92**	1,993.25
Sugar	**4,208.77**	3,690.41
Power	**1,709.95**	2,438.38
Total liabilities	**7,638.64**	**8,122.04**

Particulars	31st March 2022	31st March 2021
Geographical segment revenue by location of customers		
India	**15,440.31**	12,280.07
Outside India	**-**	-
TOTAL	**15,440.31**	**12,280.07**

Particulars	31st March 2022	31st March 2021
Geographical segment assets		
India	**31,209.17**	29,976.81
Outside India	-	-
TOTAL	**31,209.17**	**29,976.81**

42. Impact of Covid-19

The Company has considered the possible effects that may result from the pandemic relating to Covid-19 in the preparation of these standalone financial statements including the recover ability of carrying amounts of financial and non-financial assets. In developing the assumptions relating to the possible future uncertainties in the global economic conditions because of this pandemic, the Company has, at the date of approval of these financial statements, used internal and external sources of information including credit reports and related information and economic forecasts and expects that the carrying amount of these assets will be recovered. The impact of Covid-19 on the Company's financial statements may differ from that estimated as at the date of approval of these standalone financial statements.

43. Note on "Code on Social Security, 2020

The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial statements in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.

As per our Report of even date
For Ramanatham & Rao
Chartered Accountants
FRN. S - 2934

C. Kameshwar Rao
Partner
M.No: 024363

Place : Hyderabad
Date : 25.05.2022

For and on behalf of the Board of Directors

P.Veeraiah
Chairman & Managing Director
DIN: 00276769

M.Bhavani Dattu
Chief Financial Officer

V. Sesha Sayee
Company Secretary and Compliance Officer

Route Map to AGM Venue



ATTENDANCE SLIP

Folio No./ Client ID No :	No. of shares held :
DP ID. :	E-Mail ID :

NAME :

ADDRESS :

I hereby record my presence at the 43rd Annual General Meeting of the Company on Thursday September 8, 2022 at Sri ThyagarayaGana Sabha, Vivek Nagar, Chikkadapally, Hyderabad - 500020.

Signature of Shareholder / proxy

PROXY FORM

Name of the member (s) :
Registered address :
E-mail Id:
Folio No/Client Id :
DP ID :

I / We being the member(s) of _____ Kakatiya Cement Sugar& Industries Limited, hereby appoint:

1)_____of _____having e-mail id_____or failing him

2)_____of _____having e-mail id_____

And whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me/ us and on my/our behalf at the 43rdAnnual General Meeting of the Company to be held on Thursday, September 8, 2022 at 11.00A.M. at Sri ThyagarayaGana Sabha, Vivek Nagar, Chikkadapally, Hyderabad - 500 020 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolutions		For	Against
1.	Audited Financial Statements, Reports of the Board of Directors and Auditors for the year ended 31st March, 2022.		
2.	Declaration of Dividend on Equity Shares.		
3.	To appoint a Director in place of Shri J S Rao who retires by rotation and being eligible offers himself for re-appointment.		
4.	Appointment of M/s. M Anandam & Co., Chartered Accountants as Statutory Auditors for period of five years.		
5.	Payment of Remuneration to Shri P Veeraiah as Chairman and Managing Director of the Company.		
6.	Ratification of remuneration payable to M/s. Narasimha Murthy and Co., Cost Accountants the Cost Auditors of the Company for the Financial year ending 31st March, 2023.		

Signed this _____ day of _____2022.

Signature of shareholder _____

Affix One Rupee Revenue Stamp

Signature of proxy holder (s)

Note:

1. This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.
2. Shareholder/Proxy holder, as the case may be, is requested to sign and hand over this slip at the entrance of the Meeting venue.
3. Members are requested to advise the change of their address, if any, to the Company at the above address.

Members who have not dematerialized their holdings are requested to do so at the earliest in compliance with the requirements of SEBI.

NO GIFTS / COMPLIMENTS WILL BE DISTRIBUTED AT THE MEETING.

If undelivered, please return to:

KAKATIYA CEMENT SUGAR & INDUSTRIES LIMITED

1-10-140/1, "GURUKRUPA"
ASHOKNAGAR,
HYDERABAD - 500 020.
CIN No. L26942TG1979PLC002485
Website: www.kakatiyacements.com
Phone: 040-27637717