

# ORIENT CEMENT LIMITED

[Regd. Office : Unit VIII, Plot 7, Bhoinagar, Bhubaneswar - 751012 (Odisha)]

CIN No.: L26940OR2011PLC013933

Audited Financial Results for the Quarter and Year Ended March 31, 2020

(` In Lacs)

Particulars	Quarter Ended			Year Ended	
	Mar. 31, 2020 (Audited) (refer note 4)	Dec. 31, 2019 (Unaudited)	Mar. 31, 2019 (Audited) (refer note 4)	Mar. 31, 2020 (Audited)	Mar. 31, 2019 (Audited)
<b>1 Income :</b>					
(a) Revenue from Operations	65,452.24	56,449.23	75,081.16	2,42,179.72	2,52,216.93
(b) Other Income	735.04	265.49	408.42	1,772.07	1,397.29
<b>Total Income</b>	<b>66,187.28</b>	<b>56,714.72</b>	<b>75,489.58</b>	<b>2,43,951.79</b>	<b>2,53,614.22</b>
<b>2 Expenses :</b>					
(a) Cost of raw materials consumed	6,717.99	6,154.52	7,164.44	23,886.65	25,622.08
(b) (Increase) / Decrease in inventories of finished goods and work-in-progress	(2,040.69)	154.14	(66.96)	(3,562.34)	(374.14)
(c) Employee benefits expense	3,575.11	3,823.27	3,759.80	15,486.12	15,496.30
(d) Power and Fuel	15,618.25	14,178.16	18,209.45	59,139.41	66,550.68
(e) Packing, Freight & Forwarding Charges	19,161.27	16,881.50	20,816.14	69,343.30	74,065.47
(f) Finance Costs	2,793.98	3,106.63	3,029.88	12,232.05	11,849.93
(g) Depreciation and amortisation expenses	3,446.58	3,464.45	3,297.70	14,087.49	13,271.92
(h) Other expenses	9,949.99	9,761.56	9,901.26	39,599.24	39,652.89
<b>Total Expenses</b>	<b>59,222.48</b>	<b>57,524.23</b>	<b>66,111.71</b>	<b>2,30,211.92</b>	<b>2,46,135.13</b>
<b>3 Profit / (Loss) before Tax (1-2)</b>	<b>6,964.80</b>	<b>(809.51)</b>	<b>9,377.87</b>	<b>13,739.87</b>	<b>7,479.09</b>
<b>4 Tax expenses / (Credit)</b>					
(a) Current Tax	1,212.97	(138.35)	1,620.84	2,393.03	1,620.84
(b) MAT Credit	(1,212.97)	138.35	(1,620.84)	(2,393.03)	(1,620.84)
(c) Deferred Tax Charge/(Credit)	2,558.10	(241.91)	3,179.14	5,080.90	2,723.92
	<b>2,558.10</b>	<b>(241.91)</b>	<b>3,179.14</b>	<b>5,080.90</b>	<b>2,723.92</b>
<b>5 Net Profit / (Loss) for the period (3-4)</b>	<b>4,406.70</b>	<b>(567.60)</b>	<b>6,198.73</b>	<b>8,658.97</b>	<b>4,755.17</b>
<b>6 Other Comprehensive Income</b>					
<b>Other comprehensive income not to be reclassified to profit or loss in subsequent periods</b>					
Re-Measurement losses on defined benefit plans	(220.96)	(30.00)	(50.37)	(299.71)	(106.62)
Income tax effect	77.20	10.49	17.61	104.73	37.26
<b>Other Comprehensive Income, net of tax</b>	<b>(143.76)</b>	<b>(19.51)</b>	<b>(32.76)</b>	<b>(194.98)</b>	<b>(69.36)</b>
<b>7 Total Comprehensive Income for the period (5+6)</b>	<b>4,262.94</b>	<b>(587.11)</b>	<b>6,165.97</b>	<b>8,463.99</b>	<b>4,685.81</b>
<b>8 Paid-up Equity Share Capital (Face value ` 1/- per share)</b>	<b>2,048.69</b>	<b>2,048.69</b>	<b>2,048.69</b>	<b>2,048.69</b>	<b>2,048.69</b>
<b>9 Other Equity</b>				<b>1,09,788.21</b>	<b>1,03,301.93</b>
<b>10 Earning Per Share - (not annualised)</b>					
Basic (`)	2.15	(0.28)	3.03	4.23	2.32
Diluted (`)	2.15	(0.28)	3.03	4.23	2.32

## Notes :

- 1 The Board has recommended a dividend of ` 0.75 per share on Equity Shares of ` 1 each of the Company .
- 2 The Company operates in a single segment - manufacture and sale of Cement.
- 3 There were no exceptional items during the quarter and year ended on March 31, 2020.
- 4 The figures of last quarter are the balancing figures between the audited figures in respect of the full financial year up to March 31, 2020 and the unaudited published year-to-date figures up to December 31, 2019, being the date of the end of the third quarter of the financial year which were subjected to limited review.
- 5 The audited financial results of the Company were reviewed by the Audit Committee and taken on record by the Board of Directors of the Company at their respective meetings held on May 22, 2020.
- 6 The financial results of the Company have been prepared in accordance with the Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.
- 7 a. The operations of the Company were impacted in the month of March 2020 due to temporary shutdown of all plants following nationwide lockdown announced by the Government of India because of COVID-19 outbreak. The management is monitoring the situation closely and has started operating its plants in a phased manner from the last week of April. The management has made an initial assessment, based on the current situation, of the likely impact of the lockdown on overall economic environment and cement industry, in particular, based on which it expects the cement demand to stabilise in due course, as driven by measures expected to be taken by the Government; and further, does not anticipate any challenge in the Company's ability to continue as a going concern or meeting its financial obligations. The Company has additionally, on a prudent basis, assessed its property, plant and equipment for impairment and reassessed the realizability of MAT credit of ` 6,807.36 lacs as on March 31, 2020. Based on projections, future outlook and carrying value of property, plant and equipment, there is no impairment charge that needs to be recognised and further, the management is confident that it will be able to utilise MAT Credit against future tax liability.  
b. The above evaluations are based on scenario analysis carried out by the management and internal and external information available upto the date of approval of these results, which are subject to uncertainties that COVID-19 outbreak might pose on economic recovery.
- 8 The Ministry of Corporate Affairs has notified Indian Accounting Standard 116 ('Ind AS 116'), Leases, with effect from April 1, 2019. The Company has adopted the Standard with effect from the date of initial application i.e. April 1, 2019, using the modified retrospective method under the transitional provisions of the Standard. As a result, the Company has recognised right of use asset and corresponding lease liability of ` 544.21 lacs as on April 1, 2019. Further, expense towards such lease is now recorded as depreciation on right of use assets and finance costs on lease liability, instead of rent. On account of adoption of Ind AS 116, profit before tax for the year ended March 31, 2020 is lower by ` 13.41 lacs.
- 9 During the period, the Company has reclassified mining expenditure incurred for limestone extraction from cost of raw materials consumed to respective expenses based on their nature. Comparative figures of previous periods / year have also been reclassified to make them comparable with the current period's / year figures. The above reclassification has no effect on the net profit / (loss) of the Company.
- 10 The results for the quarter and year ended on March 31, 2020 are also available on the Company's website [www.orientcement.com](http://www.orientcement.com), BSE website: [www.bseindia.com](http://www.bseindia.com) and NSE website: [www.nseindia.com](http://www.nseindia.com).

Sr.No.	Particulars	As at	As at
		Mar 31, 2020	Mar 31, 2019
		(Audited)	(Audited)
<b>I) ASSETS</b>			
<b>1) NON-CURRENT ASSETS</b>			
a) Property, plant and equipment		2,20,981.95	2,29,321.42
b) Capital work-in-progress		6,676.09	4,781.31
c) Intangible assets		5,835.85	6,131.97
d) Right of Use Assets		334.61	-
e) Financial assets			
(i) Loans and Deposits		1,237.97	1,288.90
(ii) Other financial assets		2,794.33	2,069.33
f) Income tax assets (net)		691.28	255.31
g) Other assets		2,954.62	3,281.70
	<b>(A)</b>	<b>2,41,506.70</b>	<b>2,47,129.94</b>
<b>2) CURRENT ASSETS</b>			
a) Inventories		23,661.40	18,596.77
b) Financial assets			
(i) Trade receivables		16,178.49	17,951.94
(ii) Cash and cash equivalents		3,470.05	2,204.12
(iii) Bank balances other than (ii) above		132.25	672.73
(iv) Loans and Deposits		8.86	8.78
(v) Other financial assets		1,713.17	1,978.28
c) Other assets		3,308.31	4,146.32
	<b>(B)</b>	<b>48,472.53</b>	<b>45,558.94</b>
<b>TOTAL ASSETS (A)+(B)</b>		<b>2,89,979.23</b>	<b>2,92,688.88</b>
<b>II) EQUITY AND LIABILITIES</b>			
<b>1) EQUITY</b>			
a) Equity Share Capital		2,048.69	2,048.69
b) Other Equity		1,09,788.21	1,03,301.93
<b>TOTAL EQUITY (C)</b>		<b>1,11,836.90</b>	<b>1,05,350.62</b>
<b>2) LIABILITIES</b>			
<b>NON-CURRENT LIABILITIES</b>			
a) Financial Liabilities			
(i) Borrowings		1,13,539.13	1,22,624.23
(ii) Other financial liabilities		134.18	36.57
b) Provisions		3,993.21	4,298.98
c) Deferred tax liabilities (net)		12,192.19	9,609.04
	<b>(D)</b>	<b>1,29,858.71</b>	<b>1,36,568.82</b>
<b>3) CURRENT LIABILITIES</b>			
a) Contract Liabilities		2,676.70	2,852.25
b) Financial Liabilities			
(i) Borrowings		26.00	453.52
(ii) Trade Payables			
Total Outstanding Dues of Micro Enterprises and Small Enterprises		168.24	251.74
Total Outstanding Dues of Creditors other than Micro Enterprises and Small Enterprises		17,466.96	18,398.39
(iii) Other financial liabilities		20,178.76	17,869.58
c) Other liabilities		3,543.76	7,530.33
d) Provisions		4,185.98	3,132.10
e) Current tax liabilities (net)		37.22	281.53
	<b>(E)</b>	<b>48,283.62</b>	<b>50,769.44</b>
<b>TOTAL LIABILITIES (F) = (D)+(E)</b>		<b>1,78,142.33</b>	<b>1,87,338.26</b>
<b>TOTAL EQUITY AND LIABILITIES (C)+(F)</b>		<b>2,89,979.23</b>	<b>2,92,688.88</b>

## 12 Statement of Cash Flows :

(₹ In Lacs)

Particulars	Year Ended	
	Mar 31, 2020	Mar 31, 2019
	(Audited)	(Audited)
<b>(A) OPERATING ACTIVITIES :</b>		
Profit before tax	13,739.87	7,479.09
<b>Adjustments to reconcile profit before tax to net cash flows :</b>		
Depreciation and amortisation expense	14,087.49	13,271.92
Finance costs	12,232.05	11,849.93
(Profit)/Loss on sale/discard of Property, plant and equipment (net)	(7.98)	0.54
Bad debts / advances written off (net of reversals)	4.20	5.67
Provision for doubtful debts & advances	12.95	38.30
Unspent liabilities and unclaimed balances adjusted	(896.43)	(782.57)
Profit on sale of Investment in Mutual Fund (net)	(15.61)	(7.58)
Employee stock option charge/(reversal)	(125.35)	304.91
Unrealised Loss on Exchange Rate Fluctuations (net)	9.53	-
Interest Income on loans, deposits, others	(450.98)	(261.78)
<b>Working Capital Adjustments :</b>		
Decrease in trade payable and other liabilities	(4,513.52)	(1,016.09)
Increase/(Decrease) in provisions	164.00	(497.80)
Increase in inventories	(5,064.63)	(2,176.04)
Decrease in trade receivables and other assets	3,074.54	1,595.25
<b>CASH GENERATED FROM OPERATIONS:</b>	<b>32,250.13</b>	<b>29,803.75</b>
Income tax paid	(3,073.31)	(1,674.65)
<b>NET CASH FLOWS FROM OPERATING ACTIVITIES</b>	<b>29,176.82</b>	<b>28,129.10</b>
<b>(B) INVESTING ACTIVITIES :</b>		
Purchase of Property, plant and equipment and Intangibles (including capital work-in-progress)	(7,707.05)	(12,178.39)
Proceeds from sale of Property, plant and equipment	42.16	53.65
Investment in Mutual funds	(19,100.00)	(6,600.00)
Proceeds from Sale of Mutual Funds	19,115.61	6,607.58
Payments for term deposits with banks	(173.09)	(142.93)
Proceeds from maturity of term deposits with banks	-	26.20
Interest Received	497.45	241.52
<b>NET CASH FLOWS USED IN INVESTING ACTIVITIES</b>	<b>(7,324.92)</b>	<b>(11,992.37)</b>
<b>(C) FINANCING ACTIVITIES :</b>		
Proceeds from long term borrowings	-	15,300.00
Repayment of long term borrowings	(5,999.52)	(5,678.51)
Movement in short term borrowings (net)	(427.52)	(12,120.46)
Payments of Lease Liability	(245.17)	-
Interest paid	(12,061.40)	(12,787.33)
Dividends Paid (including dividend distribution tax)	(1,852.36)	(1,852.36)
<b>NET CASH FLOWS USED IN FINANCING ACTIVITIES</b>	<b>(20,585.97)</b>	<b>(17,138.66)</b>
<b>NET INCREASE / (DECREASE) IN CASH &amp; CASH EQUIVALENTS (A+B+C)</b>	<b>1,265.93</b>	<b>(1,001.93)</b>
<b>Cash &amp; cash equivalents at the beginning of the year</b>		
Balances with banks	471.15	840.28
Cheques on hand	1,730.56	2,363.14
Cash on hand	2.41	2.63
	<b>2,204.12</b>	<b>3,206.05</b>
<b>Cash &amp; cash equivalents at the end of the year</b>		
Balances with banks	1,943.55	471.15
Deposits with original maturity for less than 3 months	1,500.00	-
Cheques on hand	23.82	1,730.56
Cash on hand	2.68	2.41
	<b>3,470.05</b>	<b>2,204.12</b>

For and on behalf of the Board of Directors

New Delhi  
Date: 22nd May 2020D. D. Khetrpal  
(Managing Director & CEO)  
DIN No. 02362633