



INDEPENDENT AUDITORS' REPORT

TO
THE BOARD OF DIRECTORS OF SHIVA CEMENT LIMITED

We have audited the accompanying Statement of financial Results of **Shiva Cement Limited** ("the Company") for the year ended 31st March, 2017 ("the statement"), attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

This Statement, which is the responsibility of the company's management and have been approved by the Board of Directors, has been prepared on the basis of the related financial statements which is in accordance with the Accounting Standards prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such financial statements.

We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including assessment of the risks of material misstatement of the statements, whether due to fraud or error. In making those risk assessments; the auditor considers Internal control relevant to the Company's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Company's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

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In our opinion and to the best of our information and according to the explanations given to us the Statement :-

- (1) Is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- (2) Subject to the Basis for Qualified Opinion paragraph below, the aforesaid standalone financial statements gives a true and fair view in conformity with the accounting principles generally accepted in India, of the net loss and other financial information of the company for the year ended March 31, 2017.

1) The company is prima facie, not eligible to accept public deposits under the Companies Act, 2013 and the Companies (Acceptance of Deposit) Rules, 2014 and has not complied with all provisions thereof. In the previous years, the company had obtained expert opinion pertaining to net worth criteria for accepting, holding & renewing deposits; that does not hold good in this year considering net-worth erosion. However, there is no overdue as on 31st March-2017. Management informed that, there will be no further renewal and entire deposits will be refunded on due dates.

(2) The Company has defaulted in the repayment of installments relating to redemption of preference shares of Rs. 54.40 lacs. We have been informed that the management has approached the preference shareholders for deferment of overdue installments.

(3) The Company has defaulted in the repayment of term loan installments and interest of Rs. 662.91 lacs due to banks and financial institutions. It includes the term loan of Canara Bank amounting to Rs. 490.41 Lakhs which due to default in repayment has been treated as Non-performing Assets by the Bank and has been recalled. We have been informed that the management has approached the Bankers for reschedulement/settlement of their dues and the same is under consideration with Bank. The Company has provided interest at the document rate after becoming NPA from June 2016 to March 2017 amounting to Rs. 51.87 Lakhs.

(4) The Company has changed the basis of Amortization of deferred revenue expenses and written off entire amount of opening balance of Rs. 39.62 lakhs. The expenses of non-revenue nature incurred during the year amounting to Rs. 364.00 Lakhs has been charged to profit & loss account.

(5) During quarter ending December-2016, the Company had written off dues of ACC Ltd amounting to Rs. 422.09 Lakhs due to ongoing disputes and claims after discussing at Board level. Now same amount is reversed back during the last quarter of the year overturning previous decision. As intimated to us, the acquirer and new management are willing not to pursue disputes and claims with ACC considering good relations with them and willing to pay this amount to ACC and hence reversed back.

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(6) The interest on statutory dues provided during the year amounting to Rs.182.14 lakhs relating to prior period up to FY 2015-16 has been reflected as Prior period items in the Profit & Loss account.

(7) The company was irregular in deposit of statutory dues during the year. Statutory dues amounting to Rs. 352.23lacs were outstanding for more than six months as at 31st March, 2017.

The Statement includes the results for the Quarter ended March 31,2017 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to third quarter of current financial year which were subject to limited review by us.

For M K Thebaria & Associates.
Chartered Accountants
[FRN 321180E]





CA M K Thebaria
Partner
M.No.074746

Place : Rourkela
Date : 22/04/2017

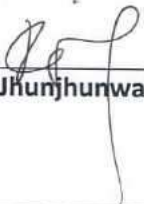





Statement on Impact of Audit Qualifications (for audit report with modified opinion) for the financial year ended on March 31, 2017 on Standalone Financial Statements
See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016

I.	Sl No.	Particulars	Audited figures (as reported before adjusting for qualification)	Audited figures (audited figures after adjusting for qualification)
	1.	Turnover/Total Income	2218.08	N.A. (As it is not possible to quantify the effect of qualification)
	2.	Total Expenditure	4299.91	
	3.	Net Profit (Loss)	(2081.83)	
	4.	Earning Per Share	(1.07)	
	5.	Total Assets	18416.93	
	6.	Total Liabilities	18416.93	
	7.	Net Worth	8365.36	
	8.	Any other financial item(s) (as felt appropriate by the management) Total Expenditure Includes Exceptional Items	1109.54	
II.	Audit Qualification			
	a. Details of Audit Qualification : Qualified Opinion as reported in Auditors' Report para no. 1 to 7 dated April 22, 2017 on Standalone Financial Statement of the Company for the year ended March 31, 2017 .			
	b. Type of Audit Qualification : Qualified Opinion			
	c. Frequency of qualification : First Time & repetitive			
	d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views : N.A.			
	e. For Audit Qualification(s) where the impact is not quantified by the auditor :	I. Management's estimation on the impact of audit qualification : N.A		
		II. If management is unable to estimate the impact, reasons for the same : The audit qualifications is relating to defaults in repayment/redemption of various dues. Board is of the opinion that due to mismatch of cash flow and poor capacity utilisation and other various reasons the said repayments could not be made during the year.		
		III. Auditors' Comment on (i) or (ii) above : The Company has not made repayments of its overdue liabilities. It is not possible to quantify the effect of the qualification.		



M K THEBARIA & ASSOCIATES
CHARTERED ACCOUNTANTS

III.	Signatories :	
	Rajendra Prasad Gupta (Managing Director)	
		
	Kashi Prasad Jhunjhunwala (Audit Committee Chairman)	
For M K Thebaria & Associates. Chartered Accountants [FRN 321180E]		
		
CA M K Thebaria Partner M.No.074746		
		
Place : Rourkela		
Date : 22/04/2017		

SHIVA CEMENT LIMITED

Regd. Office : P-25, Civil Township, Rourkela-769004
 Email : corporate@shivacement.com, Website : www.shivacement.com
 Tel : 0661-2400828, 2400168 Fax : 0661-2400172
 CIN : L26942OR1985PLC001557

Statement of Standalone Audited Results For Year/Quarter Ended on 31st March, 2017

Particulars	(Rs. in Lakh)				
	3 Months Ended			Year Ended	
	31/03/17 (Audited)	31/12/2016 (Unaudited)	31/03/16 (Audited)	31/03/17 (Audited)	31/03/16 (Audited)
Gross Sales	496.10	457.89	2198.03	2630.07	7834.20
1) a) Net Sales/Income from operations	401.73	350.97	1888.76	2197.03	6766.47
b) Other Operating Income	0.00	0.00	0.00	0.00	0.00
Total Income from operation (Net)	401.73	350.97	1888.76	2197.03	6766.47
2) Expenses					
a) Cost of Materials	346.50	181.92	892.45	962.49	4240.11
b) Changes in Inventories of finished goods, work in progress and Stock in Trade	25.49	51.92	409.70	463.42	134.43
c) Employee Benefits Expenses	105.84	110.83	84.58	371.92	330.16
d) Depreciation and Amortz. Expenses	202.36	148.13	170.81	645.33	539.64
e) Power and Fuel	104.65	90.71	131.26	413.75	534.30
f) Other expenses	186.81	106.98	149.59	484.03	603.10
Total Expenses	971.65	690.49	1838.39	3340.94	6381.74
Profit from Operation before Other Income, Finance cost, Depreciation & Amortz & exceptional items	(367.56)	(191.39)	221.18	(498.58)	924.37
3) Profit from Operation before Other Income, finance cost & exceptional items (1-2)	(560.92)	(329.52)	50.37	(1,143.91)	384.73
4) Other Income	3.80	1.24	15.21	21.05	42.21
5) Profit from ordinary activities before finance cost & exceptional items (3+4)	(566.12)	(328.28)	65.58	(1,122.86)	426.94
6) Finance cost	89.81	334.46	62.67	662.90	363.13
7) Profit from ordinary activities after finance cost but before exceptional items (5-6)	(655.93)	(672.74)	2.91	(1,785.76)	63.81
8) Exceptional items	1044.56	14.60	0.00	1109.54	0.00
9) Profit from ordinary activities before tax (7-8)	(1,700.49)	(687.34)	2.91	(2,395.30)	63.81
10) Tax expense	7.38	62.30	0.00	69.68	0.00
11) Deferred Tax	(979.56)	189.94	62.79	(883.15)	62.79
12) Net Profit from ordinary activities after tax (9-10)	(728.31)	(939.58)	(59.88)	(2,081.83)	1.02
13) Extra-ordinary item (Net of tax expense)	0.00	0.00	0.00	0.00	0.00
14) Net profit for the period (11-12)	(728.31)	(939.58)	(59.88)	(2,081.83)	1.02
15) Paid-up Capital					
Equity (F.V. Rs 2/-)	3900.00	3900.00	3740.00	3900.00	3740.00
Preference	12.09	14.22	14.44	12.09	14.44
16) Reserves excluding Revaluation Reserve	4238.77	4974.53	5992.83	4238.77	5992.83
17) Earning per share (EPS)(Basic & diluted)	-ve	-ve	-ve	-ve	0.00

M. K. Thebaria
CA. M. K. Thebaria
 Memb. No. 074746



For SHIVA CEMENT LTD.
A. K. Das
 Managing Director

M. K. Thebaria & Associates
 Chartered Accountants
 MS Complex
 Gaffur Colony, Uditnagar
 Rourkela - 769012

SHIVA CEMENT LIMITED

Regd. Office : P-25, Civil Township, Rourkela-769004

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CIN : L26942OR1985PLC001557

		As at Year End 31/03/2017	As at Year End 31/03/2016
Standalone Statement of Assets and Liabilities			
EQUITY AND LIABILITIES			
A)	Shareholders funds :		
1)	a) Capital	4126.59	3968.94
	b) Reserves and Surplus	4238.77	5992.83
	c) Money received against share Warrants	0.00	150.00
		8365.36	10111.77
2)	Non-current liabilities		
	a) Long Term borrowings	3076.00	2103.12
	b) Deferred Tax liabilities (assets)	(90.12)	793.03
	c) Other long term liabilities	573.03	669.55
	d) Long term provision	119.80	108.63
		3678.71	3674.33
3)	Current Liabilities		
	a) Short term borrowings	1999.79	2200.00
	b) Trade payables	89.18	339.45
	c) Other current liabilities	4210.31	1935.68
	d) Short term provision	73.58	63.56
		6372.86	4538.69
	TOTAL- EQUITY & LIABILITIES	18416.93	18324.79
B)	ASSETS		
1)	Non-Current Assets		
	a) Fixed Assets (net)	16086.79	12482.23
	b) Non Current Investments	0.07	0.07
	c) Long Term Loans & Advances	566.51	645.78
	d) Other Non-Current Assets	0.00	39.62
		16653.37	13167.70
2)	Current Assets		
	a) Inventories	863.51	1649.15
	b) Trade Receivables	124.12	1538.18
	c) Cash & Cash Equivalents	121.44	97.55
	d) Short Term Loans & Advances	654.49	1872.21
		1763.56	5157.09
	TOTAL ASSETS	18416.93	18324.79

Notes :

- 1) The above results were reviewed by the Audit Committee and thereafter taken on record by the Board of Directors at their meeting held on 22/04/2017.
- 2) The Figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year.
- 3) Kiln & Cement Mill was closed for 39 days & 21 days respectively during the quarter.
- 4) Exceptional items includes Rs.182.14 lakhs prior period interest on statutory dues, Rs.364.00 lakhs towards consultancy and Rs.498.42 lakhs towards write off during the quarter.
- 5) The Previous year/period figures have been re-arranged/re-grouped in conformity with current quarter/Year presentation.

By order of the Board
For SHIVA CEMENT LIMITED

(Signature)

(R P Gupta)
Managing Director
DIN - 01325989

Rourkela
Dt. 22/04/2017

SHIVA CEMENT ** SHIVA CEMENT ** SHIVA CEMENT

(Signature)
CA. M. K. Thebaria
Memb. No. 074746

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