

**INDEPENDENT AUDITORS' REPORT**

**TO**  
**THE BOARD OF DIRECTORS**  
**SHIVA CEMENT LIMITED**

1. We have audited the accompanying **Statement of Standalone Audited Results** for the quarter and year ended March 31, 2018 ("the Statement") of **SHIVA CEMENT LIMITED** ("the Company"), being submitted by the Company pursuant to the requirement of Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FCA/62/2016 dated July 5, 2016.

This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related Standalone Ind AS financial statements which have been prepared in accordance with Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder ("Ind AS") and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement based on our audit of such standalone financial statements.

2. 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 Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Ind AS financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial controls 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 the 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 we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016; and
  - gives a true and fair view in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India of the net loss and total comprehensive income and other financial information of the Company for the year ended March 31, 2018.
4. The Statement includes the results for the Quarter ended March 31, 2018 being the balancing figure between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subject to limited review by us.
5. The previously issued financial information of the Company for the quarter and year ended March 31, 2017 prepared in accordance with the Companies (Accounting Standards) Rules, 2006, and audited by the predecessor auditor, has been restated to comply with Ind AS and included in this Statement as comparative financial information.

For **SHAH GUPTA & CO.,**  
Chartered Accountants  
Firm Registration No.: 109574W

  
Vipul K Choksi

Partner  
M. No.037606  
Place: Mumbai  
Date: April 21, 2018



## SHIVA CEMENT LIMITED

Registered Office : YY05, Civil Township - Rourkela 769 004  
Corporate Identity Number (CIN) : L26942OR1985PLC001557

Statement of Audited Financial Results for the Quarter and Year ended 31<sup>st</sup> March, 2018

(₹ in lakhs)

Sr No.	Particulars	Quarter Ended			Year Ended	
		31.03.2018	31.12.2017	31.03.2017	31.03.2018	31.03.2017
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
<b>1</b>	<b>Income</b>					
	a Revenue from operations (Refer note 5)	891.55	436.35	437.89	2,603.95	2,391.15
	b Other income	4.63	4.42	3.80	28.01	21.05
	<b>Total income</b>	<b>896.18</b>	<b>440.77</b>	<b>441.69</b>	<b>2,631.96</b>	<b>2,412.20</b>
<b>2</b>	<b>Expenses</b>					
	(a) Cost of materials consumed	182.29	142.95	147.61	651.16	593.15
	(b) Purchase of traded goods	87.00	-	-	87.00	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(18.23)	9.03	25.48	(128.25)	463.42
	(d) Employee benefits expense	91.19	81.54	104.56	373.02	366.74
	(e) Finance costs	351.48	397.71	107.17	1,377.06	776.63
	(f) Depreciation and amortisation expense	194.60	193.55	163.53	794.11	594.40
	(g) Power and fuel	388.01	192.67	303.54	1,199.54	783.09
	(h) Excise duty expenses	-	-	36.15	77.54	194.51
	(i) Freight and forwarding expense	130.14	72.29	7.95	428.81	18.28
	(j) Legal and professional fees	12.43	3.92	26.32	42.84	47.53
	(k) Stores & spares consumed	13.12	64.08	42.34	201.70	90.75
	(l) Repairs and maintenance	25.49	82.81	61.22	173.61	136.73
	(m) Other expenses	77.43	86.76	107.91	331.55	261.41
	<b>Total Expenses</b>	<b>1,534.97</b>	<b>1,327.30</b>	<b>1,133.79</b>	<b>5,609.68</b>	<b>4,326.62</b>
<b>3</b>	<b>Loss before exceptional items (1-2)</b>	<b>(638.79)</b>	<b>(886.54)</b>	<b>(692.10)</b>	<b>(2,977.71)</b>	<b>(1,914.43)</b>
<b>4</b>	<b>Exceptional Items (Refer note 8)</b>	-	-	1,044.57	1,011.41	1,109.54
<b>5</b>	<b>Loss from ordinary activities before tax (3-4)</b>	<b>(638.79)</b>	<b>(886.54)</b>	<b>(1,736.67)</b>	<b>(3,989.13)</b>	<b>(3,023.97)</b>
<b>6</b>	<b>Tax Expense</b>					
	(a) Current tax	-	-	-	-	-
	(b) Deferred tax	(879.67)	-	(1,002.33)	(879.67)	(974.24)
<b>7</b>	<b>Profit/(Loss) for the period / year (5-6)</b>	<b>240.88</b>	<b>(886.54)</b>	<b>(734.33)</b>	<b>(3,109.46)</b>	<b>(2,049.73)</b>
<b>8</b>	<b>Other comprehensive income (net of tax)</b>					
	(a) Items that will not be reclassified to profit and loss	20.02	(1.75)	(0.00)	0.81	(5.19)
	(b) Items that will be reclassified to profit and loss	-	-	-	-	-
<b>9</b>	<b>Total Profit/(Loss) after comprehensive income (after tax) (7+8)</b>	<b>260.91</b>	<b>(888.29)</b>	<b>(734.33)</b>	<b>(3,108.65)</b>	<b>(2,054.91)</b>
<b>10</b>	<b>Paid-up equity share capital (Face Value ₹ 2/- Per Share)</b>	<b>3,900.00</b>	<b>3,900.00</b>	<b>3,900.00</b>	<b>3,900.00</b>	<b>3,900.00</b>
<b>11</b>	<b>Other equity</b>				<b>1,178.36</b>	<b>4,287.01</b>
<b>12</b>	<b>Earnings per share (of ₹ 2/- each, fully paid up)</b>					
	(a) Basic & Diluted in ₹	<b>0.13</b>	<b>(0.46)</b>	<b>(0.38)</b>	<b>(1.59)</b>	<b>(1.05)</b>

Note: Quarter ended earnings per share are not annualised as stated above

## Notes:

- The above results for the quarter and year ended March 31, 2018 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on April 21, 2018.
- Tax expense includes deferred tax for the year ended March 31, 2018 amounting Rs. 879.67 lakhs, based upon reasonable certainty of adequate profit in future management has recognised deferred tax asset.
- The financial results of the Company have been prepared in accordance with Indian Accounting Standard (Ind AS) notified under the Companies (Indian Accounting Standard) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016. The Company adopted Ind AS from 1<sup>st</sup> April 2017, and accordingly, these financial statements along with the comparatives have been prepared in accordance with the recognition and measurement principles in Ind AS 34 - Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- The Company is primarily engaged in the business of manufacturing and sale of Cement and Cement related products. All other activities of the Company revolve around the main business and accordingly there are no separate reportable segments, as per the Indian Accounting Standard on 'Operating Segments' (Ind AS 108) specified under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India.
- The Government of India introduced the Goods and Service tax (GST) with effect from July 01, 2017. GST is collected on behalf of the Government and no economic benefit flows to the entity and does not result in an increase in equity, consequently revenue for the period ended March 31, 2018 is prepared net of GST. Revenue of earlier periods included Excise duty which now is subsumed in GST. The revenue for the year ended March 31, 2018 includes Excise duty upto June 30, 2017.
- The figures for the previous periods have been regrouped / reclassified / restated wherever necessary in order to make them comparable with figures for the period ended March 31, 2018.



- 7 The financial result for the quarter and year ended March 31, 2017 have been audited by the predecessor auditor.
- 8 Exceptional item for the year ended March 31, 2018 amounting to Rs 1011.41 lakhs represents settlement of old quality claims and interest on disputed security deposit under long-term supply agreement of cement.
- 9 Reconciliation of net loss as previously reported on account of transition from the previous Indian GAAP to Ind-AS for the quarter and year ended March 31, 2017:

Sr.No.	Particulars	Quarter ended 31.03.2017 in lakhs	Year ended 31.03.2017 in lakhs
	<b>Loss under previous Indian GAAP</b>	<b>(728.30)</b>	<b>(2,081.83)</b>
(a)	Unwinding of site restoration liability	4.87	31.34
(b)	On account of depreciation and amortisation due to recognition of assets	0.00	0.00
(c)	Reclassification of net actuarial loss on defined obligation to Other Comprehensive Income (OCI)	(1.30)	(5.19)
(d)	On account other adjustments	13.17	97.04
(e)	Deferred tax on above adjustments (net)	(22.77)	(91.09)
	<b>Loss under Ind AS</b>	<b>(734.33)</b>	<b>(2,049.73)</b>

Note : Under previous GAAP, total comprehensive income was not reported. Therefore, the above reconciliation starts with net profit under the previous GAAP.

- 10 Reconciliation of total equity as per previous Indian GAAP to Ind AS is as under:

Sr.No.	Particulars	As at 31.03.2017 in lakhs
<b>1</b>	<b>II GAAP</b>	
	Share Capital	4,126.59
	Reserves and surplus	4,238.77
	<b>Total Equity as per GAAP</b>	<b>8,365.36</b>
<b>2</b>	<b>Impact due to Ind AS</b>	
(a)	Finance cost on unwinding of site restoration liability	(264.02)
(b)	Depreciation on site restoration liability	(0.01)
(c)	Preference shares reclassified to borrowings	(12.09)
(d)	Financial liabilities measured at amortised cost using effective rate method	21.39
(e)	Deferred tax impact on above	82.22
	<b>Total Ind AS Impact</b>	<b>(172.51)</b>
<b>3</b>	<b>Impact due to error &amp; omission</b>	
(a)	Asset derecognised and charged to revenue	(65.70)
(b)	Premium on redemption of preference shares	(42.32)
(c)	Impact due to change in depreciation/amortization	(8.29)
(d)	Others	(0.07)
(e)	Deferred tax impact on above	110.54
	<b>Total impact due to error &amp; omission</b>	<b>(5.84)</b>
	<b>Total equity as per Ind AS</b>	<b>8,187.01</b>

- 11 The figures for the quarter ended March 31, 2018 is the balancing figures between audited figures for the financial year ended March 31, 2018 and the unaudited published year to date figures upto the third quarter of the financial year.

Place: Mumbai  
Date: 21.04.2018



For and on behalf of Board of Directors  
Shiva Cement Limited

Manoj Kumar-Rustagi  
Whole time Director



Shiva Cement Limited

Statement of Assets & Liabilities

(₹ in lakhs)

Particulars	As at 31.03.2018	As at 31.03.2017
	(Audited)	(Audited)
<b>A ASSETS</b>		
<b>1 Non-current assets</b>		
(a) Property, plant and equipment	13,645.91	14,221.46
(b) Capital work-in-progress	73.82	0.00
(c) Intangible assets	1,009.75	1,063.49
(d) Intangible assets under development	8.94	17.67
(e) Financial assets		
(i) Other financial assets	274.95	208.91
(f) Deferred tax assets (net)	1,590.69	711.02
(g) Other non current assets	1,691.29	795.13
<b>Total non-current assets</b>	<b>18,295.35</b>	<b>17,017.68</b>
<b>2 Current assets</b>		
(a) Inventories	1,306.61	863.51
(b) Financial assets		
(i) Trade receivables	419.49	124.12
(ii) Cash and cash equivalents	46.48	47.39
(iii) Bank balances other than (ii) above	71.64	67.13
(iv) Other financial assets	89.07	55.37
(c) Other current assets	208.20	473.89
<b>Total current assets</b>	<b>2,141.49</b>	<b>1,631.41</b>
<b>TOTAL ASSETS</b>	<b>20,436.84</b>	<b>18,649.09</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 Equity</b>		
(a) Equity share capital	3,900.00	3,900.00
(b) Other equity	1,178.36	4,287.01
<b>Total equity</b>	<b>5,078.36</b>	<b>8,187.01</b>
<b>2 Non-current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	12,403.00	2,879.26
(b) Provisions	446.39	407.18
<b>Total non-current liabilities</b>	<b>12,849.39</b>	<b>3,286.44</b>
<b>3 Current liabilities</b>		
(a) Financial liabilities		
(i) Borrowings	-	1,999.79
(ii) Trade payables	375.38	693.74
(iii) Other financial liabilities	1,717.10	3,579.85
(b) Other current liabilities	401.33	883.88
(c) Provisions	15.26	18.39
<b>Total current liabilities</b>	<b>2,509.07</b>	<b>7,175.65</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>20,436.84</b>	<b>18,649.09</b>



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CIN L26942OR1985PLC001557

# SHIVA CEMENT LIMITED

PLOT NO. YY-5,  
CIVIL TOWNSHIP  
7&8 AREA, ROURKELA  
ODISHA, INDIA. PIN - 769004.

<b>BSE Ltd.</b> Corporate Relationship Department, 1st Floor, New Trading Ring, Rotunda Building, P / Towers, Dalal Street, Fort, Mumbai - 400 001 <b>corp.relations@bseindia.com</b> Scrip Code - 532323	<b>The Calcutta Stock Exchange Limited</b> 7, Lyons Range Kolkata 700001 listing@cse-india.com Scrip Code - 029983
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Dear Sir / Madam

**Sub: Declaration of audit report with unmodified opinion for the year ended 31<sup>st</sup> March, 2018, pursuant to Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

In terms of SEBI Circular CIR/CFD/CMD/56/2016 dated May 26, 2016 and Regulation 33(3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), we hereby declare that the Statutory Auditors of the Company i.e. M/s Shah Gupta & Co., Chartered Accountants, Mumbai (Firm Registration No. 109574W) have issued Audit Reports with unmodified opinion on the Standalone Financial Statement of the Company for the year ended 31<sup>st</sup> March, 2018.

We request you to kindly take note of the aforesaid.

Yours faithfully,  
For Shiva Cement Limited

  
Girish Menon  
Chief Financial Officer



Date: 21.04.2018