



Anjani Portland Cement Limited

37th Annual Report

2020-21





37th Annual Report 2020 - 21

www.anjanicement.com

Anjani Portland Cement Limited

Board of Directors

Mr. N. Venkat Raju	I	Managing Director
Mrs. V. Valliammai	I	Chairperson, Independent Director
Mr. A. Subramanian	I	Non-Executive Director
Mr. RM Palaniappan	I	Independent Director
Mr. V. Palaniappan	I	Non-Executive Director
Dr. (Mrs.) S.B. Nirmalatha	I	Non-Executive Director

Management Team

Mr. A. Narayana Rao	I	Sr. Vice President (Marketing)
Mr. M.L. Kumavat	I	Chief Financial Officer
Mr. D.V. Subba Raju	I	Assistant Vice President (E & I)
Mr. Rohit Taparia	I	Company Secretary (Till March 09, 2021)
Mr. Subhanarayan Muduli	I	Company Secretary (w.e.f. April 01, 2021)

Registered Office

A-610, Kanakia Wall Street,
Chakala Junction,
Andheri-Kurla Road,
Andheri (East),
Mumbai – 400093

Corporate Office

#6-3-553, Unit Nos. E3 & E4,
4th Floor, Quena Square,
Off Taj Deccan Road, Erramanzil,
Hyderabad – 500082

Statutory Auditors

Ramanatham & Rao
Chartered Accountants,
P.B.No. 2102, Flat No. 302,
Kala Mansion, Sarojini Devi Road,
Secunderabad – 500003, TS

Cost Auditors

Narasimha Murthy & Co.,
3-6-365, 104 & 105, Pavani Estate,
Himayat Nagar,
Hyderabad - 500029

Factory

Chintalapalem (V & M),
Suryapet (District),
Telangana State – 508246

Internal Auditors

M. Bhaskara Rao & Co.,
Chartered Accountants,
5-4, 5th Floor, "Kautilya", 6-3-652,
Somajiguda, Hyderabad– 500482

Registrars & Share Transfer Agents

KFIN Technologies Pvt. Ltd.,
Karvy Selenium Tower B,
Plot No 31-32, Gachibowli,
Financial District, Nanakramguda,
Hyderabad - 500032

Bankers

HDFC Bank,
State Bank of India,
Lakshmi Vilas Bank.

Table of Contents



Notice		5
Directors' Report		13
Corporate Governance Report		30
Business Responsibility Report		40
Independent Auditors' Report		48
Balance Sheet		56
Statement of Profit and Loss		57
Statement of Cash Flows		58
Notes on Accounts		61

PERFORMANCE AT A GLANCE

Particulars	2014-15	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21
PRODUCTION in MT's							
Cement	6,55,896	7,57,229	8,49,656	9,18,441	9,88,030	8,29,656	8,31,901
Capacity Utilisation (%)	57%	65%	73%	79%	85%	72%	72%
SALES IN MT's							
Cement & Clinker	6,85,022	7,60,174	8,49,933	9,26,810	11,69,878*	11,07,446**	9,70,403***

*Including 1,77,565 MT of Traded Cement, ** Including 2,24,098 MT of Traded cement

***Including 1,12,722 MT of Traded Cement

FINANCIAL HIGHLIGHTS	(Rs. In Lakhs)						
Turnover (Gross)	30,436	31,944	36,010	37,359	43,747	40,893	40,720
Gross Profit	5,236	8,300	8,369	6,068	5,750	8,393	12,243
Finance Costs	2,780	1,584	944	625	172	33	65
Depreciation	1,059	2,312	1,706	1,875	1,913	2,004	2,026
Profit/(Loss) Before Tax	1,397	4,404	5,719	3,568	3,665	6,356	10,152
Provision for Taxation							
- Current Tax	-	929	1,247	763	1,419	2,369	2,903
- Deferred Tax	(274)	1,496	(16)	461	(70)	(48)	(1,249)
Net Profit/(Loss) After Tax	1,671	1,979	4,488	2,344	2,316	4,035	8,498
Cash Profit	2,456	5,787	6,178	4,680	4,159	5,991	9,275
PAID - UP SHARE CAPITAL	1,839	1,839	2,529	2,529	2,529	2,529	2,529
RESERVES & SURPLUS	5,907	6,894	17,894	19,944	21,636	24,863	32,102
RATIOS							
PBDIT to Gross Sales	17.33%	25.99%	23.26%	16.25%	13.14%	20.52%	30.07%
(%) PBT to Gross Sales	4.62%	13.79%	15.90%	9.55%	8.38%	15.54%	24.93%
(%) EPS (in Rupees)	9.09	9.87	18.60	9.27	9.16	15.96	33.61
Debt to Equity	2.47	1.58	0.37	0.18	0	0	0
Book Value per Share	42	47	81	89	96	108	137
(in Rupees)							
Dividend (%)	-	-	20	20	25	50	50

ANJANI PORTLAND CEMENT LIMITED

CIN: L26942MH1983PLC265166

Regd. Office: A-610, Kanakia Wall Street, Chakala Junction, Andheri-Kurla Road,
Andheri (East), Mumbai 400093. Tel. No.: 022 62396051

Email id: secretarial@anjanicement.com **website:** www.anjanicement.com

**NOTICE**

Notice is hereby given that the Thirty Seventh Annual General Meeting of the Members of Anjani Portland Cement Limited will be held on Wednesday, September 15, 2021, at 10:30 a.m. through Video Conferencing (VC) / Other Audio Visual Means (OAVM) to transact the following business:

ORDINARY BUSINESS:

1. To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2021, together with the reports of the Board of Directors and Auditors thereon.
2. To declare dividend for the financial year 2020-21.
3. To appoint a Director in place of Dr. (Mrs.) S.B. Nirmalatha (DIN: 03092392) who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

4. Ratification of Remuneration payable to Cost Auditor:

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

"RESOLVED THAT subject to Section 148 and other applicable provisions of the Companies Act, 2013 and the relevant rules thereunder, a remuneration of ₹ 2,00,000 (Rupees Two Lakhs only) plus applicable taxes and out of pocket expenses, payable to M/s Narasimha Murthy & Co., (Firm Registration Number 000042) Cost Auditors for audit of the cost records of the Company for the financial year ending March 31, 2022 as approved by the Board of Directors of the Company be and is hereby ratified."

5. Approval for Material Related Party Transactions:

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution:**

"RESOLVED THAT, pursuant to the provisions of Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, consent of the members of the Company be and is hereby accorded for borrowing an amount which shall not exceed the limits set out under Section 180 (1) (c) and 180 (1) (a) of the Companies Act, 2013, from Chettinad Cement Corporation Private Limited, a related party of the Company as per the provisions of the Companies Act, 2013 and Listing Regulations.

RESOLVED FURTHER THAT the Board of directors of the Company be and are hereby authorized to take such steps as may be necessary to do all acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effect to this Resolution."

On Behalf of the Board of Directors

Date: August 12, 2021
Place: Chennai

Subhanarayan Muduli
Company Secretary
Membership No A41513

NOTES:

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Business at the meeting, is annexed hereto.
2. In view of the continuing Covid-19 pandemic, the Ministry of Corporate Affairs ("MCA") has vide its circulars dated April 8, 2020, April 13, 2020, May 5, 2020 and January 13, 2021 (collectively referred to as "MCA Circulars") and Securities and Exchange Board of India ("SEBI") vide its circular no. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020 in relation to "Additional relaxation in relation to compliance with certain provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 – Covid-19 pandemic" and circular no. SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021 in relation to "Relaxation from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 due to the Covid -19 pandemic" (collectively referred to as "SEBI Circulars"), permitted the holding of the "AGM" through Video Conferencing (VC) / Other Audio-Visual Means (OAVM), without the physical

presence of the Members at a common venue. Accordingly, in compliance with the provisions of the Companies Act, 2013, SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and MCA Circulars, the AGM of the Company is being held through VC / OAVM.

3. The AGM is being held pursuant to the MCA Circulars through VC / OAVM, physical attendance of Members has been dispensed with. **Accordingly, the facility for appointment of proxies will not be available for the AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice.**
4. Corporate Members are required to send a scanned copy (PDF / JPG Format) of its Board or Governing Body Resolution/Authorization etc., authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote through remote e-voting to M/s. KFin Technologies Private Limited (KFinTech), Registrar and Transfer Agent, by e-mail through its registered e-mail address to raghu.veedha@kfintech.com or secretarial@anjanicement.com.
5. In compliance with the aforesaid MCA and SEBI Circulars, Notice of the AGM along with the Annual Report 2020-21 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company or CDSL / NSDL ("Depositories"). Members may note that the Notice and Annual Report 2020-21 will also be available on the Company's website www.anjanicement.com, websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively, and on the website of KFIN Technologies Private Limited at <https://www.kfintech.com>.
6. Pursuant to Rule 8 of Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016, the Company has uploaded the details of unclaimed/ unpaid dividends lying with the Company on the website of the Company at http://anjanicement.com/statement_unclaimed_dividend.html, and also on the website of the Ministry of Corporate Affairs. The dividends remaining unpaid for a period of over 7 years will be transferred to the Investor Education & Protection Fund (IEPF) of the Central Government. Hence, the members who have not claimed their dividend relating to the earlier years may write to the Company for claiming the amount before it is so transferred to the Fund. For the details of due dates for transfer of such unclaimed dividend to the said Fund are:

Financial Year	Date of Declaration	Dividend (%)	Due date of Transfer to IEPF
2016-17 (Interim)	14-09-2016	10	19-10-2023
2016-17 (Final)	08-09-2017	10	12-10-2024
2017-18	07-09-2018	20	11-10-2025
2018-19	28-08-2019	25	03-10-2026
2019-20	21-08-2020	50	26-09-2027

In accordance with Section 125(5) of the Companies Act, 2013, the Company has transferred the unclaimed/unpaid dividends lying with the Company for a period of over 7 years, to the IEPF established by the Central Government.

In accordance with Section 124(6) of the Companies Act, 2013, read with the Investor Education and Protection Fund Authority (Accounting, Auditing, Transfer and Refund) Rules, 2016, the shares in respect of which, dividend has not been paid or claimed for 7 consecutive years or more have been transferred by the Company to IEPF. The shareholders / their legal heirs are entitled to claim the said shares and the dividend so transferred from the IEPF by making an online application in Form No: IEPF-5 to the IEPF Authority.

7. Members whose email address are not registered can register the same in the following manner:
 - a. Members holding share(s) in physical mode can register their e-mail ID by sending mail to raghu.veedha@kfintech.com and provide the requisite details of their holdings and documents for registering their e-mail address; and
 - b. Members holding share(s) in electronic mode are requested to register / update their e-mail address with their respective Depository Participants ("DPs") for receiving all communications from the Company electronically.
8. The Company has engaged the services of KFinTech, Registrar and Transfer Agent as the authorized agency for conducting of the AGM and providing e-voting facility.
9. Relevant documents referred to in the accompanying Notice calling the AGM are available on the website of the Company for inspection by the Members.
10. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
11. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.

12. Members are advised to refer to the section titled 'Investor Relation' provided on the website of the Company at www.anjanicement.com for the Annual Report.
13. As mandated by SEBI, effective from April 1, 2019, that securities of listed companies shall be transferred only in dematerialised form. In order to facilitate transfer of share(s) in view of the above and to avail various benefits of dematerialisation, Members are advised to dematerialise share(s) held by them in physical form.
14. The Register of Members and the Share Transfer books of the Company will remain closed from Thursday, September 9, 2021 to Wednesday, September 15, 2021 (both days inclusive). The record date for determining entitlement to dividend for the year ended March 31, 2021 to be declared at the AGM shall be Wednesday, September 8, 2021.
15. **Instructions For attending the AGM and e-voting are as follows:**

A. Instructions for attending the AGM :

1. Members will be able to attend the 37th AGM through VC / OAVM by using their remote e-voting login credentials and selecting the 'Event' for Company's AGM at <https://evoting.kfintech.com>. Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in the Notice. Further, Members can also use the OTP based login for logging into the e-voting system.
2. Facility of joining the AGM through VC / OAVM shall open 15 minutes before the time scheduled for the AGM and will be closed on expiry of 15 minutes from the conclusion of the AGM. Members who want to ask question may write to the company at secretarial@anjanicement.com at least two days prior to the date of AGM and the same will be answered during the AGM.
3. Members who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered e-mail address mentioning their name, DP ID and Client ID / folio number, PAN, mobile number at avr@anjanicement.com at least 48 hours in advance before the start of the meeting. Those Members who have registered themselves as a speaker will only be allowed to express their views / ask questions during the AGM. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.
4. Facility of joining the AGM through VC / OAVM shall be available for 1000 members on first come first served basis. However, the participation of members holding 2% or more shares, Promoters, Institutional Investors, Directors, Key Managerial Personnel, Chairpersons of Audit Committee, Stakeholders Relationship Committee, Nomination and Remuneration Committee and Auditors are not restricted on first come first serve basis.
5. Members who need technical assistance before or during the AGM, can contact Kfintech at 1800 309 4001 (toll free) or contact Mr. Raghunath Veedha on (040)67161606 or write mail at emeetings@kfintech.com.

B. Instructions for Remote e-voting:

1. In compliance with the provisions of Section 108 of the Companies Act, 2013 read with Rules made thereunder and Regulation 44 of the SEBI Listing Regulations, the Company is offering e-voting facility to all Members of the Company. A person, whose name is recorded in the Register of Members or in the Register of Beneficial Owners (in case of electronic shareholding) maintained by the Depositories as on the cut-off date i.e. Wednesday, September 8, 2021 only shall be entitled to avail the facility of remote e-voting/e-voting at the AGM. Kfintech will be facilitating remote e-voting to enable the Members to cast their votes electronically. Members can cast their vote online from 10:00 A.M. (IST) on Sunday, September 12, 2021 till 5:00 P.M. (IST) on Tuesday, September 14, 2021. At the end of remote e-voting period, the facility shall forthwith be blocked.
2. The Members who have cast their vote by remote e-voting prior to the AGM may also attend/ participate in the AGM through VC / OAVM but shall not be entitled to cast their vote again.
3. The Members present in the AGM through VC / OAVM facility and have not cast their vote on the Resolutions through remote e-voting, and are otherwise not barred from doing so, shall be eligible to vote through e-voting system during the AGM.
4. The procedure and instructions for e-voting are as follows:
 - a. Open your web browser during the remote e-voting period and navigate to <https://evoting.kfintech.com>.

- b. Enter the login credentials i.e. User-ID and password mentioned in your mail. Your Folio No./DP ID No. / Client ID will be your User ID.

User – ID For Members holding shares in Demat Form:-

For NSDL :- 8 Character DP ID followed by 8 Digits Client ID.

For CDSL :- 16 digits beneficiary ID.

User – ID For Members holding shares in Physical Form:-

Event Number followed by Folio No. registered with the Company.

Password: Your unique password is sent via e-mail forwarded through the electronic notice.

Captcha: Please enter the verification code i.e. the alphabets and numbers in the exact way as they are displayed for security reasons.

- c. After entering these details appropriately, click on “LOGIN”.
 - d. Members holding shares in Demat / Physical form will now reach Password Change menu wherein they are required to mandatorily change their login password in the new password field. The new password has to be minimum 8 characters consisting of at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character (@, #, \$, etc.). Kindly note that this password can be used by the Demat account holders for voting in any other Company on which they are eligible to vote, provided that the other company opts for e-voting through Kfintech e-voting platform. System will prompt you to change your password and update your contact details like mobile number, e-mail ID, etc. on first login. You may also enter the secret question and answer of your choice to retrieve your password in case you forget it.
 - e. You need to login again with the new credentials.
 - f. On successful login, system will prompt you to select the ‘EVENT’ i.e., Anjani Portland Cement Limited.
 - g. If you are holding shares in Demat form and had logged on to “<https://evoting.kfintech.com>” and have cast your vote earlier for any company, then your existing login ID and password are to be used.
 - h. On the voting page, you will see Resolution Description and against the same the option ‘FOR / AGAINST / ABSTAIN’ for voting. Enter the number of shares (which represents the number of votes) under ‘FOR / AGAINST / ABSTAIN’ or alternatively you may partially enter any number in ‘FOR’ and partially in ‘AGAINST’, but the total number in ‘FOR / AGAINST’ taken together should not exceed your total shareholding. If you do not wish to vote, please select ‘ABSTAIN’.
 - i. Cast your vote by selecting an appropriate option and 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.
 - j. Once you ‘CONFIRM’ your vote on the Resolution whether partially or otherwise, you will not be allowed to modify your vote.
5. Corporate Members (i.e. other than Individuals, HUF, NRI, etc.) are required to send scanned copy (PDF / JPG format) of the relevant Board or Governing Body Resolution / Authorisation together with attested specimen signature of the duly authorised signatory(ies) who are authorised to vote, to ‘raghu.veedha@kfintech.com’ or ‘secretarial@anjanacement.com’ (Details are given in point 4 above). The file / scanned image of the Board Resolution / Authority Letter should be in the naming format ‘Corporate Name Event no.’
 6. The voting rights of the Members shall be in proportion to the number of shares held by them in the equity share capital of the Company as on the cut-off date being Wednesday, September 8, 2021.

Any person who acquires shares of the Company and becomes member of the Company after the date of dispatch of Notice and holds shares as on the cut-off date may obtain the User ID and password/PIN by sending a request to Kfintech.

In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company shall be entitled to vote at the AGM.