



SAGAR CEMENTS LIMITED

SCL:SEC:NSE:BSE:2017-18

22nd September, 2017

The National Stock Exchange of India Ltd.,
"Exchange Plaza", 5th Floor
Bandra - Kurla Complex
Bandra (East)
Mumbai - 400 051

The Secretary
BSE Limited
P J Towers
Dalal Street
Mumbai - 400 001

Symbol: SAGCEM
Series: EQ

Scrip Code: 502090

Dear Sirs

Sub: Disclosure of the proceedings of the 36th AGM under Regulation 30 read with Para A (13) of the Schedule III of SEBI (LODR) Regulations 2015

We refer to our Letter dt.28.8.2017 with which we had forwarded our Annual Report containing the Notice of our 36th AGM for, inter-alia, seeking the approval of our shareholders for passing the resolutions mentioned therein.

Sl.No.	Description of Resolution
1	Adoption of Statement of stand-alone and consolidated financial statements, Reports of Board of Directors and Auditors thereon for the year ended 31 st March, 2017
2	To declare dividend @ Rs.1.50 per share (15%) on the 2,04,00,000 equity shares of Rs.10/- each of the company for the financial year ended 31 st March 2017.
3	To appoint a director in the place of Shri S.Sreekanth Reddy, who retires by rotation and being eligible offers himself for re-appointment.
4	To appoint a director in the place of Mrs.S.Rachana, who retires by rotation and being eligible offers herself for re-appointment
5	Ratification of appointment of Auditors
6	Ratification of the remuneration payable to the Cost Auditors

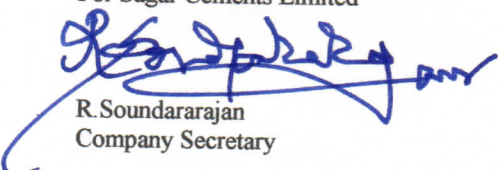
Accordingly, the said AGM was held today and all the above said resolutions were duly deliberated.

The voting results on the above resolutions will be furnished to your Exchange under Regulation 44 (3) of the above said Regulation in the prescribed format separately within the prescribed time.

In this connection, we forward herewith a copy of the speech delivered by our Chairman at the above said meeting.

Thanking you

Yours faithfully
For Sagar Cements Limited


R.Soundararajan
Company Secretary

Encl.





Sagar Cements Limited

Chairman's Address

Speech delivered by Shri O.Swaminatha Reddy, Chairman at the

36th Annual General Meeting of the Company held at Hyderabad on 22nd September, 2017

Dear Members

At this 36th Annual General Meeting, on behalf of the Board of Directors of Sagar Cements Limited, I extend a warm welcome to all the shareholders of the company and their representatives.

It has always been a pleasure for me to be with you on occasions like this and I thank you sincerely for your presence. I am sure that a number of shareholders would have already exercised their voting through electronic mode or ballots over the past few days on the various resolutions proposed in the Notice of this Meeting.

As the standalone and the consolidated financial statements of the Company for the year ended 31st March 2017 together with the report of the Directors have already been with you for quite some time, I would like to proceed sharing of my views more on the current scenario that is relevant to your Company.

Economic Scenario

During the year, the Central Government among many decisions taken, took two important decisions namely demonetization and introduction of GST, which together have had a profound impact on the economy as a whole.

As far as the GST is concerned, this measure is long overdue and I am sure that the initial bottlenecks, if any, of this tax reform will be sorted out soon for the benefit of all.

Coming to the cement industry, as the monsoon is still active in certain areas, the current subdued trend in the infrastructural and real estate activities are likely to continue for a while. Yet the long-term prospects for the cement industry as a whole continue to be bright as the cement consumption, driven by higher off-take by all user segments, has already started slowly picking up.

Company Scenario

As the 36th Annual Report contains a detailed analysis of the performance of your company during the said year, I confine myself to making a reference to the completion of the acquisition of a grinding unit of 0.181 MTs capacity at Bayyavaram in Vishakhapatnam District and setting up of a waste heat recovery plant of 6 MW capacity at the Mattampally Unit both of which along with the expected completion of the coal based Power plant of 18 MW capacity presently under implementation at your Mattampally plant, will play a significant role in reducing the fuel and transport cost. The capacity of the said grinding unit at Bayyavaram has since been expanded to 0.3 MT capacity and efforts are underway to expand it to reach 1.5 million ton capacity. This acquisition enables your company to transport clinker from Mattampally plant to Bayyavaram, for grinding it as cement to meet the growing demand in North Coastal Districts of Andhra Pradesh, Odisha and West Bengal.

Your company is also keen on extending its marketing foot print and popularize its brand (Sagar) to newer areas, keeping the transportation cost to the minimum, by setting up of manufacturing facilities in places closer to these areas wherever opportunities are available or go through marketing tie-up with the local manufacturers, wherever it would make business sense.

Subsidiary Company

I am happy to inform you that Sagar Cements (R) Limited, the wholly-owned subsidiary of your company after settling all the troubles faced by it, is operating at a capacity of 67% and its power plant of 25 MW capacity is also operating at its optimal capacity. I am sure that this subsidiary will improve its performance further and make a reasonably good profit.

Future outlook

As the performance of both the units, Sagar and its wholly-owned subsidiary, being good in the first quarter, I hope that with the current monsoon season in the second quarter coming to an end, the cement prices would stabilize at reasonable levels in the months to come and your company would be able to show a better performance in the current year.

I am hopeful that the initiatives like development of smart cities as announced by the Central Government would also energize the infrastructure and housing sectors.

With the positives in the economy of our country and the assurance of good corporate governance, I would like to assure you that your Company will continue to work with a much stronger commitment.

Conclusion

Further, I would like to express my sincere thanks to the Financial Institutions, Banks and various departments of Central and State Governments, Distributors and Dealers and all our other business associates.

Let me also place on record my appreciation of the contribution made by the employees of your Company at all levels and of the unstinted support extended by my colleagues on the Board in all decisions taken at its Meetings and thereafter.

Before I conclude, would like to thank the shareholders for their trust and confidence reposed on the management of the company. In this connection I would like to recall our recent issue of shares through preferential allotment and Qualified Institutional Placement, which received a overwhelming support from the investors making it a success story and I thank the investors for the same.

Thank you once again for your participation in this meeting and your patient hearing.

Hyderabad
22nd September, 2017

O.Swaminatha Reddy
Chairman