

TAMIL NADU CEMENTS CORPORATION LIMITED-CH-35

48TH ANNUAL REPORT 2023-24

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TAMIL NADU CEMENTS CORPORATION LIMITED

(A GOVERNMENT OF TAMIL NADU UNDERTAKING)
5th Floor, Aavin Illam, No.3A, Pasumpon Muthuramalinganar Salai,
Nandanam, Chennai - 600 035
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NOTICE TO SHAREHOLDERS FOR ADJOURNED 48TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the Forty Eighth Annual General Meeting(Adjourned) of the members of Tamil Nadu Cements Corporation Limited will be held on Tuesday, the 31st day of December 2024 at 11:30 A.M. at the Registered office of the Company, 5th Floor, Aavin Illam, No.3A, Pasumpon Muthuramalingam Salai, Nandanam, Chennai – 600 035 to transact the following business.

ORDINARY BUSINESS

1. To receive, consider and adopt the Audited Statement of Profit and Loss for the year ended **31st March 2024**, the Cash Flow Statement for the year ended **31st March 2024**, the Balance Sheet as at that date and Reports of the Board of Directors and the Statutory Auditors and the comments of the Comptroller and Auditor General of India, thereon.

By Order of the Board

(AJAY YADAV, IAS)
MANAGING DIRECTOR

Place: Chennai – 600 035

Date : 30.12.2024

NOTE:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy and vote instead of himself. The proxy need not be a member of the company
2. A Proxy form is enclosed
3. 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.

DIRECTORS' REPORT

To

The Shareholders
Tamil Nadu Cements Corporation Limited

The Directors have pleasure in presenting the Forty Eighth Annual Report and Audited Accounts of your company for the financial year ended 31st March 2024.

PART I: DISCLOSURES

1. COMPANY SPECIFIC INFORMATION

1.1 Financial Summary and Highlights

Particulars	2023-24	2022-23
	(Rs.in lakhs)	
Revenue from operations	72255.08	104228.72
Other Income	1157.25	1342.53
Total Revenue	73412.33	105571.25
Profit/loss before depreciation, Finance costs, exceptional items and tax expense	14014.64	24278.91
Less: Depreciation / Amortization / Impairment	4296.45	4336.38
Profit/loss before finance costs, exceptional items and tax expense	9718.19	19942.52
Less: Finance costs	4117.47	3935.48
Profit/loss before exceptional items and tax expense	5600.72	16007.04
Add/(less): Exceptional items	(1.56)	(369.00)
Profit/loss before tax expense	5599.16	15638.04
Less: Tax Expense (Current & Deferred)	4766.35	2240.51
Profit/loss for the year (1)	832.81	13397.53
Less: Comprehensive Income/Loss (2)	-	-
Total (1+2)	832.81	13397.53
Balance of profit/loss for earlier years	7189.60	(2,868.39)
Add : Adjustments	-	-
Less: Transfer to Debenture Redemption Reserve	-	-
Less: Transfer to Reserves	-	-
Less: Dividend paid on Equity Shares	-	3339.54
Less: Dividend paid on Preference Shares	-	-
Less: Dividend Distribution Tax	-	-
Balance carried forward	8022.41	7189.60

During the year 2023-24, the company has earned a net profit of Rs.832.81 lakhs when compared to the net profit of Rs.13,397.53 lakhs during the previous year 2022-23.

1.2 Amount, if any, which the Board proposed to carry to reserves

The Board of Directors of your company has decided not to transfer any amount to Reserves for the year under review.

1.3 Dividend

The Board of Directors of your company, after considering holistically the relevant circumstances and keeping in view the company's dividend distribution policy, has decided that it would be prudent, not to recommend any Dividend for the year under review

1.4. Major events occurred during the year

a) State of the Company's Affairs

The Unit wise production achieved during the financial year 2023-24 in comparison to the previous year 2022-23 is given hereunder:

Unit	For the period ended 31.3.2024				For the period ended 31.3.2023			
	Production (in MT)	Capacity Utilization (in %)	Sales (in MT)	Profit/ Loss (Rs. in lakhs)	Production (in MT)	Capacity Utilization (in %)	Sales (in MT)	Profit/ Loss (Rs. in lakhs)
Alangulam Cement Unit	2,36,360	82	2,34,943	-1353.45	3,55,160	122	3,51,935	3167.35
Ariyalur Cement Unit –0.5 MTPA Plant	2,85,465	57	2,87,728	-446.41	4,88,636	98	4,85,844	4271.51
Ariyalur Cement Unit – 1 MTPA Plant	7,72,900	68	7,72,130	2874.14	9,62,685	85	9,59,618	8481.45
Asbestos Sheet Unit	-	-	-	(18.47)	-	-	-	(20.77)
Stoneware Pipe Unit	-	-	-	(-34.38)	-	-	-	(65.58)
Amma Cement	1,51,429	-	1,49,833	(-151.47)	2,80,485	-	2,80,149	35.06
DRDA				(-74.08)				-

The mining operations at Kallankurichi Limestone Mines at Ariyalur under mining lease G.O 456 over an extent of 194.16.5 ha were stopped on 19.08.2017 as per directions of Ministry of Environment, Forest and Climate Changes (MoEF&CC) vide letter no J-11015/137/2014-IA.II(M) dated 14.07.2014 and TNPCB Proceedings No.ARY0051/RS/DEE/TNPCB/ARY/2017-3 dated 24.06.2017 and resumed its operation w.e.f. 25.07.2022

The mining operations at Kallankurichi limestone at Ariyalur District under mining lease G.O.469 over an extent of 66.11 ha and under mining lease G.O.344 over an extent of 240.61 ha were stopped on 05.12.2014 as per the directions of MoEF&CC vide letter no. J-11015/135/2014-IA.II(M) dated 14.07.2014 and J-11015/137/2014-IA.II(M) dated 14.07.2014 respectively. Also, Alangulam Limestone Mines operating vide G.O.No.215

with an extent of 180.83 ha & G.O. No.427 with an extent of 268.80 ha and Gopalapuram Limestone Mines operating vide G.O.No.870 with an extent of 420.25 ha were stopped from 30.06.2017 for want of Environmental Clearance. Further, Pandapuli Limestone Mines operating vide G.O.No.739 with an extent of 24.32 ha is not operating since 28.02.2013 and Environmental Clearance was obtained from SEIAA, TN on 08.05.2024 vide EC No.2480017N128540. TANCEM has applied for fresh Environmental Clearance and steps are being taken to commence the mining operations.

b) Change in the nature of business

As per sub-rule (5)(ii) of Rule 8 of Companies (Accounts) Rules, 2014, the Board of Directors confirm that there has not been any change in the nature of business carried on by the company during the year.

c) Material changes and commitment if any affecting the financial position of the company occurred between the end of the financial year to which this financial statements relate and the date of the report

There have been no material changes and commitments, which affect the financial position of the Company which have occurred between the end of the financial year to which the financial statements relate and the date of this report.

1.5 Details of revision of financial statement or the Report

Your company has not revised its financial statements or the Report in respect of any of the three preceding financial years either voluntarily or pursuant to the order of a judicial authority.

2. GENERAL INFORMATION

2.1 Overview of the industry and important changes in the industry during the last year

As per Economic Survey 2023-24 as published in 'The Hindu – Business Line dated July 22, 2024, the cement industry contributes approximately 11 per cent of the input cost to the construction sector in India. The current annual installed capacity of the industry is about 622 million tonnes (mt), with production being 427 million tonnes in FY24. Cement consumption in India is around 260 kg per capita, against a global average of 540 kg per capita. This implies there is "potential for growth". India is also the second largest cement producer globally, after China. The survey noted that the industry has maintained a capacity utilisation rate of approximately 60-65 per cent in recent years. The Survey further noted that while in the last ten years, the import of clinker has increased, the quantity of such imports are still low. Incidentally, the sector is also working towards reduction of greenhouse gas emissions. The Indian cement industry is ahead of its global peers with consistent strides in its commitment to a net-zero target by 2050. Against the global average of 0.61 tCO₂e/t cement, the Indian cement companies have a lower carbon footprint of 0.56 tCO₂e/t cement. Globally, the cement sector generates about 7 per cent of the total anthropogenic emissions.

2.2 External environment and economic outlook during the last year

According to Indian Brand Equity Foundation's Cement Industry Report May 2024, India is the second-largest producer of cement in the world. It accounts for more than 8% of the global installed capacity. In 2023, the market size of India's cement industry reached 3.96 billion tonnes and is expected to touch 5.99 billion tonnes by 2032, exhibiting a CAGR of 4.7% during 2024-32.

India has a lot of potential for development in the infrastructure and construction sector and the cement sector is expected to largely benefit from it. Furthermore, on the back of rising rural housing demand, the consumption of cement in India has been growing consistently as it is one of the cheapest products to buy in terms of Rs./kg. Strong expansion of the industrial sector, which has fully recovered from the COVID-19 pandemic shock, is one of the main demand drivers for the cement industry. As a result, there is a strong potential for an increase in the long-term demand for the cement industry. Some of the recent initiatives, such as the development of 98 smart cities, are expected to significantly boost the sector. The idea of home ownership, especially in the post-COVID-19 scenario, is driving the growth of the housing sector in urban and rural India, which remains the principal consumer of cement in the country. The industry saw a robust growth rate of 7.72% in the last year underscoring its resilience and capacity for expansion.

2.3 Induction of strategic and financial partners during the year

The Board of Directors informs that no strategic or financial partners have been inducted in the Company during the year.

3. CAPITAL AND DEBT STRUCTURE

There was no change in the capital structure of the company during the year including change in the authorized, issued, subscribed and paid up share capital; reclassification or sub-division of the authorized share capital; reduction of share capital or buy back of shares; change in capital structure resulting from restructuring and change in voting rights.

4. CREDIT RATING OF SECURITIES

The provisions relating to credit rating of securities do not apply as the securities are not listed.

5. INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

The provisions of Section 125(2) of the Companies Act, 2013 and IEPF (Accounting, Audit, Transfer and Refund) Rules, 2016 do not apply as there was no amount in Unpaid Dividend Account of the Company.

6. MANAGEMENT

6.1 Directors and Key Managerial Personal

The following changes have taken place in the Board of Directors of TANCEM since the last Annual Report (2022-23)

- I. Thiru Ajay Yadav, IAS was appointed as Managing Director as per the Orders issued by the Government of Tamil Nadu on 22.07.2023 in the place of Thiru R Kannan, IAS
- II. Tmt. Pooja Kulkarni IAS and Thiru A Vijayarajan were appointed as Directors as per the Orders issued by the Government of Tamil Nadu.
- III. Thiru L Nirmalraj, IAS, Tmt Pooja Kulkarni, IAS and Tmt S Meenakshi ceased to be Director during the year under report as per the Orders issued by the Government of Tamil Nadu.
- IV. The Directors are pleased to place on record their appreciation of the valuable services rendered by Thiru R Kannan, IAS, Thiru L Nirmalraj, IAS, Tmt Pooja Kulkarni, IAS and Tmt S Meenakshi during the period under report.

6.2 Independent Directors

Dr. G Natarajan and Thiru P Krishnamurthi have been re-appointed as Independent Directors of TANCEM as per sub-section (10) of section of section 149 of Companies Act, 2013 for a period of five years with effect from 01.04.2020 with permission of Government. Thiru P Krishnamurthi submitted his resignation on 15.03.2024 and Thiru M Ponnuswami has been appointed as Additional Director (Independent) against the casual vacancy till 31.03.2025 subject to approval of Government.

6.3 Declaration by Independent Directors and statement on compliance of code of conduct

The Independent Directors have submitted their disclosures to the Board that they fulfill all the requirements as stipulated in Section 149(6) of the Companies Act, 2013 so as to qualify themselves to be appointed as Independent Directors under the provisions of the Companies Act, 2013 and the relevant rules and included their names in the Databank as stipulated in section 149(7) of the Companies Act, 2013.

6.4 Board Meetings

The Board met 6 times during the financial year as detailed below:

S.No.	Board Meeting Number	Date of Meeting
1.	310 th Board Meeting	17.05.2023
2.	311 th Board Meeting	26.07.2023
3.	312 th Board Meeting	30.08.2023
4.	313 th Board Meeting	30.10.2023
5.	314 th Board Meeting	12.01.2024
6.	315 th Board Meeting	13.03.2024

6.5 Committees

6.5.1 Audit Committee

The composition of the Audit Committee pursuant to sec.177 of the Companies Act, 2013 is given below:

S.No.	Director	Status
(i)	Dr. G Natarajan – Independent Director	Chairman of the Committee
(ii)	Director representing Finance Department	Member
(iii)	Thiru P Krishnamurthi - Independent Director	Member

The Audit Committee met nine times during the financial year as detailed below:

Sl.No.	Meeting Number	Date of Meeting
1.	13 th Audit Committee Meeting	10.05.2023
2.	14 th Audit Committee Meeting	15.05.2023
3.	15 th Audit Committee Meeting	25.07.2023
4.	16 th Audit Committee Meeting	28.08.2023
5.	17 th Audit Committee Meeting	11.09.2023
6.	18 th Audit Committee Meeting	26.09.2023
7.	19 th Audit Committee Meeting	25.10.2023
8.	20 th Audit Committee Meeting	29.02.2024
9.	21 st Audit Committee Meeting	05.03.2024

6.5.2 Nomination and Remuneration Committee

In accordance with the provisions of Section 178 of the Companies Act, 2013 the Nomination and Remuneration Committee of Board of Directors was constituted. . The composition of Nomination and Remuneration Committee is given below.

S.No.	Director	Status
(i)	Director representing Industries Department	Chairman of the Committee
(ii)	Director representing DRDA	Member
(iii)	Dr.G.Natarajan-Independent Director	Member
(iv)	Thiru P Krishnamurthi-Independent Director	Member

The Committee was re-constituted by the Board of Directors in its 313th meeting held on 30.10.2023 with following directors

S.No.	Director	Status
(i)	Director representing Geology & Mining Department	Chairman
(ii)	Director representing Industries Department	Member
(iii)	Dr.G.Natarajan-Independent Director	Member
(iv)	Thiru M Ponnuswami - Additional Director(Independent)	Member

The Nomination and Remuneration Committee met twice during the financial year as detailed below:

Sl.No.	Meeting Number	Date of Meeting
1.	4 th Meeting	11.05.2023

2.	5 th Meeting	15.06.2023
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6.5.3 Corporate Social Responsibility Committee

In terms of Section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors have constituted the Corporate Social Responsibility (CSR) Committee with the following members

S.No.	Director	Designation
(i)	Managing Director/Chairman and Managing Director of TANCEM	Chairman of the Committee
(ii)	Director representing Geology & Mining Department	Member
(iii)	Thiru P Krishnamurthi	Independent Director

Corporate Social Responsibility Committee met twice during the financial year as detailed below:

Sl.No.	Meeting Number	Date of Meeting
1.	1 st Meeting	30.08.2023
2.	2 nd Meeting	12.01.2024

6.5.4. Risk Management Committee

The Risk Management Committee was constituted in its 305th Board Meeting held on 27th June 2022 with following members.

S.No.	Director	Designation
(i)	Chairman and Managing Director/ Managing Director	Chairman
(ii)	Director representing Finance Department	Member
(iii)	Dr. G. Natarajan, Independent Director	Member
(iv)	Senior Management of the Company	Invitees to the Risk Management Committee

The Risk Management Committee met twice during the financial year as detailed below:

Sl.No.	Meeting Number	Date of Meeting
1.	2 nd Meeting	26.09.2023
2.	3 rd Meeting	29.02.2024

6.5.5 Tender Committee

The Tender Committee was constituted by the Board in its 308th Board Meeting held on 23rd November 2022 with following members.

SN	Name of Director	Designation
1.	Chairman & Managing Director/Managing Director, TANCEM	Chairman
2.	Director representing Rural Development and Panchayat Raj Department	Member

3.	Director representing Finance Department	Member
4.	Dr. G. Natarajan, Independent Director	Member
5.	Thiru P Krishnamurthi, Independent Director	Member

The committee met six times during the financial year as detailed below:

S.No.	Meeting Number	Date of Meeting
1.	4 th Meeting	20.04.2023
2.	5 th Meeting	15.05.2023
3.	6 th Meeting	20.07.2023
4.	7 th Meeting	14.11.2023
5.	8 th Meeting	11.01.2024
6.	9 th Meeting	29.02.2024

6.6 Recommendations of Committees

During the year, recommendations of all the Committee constituted by the Board in accordance with the Act were accepted by the Board.

6.7 Company's Policy on Directors' appointment and remuneration

Being a Government company, all the Directors are appointed by the Orders issued by the Government of Tamil Nadu. Appointment and remuneration terms are governed by Government Orders.

6.8 Board evaluation

Your company is exempt from the provisions of Section 134(3)(p) vide Notification No.G.S.R.463(E) dated 5th June 2015.

6.9 Directors' Responsibility Statement

In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submits its responsibility Statement:-

- a) In the preparation of Annual Accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of year and of the profit and loss of the company in that period.
- c) The Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d) The annual accounts have been prepared for the financial year ended 31st March, 2024 on a going concern basis.

- e) The directors have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.
- f) Being unlisted company, the clause that 'a company had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and operating effectively' is not applicable to the company

6.10 Internal Financial Controls

In accordance with the provisions of Section 134(5)(e) of the Companies Act, 2013 the Company has internal financial controls policy by means of policies and procedures commensurate with the size and nature of its operations and pertaining to financial reporting. There are operational controls and fraud risk controls, covering the entire spectrum of Internal Financial controls. The Audit Committee of the Board periodically reviews the internal audit plans and observations/recommendations of Internal as well as Statutory Auditors and assists the Board of Directors in monitoring the integrity of the financial statements, reservations, if any, expressed by the Company's auditors including, the statutory, cost, internal and secretarial auditor.

In accordance with Rule 8(5) (viii) of Companies (Accounts) Rules, 2014, it is hereby confirmed that the Internal Financial Controls are adequate with reference to the financial statements.

6.11 Frauds reported by the Auditor

No frauds were reported by the Auditor during the year.

6.12 Health, Safety and Environmental Protection

Your Company is committed to provide a safe, healthy and conducive environment to all of its employees and stakeholders.

7 DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES

The Company does not have any Subsidiary, Joint Venture or Associate Company.

8 DETAILS OF DEPOSITS

The Company has neither accepted nor renewed any deposits from the public during the year under review.

9 PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

There were no loans, guarantees or investments made by the Company under Section 186 of the Companies Act, 2013 during the year under review and hence the said provision is not applicable.

10 PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

There are no materially significant transactions with related parties during the year with Promoters, Directors, Key Managerial Personnel or other designated persons which are potentially conflicting with the interest of the Company at large. None of the Directors have any pecuniary relationships or transactions vis-à-vis the Company. Accordingly, the disclosures of Related Party Transactions required under section 134(3)(h) of the Companies Act, 2013 in Form AOC-2 is not applicable.

11 CORPORATE SOCIAL RESPONSIBILITY (CSR)

The CSR obligations for TANCEM pursuant to Section 135(5) of the Companies Act, 2013, for the year 2023-24 is Rs. 1,40,47,788/- and there are no unspent amount for the previous year. The Company has earmarked Rs. 36.50 lakhs for construction of 2 class room and toilets for teachers and students at Panchayat Union Primary School, Ayyappanayakanpettai, Jeyamkondam Taluk, Ariyalur through Namma School – Namma Ooru Palli Foundation during the year and the balance amount of Rs.1,03,97,788/- has been deposited in Tamil Nadu State Disaster Management Account, which is an authorized fund to transfer as per Schedule VII since it is not relating to ongoing project.

The Annual Report on CSR activities as prescribed under Companies (Corporate Social Responsibility Policy) Rules, 2014 is attached as Annexure.

12 CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of energy, technology absorption, Foreign exchange Earnings and outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is furnished in Annexure and is attached to this report.

13 RISK MANAGEMENT

The role and responsibility of the Committee shall mandatorily include the following:

- (i) To formulate a detailed risk management policy which shall include: a. A framework for identification of internal and external risks faced by the company, in particular including strategic, operational, reporting, compliance and information technology risks or any other risk as may be determined by the Committee. b. Classification of risks c. assessment of identified risks d. risk measurement e. Measures for risk mitigation including systems and processes for internal control of identified risks.
- (ii) To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
- (iii) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems
- (iv) To keep the Board of Directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- (v) To discharge such responsibilities as may be assigned by the Board of Directors or as may be prescribed by applicable laws, from time to time.

Risk Management Policy is available at the Company's website <https://tancem.in>

14 DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM

Your Company's Whistle Blower Policy and established Vigil Mechanism approved by the Board of Directors in its 306th Meeting held on July 29th 2022 is to enable the employees and other stakeholders to report concerns about unethical behavior, actual or suspected fraud or violation of the policy. General Manager (Marketing) is the Corporate Ombudsperson to administer the Vigil Mechanism. The Vigil Mechanism is overseen by the Audit Committee. The Vigil Mechanism provides adequate safeguards to the whistle blowers against any victimization. The Policy also ensures that strict confidentiality is maintained whilst dealing with concerns. It also provides a mechanism for stakeholders to approach the Chairman of Audit Committee. No Personnel has been denied access to the Audit Committee.

The Company's Whistle Blower Policy is available at the Company's website <https://tancem.in>

15 MATERIAL ORDERS OF JUDICIAL BODIES/REGULATORS

Pursuant to Rule 8(5)(vii) of Companies (Accounts) Rules, 2014, it is reported that, no significant and material orders have been passed by the Regulators or Courts or Tribunals, impacting the going concern status and Company's operations in future.

16 AUDITORS

16.1 Statutory Auditor

In terms of Section 139(5) of the Companies Act, 2013, the Comptroller and Auditor General of India appointed M/s. M S K C & Associates, Chartered Accountants as Statutory Auditors of the company for the financial year 2023-24.

16.2 Cost Auditor

Pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit records maintained by the company in respect of Cement and asbestos cement sheet is required to be audited. Board of Directors had on the recommendation of the Audit Committee, appointed Thiru. G.Sugumar, Cost Accountant to audit the cost accounts of the company for the year 2023-24.

16.3 Internal Auditor

Pursuant to Section 138 of the Companies Act, 2013 read with Rule 13(1)(b) of the Companies (Accounts) Rule 2014, M/s. K M Mohandass & Co Chartered Accountants were appointed as Internal Auditor for the Financial year 2023-24 to carry out Internal Audit of TANCEM as per TANCEM terms and conditions and to submit Internal Audit Report on quarterly basis by the Board of Directors on the recommendation of the Audit Committee.

16.4 Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Company has appointed Thiru. Kannan Desikan, Company Secretary in Practice to undertake the Secretarial Audit of the Company for the financial year 2023-24.

Opinion/Reports: The Statutory Auditors, Secretarial Auditors and Internal Auditors of the Company have not reported any frauds to the Audit Committee or to the Board of Directors under Section 143(12) of the Act, including Rules made thereunder. The

Statutory Audit Report in the prescribed format issued by Statutory Auditors is provided in this Annual Report.

17 SECRETARIAL AUDIT REPORT

The Secretarial Auditor's Report in the prescribed format issued by the Secretarial Auditors is enclosed as Annexure to the Board's Report.

18 EXPLANATIONS IN RESPONSE TO AUDITORS' QUALIFICATIONS

The explanations/comments made by the Board relating to the qualifications, reservations or adverse remarks made in their reports by the Auditors are furnished in Annexure and is attached to this report.

19 COMPLIANCE WITH SECRETARIAL STANDARDS

As required under Clause 9 of Secretarial Standards 1, the Board of Directors confirm that the company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India and approved by the Central Government under Section 118 (10) of the Act.

20 CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC)

There is no application made or any proceedings pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the financial year 2023-24

21 ANNUAL RETURN

In accordance with Section 92(3) of the Companies Act, 2013, read with Rule 12(1) of Companies (Management and Administration) Rules, 2014, an extract of the Annual Return in Form MGT-9 is furnished in Annexure - II and is attached to this report.

In accordance with Clause 22 of Secretarial Standard on Report of the Board of Directors (SS 4), a copy of the Annual Return for the year ended 31st March 2023 has been placed on the website of the Company and the web link of such Annual Return in <https://tancem.in>

22 OTHER DISCLOSURES

As required under Rule 8(5)(ix)(d) of the Companies (Accounts) Rules, 2014, the Board of Directors confirm that the company is required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of Companies Act, 2013 and accordingly accounts and records are made and maintained.

23 DISCLOSURES PERTAINING TO THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

As per the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 & Rules made thereunder, the Company has constituted an Internal Complaints Committee (ICC) and following are the members:-

- (i) Dr.Lakshmi Manean, Company Secretary – Presiding Officer

- (ii) Thiru Sankaranarayanan, General Manager(Marketing)/DRO - Member
- (iii) Thiru E Ganesan, Chief Financial Officer – Member
- (iv) Tmt Manorama, Advocate – Member

The above members are committed to the cause of women and they possess experience in social work and legal knowledge. During the year under review there were no complaints referred to this Committee.

24 PARTICULARS OF EMPLOYEES

None of the employees drew remuneration of Rs.60,00,000/- or more per annum and Rs. 5,00,000/- or more per month during the year under Report. This information is given as required under Section 197(12) of Companies Act, 2013.

25 INDUSTRIAL RELATIONS

Overall industrial relations in all the Units during the year were cordial. The Directors place on record their appreciation for the valuable contribution made by the employees of the company for better performance and growth of the company for the current year.

26 COMMENTS AND REVIEW OF THE ACCOUNTS BY THE ACCOUNTANT GENERAL

The Nil Comments of the Comptroller and Auditor General of India under Sec.143(6)(b) of the Companies Act, 2013 on the accounts of TANCEM for the financial year ended 31st March, 2023 furnished by the Principal Accountant General, Tamil Nadu is attached to this report.

27 ACKNOWLEDGEMENT

The Directors have pleasure in recording their appreciation for the assistance, co-operation and support extended to your company by the Government of Tamil Nadu, Company's Bankers, financial Institutions, various Government departments, Supplier and Customers.

The Directors also sincerely appreciate the committed efforts and contributions being made by the employees of the Company at each level.

for and on behalf of the Board

(Ajay Yadav, IAS)
Managing Director
DIN: 07785020

(Dr.G.Natarajan)
Independent Director
DIN: 01089846

Place : Chennai – 600 035
Date :

ANNEXURE TO DIRECTORS REPORT

TAMIL NADU CEMENTS CORPORATION LIMITED, CHENNAI-600 035.

STATEMENT PURUANT TO SECTION 134(3) (C) OF THE COMPANIES ACT 2013 READ
WITH RULE 8 OF COMPANIES (ACCOUNTS) RULES, 2014

A. Conservation of Energy	
i. Energy Conservation Measures taken	<p>Ariyalur Cement Works</p> <ol style="list-style-type: none">1. About 500 LED Fittings replaced at TANCEM factory site2. Replaced existing reciprocating compressor with screw compressor at 0.5 MTPA plant <p>Alangulam Cement Works</p> <ol style="list-style-type: none">1. 250 Watts Sodium Vapour Lamp & 40 Watts Tube light fittings are replaced to LED light fittings2. Alternative switching ON/OFF 4 nos. distribution transformers to conserve energy3. Maintaining of Plant power factor
ii. Additional investments and proposals if any, being implemented for reduction of consumption of Energy	<p>Ariyalur Cement Works</p> <p>To procure VFD 110 KW PA fan motor is under estimate</p> <p>Alangulam Cement Works</p> <p>Propose to replace existing 179 nos. of 40 watts conventional fan to 179 nos. of 30 watts BLDC fan. Hence approximate energy savings of 23244 units per year at the cost of Rs.5.5 Lakhs.</p>
iii. Impact of the measures at (i) and (ii) above for reduction of energy consumption and consequent impact on cost of production of goods	<p>Ariyalur Cement Works</p> <p>Power savings 9 KW per day in LED Fittings about 300 Nos of 70 Watts replaced by 40 watts LED fittings</p> <p>Alangulam Cement Works</p> <ol style="list-style-type: none">1. Replacement of Sodium light fittings to LED has reduced 61476 units per year and we have saved Rs.4,24,184 per year
i. Total Energy Consumption and energy consumption per unit of production as per Form-A of the annexure in respect of industries specified in schedule thereto.	Particulars as per Form-A.

B. Technology Absorption		
ii. Efforts made in Technology Absorption as per Form-B of the Annexure	Nil	
C. Foreign Exchange Earning and outgo		
iii. Activities relating to exports; initiatives taken to increase export; development of new export markets for products and services; and export plans.	Nil	
	2023-24	2022-23
iv. Total foreign exchange used	--	--
viii. Total foreign exchange earned	--	--

ANNEXURE TO DIRECTORS REPORT

TAMILNADU CEMENTS CORPORATION LIMITED, CHENNAI-600 035

FORM-A

Particulars

1. ELECTRICITY:

a. Purchased:

Alangulam			0.5 MTPA Plant, Ariyalur		
	2023-24	2022-23		2023-24	2022-23
Unit (KWH)	7938924	12086622	Unit (KWH)	11481000	17679000
Total Amount (Rs. in lakhs)	785	1026	Total Amount (Rs. in lakhs)	965.62	1235.72
Cost/Unit (Rs./KWH)	9.89	8.49	Cost/Unit (Rs./KWH)	8.41	7.01

1 MTPA plant, Ariyalur			TNA., Alangulam		
	2023-24	2022-23		2023-24	2022-23
Unit (KWH)	68977400	89393200	Unit (KWH)	Nil	Nil
Total Amount (Rs. in lakhs)	5643.40	6993.13	Total Amount (Rs. in lakhs)	Nil	Nil
Cost/Unit (Rs./KWH)	8.18	7.83	Cost/Unit (Rs./KWH)	Nil	Nil

Stone Ware Pipe		
	2023-24	2022-23
Unit (KWH)	Minimum Charges	Minimum Charges
Total Amount (Rs. in lakhs)	7.38	7.44
Cost/Unit (Rs./KWH)	Nil	Nil

b. Own Generation:

i. Through Diesel Generator:

Particulars	Alangulam	0.5 MTPA Plant, Ariyalur	1 MTPA plant, Ariyalur	TNA Alangulam
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	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Unit Generated (KWH)	Nil	Nil	13320	32880	3904	14240	Nil	Nil
Units per litre of diesel	Nil	Nil	2.47	2.83	2.25	2.64	Nil	Nil
Cost/Unit (Rs./KWH)	Nil	Nil	37.83	33.75	41.56	36.19	Nil	Nil

Particulars	Stoneware Pipe	
	2023-24	2022-23
Unit Generated (KWH)	Nil	Nil
Total Amount (Rs.in lakhs)	Nil	Nil
Cost/Unit (Rs./KWH)	Nil	Nil

ii. Through Steam:

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur		TNA Alangulam	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Unit Generated (KWH)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Total Amount (Rs.in lakhs)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil
Cost/Unit (Rs./KWH)	Nil	Nil	Nil	Nil	Nil	Nil	Nil	Nil

Particulars	Stoneware Pipe	
	2023-24	2022-23
Unit Generated (KWH)	Nil	Nil

Total Amount (Rs.in lakhs)	Nil	Nil
Cost/Unit (Rs./KWH)	Nil	Nil

2. COAL (Indigenous):

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur		TNA Alangulam	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Quantity (Tonnes)	Nil	Nil	Nil	Nil	124151	131726	Nil	Nil
Total Amount (Rs. in lakhs)	Nil	Nil	Nil	Nil	12609.94	12241.28	Nil	Nil
Average Rate (Rs./MT)	Nil	Nil	Nil	Nil	10156.94	9292.99	Nil	Nil

3. COAL (Imported):

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur		TNA Alangulam	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Quantity (Tonnes)	Nil	Nil	Nil	Nil	8340	33402	Nil	Nil
Total Amount (Rs. in lakhs)	Nil	Nil	Nil	Nil	1208.99	5658.37	Nil	Nil
Average Rate (Rs./MT)	Nil	Nil	Nil	Nil	14496.28	16940.22	Nil	Nil

4. CASHEW NUT:

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Quantity (Tonnes)	Nil	Nil	Nil	Nil	2043	8775.70
Total Amount (Rs. in lakhs)	Nil	Nil	Nil	Nil	189.95	879.03
Average Rate (Rs./MT)	Nil	Nil	Nil	Nil	9297.60	10016.73

5. LIGNITE:

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Quantity (Tonnes)	Nil	Nil	Nil	Nil	Nil	Nil
Total Amount (Rs. in lakhs)	Nil	Nil	Nil	Nil	Nil	Nil
Average Rate (Rs./MT)	Nil	Nil	Nil	Nil	Nil	Nil

6. PETCOKE:

Particulars	1 MTPA Plant, Ariyalur	
	2023-24	2022-23
Quantity (Tonnes)	Nil	452
Total Amount (Rs. in lakhs)	Nil	86.48
Average Rate (Rs./MT)	Nil	19132.93

7. GROUND NUT SHELL:

Particulars	1 MTPA Plant, Ariyalur	
	2023-24	2022-23
Quantity (Tonnes)	Nil	6.30
Total Amount (Rs. in lakhs)	Nil	0.32
Average Rate (Rs./MT)	Nil	5107.02

8. CARBON DUST AFR

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Quantity (Tonnes)	Nil	Nil	Nil	Nil	Nil	196.60
Total Amount (Rs. in lakhs)	Nil	Nil	Nil	Nil	Nil	28.91
Average Rate (Rs./MT)	Nil	Nil	Nil	Nil	Nil	14706.99

9. MUNICIPAL SOLID WASTE:

Particulars	Alangulam		0.5 MTPA Plant, Ariyalur		1 MTPA plant, Ariyalur	
	2023-24	2022-23	2023-24	2022-23	2023-24	2022-23
Quantity (Tonnes)	Nil	Nil	Nil	Nil	Nil	217.40
Total Amount (Rs. in lakhs)	Nil	Nil	Nil	Nil	Nil	4.47

Average Rate (Rs./MT)	Nil	Nil	Nil	Nil	Nil	2056.16
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10. CONSUMPTION PER UNIT OF PRODUCTION:

Particulars	Alangulam				0.5 MTPA Plant, Ariyalur			
	2023-24		2022-23		2023-24		2022-23	
	Std If any	Actual Std If any	Std If any	Actual Std If any	Std If any	Actual Std If any	Std If any	Actual Std If any
Electricity (KWs/MT)	34.10	31.50	34.10	32.40	34.00	36.28	35.00	33.47
Coal Qty in % per MT of Clinker	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

Particulars	1 MTPA plant, Ariyalur				Stone Ware Pipe			
	2023-24		2022-23		2023-24		2022-23	
	Std If any	Actual Std If any	Std If any	Actual Std If any	Std If any	Actual Std If any	Std If any	Actual Std If any
Electricity (KWs/MT)	65.02	62.34	65.02	63.88	Nil	Nil	Nil	Nil
Coal Qty in % per MT of Clinker	16	16.51	16	16.39	Nil	Nil	Nil	Nil

ANNEXURE TO DIRECTORS REPORT

TAMIL NADU CEMENTS CORPORATION LIMITED, CHENNAI-600 035.

FORM-B

Form for Disclosure of Particulars with respect to Absorption (Centre)

Research and Development (R&D)

1. Specific areas in which R&D carried out by the company	Nil
2. Benefits derived as a result of the above R&D	Nil
3. Future Plan of Action	Nil
4. Expenditure of R&D a. Capital b. Recurring Z c. Total d. Total R&D Expenditure as a % of Total Turnover	Nil

Technology, Absorption, Adaption and Innovation:

1. Efforts, in brief, made towards Technology, Absorption, Adaption and Innovation	Nil
2. Benefits derived as a result of the above efforts e.g. Product improvement, cost reduction, product development, import substitutions etc.	Nil
3. In case of imported technology (imported during the last 5 years reckoned from the beginning of the financial year) following information may be furnished: a. Technology imported b. Year of import c. Has technology been fully absorbed? d. If not fully absorbed, areas where this has not taken place, reasons thereof and future plans of action.	Nil

ANNEXURE

ANNUAL REPORT ON CSR ACTIVITIES FOR THE YEAR 2023-24

1. A brief outline of the company's CSR policy.

The Corporate Social Responsibility Committee shall carry out the following functions.

- a. Formulate and recommend CSR activities to the Board
- b. Recommend the amount of expenditure to be incurred on CSR activities
- c. Ensure implementation of activities taken up under CSR program
- d. Monitor the CSR Policy of the Company from time to time.
- e. Institute a transparent monitoring mechanism for implementation of the activities undertaken by the Company.

2. The composition of the CSR Committee.

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year
1.	R Kannan, IAS (21.06.2023 to 22.07.2024)	Chairman of the Committee/ Executive & Non-Independent Director	2
	Ajay Yadav, IAS (22.07.2024 till date)		2
2.	L Nirmal Raj IAS (26.07.2023 to 12.01.2024)	Member of the Committee/ Non - Executive & Non-Independent Director	2
	Tmt Pooja Kulkarni, IAS (12.01.2024 to 22.08.2024)		2
	E Saravanelraj, IAS (22.08.2024 till date)		2
3.	P Krishnamurthi (30.03.2015 till 14.03.2024)	Member of the Committee/ Non - Executive & Independent Director	2
	M Ponnuswami (07.06.2024 till date)		2

Two Committee Meetings viz., on 30.08.2023 & 12.01.2024 held during the financial year from 01.04.2023 to 31.03.2024 and the attendance of Director as follows:-

Sl. No	Name of Director	Designation / Nature of Directorship	Date of CSR Committee Meeting	Date of CSR Committee Meeting
			30/08/2023	12/01/2024
1.	R Kannan, IAS (Directorship held from 21.06.2023 to 22.07.2024)	Chairman of the Committee/ Executive & Non-Independent Director	Present	Present
2.	Ajay Yadav, IAS (Directorship held from 22.07.2024 till date)	Chairman of the Committee/ Executive & Non-Independent Director	NA	NA
3.	L Nirmal Raj IAS (Directorship held from 26.07.2023 to 12.01.2024)	Member of the Committee/ Non - Executive & Non-Independent Director	Present	NA
4.	Tmt Pooja Kulkarni, IAS (Directorship held from 12.01.2024 to 22.08.2024)	Member of the Committee/ Non - Executive & Non-Independent Director	NA	Present
5.	E Saravanelraj, IAS (Directorship held from 22.08.2024 till date)	Member of the Committee/ Non - Executive & Non-Independent Director	NA	NA
6.	P Krishnamurthi (Directorship held from 30.03.2015 till 14.03.2024)	Member of the Committee/ Non - Executive & Independent Director	Present	Present
7.	M Ponnuswami (Directorship held from 07.06.2024 till date)	Member of the Committee/ Non - Executive & Independent Director	NA	NA

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company

Web link for composition of CSR committee: <https://www.tancem.in/bod.php>

Web link for CSR Policy: <https://www.tancem.in/compliance.php>

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report): Not Applicable

5. (a) Average net profit of the company as per section 135(5) Rs. 70.24 crore
(b) Prescribed CSR Expenditure (2% of amount as in item 3 above): Rs.1.40 crore
(c) Surplus arising out of the CSR projects or programmes or activities of the previous financial years : NIL
(d) Amount required to be set off for the financial year, if any : NIL
(e) Total CSR obligation for the financial year (7a+7b-7c) : Rs.1.40 crore

6. (a) Amount spent on CSR Projects (both ongoing & other than ongoing project): Rs.36.50 Lakhs
 (b) Amount spent in Administrative Overheads : NIL
 (c) Amount spent on Impact Assessment, if applicable : NIL
 (d) Total amount spent for the Financial Year (a+b+c): NIL
 (e) CSR amount spent or unspent for the financial year: Rs.22.26 Lakhs

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount Rs.	Date of transfer
1,40,47,788	NA	NA	NA	NA	NA

- (f) Excess amount for set off, if any

S.N.	Particular	Amount (in Rs.)
(i)	Two percent of average net profit of the company as per section 135(5)	1,40,47,788
(ii)	Total amount spent for the Financial Year	1,69,62,788
(iii)	Excess amount spent for the financial year [(ii)-(i)]	29,15,000
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

7. Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs.)
				Name of the Fund	Amount (in Rs).	Date of transfer.	
1.	2020-21	NIL	NA	NA	NA	NA	NA
2.	2021-22	NIL	NA	NA	NA	NA	NA
3.	2022-23	NIL	NIL	Tamil Nadu State Disaster Management	22,26,000	26.09.2023	NA

				Authority (TNSDMA)			
	Total						

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility Amount spent in the Financial Year : ~~Yes~~ / No
9. Specify the reason(s), if the company has failed to spend 2% of the Average Net Profit as per Section 135(5) : Not Applicable

for and on behalf of the Board

(Dr. G. Natarajan)
DIN: 01089846
Independent Director

Ajay Yadav, IAS
DIN: 07785020
Managing Director/
Chairman of the Committee

Place: Chennai - 600035
Date: 28.11.2024

Annexure - C

Form No. MR-3

SECRETARIAL AUDIT REPORT

[Pursuant to section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies
(Appointment and Remuneration Personnel) Rules, 2014]
FOR THE FINANCIAL YEAR ENDED 31.03.2024

To

The Members,

Tamilnadu Cements Corporation Limited.
Fifth Floor Aavin Illam,
3A, Pasumpon Muthuramalingam Salai,
Nandanam Chennai - 600035.

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Tamilnadu Cements Corporation Limited (CIN:-U40200TN1976SGC007081) (Hereinafter called the "Company"). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has during the audit period covering the financial year ended on 31.03.2024, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and Returns filed and other records maintained by the company for the financial year ended on 31.03.2024 according to the provisions of:

- (i) The Companies Act, 2013 (the "Act") and the rules made thereunder;
- (ii) I have ascertained that the following Acts are **Not Applicable** to the Company:-
 - (a) The Securities Contracts (Regulation) Act, 1956 and the rules made there under;
 - (b) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
 - (c) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and

External Commercial Borrowings;

(iii) **Further to the above, the Corporation being wholly owned Public Sector Undertaking of Government of Tamilnadu**, I state that the following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are **Not Applicable to the Company**.

The Securities and Exchange Board of India

- (a) (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
- (b) (Prohibition of Insider Trading) Regulations, 2015,
- (c) (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding Companies Act and dealing with client;
- (d) (Listing Obligations and Disclosure Requirements) Regulations, 2015,

(iv) The Other laws specifically applicable to this Company are as follows:

- (a) The Mines Act, 1952 & Mines & Minerals (Development and Regulation) Act 1957 (MMDR Act)
- (b) Factories Act, 1948 and allied State laws.
- (c) Air (Prevention and Control of Pollution) Act, 1981 and the rules and standards made thereunder.
- (d) Water (Prevention and Control of Pollution) Act, 1974 and Water (Prevention and Control of Pollution) Rules, 1975

(v) Environment Protection Act, 1986 and the rules, notifications issued thereunder.

(vi) Labour laws including Factories Act, 1947, Payment of Wages (Amendment) Act 2017, Industrial Disputes Act, 1947, The Minimum Wages Act, 1948, The Employees' State Insurance Act, 1948, The Employees' Provident Funds and Miscellaneous Provisions Act, 1952, The Maternity Benefit (Amendment) Act 2017, The Payment of Bonus (Amendment) Act 2015, The Contract Labour (Regulation and Abolition) Act, 1970, The Payment of Gratuity Act, 1972, The Bonded Labour System (Abolition) Act, 1976, The Child and Adolescent Labour (Prohibition and Regulation) Act, 1986, The Child and Adolescent Labour (Prohibition and Regulation) Act, 1986, The Industrial Employment (Standing Orders) Act, 1946, and The Sexual Harassment of Women at Workplace Act -2013.

(vii) Economic Laws

- (a) Goods & Service Tax Act, 2017
- (b) Income Tax Act, 1961
- (C) Customs Act, 1962

I have also examined compliance with the applicable clauses of the following:

Secretarial Standards on Meeting of the Board of Directors (SS-1) and General Meetings (SS-2) issued by the Institute of Company Secretaries of India (ICSI).

1. I report that, during the financial year under review, in my opinion the Company has complied with the provisions **of the** Acts, rules, regulations and guidelines mentioned above subject to pending environment clearances in which places the mining activities are not carried out.
2. I further report that the Company **has, in** my opinion, complied with the provisions **of** Companies Act, 2013 **and** the Rules made under that Act as notified by Ministry of Corporate Affairs and the Memorandum and Articles of Association of the Company, with regard to:
 - A. maintenance of various statutory registers and documents and making necessary entries therein;
 - B. forms, returns, documents and resolutions required to be filed with the Registrar of Companies and the Central Government. There is no occasion for the company in filing the documents with the Ministry of Corporate Affairs requiring payment of penalty.;
 - C. service of documents by the Company on its Members, Auditors and the Registrar of Companies;
 - D. notice of Board meetings and Committee meetings of Directors;
 - E. the meetings of Directors and Committees of Directors including passing of resolutions by circulation;
 - F. the 47th Annual General Meeting held on 28th December 2023;
 - G. minutes of proceedings of General Meetings and of the Board and its Committee meetings;
 - H. approvals of the Members, the Board of Directors, the Committees of Directors and the government authorities, wherever required;
 - I. constitution of the Board of Directors / Committee(s) of Directors, appointment, retirement and reappointment of Directors including the Managing Director and Whole-time Directors.
 - J. payment **of** remuneration to Directors including the Managing Director and Whole-time Directors,
 - K. Appointment and remuneration of statutory Auditors and Cost Auditors; The Comptroller & Auditor General of India has appointed M/s. M S K C Associates Chartered Accountants (Firm Reg. No. MD0076) as statutory Auditor for the year 2023-24 as per C&AG letter no. CA 5/COY/TNCEMT (1) / 781 dated 20.09.2023.
 - L. Cost Auditors;- M/s.G Sugumar & Co., Cost Accountants holding membership no.102522 was appointed as cost auditor of the company for the year 2023-24 by the Board of Directors in their 311th Meeting held on 26.07.2023.
 - M. transfers and transmissions of shares;
 - N. declaration and payment of dividends;

-
- O. the provisions relating to transfer of certain amounts **as** required under the Act to **the** Investor Education **and** Protection Fund and uploading of details of unpaid and unclaimed dividends on the **websites** of the Company and the Ministry of Corporate Affairs are not attracted to the company;
- P. borrowings and registration, modification and satisfaction of charges wherever applicable; however, charge satisfaction filing is yet to be done for **few** loans.
- Q. investment of the Company's funds including investments and loans to others;
- R. CSR Commitment of the Company for the year 2023-24 Rs.140.00 lakhs. An amount of Rs.36.50 Lakhs was paid to Namma Ooru Namma Palli Foundation, an initiative established by Government of Tamilnadu, for construction of 2 classrooms & Rs.103.98 Lakhs was transferred to Tamilnadu State Disaster Management Authority.
- S. form of balance sheet as prescribed under Part I, form of statement of profit and loss as prescribed under Part II and General Instructions for preparation of the same as prescribed in Schedule III to the Act;
- T. Directors' report;
- U. contracts, common seal, registered office and publication of name of the Company; and
- V. Generally, all other applicable provisions of the Act and the Rules made under the **Act**.

3. I further report that:

The Board of Directors of the Company is duly constituted with **proper** balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is **given** to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent generally **at** least seven days in advance, and a **system** exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

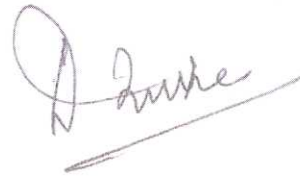
Majority decision is carried through while the dissenting members' views are captured and recorded as part of the minutes.

The Company has a system of reporting to the Board of Directors of its compliance with regard to the provisions of Mines Act 1952, and Mines and Minerals (Development and Regulation) Act 1957 and Environmental Laws and all other applicable laws. However, the frequency of reporting to the board needs to be increased. The Company has obtained all necessary approvals under the various provisions of the Act except environmental clearances **for** mining leases which is pending approval; and

D. KANNAN
Company Secretary in Practice

KALPA VRUKSHA, 34 JAYARAMAN STREET
NANGANALLUR, CHENNAI - 600 061.
Email:- desi01kannan@gmail.com
Mob:- 9940220777, 9840156586

4. I further report that dematerialization is not applicable to this company
5. The Company has complied with the provisions of the FEMA, 1999 and the Rules and Regulations made under that Act to the extent applicable.
6. I further report that based on the information received and records maintained there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.



Practicing Company Secretary
Membership No: A 7137
COP: 22357
UDIN: **A007137F003091295**

CHENNAI
29 November 2024

This report is to be read with my letter of even date which is annexed as Annexure 1 and forms an integral part of this report.

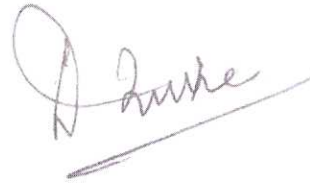
'Annexure -1'

To,

The Members

TamilNadu Cements Corporation Limited
Fifth Floor Aavin Illam,
3A, Pasumpon Muthuramalingam Salai,
Nandanam Chennai - 600035.

1. Maintenance of secretarial records is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on a test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices I followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on a test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.



Practicing Company Secretary
Membership No: A 7137
COP: 22357
UDIN: **A007137F003091295**

CHENNAI
29 November 2024

FormNo.MGT-9

EXTRACT OF ANNUAL RETURN AS ON THE FINANCIAL YEAR ENDED ON
31.03.2024

[Pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014]

I. REGISTRATION AND OTHER DETAILS:

i.	CIN	U40200TN1976SGC007081
ii.	Registration Date	11.02.1976
iii.	Name of the Company	M/s.Tamil Nadu Cements Corporation Limited
iv.	Category/Sub-Category of the Company	Public Company / Government Company
v.	Address of the Registered office and contact details	5 th Floor, Aavin Illam, 3A Pasumpon Muthuramalinga Salai Nandanam, Chennai – 600 035
vi.	Whether listed company	Yes/No
vii.	Name, Address and Contact details of Registrar and Transfer Agent, if any	NA

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10% or more of the total turnover of the company shall be stated:-

Sl. No.	Name and Description of main products/ services	NIC Code of the Product/ service	% to total turnover of the company
1	Cement	26941	99.99%
2	Asbestos Cement Sheet	26959	0.00%
3	Stoneware Pipes	26932	0.00%

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sr. No.	Name And Address Of The Company	CIN/GLN	Holding/ Subsidiary /Associate	%of shares held	Applicable Section
1.	NA				
2.					
3.					
4.					

IV. SHARE HOLDING PATTERN (Equity Share Capital Breakup as percentage of Total Equity)

i. Category-wise Share Holding

Category of Shareholders	No. of Shares held at the beginning of the year				No. of Shares held at the end of the year				% Change during the year
	De mat	Physical	Total	% of Total Shares	Dem at	Physical	Total	% of Total Shares	
A. Promoter									
1) Indian									
a) Individual/ HUF	-	-	-	-	-	-	-	-	-
b) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	1113169	1113169	100	-	1113169	1113169	100	Nil
d) Bodies Corp	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
Sub-total(A)(1):-	-	1113169	1113169	100	-	1113169	1113169	100	Nil
2) Foreign									
g) NRIs- Individuals	-	-	-	-	-	-	-	-	-
h) Other- Individuals	-	-	-	-	-	-	-	-	-
i) Bodies Corp.	-	-	-	-	-	-	-	-	-
j) Banks / FI	-	-	-	-	-	-	-	-	-
k) Any Other....	-	-	-	-	-	-	-	-	-
Sub-total(A)(2):-	-	-	-	-	-	-	-	-	-
B. Public Shareholding									

1. Institutions									
a) Mutual Funds	-	-	-	-	-	-	-	-	-
b) Banks / FI	-	-	-	-	-	-	-	-	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(1)	-	-	-	-	-	-	-	-	-
2. Non Institutions									
a) Bodies Corp. (i) Indian (ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals (i) Individual shareholders holding nominal share capital upto Rs. 1 lakh (ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	-	11	11	0	-	11	11	0	-
c) Others(Specify)	-	-	-	-	-	-	-	-	-
Sub-total(B)(2)	-	-	-	-	-	-	-	-	-
Total Public Shareholding (B)=(B)(1)+ (B)(2)	-	-	-	-	-	-	-	-	-
C.Shares held by Custodian for GDRs&ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	-	1113180	1113180	100	-	1113180	1113180	100	Nil

ii.Shareholding of Promoters

Sr. No	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in share holding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total	
1.	Governor of Tamilnadu	1113169	100	-	1113169	100	-	-
2.								
3.								
	Total	1113169	100	-	1113169	100	-	-

iii.Change in Promoters' Shareholding (please specify, if there is no change)

Sr. no		Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	1113169	100	1113169	100
	Date wise Increase / Decrease in Promoters Share holding during the year specifying the reasons for increase / decrease (e.g. allotment / transfer / bonus/ sweat equity etc):	-	-	-	-
	At the End of the year	1113169	100	1113169	100

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Amount in Rs.)

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	4,38,38,09,960	1,10,96,66,500	Nil	5,49,34,76,460
ii) Interest due but not paid	3,09,02,857	37,24,96,719	Nil	40,33,99,576
iii) Interest accrued but not due	Nil		Nil	Nil
Total(i+ii+iii)	4,41,47,12,817	1,48,21,63,219	Nil	5,89,68,76,036
Change in Indebtedness during the financial year				
- Addition				
Principal Amount	Nil	Nil	Nil	Nil
Interest	2,91,34,907	Nil	Nil	2,91,34,907
- Reduction				
Principal Amount	(30,00,00,000)	(5,45,08,750)		(35,45,08,750)
Interest	(3,09,02,857)	Nil		(3,09,02,857)
Net Change	(30,17,67,950)	(5,45,08,750)	Nil	(35,62,76,700)
Indebtedness at the end of the financial year				
i) Principal Amount	4,08,38,09,960	1,05,51,57,750	Nil	5,13,89,67,710
ii) Interest due but not paid	2,91,34,907	37,24,96,719	Nil	40,16,31,626
iii) Interest accrued but not due	Nil	Nil	Nil	Nil
Total (i+ii+iii)	4,11,29,44,867	1,42,76,54,469	Nil	5,54,05,99,356

VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL

A. Remuneration to Managing Director, Whole-time Directors and/or Manager (Amount in Rs.)

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager (Tvl.)		Total Amount
	Period of Service	C.KAMARAJ, IAS 24.03.2022 – 31.05.2023	R. KANNAN, IAS 21.06.2023 - 19.07.2024	Rs.
1.	Gross Salary			
	(a) Salary as per provisions contained in Section 17(1) of the Income Tax Act, 1961	10,58,963	26,92,691	37,51,654
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	Nil	Nil	Nil
	(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	Nil	Nil	Nil
2.	Stock Option	Nil	Nil	Nil
3.	Sweat Equity	Nil	Nil	Nil
4.	Commission - as % of profit - Others, specify...	Nil		Nil
5.	Others, please specify	Nil	Nil	Nil
6.	Total(A)	10,58,963	26,92,691	37,51,654

B. Remuneration to other directors:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager (Tvl)		Total Amount
		P.Krishnamurthi	Dr.G.Natarajan	Rs.
	<u>Independent Directors</u>			
	·Fee for attending board /committee meetings	1,56,000	1,56,000	3,12,000
	·Commission	Nil	Nil	Nil
	·Others, please specify			
	Total(1)	1,56,000	1,56,000	3,12,000
	<u>Other Non-Executive Directors</u>			
	·Fee for attending board /committee meetings	Nil	Nil	Nil
	·Commission			
	·Others, please specify			
	Total(2)	Nil	Nil	Nil

Total(B)=(1+2)	1,56,000	1,56,000	3,12,000
Total Managerial Remuneration	3,12,000		
Overall Ceiling as per the Act			

C. Remuneration to Key Managerial Personnel other than MD/ Manager/ WTD

Sl. no.	Particulars of Remuneration	Key Managerial Personnel (Tvl.)				Total
		CEO	CS	CFO		
			Dr.Lakshmi Manean	A.Arjunan	P.Ganesan	
	Period of service		01.04.2022 to 31.03.2024	15.09.2021 to 21.03.2024	21.03.2024 to Till date	Rs.
1.	Gross salary (a)Salary as per provisions contained in section17(1)of the Income-tax Act,1961 (b)Value of perquisites u/s17(2) Income-tax Act, 1961 (c)Profits in lieu of salary under section 17(3) Income-tax Act,1961		13,16,358	24,57,501	47,232	38,21,091
			Nil	Nil	Nil	Nil
			Nil	Nil	Nil	Nil
2.	Stock Option		Nil	Nil	Nil	Nil
3.	Sweat Equity		Nil	Nil	Nil	Nil
4.	Commission - as% of profit -others, specify...		Nil	Nil	Nil	Nil
5.	Others, please specify		Nil	Nil	Nil	Nil
6.	Total		13,16,358	24,57,501	Rs.47,232	38,21,091

VII. PENALTIES/PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the companies Act	Brief description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority[RD /NCLT/Court]	Appeal made. If any(give details)
A.Company					
Penalty					
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
B.Directors					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
C.Other Officers In Default					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

for and on behalf of the Board

(Ajay Yadav, IAS)
Managing Director
DIN: 07785020

(Dr.G.Natarajan)
Independent Director
DIN: 01089846

Place: Chennai – 600 035
Date: 28.11.2024

INDEPENDENT AUDITOR'S REPORT

To the Members of Tamil Nadu Cements Corporation Limited

Report on the Audit of the Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of **Tamil Nadu Cements Corporation Limited** ("the Company"), which comprise the Balance Sheet as at March 31, 2024 and the Statement of Profit and Loss and Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act read with Companies (Accounting Standards) Rules, 2021 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and its profit and cash flows for the year ended on that date.

Basis for Qualified Opinion

- a. The Company had availed Ways and Means advance of Rs.30,000.00 lakhs from Government of Tamil Nadu vide G.O.No.63 dated June 5, 2017, towards implementation of the Ariyalur cement unit expansion project. As per the said G.O., the rate of interest was fixed at 13.50 % per annum plus penal interest at the rate of 2.5% per annum on overdue instalments of principal and interest. The Company repaid the principal amount of Rs.30,000.00 lakhs on March 27, 2018, and provided a provision of Rs. 3,151.23 lakhs towards interest on Ways and Means advance in the financial statements for the year 2022-23. However, the penal interest payable which amounted to Rs. 473.76 lakhs for the period from March 28, 2018 to March 31, 2024, which was neither paid nor provided for in the Financial Statements as on March 31, 2024, on the grounds of waiver application made by the Company with the Government of Tamil Nadu. Consequently, the finance cost is understated and profit is overstated to that extent by Rs. 473.76 lakhs. (Refer Note 36(iii)(h) to the Financial Statements).
- b. The Company has been directed by the Ministry of Environmental, Forest and Climate change ('MoEFCC') of the Government of India to spend 2.5% of Project cost on the installation of 1 MTPA new cement plant at Ariyalur towards Enterprise Social Commitment. The total project cost amounts to Rs. 77,309.07 lakhs of which Rs. 1,932.73 lakhs is required to be spent by the Company towards Enterprise Social Commitment ("ESC"). As of March 31, 2024, the Company has spent Rs. 1,309.27 lakhs, however, the balance amount to be spent aggregating to Rs. 623.46 lakhs was neither paid nor provided for in the financial statements, as the sanction from the Government of Tamil Nadu for amendment of project cost to Rs. 77,309.07 and ESC to Rs. 1,932.73 lakhs is pending. (Refer Note 36(v) to the Financial Statement)

Further, the amount incurred by the Company towards ESC has been charged off to the Statement of Profit and Loss in the respective years, whereas the amounts should have been capitalised as part of project cost, resulting in undervaluation of Property, plant and equipment, understatement of depreciation expense and understatement of accumulated depreciation by Rs. 1,309.27 lakhs.

- c. Trade Payables as at March 31, 2024 aggregates to Rs. 4,857.24 lakhs. We are unable to comment on the following aspects:
 - i. Invoice wise listing to the extent of Rs. 984.72 lakhs was not made available to us. Accordingly, we are unable to comment on the accuracy of the amounts disclosed in Note 8(i) relating to ageing of such amounts.
 - ii. Trade payables of Amma Cements division amounts to Rs. 291.39 Lakhs as on March 31, 2024, including an unexplained Debit balance of Rs. 15.87 lakhs which are subject to reconciliation and subsequent adjustments, if any. Accordingly, we are unable to comment on existence and accuracy of these balances.



- iii. The Company's internal control relating to identification and monitoring of MSME dues and consequent interest, if any on account of delayed payments are inadequate. Accordingly, we are unable to comment upon the accuracy and valuation of dues outstanding to MSME. The potential impact, if any, on the Financial Statements is currently not ascertainable.
- d. Advance from Customers and Trade Receivables of Amma cement division aggregates to Rs. 309.72 lakhs and Rs. 65.46 lakhs respectively which are subject to reconciliation and subsequent adjustments, if any. Accordingly, we are unable to comment on the existence and accuracy of these balances.
- e. Other Current Liabilities as at March 31, 2024 includes an amount of Rs. 227.00 lakhs earmarked towards Cement regulation for which we are unable to obtain sufficient appropriate audit evidence including underlying documents, break up, and the manner of computation of these amounts. Accordingly, we are unable to comment on the completeness and accuracy of these balances.
- f. Property, Plant and Equipment of the Company has been physically verified during the year by an expert engaged by the Company, who have shared his observations vide report dated April 24, 2024. However, the Company is still in the process of evaluating the impact of the said observations, if any, on the financial statements. Also Refer Note 10A(vii) to the Financial Statements.
- g. We were unable to obtain independent confirmations for Deposit balances receivable from 8 parties amounting to Rs. 689.21 lakhs and perform alternative audit procedures for the balance. Consequently, we are unable to comment on their accuracy and valuation, as these balances may be subject to reconciliation.
- h. Inventories as at March 31, 2024 amounts to Rs. 10,239.35 lakhs. We are unable to comment on the following aspects:
- i. Ageing of stores and spares amounting to Rs. 3,040.34 lakhs as at March 31, 2024 are not made available to us. Accordingly, we are unable to comment on the potential impact, if any, on account obsolete and non-moving inventories.
- ii. The Closing Stock of Amma Cements as per books of accounts amounts to Rs. 588.93 Lakhs and as per confirmation received from various godowns by the Company amounts to Rs. 210.11 Lakhs. The management is in the process of reconciling the said differences. Accordingly, we are unable to comment on the potential impact, if any, on account of differences in the financial statements on completion of the reconciliation could not be ascertained.
- i. Trade receivables as on March 31, 2024 amounts to Rs. 5,384.25 lakhs. We are unable to comment on the following aspects:
- i. Invoice wise listing of Trade receivables amounting to Rs. 1,049.87 lakhs were not made available to us. Further, trade receivables include unexplained credit balances amounting to Rs. 581.57 lakhs. Accordingly, we are unable to comment on the accuracy of the amounts disclosed in Note 15(i) to the financial statements relating to the aging of trade receivables. Further, in the absence of formal assessment of provision for bad and doubtful debts if any, we are unable to comment on the realisability of said amounts.
- ii. The Company's assessment of provision for bad and doubtful as at March 31, 2024 has not been made available to us. Accordingly, we are unable to comment on the completeness and adequacy of overall provision for bad and doubtful debts made in the financial statements.
- iii. We were unable to obtain independent confirmations from 27 Customers amounting to Rs. 86.11 lakhs and perform alternative audit procedures for these balances. Consequently, we are unable to comment on their accuracy and valuation, as these balances may be subject to reconciliation.



- j. Claims Receivable (grouped as part of short term loans and advances) includes Margin money receivables of Rs. 799.38 lakhs which are subject to reconciliation with District Rural Development Agency. Pending reconciliation and subsequent adjustment, if any, we are unable to comment on the accuracy and recoverability of these balances.
- k. The Company has calculated Deferred Tax, Provision for taxes on the basis of books of account. We are unable to comment on the amounts calculated, which may undergo changes due to consequential impact of the aforesaid qualifications in the Basis for Qualification paras (a) to (j).

We conducted our audit of the financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Emphasis of Matter

- i) We draw attention to Note 30 & Note 6 respectively to the financial statements, which states that the company has accounted for certain Prior period adjustments with respect to:
- a. Provision for gratuity, based on report from independent actuary. The adjustment consists of recording of income in the Statement of profit/ loss account which amounts to Rs. 180.83 lakhs.
- b. Deferred tax liabilities (net) on temporary differences of assets and liabilities. The adjustment consists of recording of income in the Statement of profit/ loss account which amounts to Rs. 3,286.17 lakhs.

ii) We also draw attention to Note 51 to the financial Statements with reference to regrouping/reclassification of previous year comparatives wherever necessary to confirm to the current year's classification in conformity with Schedule III to the Act.

Our opinion is not modified in respect of these matters.

Information Other than the Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the Director's Report including Annexures to Director's Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. The other information included in the Director's Report have not been adjusted for the impact as described in the Basis for Qualified section above. Accordingly, we are unable to conclude whether or not the other information is materially misstated with respect to this matter.



Responsibilities of Management and Those Charged with Governance for Financial Statements

The Company's Management and Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

We give in "Annexure A" a detailed description of Auditor's responsibilities for Audit of the Financial Statements.

Other Matter

The financial statements of the Company for the year ended March 31, 2023, were audited by another auditor. They had modified their report dated October 30, 2023 with respect to various matters included in para 3.1 to 3.6 of the said auditors' report.

Our opinion is not modified in respect of the above matter.

Report on Other Legal and Regulatory Requirements

1. As required by the "Directions and sub directions issued by office of the Comptroller and Audit General of India in terms of section 143(5) of the Act, we give in the "Annexure B" a statement on the directions and sub-directions.
2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure C" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
3. As required by Section 143(3) of the Act, we report that:
 - a. We have sought and except for the possible effect of the matter described in the Basis for Qualified Opinion above obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. Except for the effects of the matter described in the Basis of Qualified Opinion section above and for the matters stated in paragraph 3(g) below on reporting under rule 11(g), in our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- c. The Balance Sheet, the Statement of Profit and Loss and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.
- d. Except for the effects of the matter described in Basis for Qualified Opinion section above, in our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act.
- e. The matter described in Basis of Qualified Opinion section above and as described in Basis for Qualified Opinion section of the "Annexure D", in our opinion, may have an adverse effect on the functioning of the Company.
- f. In view of exemption given vide notification no.463(E) dated June 5, 2015, issued by the Ministry of Corporate Affairs, the Company being a Government company within the meaning of section 2(45) of the Act, provisions of Section 164(2) of the Act pertaining to disqualification of Directors, are not applicable to the Company.
- g. The qualification and reservations relating to the maintenance of accounts and other matters connected therewith are as stated in the Basis for Qualified Opinion paragraph, in paragraph 3(b) above on reporting under Section 143(3)(b) and paragraph i(vi) below on reporting under Rule 11(g).
- h. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure D".
- i. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements - Refer Note 36 to the financial statements.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 1. The Management has represented that, to the best of its knowledge and belief and as stated in Note 44 to the Financial Statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 2. The Management has represented, that, to the best of its knowledge and belief and as stated in Note 44 to the Financial Statements, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 3. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) as provided under (1) and (2) above, contain any material misstatement.



- v. The final dividend paid by the Company during the year relating to the financial year 2022-23, is in accordance with provisions of section 123 of the Companies Act 2013 to the extent it applies to payment of dividend. The Company has not declared any dividend during the year.
- vi. Based on our examination, the accounting softwares (Indice ERP & Amma cements ERP) used by the Company for maintaining its books of account during the year ended March 31, 2024 did not have a feature of recording audit trail (edit log) facility.

Further, the feature of recording audit trail in accounting softwares used by the Company was enabled only with effect from November 07, 2024 for Indice ERP and from November 14, 2024 for Amma Cements ERP. Refer Note 49 to the Financial statements.

- 4. In view of exemption given vide notification no.463(E) dated June 05, 2015, issued by the Ministry of Corporate Affairs, the Company being a Government Company within the meaning of section 2(45) of the Act, provisions of section 197 of the Act pertaining to managerial remuneration, are not applicable to the Company.

For M S K C & Associates
Chartered Accountants
ICAI Firm Registration No. 105047W

S. Manikandan

S Manikandan
Partner
Membership No. 226060
UDIN: 24226060BKHQLX2049



Place: Chennai
Date: November 28, 2024

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON EVEN DATE ON THE FINANCIAL STATEMENTS OF TAMIL NADU CEMENTS CORPORATION LIMITED

Auditor's Responsibilities for the Audit of the Financial Statements


As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and board of directors.
- Conclude on the appropriateness of management and board of director's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For M S K C & Associates
Chartered Accountants
ICAI Firm Registration No. 105047W


S Manikandan
Partner
Membership No. 226060
UDIN: 24226060BKHQLX2049



Place: Chennai
Date: November 28, 2024

To Office of The Comptroller And Auditor General of India, 10, Bahadur Shah Zafar Marg, New Delhi - 110 124

Our report on directions under sub-section (5) of section 143 of the Companies Act, 2013

Annexure B to the Independent Auditor's Report on the Financial Statements of Tamil Nadu Cements Corporation Limited for the year ended March 31, 2024

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Our report/findings on directions and sub-direction of CAG should be read in conjunction with our statutory audit report of even date on the Financial Statements of the Company as at and for the year ended March 31, 2024.

S No.	Directions/Sub-Directions	M S K C Response
Directions under sub-section (5) of section 143 of the Companies Act, 2013		
1	Whether the company has system in place to process all the accounting transactions through IT system? If yes, the implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications, if any, may be stated.	<p>a. Company uses Indice ERP and Amma Cements ERP for processing its accounting transactions through IT systems.</p> <p>b. During the course of audit, we noticed that Company performs manual calculations relating to interest on Borrowings, ageing adjustments, consumption and inventory valuation.</p> <p>c. General IT controls are concluded as ineffective as exceptions were noted for Logical access management, Change management, Application security management and absence of audit trail feature.</p> <p>d. Further, the feature of recording audit trail in accounting softwares used by the Company was enabled only with effect from November 07, 2024 for Indice ERP and from November 14, 2024 for Amma Cements ERP. Refer Para (i)(vi) under 'Report on Other Legal and Regulatory Requirements' section of main audit report and Note 49 to the Financial statements.</p>
2	Whether there is any restructuring of an existing loan or cases of waiver/write off of debts/loans/interest etc. made by a lender to the company due to the company's inability to repay the loan? If yes, the financial impact may be stated. Whether such cases are properly accounted for? (In case, lender is a Government company, then this direction is also applicable for statutory auditor of lender company).	There were no such instances during the year under audit
3	Whether funds (grants/subsidy etc.) received/receivable for specific schemes from Central/State Government or its agencies were properly accounted for/utilized as per its term and conditions? List the cases of deviation.	There were no such instances during the year under audit
Sector specific Sub-directions under sub-section (5) of section 143 of the Companies Act, 2013		
1	Whether the Company's pricing policy absorbs all fixed and variable costs of production as well as the allocation of overheads?	As majority of the Company's cement supplies are made to DRDA and other government agencies, the selling price is fixed by the Government through a pricing committee consisting of Principal Secretary to Industries Department, Additional Chief Secretary to Finance Department, Principal Secretary to RD Department and Managing Director of the Company. The price proposed by the Company which includes recovery of both fixed and variable cost. Prices for



		Open Market Sale depends upon the Open Market conditions. The prices for open market sales through stockiest, builder, flat promoters and Government Contractors are fixed from time to time by Managing Director of the Company based on the recommendation of the internal pricing committee..
2	Whether the Company has fixed norms for normal losses and a system for evaluation of abnormal losses for remedial action is in existence?	Cement manufacturing is a continuous process industry and we are informed that there is no Manufacturing loss during the Cement manufacturing process. Any wastages are reused in the process. While receiving material from suppliers certain material like gypsum, fly ash etc will have loss due to moisture elements which is being accounted along with the cost of material consumption based on certificates from the lab.
3	What is the system of valuation of by-products and finished products? List out the cases of deviation from its declared policy.	Finished goods at factory are measured at lower of cost which includes cost of inputs (net of taxes and duties eligible for credits) and overheads and net realizable value (Refer Note 2.2(ii) and Note 14 to the Financial Statements). The Company does not have any by-products.
4	Whether the effect of deteriorated stores and spares of closed units has been properly accounted for in the books?	Due to non-availability of ageing of stores and spares, we are unable to comment on the effect of deteriorated stores and spares of closed units has been properly accounted for in the books. Refer Basis for Qualification para (h)(i) to our main audit report
5	Whether the Company effective system for physical verification, valuation of stock, treatment of non-moving items and accounting of effect of shortage/excess noticed during physical verification?	Based on information and explanation given to us by the management, Company has a policy of conducting physical verification once in a year and the same has been performed during the year. Due to non-availability of ageing of stores and spares, we are unable to comment on the treatment of non-moving items. Refer Basis for Qualification para (h)(i) to our main audit report.
6	Whether the Company has prepared Mine Closure Plan in respect of the abandoned/fully exhausted mines as stipulated in the Mineral Conservation and Development Rules? If so, mine closure cost has to be arrived at and provided for in the accounts. The status of environmental clearance for the functioning of mines may be reviewed.	The Company has not closed / abandoned any mine during the year. However, it has made provision for mine closure expenses on yearly basis and during the year 2023-2024 provision amounting to Rs.161.91 lakhs was made and the total provision as on March 31, 2024 aggregates to Rs. 394.33 lakhs. (Refer Note 7 of Financial statement). Environment Clearance for various mines is pending for approval before the appropriate authority. As per the information provided by the management, Environmental Clearances were obtained for two mining leases at Ariyalur cement unit out of five existing mining leases. Obtaining of environmental clearance for five mining leases at Alangulam unit is under progress. Refer Note 41 to the Financial Statements.
7	State the extent of utilization of Plant and Machinery during the year vis-à-vis installed capacity.	Based on information provided to us by the management and procedures performed by us, Refer Note 7(a) below



Note 7(a): Utilization of Plant and Machinery during the year vis-à-vis installed capacity.

Plant	Installed Capacity – Refer Note (i) below	Production during the year – Refer Note (ii) below	% Utilized
Cement Plant			
Ariyalur Cement Works(Old Plant)	5,00,000	2,85,465	57.09%
Ariyalur Expansion Plant	11,30,000	7,72,900	68.40%
Alangulam Cement Works	2,90,000	2,36,360	81.50%
ASBESTOS PRODUCTS			
Asbestos (sheet), Alangulam	28,500	-	0.00%
STONEWARE PRODUCTS			
Stoneware Pipe Unit, Virudhachalam	7,200	-	0.00%

Notes;

- (i) Traced to Cost Audit report for the financial year 2022-23 dated March 13, 2024.
- (ii) Traced to daily production report and other underlying inventory records

For M S K C & Associates
Chartered Accountants
ICAI Firm Registration No. 105047W

S. Manikandan

S Manikandan
Partner
Membership No. 226060
UDIN: 24226060BKHQLX2049



Place: Chennai
Date: November 28, 2024

ANNEXURE C TO INDEPENDENT AUDITORS' REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF TAMIL NADU CEMENTS CORPORATION LIMITED FOR THE YEAR ENDED MARCH 31, 2024

[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report]

- i. (a) A The Company has maintained proper records showing full particulars including quantitative details and situation of property, plant and equipment.
- i. (a) B The Company has maintained proper records showing full particulars of intangible assets.
- i. (b) Property, Plant and Equipment of the Company has been physically verified by an expert engaged by the Company who had shared his observations vide report dated April 24, 2024. The Company is in the process of evaluating the impact of the said observations, if any, on the financial statements. and therefore, we are unable to comment on the potential impact, if any arising on account of such observations. Refer Basis for Qualification para (f) to our main audit report.
- i. (c) The records relating to title deeds of all the immovable properties as reflected in the financial statements (i.e Quarry Land, Other Land, Buildings etc.) are not reconciled with the Fixed asset registers of the Company. Accordingly, we are unable comment on the completeness of title deeds of immoveable properties held in the name of Company and on the accuracy of the information disclosed in Note 10A(i) concerning the Title deeds of immoveable property not held in the name of the Company in the Financial Statements.
- i. (d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment and intangible assets during the year. Accordingly, the provisions stated under clause 3(i)(d) of the Order are not applicable to the Company.
- i. (e) According to the information and explanations given to us, no proceeding has been initiated or pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988, as amended and rules made thereunder. Accordingly, the provisions stated under clause 3(i)(e) of the Order are not applicable to the Company.
- ii. (a) The inventory has been physically verified during the year by the management. In our opinion, the frequency of verification, coverage and procedure of such verification is reasonable and appropriate, having regard to the size of the Company and the nature of its operations. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory.

In respect of inventory lying with third parties, confirmations are obtained by the management by respective parties. However, inventory balances as per confirmations does not reconcile to the books of accounts and are subject to reconciliation by the management. Refer Basis for Qualification para (h)(ii) of our main audit report.
- ii. (b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks on the basis of security of current assets. Based on the records examined by us in the normal course of audit of the financial statements, quarterly returns / statements filed with such Banks are not in agreement with the unaudited books of accounts of the Company. Details of the same are as below.

Quarter Ended	Amount as per books of accounts	Amount as per quarterly return/statement	Discrepancy (give details)
June-23	NA	10,477.39	Refer Note below. Also, refer Note 5 to the Financial Statements
September-23	NA	10,876.79	
December-23	NA	13,519.10	
March-24	NA	15,076.08	

The Company does not maintain records for amount as per books of accounts and reconciliation of statements submitted with Banks. Accordingly, we are unable to comment on the differences, if any.



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- iii. According to the information explanation provided to us, the Company has, during the year, not made any investments in, or provided any guarantee or security, or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions stated under clause 3(iii) of the Order are not applicable to the Company.
- iv. According to the information and explanations given to us, during the year, there are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Act, are applicable and accordingly, the provisions stated under clause 3(iv) of the Order is not applicable to the Company.
- v. According to the information and explanations given to us, the Company has Advance from Customers exceeding 365 days amounting to Rs. 102.07 lakhs which are deemed to deposits as per the provisions of section 73 of the Act. Accordingly, the Company has contravened the provisions of Section 73 to 76 of the Act.
- vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products/ services. We have broadly reviewed the same, and are of the opinion that, *prima facie*, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.
- vii. (a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess, and other statutory dues have been regularly deposited by the Company with appropriate authorities in all cases during the year.

Undisputed amounts payable in respect of Goods and Services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, cess, and other statutory dues in arrears, which were outstanding, as at March 31, 2024, for a period of more than six months from the date they became payable, are as follows;

Name of the statute	Nature of the dues	Amount (Rs. In lakhs)	Period to which the amount relates	Due Date	Date of Payment	Remarks, if any
Tamil Nadu Manual Workers (Regulation of Employment and Conditions of work) Act, 1982.	Labour welfare Cess	274.42	FY 2019-20	March 31, 2020	NA	Company is yet to receive specific guidelines for the purpose of remittance of contribution to labour welfare board.

- vii. (b) According to the information and explanation given to us and examination of records of the Company, details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2024, on account of any dispute, are as follows:

Name of the statute	Nature of dues	Amount Demanded (Rs. In lakhs)	Amount Paid (Rs. In lakhs)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Tax	1,500.39	-	1997-98	High Court	
Income Tax Act, 1961	Tax	5.27	-	2003-04	ITAT	



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Income Tax Act, 1961	Tax	25.48	-	2007-08	High Court	Provided in Financial Statements
Income Tax Act, 1961	Tax	11.08	-	2011-12	CPC	
Income Tax Act, 1961	Tax	21.62	-	2017-18	Commissioner of Income Tax (Appeals)	
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	7.51	-	2013-14	Office of Joint Commissioner (Large Tax Payer's unit)	
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	11.40	-	2014-15	Office of Joint Commissioner (Large Tax Payer's unit)	
Goods and Service Tax Act, 2017	Tax, interest and fees	29.35	-	1981-82	Office of Assistant Commissioner (Anna Salai Assessment Circle)	
Goods and Service Tax Act, 2017	Tax, interest and fees	47.36	-	1984-85	Office of Assistant Commissioner (Anna Salai Assessment Circle)	
Goods and Service Tax Act, 2017	Tax, interest and fees	47.40	-	1983-84	Office of Assistant Commissioner (Anna Salai Assessment Circle)	
Goods and Service Tax Act, 2017	Tax, interest and fees	48.03	-	1980-81	Office of Assistant Commissioner (Anna Salai Assessment Circle)	
Goods and Service Tax Act, 2017	Tax, interest and fees	88.30	-	1984-85	Office of Assistant Commissioner (Anna Salai Assessment Circle)	
Goods and Service Tax Act, 2017	Tax, interest and fees	90.66	-	1983-84	Office of Assistant Commissioner (Anna Salai Assessment Circle)	
Goods and Service Tax Act, 2017	Tax, interest and fees	10.18	-	1991-92	Office of Joint Commissioner (Large Tax Payer's unit)	
Central Sales Tax, 1956	Tax, interest and fees	10.27	-	1999-00	Office of Joint Commissioner (Large Tax Payer's unit)	
Central Sales Tax, 1956	Tax, interest and fees	15.00	-	1997-98	Office of Joint Commissioner (Large Tax Payer's unit)	
Goods and Service Tax Act, 2017	Tax, interest and fees	18.28	-	1993-94	Office of Joint Commissioner (Large Tax Payer's unit)	



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Central Sales Tax, 1956	Tax, interest and fees	19.35	-	1996-97	Office of Joint Commissioner (Large Tax Payer's unit)
Goods and Service Tax Act, 2017	Tax, interest and fees	38.73	-	1989-90	Office of Joint Commissioner (Large Tax Payer's unit)
Goods and Service Tax Act, 2017	Tax, interest and fees	45.63	-	1994-95	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	68.22	-	2015-16	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	93.56	-	2006-07	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	62.69	-	2017-18	Office of Joint Commissioner (Large Tax Payer's unit)
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	13.66	-	2012-13	Office of Joint Commissioner (Large Tax Payer's unit)
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	14.93	-	2016-17	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	115.02	-	1980-81	Office of Assistant Commissioner (Anna Salai Assessment Circle)
Central Sales Tax, 1956	Tax, interest and fees	140.54	-	1981-82	Office of Assistant Commissioner (Anna Salai Assessment Circle)
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	138.74	-	1988-89	Office of Joint Commissioner (Large Tax Payer's unit)
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	159.16	-	1987-88	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	222.67	-	1985-86	Office of Joint Commissioner (Large Tax Payer's unit)
Goods and Service Tax Act, 2017	Tax, interest and fees	254.33	-	1992-93	Office of Joint Commissioner (Large Tax Payer's unit)
Goods and Service Tax Act, 2017	Tax, interest and fees	272.49	-	1986-87	Office of Joint Commissioner (Large Tax Payer's unit)



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Goods and Service Tax Act, 2017	Tax, interest and fees	296.42	-	1990-91	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	321.17	10.73	2001-02	Office of Joint Commissioner (Large Tax Payer's unit)
Goods and Service Tax Act, 2017	Tax, interest and fees	504.45	-	1990-91	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	523.56	-	1989-90	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	768.60	-	1989-90	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	799.19	-	1986-87	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	201.71	-	1988-89	Office of Joint Commissioner (Large Tax Payer's unit)
Goods and Service Tax Act, 2017	Tax, interest and fees	4,508.43	-	2015-16	Office of Joint Commissioner (Large Tax Payer's unit)
Central Sales Tax, 1956	Tax, interest and fees	1,005.89	-	1987-88	Office of Joint Commissioner (Large Tax Payer's unit)
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	1,036.00	-	2014-15	Office of Joint Commissioner (Large Tax Payer's unit)
Tamil Nadu Value Added Tax, 2006	Tax, interest and fees	2,812.00	-	2015-16	Office of Joint Commissioner (Large Tax Payer's unit)
Finance Act, 1994	Tax, interest and fees	371.27	27.23	2012-13 to 2016-17	Commissioner of GST and Central Excise
Finance Act, 1994	Tax, interest and fees	237.94	-	2018-19	CESTAT



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- viii. According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Income-tax Assessment of the Company. Accordingly, the provision stated under clause 3(viii) of the Order is not applicable to the Company.
- ix. (a) In our opinion and according to the information and explanations given to us and the records of the Company examined by us, the Company has not defaulted in repayment of loans or borrowings or in payment of interest thereon to any lender except in the following cases, details of which are as follows:

Nature of borrowing, including debt securities	Name of Lender	Amount not paid on due date	Whether principal or interest	No. of Days delay or unpaid	Remarks, if any
Interest Free Loan	Government	Rs. 109.09 lakhs	Principal	One quarter	Quarterly Repayment. Refer Note 5 (iii) to Financial Statements

- ix. (b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
- ix. (c) In our opinion and according to the information and explanations provided to us, no money was raised by way of term loans. Accordingly, the provision stated under clause 3(ix)(c) of the Order is not applicable to the Company.
- ix. (d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- ix. (e) The Company does not have any subsidiary, associate, or joint venture. Accordingly, reporting under clause 3(ix)(e) of the order is not applicable to the Company.
- ix. (f) The Company does not have any subsidiary, associate, or joint venture. Accordingly, reporting under clause 3(ix)(f) of the order is not applicable to the Company.
- x. (a) In our opinion and according to the information explanation given to us, the Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, the provisions stated under clause 3(x)(a) of the Order are not applicable to the Company.
- x. (b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully, partly, or optionally convertible debentures during the year. Accordingly, the provisions stated under clause 3(x)(b) of the Order are not applicable to the Company.
- xi. (a) Based on our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we report that no material fraud by the Company or on the Company has been noticed or reported during the year in the course of our audit.



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- xi. (b) Based on our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under Section 143(12) of the Act, in Form ADT-4, as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the provisions stated under clause 3(xi)(b) of the Order is not applicable to the Company.
- xi. (c) We have taken into consideration the whistle blower complaints received by the Company during the year while determining the nature, timing, and extent of audit procedures. As explained by the management, there were certain complaints in respect of which investigations are ongoing as on the date of our report, pending the completion of such investigation we are unable to comment on the impact, if any, on the financial statements and our report for the year ended March 31, 2024.
- xii. The Company is not a Nidhi Company. Accordingly, the provisions stated under clause 3(xii)(a) to (c) of the Order are not applicable to the Company.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.
- xiv. (b) We have considered the internal audit reports of the Company issued till the date of our audit report, for the period under audit.
- xv. According to the information and explanations given to us, in our opinion, during the year, the Company has not entered into any non-cash transactions with directors or persons connected with its directors and accordingly, the reporting on compliance with the provisions of Section 192 of the Act in clause 3(xv) of the Order is not applicable to the Company.
- xvi. (a) The Company is not required to be registered under Section 45 IA of the Reserve Bank of India Act, 1934 (2 of 1934) and accordingly, the provisions stated under clause 3(xvi)(a) of the Order are not applicable to the Company.
- xvi. (b) The Company is not engaged in any Non-Banking Financial or Housing Finance activities during the year and accordingly, the provisions stated under clause 3 (xvi)(b) of the Order are not applicable to the Company.
- xvi. (c) The Company is not a Core investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, the provisions stated under clause 3 (xvi)(c) of the Order are not applicable to the Company.
- xvi. (d) According to the information and explanations provided to us, the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) does not have any Core Investment Company (as part of its group. Accordingly, the provisions stated under clause 3(xvi)(d) of the order are not applicable to the Company.



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- xvii. Based on the overall review of financial statements without considering the effect of matters stated in the basis of qualification para (a) to (k) to our main audit report above, the Company has not incurred cash losses in the current financial year and in the immediately preceding financial year. Accordingly, the provisions stated under clause 3(xvii) of the Order are not applicable to the Company.
- xviii. There has been no resignation of the statutory auditors during the year. Accordingly, the provisions stated under clause 3(xviii) of the Order are not applicable to the Company.
- xix. According to the information and explanations given to us and on the basis of the financial ratios (as disclosed in note 50 to the financial statements), ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. According to the information and explanations given to us and based on our verification, the provisions of Section 135 of the Act, are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred either to a Fund specified in schedule VII of the Act or to a Special Account as per the provisions of Section 135 of the Act read with schedule VII to the Act. Accordingly, reporting under clause 3(xx)(a) and 3(xx)(b) of the Order is not applicable to the Company.
- xxi. According to the information and explanations given to us, the Company does not have any Subsidiary, Associate or Joint Venture. Accordingly, reporting under clause 3(xxi) of the Order is not applicable.

For M S K C & Associates
Chartered Accountants
ICAI Firm Registration No. 105047W

S. Manikandan

S Manikandan
Partner
Membership No. 226060
UDIN: 24226060BKHQLX2049

Place: Chennai
Date: November 28, 2024



ANNEXURE D TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF TAMIL NADU CEMENTS CORPORATION LIMITED

[Referred to in paragraph 3(h) under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Tamil Nadu Cements Corporation Limited on the Financial Statements for the year ended March 31, 2024]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

Qualified Opinion

We have audited the internal financial controls with reference to financial statements of Tamil Nadu Cements Corporation Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, except for the possible effects of the material weaknesses described in Basis for Qualified Opinion Section below on the achievement of the objectives of the control criteria, the Company has maintained, in all material respects, adequate internal financial controls with reference to financial statements as of March 31, 2024 and such internal financial controls with reference to financial statements were operating effectively as of March 31, 2024, based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note").

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the financial statements of the Company for the year ended March 31, 2024, and these material weaknesses does affect our opinion on the financial statements of the Company.

Basis for Qualified Opinion

According to the information and explanations given to us and based on our audit, the following material weaknesses have been identified as at March 31, 2024:

- a) There are inadequate supervisory and review control over Company's Financial review and closure process, provisioning of doubtful debts, identification, monitoring and payment of MSME dues and interest, if any, identification of slow and non moving stores and spares of inventory and assessment of related provisions, in accordance with the accounting principles generally accepted in India which could potentially result in a material misstatement in preparation and presentation of financial statement.
- b) In addition to above, we also refer to 'Basis for Qualified Opinion' section of our main audit report and the consequential impact it may have on Company's processes and internal controls, and to that extent, we are unable to comment on whether there is any material weakness in the Company's internal controls as at March 31, 2024.

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control with reference to financial statements, such that there is a reasonable possibility that a material misstatement of the company's annual or interim financial statements will not be prevented or detected on a timely basis.

Management and Board of Director's Responsibilities for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.



Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of internal financial controls with reference to financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining an understanding of internal financial controls with reference to financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our qualified audit opinion on the Company's internal financial controls with reference to financial statements.

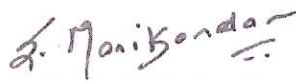
Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For **M S K C & Associates**
Chartered Accountants
ICAI Firm Registration No. 105047W



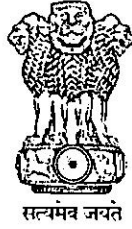
S Manikandan
Partner
Membership No. 226060
UDIN: 24226060BKHQLX2049



Place: Chennai
Date: November 28, 2024



भारतीय लेखापरीक्षा और
लेखा विभाग
INDIAN AUDIT AND ACCOUNTS
DEPARTMENT
இந்திய கணக்காய்வு
மற்றும் தணிக்கைத் துறை



कार्यालय प्रधान महालेखाकार (लेखापरीक्षा- II),
तमिलनाडु एवं पुदुचेरी
O/o THE PRINCIPAL ACCOUNTANT
GENERAL (AUDIT-II), TAMIL NADU &
PUDUCHERRY
முதன்மை கணக்காய்வு அலுவலகம்
(தணிக்கை-II) தமிழ்நாடு & புதுச்சேரி

स. प्रमले. (लेखापरीक्षा II)/ एएमजी I /खाता/II/2024-25/186

दिनांक: 30.12.2024

No. PAG (Audit II)/AMG I/Accts/II/2024-25/186

Dated: 30.12.2024

सेवा में/To

प्रबंध निदेशक,
तमिलनाडु सीमेंट्स कॉर्पोरेशन लिमिटेड,
आविन इल्लम, 5वीं मंजिल,
3 ए, पसुम्पोन मुथुरामलिंगम सालाई,
नंदनम, चेन्नई - 600 035 ।

The Managing Director,
Tamil Nadu Cements Corporation Limited,
Aavin Illam, 5th Floor,
3 A, Pasumpon Muthuramalingam Salai,
Nandanam, Chennai – 600 035.

महोदय Sir/ महोदया Madam,

विषय: 31 मार्च, 2024 को समाप्त वर्ष के लिए तमिलनाडु सीमेंट्स कॉर्पोरेशन लिमिटेड, चेन्नई के खातों पर कंपनी अधिनियम, 2013 के अधिन धारा 143(6)(बी) के नि.व म.लेप. की टिप्पणी ।

Sub: Comments of the C&AG of India u/s 143(6)(b) of the Companies Act, 2013 on the accounts of Tamil Nadu Cements Corporation Limited, Chennai for the year ended 31 March, 2024.

31 मार्च, 2024 को समाप्त वर्ष के लिए तमिलनाडु सीमेंट्स कॉर्पोरेशन लिमिटेड, चेन्नई के लेखाओं पर कंपनी अधिनियम, 2013 की धारा 143(6)(बी) के अधिन भारत के नियंत्रक एवं महालेखापरीक्षक के शून्य टिप्पणियाँ प्रमाण-पत्र में इस के साथ अग्रेषित कर रहा हूँ ।

I am to forward herewith the NIL COMMENTS CERTIFICATE of the Comptroller and Auditor General of India under section 143 (6) (b) of the Companies Act, 2013 on the accounts of Tamil Nadu Cements Corporation Limited, Chennai for the year ended 31 March, 2024.

वार्षिक सामान्य बैठक के कार्यवृत्त की एक प्रति जिसमें कंपनी अधिनियम 2013 की धारा 143 (6)(बी) के तहत भारत के नियंत्रक एवं महालेखापरीक्षक की टिप्पणी प्रस्तुत की जानी है, उसे इस कार्यालय को कृपया यथाशीघ्र भेजी जाए । मुद्रित वार्षिक रिपोर्ट की छः प्रतियाँ जब भी तैयार होती हैं, इस कार्यालय को अग्रेषित की जाएं । लेखा परीक्षा की सूचना के तहत कंपनी अधिनियम, 2013 की धारा 395 के साथ पठित सीएजी के डीपीसी अधिनियम की धारा 19 ए (3) के तहत विधान सभा के समक्ष सीएजी की टिप्पणियों के साथ वार्षिक खातों को रखने के लिए कार्रवाई की जा सकती है।

A copy of the minutes of Annual General Meeting in which comments of Comptroller & Auditor General of India are to be placed under section 143 (6) (b) of the Companies Act 2013 may please be sent to this office early. Six copies of printed Annual Reports as and when they are ready may be forwarded to this office. Action may be taken to place the annual accounts along with comments of C&AG before the legislative assembly as required under Section 19 A (3) of C&AG's DPC Act read with Section 395 of Companies Act, 2013 under intimation to audit.

भवदीय/Yours sincerely,

संलग्न: यथोपरि
Encl: As above

उप-महालेखाकार
Deputy Accountant General



प्रधान महालेखाकार (लेखापरीक्षा-II)
तमिलनाडु एवं पुदुचेरी
PRINCIPAL ACCOUNTANT GENERAL (AUDIT-II)
TAMILNADU & PUDUCHERRY

COMMENTS OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA
UNDER SECTION 143(6) (b) OF THE COMPANIES ACT, 2013 ON THE
FINANCIAL STATEMENTS OF TAMIL NADU CEMENTS CORPORATION
LIMITED, CHENNAI FOR THE YEAR ENDED 31 MARCH 2024

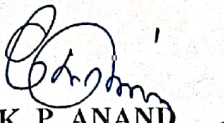
The preparation of financial statements of Tamil Nadu Cements Corporation Limited, Chennai for the year ended 31 March 2024 in accordance with the financial reporting framework prescribed under the Companies Act, 2013 is the responsibility of the management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India under Section 139 (5) of the Act are responsible for expressing opinion on the financial statements under section 143 of the Act based on independent audit in accordance with standards on auditing prescribed under section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated 28.11.2024.

I, on behalf of the Comptroller and Auditor General of India have conducted a supplementary audit of the financial statements of Tamil Nadu Cements Corporation Limited, Chennai for the year ended 31 March 2024 under section 143 (6) (a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the statutory auditors and is limited primarily to inquiries of the statutory auditors and company personnel and a selective examination of some of the accounting records.

On the basis of my supplementary audit nothing significant has come to my knowledge which would give rise to any comment upon or supplement to statutory auditors' report under section 143 (6) (b) of the Act.

*For and on the behalf of the
Comptroller & Auditor General of India*

Place: Chennai.
Date: 30/12/2024


K. P. ANAND
PRINCIPAL ACCOUNTANT GENERAL



Pursuant to Section 134(3)(f) of the Companies Act 2013, the Board of Directors having considered the comment of the Statutory Auditors in its Report and Accounts for the year ended 31.03.2024 wish to state the following

S No	Qualification/EOM	TANCEM Reply
1	<p>The Company had availed Ways and Means advance of Rs.30,000 lakhs from Government of Tamil Nadu vide G.O.No.63 dated June 5, 2017, towards implementation of the Ariyalur cement unit expansion project. As per the said G.O., the rate of interest was fixed at 13.50 % per annum plus penal interest at the rate of 2.5% per annum on overdue instalments of principal and interest. The Company repaid the principal amount of Rs.30,000 lakhs on March 27, 2018, and provided a provision of Rs. 3,151 lakhs towards interest on Ways and Means advance in the financial statements for the year 2022-23. However, the penal interest payable which amounted to Rs. 473.76 lakhs for the period from March 28, 2018 to March 31, 2024, which was neither paid nor provided for in the Financial Statements as on March 31,2024, on the grounds of waiver application made by the Company with the Government of Tamil Nadu. Consequently, the finance cost is understated and profit is overstated to that extent by Rs. 473.76 lakhs. (Refer Note 36(iii)(h) to the Financial Statements).</p>	<p>TANCEM has included the interest component of Rs.3,151 Lakhs as an addition under the fixed asset schedule in the financial year 2022-23. With regard to the penal interest of Rs.473.76 lakhs from March 28, 2018 to March 31, 2024 has not been provided in books of accounts in the financial year 2023-24 expecting waiver from Government.</p>
2	<p>The Company has been directed by the Ministry of Environmental, Forest and Climate change ('MoEFCC') of the Government of India to spend 2.5% of Project cost on the installation of 1 MTPA new cement plant at Ariyalur towards Enterprise Social Commitment. The total project cost amounts to Rs. 77,309.07 lakhs of which Rs. 1,932.73 lakhs is required to be spent by the Company towards Enterprise Social Commitment ("ESC"). As of March 31, 2023, the Company has spent Rs. 1,309.27 lakhs, however, the balance amount to be spent aggregating to Rs. 623.46 lakhs were neither paid nor provided for in the financial statements, as the sanction from the Government of Tamilnadu for amendment of project cost to Rs. 77,309.07 and ESC to Rs. 1,932.73 lakhs is pending. (Refer Note 36(v) to the Financial Statement)</p> <p>Further, the amount incurred by the Company towards ESC has been charged off to the Statement of Profit and Loss in the respective years, whereas the amounts should have been capitalised as part of project cost, resulting in undervaluation of Property, plant and equipment, understatement of depreciation expense and understatement of accumulated depreciation by Rs. 1,309.27 lakhs.</p>	<p>As per MOEF Clearance No.J- 11011/83/2014-IAII(I) dated 8th September 2017 for the new plant at Ariyalur, TANCEM has been directed to spend at least 2.5% of the total cost of the project towards the Enterprise Social Commitment based on Public Hearing issues and locals needs. Based on the above, out of the total commitment of Rs.1352 lakh (i.e 2.5 % of the total project cost), Rs.1309.27 lakh has been spent up to 31.03.2023. Rs.1280.95 lakh has been charged to Profit & Loss Account and Rs.28.32 lakh has been paid in advance for the supply of Medical Equipment's to Ariyalur Government Hospital. Balance of Rs.42.73 lakh will be spent in the forthcoming year</p> <p>Further, With regard to the revised project cost, TANCEM has placed a proposal before the 311th Board Meeting held on July 26th, 2023, for enhancement of enterprise social commitment for the revised project cost. After reviewing the subject, the Board directed to get administrative sanction from the Project Investment Committee and to spend the enhanced commitment on the revised project cost. Based on the final approval, the same will be incorporated into TANCEM's books of</p>

TANCEM Reply	
S No	Qualification/EOM
	<p>Trade Payables as at March 31, 2024 aggregates to Rs. 4,857.24 lakhs. We are unable to comment on the following aspects:</p> <p>i. Invoice wise listing to the extent of Rs. 984.72 lakhs was not made available to us. Accordingly, we are unable to comment on the accuracy of the amounts disclosed in Note 8(i) relating to ageing of such amounts.</p> <p>ii. Trade payables of Amma Cements division amounts to Rs. 291.39 Lakhs as on March 31, 2024, including an unexplained Debit balance of Rs. 15.87 lakhs are subject to reconciliation and subsequent adjustments, if any. Accordingly, we are unable to comment on existence and accuracy of these balances.</p> <p>iii. The Company's internal control relating to identification and monitoring of MSME dues and consequent interest, if any on account of delayed payments are inadequate. Accordingly, we are unable to comment upon the accuracy and valuation of dues outstanding to MSME. The potential impact, if any, on the Financial Statements is currently not ascertainable.</p>
3	<p>i) Invoice wise listing is not available in current ERP system. Invoice wise details were provided manually except for Rs.774.41 lakhs. We are unable to provide invoice wise breakup for entries before 2012 amounting to Rs.774.41 lakhs and for Rs.210.31 lakhs for which details for Journal entries where provided.</p> <p>ii) Amma Cements Supply Scheme is under reconciliation for the outstanding and it will be accounted accordingly upon reconciliation.</p> <p>iii) Tracing the MSME outstanding and relevant effects will be implemented during the upgradation of current ERP.</p>
4	<p>Amma Cements Supply Scheme is under reconciliation for the outstanding and it will be accounted accordingly upon reconciliation.</p>
5	<p>Details for Rs.227.00 lakhs against Cement Regulation Authorities is unable to identify. Management will take necessary efforts in this regard in future.</p>

TANCEM Reply	
S No	Qualification/EOM
6	<p>Property, Plant and Equipment of the Company has been physically verified during the year by an expert engaged by the Company, who have shared his observations vide report dated April 24, 2024. However, the Company still in the process of evaluating the impact of the said observations, if any, on the financial statements. Also Refer Note 10A(vii) to the Financial Statements.</p>
7	<p>The physical verification report is being placed in the Board meeting to be held on 06.11.2024. Removal of Fixed Assets has been effected in the FY 2023-24 based on the Board's direction for Rs.1.60 lakhs. Management will take efforts by forming committee for the other assets.</p>
8	<p>Inspire of efforts taken to obtain the external confirmations we are unable to provide the same.</p> <p>Inventories as at March 31, 2024 amounts to Rs. 10,239.35 lakhs. We are unable to comment on the following aspects:</p> <p>i. Ageing of stores and spares amounting to Rs. 3,040.34 lakhs as at March 31, 2024 are not made available to us. Accordingly, we are unable to comment on the potential impact, if any, on account obsolete and non-moving inventories.</p> <p>ii. The Closing Stock of Amma Cements as per books of accounts amounts to Rs. 588.93 Lakhs and as per confirmation received from various godowns by the Company amounts to Rs. 210.11 Lakhs. The management is in the process of reconciling the said differences. Accordingly, we are unable to comment on the potential impact, if any, on account of differences in the financial statements on completion of the reconciliation could not be ascertained.</p> <p>i. Stores and spares contain voluminous items which contains obsolete and non-moving inventories for which ageing could not be maintained in current ERP systems. The same will be implemented during the ERP upgradation.</p> <p>ii) Amma Cements Supply Scheme is under reconciliation for the outstanding and it will be accounted accordingly upon reconciliation.</p>

TANCEM Reply	
S No	Qualification/EOM
9	<p>Trade receivables as on March 31, 2024 amounts to Rs. 5,448.76 lakhs. We are unable to comment on the following aspects:</p> <p>i. Invoice wise listing of Trade receivables amounting to Rs. 1,049.87 lakhs was not made available to us. Further, trade receivables include unexplained credit balances amounting to Rs. 581.57 lakhs. Accordingly, we are unable to comment on the accuracy of the amounts disclosed in Note 15(i) to the financial statements relating to the aging of trade receivables. Further, in the absence of formal assessment of provision for bad and doubtful debts if any, we are unable to comment on the realisability of said amounts.</p> <p>ii. The Company's assessment of provision for bad and doubtful as at March 31, 2024 has not been made available to us. Accordingly, we are unable to comment on the Completeness and adequacy of overall provisions for bad and doubtful debts made in the financial statement.</p> <p>iii. We were unable to obtain independent confirmations from 24 Customers amounting to Rs. 77.31 lakhs and perform alternative procedures for these parties. Consequently, we are unable to comment on their accuracy and valuation, as these balances may be subject to reconciliation.</p>
10	<p>Claims Receivable (grouped as part of short term loans and advances) includes Margin money receivables of Rs. 799.38 lakhs which are subject to reconciliation with District Rural Development Agency. Pending reconciliation and subsequent adjustment, if any we are unable to comment on the accuracy and recoverability of these balances.</p>
11	<p>The Company has calculated Deferred Tax and Provision for taxes on the basis of books of account. We are unable to comment on the said amount as calculated which may undergo change due to consequential impact of the aforesaid qualifications in the Basis for Qualification para from point (a) to (j).</p>
	<p>i. Invoice wise listing provided except for amount of Rs.10.50 crores pertains to previous years from 2012 onwards for which Partywise details were provided. With respect to the unexplained credit balance of Rs.581.57 lakhs reconciliation was carried out and accounted during the current financial year.</p> <p>ii. Provision for bad and doubtful has been created before 2012 for which details are not available.</p> <p>iii. Efforts has been taken for obtaining external confirmations. The Customers Balance request mentioned are pertaining to Stockist for very old period and currently not active.</p>
	<p>Reconciliation with DRDA is in progress and efforts has been taken for recovery from the respective districts.</p>
	<p>Deferred Tax and Provision for taxes provided in books based on the assessment carried out in the respective years.</p>

S No	Qualification/EOM	TANCEM Reply
12	<p>We draw attention with reference to certain Prior period adjustments considered as below:</p> <p>a. Provision for gratuity, based on report from independent actuary, amounting to Rs. 180.83 lakhs. Refer Note 30A to the financial statements.</p> <p>b. Deferred tax liabilities (net) on temporary differences of assets and liabilities aggregating to Rs. 3,286.17 lakhs. Refer Note 6 to the financial statements.</p> <p>We draw attention to Note 50 to the financial Statements with reference to regrouping/reclassification of previous year amounts wherever necessary to conform current year's classification in conformity with Schedule III to the Act.</p>	<p>Factual</p>
13	<p>Based on our examination, the accounting software used by the Company for maintaining its books of account during the year ended March 31, 2024 did not have a feature of recording audit trail (edit log) facility.</p> <p>Further, with respect to feature of recording audit trail in accounting software used by the Company was enabled only with effect from November 07, 2024 for Cement Division and from November 14, 2024.</p>	<p>Audit trail and the feature of recording the same are in existence ERP and edit log facilities is enabled as per the statutory auditors requirement.</p>

TAMIL NADU CEMENTS CORPORATION LIMITED CIN: U40200TN1976SGC007081 BALANCE SHEET AS AT MARCH 31, 2024 (Amount in INR Lakhs, unless otherwise stated)				
Particulars		Note No.	As at March 31, 2024	As at March 31, 2023
A	EQUITY AND LIABILITIES			
1	Shareholders Funds			
	(a) Share Capital	3	11,131.80	11,131.80
	(b) Reserves and Surplus	4	8,022.41	10,529.14
			19,154.21	21,660.94
2	Non current liabilities			
	(a) Long term borrowings	5	44,604.77	53,529.60
	(b) Deferred Tax Liabilities (net)	6	4,306.86	640.51
	(c) Long term provisions	7	986.41	1,758.25
			49,898.04	55,928.36
3	Current liabilities			
	(a) Short term borrowings	5	7,528.44	1,429.39
	(b) Trade payables			
	- total outstanding dues to micro enterprises and small enterprises		158.32	593.86
	-total outstanding dues of creditors other than micro enterprises and small enterprises	8	4,698.92	5,134.05
	(c) Other current liabilities	9	9,162.06	12,726.98
	(d) Short term provisions	7	2,224.19	1,300.90
			23,771.93	21,185.18
	TOTAL EQUITY AND LIABILITIES		92,824.18	98,774.48
B	ASSETS			
1	Non current assets			
	(a) Property Plant and Equipment and Intangible Assets			
	(i) Property Plant and Equipment	10A	66,493.99	70,325.30
	(ii) Other Intangible Assets	10B	40.23	49.31
	(iii) Capital work-in-progress	10C	437.91	156.25
			66,972.13	70,530.86
	(b) Non current investments	11	0.03	0.03
	(c) Long Term loans and advances	12	470.37	1,092.05
	(d) Other Non-Current Assets	13	2,709.50	2,683.53
			70,152.03	74,306.47
2	Current assets			
	(a) Inventories	14	10,239.35	8,389.75
	(b) Trade Receivables	15	5,384.25	2,565.31
	(c) Cash and Bank balances	16	5,000.97	9,940.62
	(d) Short term loans and advances	17	1,916.30	3,359.95
	(e) Other current assets	18	131.28	212.38
			22,672.15	24,468.01
	TOTAL ASSETS		92,824.18	98,774.48
The accompanying notes are an integral part of these financial statements				
In terms of our report attached For M S K C & Associates Chartered Accountants ICAI Firm Registration No.001595S		For and on behalf of the Board Tamil Nadu Cements Corporation Limited		
S Manikandan Partner Membership No.226060		Ajay Yadav, IAS Managing Director DIN: 07785020	Dr.G Natarajan Director DIN: 01089846	
		P Ganesan Chief Financial Officer	Dr.Lakshmi Manean Company Secretary M No. A46426	
Place: Chennai Date: November 28, 2024		Place: Chennai Date: November 28, 2024		

TAMIL NADU CEMENTS CORPORATION LIMITED
CIN: U40200TN1976SGC007081
STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

Particulars		Note No.	For the year ended March 31, 2024	For the year ended March 31, 2023
I	Revenue from Operations	19	72,255.09	1,04,228.72
II	Other Income	20	1,157.25	1,342.53
III	Total Income (I+II)		73,412.34	1,05,571.25
IV	EXPENSES			
	Cost of Material Consumed	21	10,335.42	15,103.99
	Purchase of Stock in Trade	22	4,968.78	9,203.42
	Changes in inventories of finished Goods, Work-in-Progress and Stock in Trade	23	(837.55)	(27.93)
	Power and Fuel	24	21,403.91	28,155.30
	Manufacturing Expenses	25	1,992.81	2,899.08
	Employee Benefit expense	26	5,517.48	5,687.19
	Finance Costs	27	4,117.47	3,823.49
	Depreciation and amortization Expenses	28	4,296.45	4,336.34
	Other Expenses	29	16,016.85	20,383.33
	Total Expenses		67,811.62	89,564.21
V	PROFIT FOR THE YEAR BEFORE PRIOR YEAR ITEMS (III-IV)		5,600.72	16,007.04
VI	Prior Year Items	30	(1.56)	(369.00)
VII	PROFIT BEFORE TAX (V+VI)		5,599.16	15,638.04
VIII	TAX EXPENSE			
	a. Current Tax expense		1,100.00	1,600.00
	b. Deferred Tax expense	6	380.18	640.51
	c. Deferred Tax expenses relating to earlier years	6	3,286.17	-
	TOTAL TAX EXPENSE		4,766.35	2,240.51
IX	PROFIT FOR THE YEAR (VII-VIII)		832.81	13,397.53
X	EARNINGS PER SHARE (Face value Rs.1,000 each)	33		
	(a) Basic		74.81	1,203.54
	(b) Diluted		74.81	1,203.54

The accompanying notes are an integral part of these financial statements

In terms of our report attached
For M S K C & Associates
Chartered Accountants
ICAI Firm Registration No.001595S

S Manikandan
Partner
Membership No.226060

Place: Chennai
Date: November 28, 2024

For and on behalf of the Board
Tamil Nadu Cements Corporation Limited

Ajay Yadav, IAS
Managing Director
DIN: 07785020

Dr.G Natarajan
Director
DIN: 01089846

P Ganesan
Chief Financial Officer

Dr.Lakshmi Manean
Company Secretary
M No. A46426

Place: Chennai
Date: November 28, 2024

TAMIL NADU CEMENTS CORPORATION LIMITED CIN: U40200TN1976SGC007081 CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024 (Amount in INR Lakhs, unless otherwise stated)				
Particulars	For the year ended March 31, 2024		For the year ended March 31, 2023	
A Cash flow from operating activities				
Profit before tax		5,599.16		15,638.04
Adjustments for:				
Depreciation and amortisation expenses	4,296.45		4,336.34	
Interest income	(612.73)		(294.14)	
Finance Cost	4,117.47		3,823.49	
Liabilities/Provision no longer required written back	(514.80)		-	
Provision for impairment of Capital Work-in-progress	55.61		-	
Provision for inventories	74.07		-	
Assets no longer recoverable written off	296.03		-	
Loss on Property, plant and equipment written off	1.61		-	
Profit on Sale of Property, plant and equipment			(1,030.36)	
		7,713.71		6,835.33
Operating profit before working capital changes		13,312.87		22,473.37
Changes in working capital:				
<i>Adjustments for (increase) / decrease in operating assets:</i>				
Inventories	(1,923.67)		(2,965.75)	
Trade receivables	(2,883.46)		1,420.85	
Short-term loans and advances & Other current assets	1,453.16		(2,059.63)	
Long-term loans and advances & Other non-current assets	(51.92)		(266.92)	
<i>Adjustments for increase / (decrease) in operating liabilities:</i>				
Trade payables	(870.67)		417.10	
Other current liabilities	(2,879.15)		(2,767.62)	
Provisions	29.97		1,970.00	
		(7,125.74)		(4,251.97)
Cash generated from operations		6,187.13		18,221.40
Income taxes paid, net of refunds		(560.14)		(1,493.00)
Net cash generated from operating activities (A)		5,626.99		16,728.40
B Cash flow from investing activities				
Capital expenditure on Property, Plant and Equipment and Capital Work in Progress including capital advances	(1,116.75)		(4,092.76)	
Sale proceeds from Property, plant and equipment	-		1,033.00	
(Placement) of fixed deposit not considered as cash and cash equivalents	(1,090.36)		-	
Interest Received	693.82		295.14	
		(1,513.29)		(2,764.62)
Net cash used in investing activities (B)				
C Cash flow from financing activities				
Repayment of Long term Borrowings	(3,545.09)		(7,506.99)	
Proceeds from/(Repayment of) Short term Borrowings, (net)	719.31		21.65	
Interest Paid	(3,978.39)		(3,935.48)	
Dividend Paid	(3,339.54)		-	
		(10,143.71)		(11,420.82)
Net cash used in financing activities (C)				
Net (decrease)/increase in cash and cash equivalents(A+B+C)		(6,030.01)		2,542.96
Cash and cash equivalents at the beginning of the Year		9,940.62		7,397.66
Cash and cash equivalents at the end of the year		3,910.61		9,940.62
Reconciliation of Cash and cash equivalents with the Balance Sheet:				
Cash and cash equivalents (Refer Note 16)		5,000.97		9,940.62
Less: Other Bank balances not considered as Cash and cash equivalents as defined in AS 3 Cash Flow Statements:		(1,090.36)		-
Cash and Cash Equivalents at the end of the Year*		3,910.61		9,940.62

TAMIL NADU CEMENTS CORPORATION LIMITED
CIN: U40200TN1976SGC007081
CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(Amount in INR Lakhs, unless otherwise stated)

<p>* Comprises of</p> <p>(a) Cash on hand</p> <p>(b) Stamps on hand</p> <p>(c) Balance with banks</p> <p style="padding-left: 20px;">(i) in Current Accounts</p> <p style="padding-left: 20px;">(ii) in deposit accounts</p>		2.20		2.47
		0.14		0.23
		3,908.27		2,120.18
		-		7,817.74
		3,910.61		9,940.62

The accompanying notes are an integral part of these financial statements

In terms of our report attached
For M S K C & Associates
Chartered Accountants
 ICAI Firm Registration No.001595S

For and on behalf of the Board
Tamil Nadu Cements Corporation Limited

S Manikandan
 Partner
 Membership No.226060

Ajay Yadav, IAS
Managing Director
 DIN: 07785020

Dr.G Natarajan
Director
 DIN: 01089846

P Ganesan
Chief Financial Officer

Dr.Lakshmi Manean
Company Secretary
 M No. A46426

Place: Chennai
 Date: November 28, 2024

Place: Chennai
 Date: November 28, 2024

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

1 Corporate information

Tamil Nadu Cement Corporation Limited is a state-government undertaking of Government of Tamil Nadu incorporated on April 01, 1976. The Company is engaged in manufacturing and supply of Cements. The Company has manufacturing plants in Ariyalur, Alangulam and Virudhachalam.

2.1 Basis of preparation of financial statements

A Statement of Compliance

The financial statements of the Company have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) to comply with the Accounting Standards specified under Section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Accounting Standards) Rules, 2021 and the relevant provisions of the Companies Act, 2013 ("the 2013 Act").

B Basis of Measurement

The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies adopted in the preparation of financial statements have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy until now (hitherto) in use with those of previous year.

C Operating Cycle

Based on the nature of products / activities of the Company and the normal time between acquisition of assets and their realisation in cash or cash equivalents, the Company has determined its operating cycle as 12 months for the purpose of classification of its assets and liabilities as current and non-current.

D Current and non current classification

All the assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act, 2013. Based on the nature of its business, the company has ascertained its operating cycle to be 12 months for the purpose of current and non-current classification of assets and liabilities.

Assets:

An asset is classified as current when it satisfies any of the following criteria:

- a) it is expected to be realised in, or is intended for sale or consumption in the Company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is expected to be realised within 12 months after the reporting date; or
- d) it is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Liabilities:

A liability is classified as current when it satisfies any of the following criteria:

- a) it is expected to be settled in the Company's normal operating cycle;
- b) it is held primarily for the purpose of being traded;
- c) it is due to be settled within 12 months after the reporting date; or
- d) the Company does not have an unconditional right to defer settlement of the liability for at least 12 months after the reporting date. Terms of a liability that could, at the option of the counterparty, result in its settlement by the issue of equity instruments do not affect its classification.

All other assets / liabilities are classified as non current.

E Use of Estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

2.2 Summary of Significant Accounting Policies

i Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured. Revenue is recognised, net of returns and trade discounts, on transfer of significant risks and rewards of ownership to the buyer, which generally coincides with the delivery of goods to customers.

Dividend Income is recognized when the right to receive the payment is established. Interest income on deposit is recognized on a time proportion method taking into consideration the amount outstanding and the applicable interest rates.

All other income is generally recognized on accrual basis.

ii Inventories

Inventories are valued at the lower of cost on weighted average basis and the net realisable value after providing for obsolescence and other losses, where considered necessary. Cost includes all charges in bringing the goods to the point of sale, transit insurance and receiving charges. Work-in-progress and finished goods include appropriate proportion of overheads.

Net realizable value represents the estimated selling price in the ordinary course of business, less all estimated costs of completion and costs necessary to make the sale.

iii Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

iv Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

v Property, Plant and Equipment and Intangible Assets

Property, Plant and Equipment and Intangible Assets are carried at cost less accumulated depreciation / amortisation and impairment losses, if any. The cost of fixed assets comprises its purchase price net of any trade discounts and rebates, any import duties and other taxes (other than those subsequently recoverable from the tax authorities), any directly attributable expenditure on making the asset ready for its intended use, other incidental expenses and interest on borrowings attributable to acquisition of qualifying fixed assets up to the date the asset is ready for its intended use. Machinery spares which can be used only in connection with an item of fixed asset and whose use is expected to be irregular are capitalised and depreciated over the useful life of the principal item of the relevant assets. Subsequent expenditure on fixed assets after its purchase / completion is capitalised only if such expenditure results in an increase in the future benefits from such asset beyond its previously assessed standard of performance.

Capital work-in-progress comprises of projects under which Property, Plant and Equipment and Intangible Assets are not yet ready for their intended use are carried at cost.

vi Depreciation and Amortisation

Depreciable/amortisation amount for assets is the cost of an asset, or other amount substituted for cost, less its estimated residual value. Depreciation/amortisation on Property, plant and equipment/intangible assets has been provided on the straight line basis as per the useful life prescribed in Schedule II to the Companies Act, 2013 and retaining 5% of the original cost as residual value. Depreciation is calculated on a pro-rata basis from the date of installation / acquisition till the date the assets are sold or disposed.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

vii Impairment of Assets

The carrying values of assets / cash generating units at each balance sheet date are reviewed for impairment if any indication of impairment exists.

If the carrying amount of the assets exceed the estimated recoverable amount, an impairment is recognised for such excess amount. The impairment loss is recognised as an expense in the Statement of Profit and Loss, unless the asset is carried at revalued amount, in which case any impairment loss of the revalued asset is treated as a revaluation decrease to the extent a revaluation reserve is available for that asset.

The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor.

When there is indication that an impairment loss recognised for an asset (other than a revalued asset) in earlier accounting periods no longer exists or may have decreased, such reversal of impairment loss is recognised in the Statement of Profit and Loss, to the extent the amount was previously charged to the Statement of Profit and Loss. In case of revalued assets such reversal is not recognised.

viii Employee Benefits

a) Defined contribution plans:

The Company makes defined contribution to Employee Provident Fund which are recognised in the Statement of Profit and Loss on accrual basis. The Company has no further obligations under these plans beyond its monthly contributions.

b) Defined Benefit Plan:

Gratuity(Funded): The Company provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the company with respect to gratuity, a defined benefit plan is accounted for on the basis of an actuarial valuation as at the Balance Sheet date. In accordance with the Payment of Gratuity Act, 1972, the plan provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service. The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the balance sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognised as an income or expense in the Statement of Profit and Loss. The expected return on plan assets is based on the assumed rate of return of such assets. The Company contributes to a fund set up by trust managed by the Company.

Compensated Absences (Unfunded): The company provides for the liability as on balance sheet date on account of unavailed leave as per the actuarial valuation using the Projected Unit Credit Method. Actuarial gains and losses are recognised in the Statement of Profit and Loss as and when incurred.

ix Investments

Long-term investments, are carried individually at cost less provision for diminution, other than temporary, in the value of such investments. Current investments are carried individually, at the lower of cost and fair value. Cost of investments include acquisition charges such as brokerage, fees and duties.

x Leases

Assets leased by the Company in its capacity as a lessee, where substantially all the risks and rewards of ownership vest in the Company are classified as finance leases. Such leases are capitalised at the inception of the lease at the lower of the fair value and the present value of the minimum lease payments and a liability is created for an equivalent amount. Each lease rental paid is allocated between the liability and the interest cost so as to obtain a constant periodic rate of interest on the outstanding liability for each year.

Lease arrangements where the risks and rewards incidental to ownership of an asset substantially vest with the lessor are recognised as operating leases. Lease rentals under operating leases are recognised in the Statement of Profit and Loss.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

xi Taxes on income

Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the applicable tax rates and the provisions of the Income Tax Act, 1961 and other applicable tax laws. Consequent to adopting the option under section 115BAA of the Income Tax Act, 1961, provisions of Minimum Alternate Tax is not applicable to the Company

Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted as at the reporting date. Deferred tax liabilities are recognised for all timing differences. Deferred tax assets are recognised for timing differences of items other than unabsorbed depreciation and carry forward losses only to the extent that reasonable certainty exists that sufficient future taxable income will be available against which these can be realised. However, if there are unabsorbed depreciation and carry forward of losses and items relating to capital losses, deferred tax assets are recognised only if there is virtual certainty supported by convincing evidence that there will be sufficient future taxable income available to realise the assets. Deferred tax assets and liabilities are offset if such items relate to taxes on income levied by the same governing tax laws and the Company has a legally enforceable right for such set off. Deferred tax assets are reviewed at each balance sheet date for their realisability.

Current and deferred tax relating to items directly recognised in reserves are recognised in reserves and not in the Statement of Profit and Loss.

xii Segment reporting

The Company identifies primary segments based on the dominant source, nature of risks and returns and the internal organisation and management structure. The operating segments are the segments for which separate financial information is available and for which operating profit / loss amounts are evaluated regularly by the executive Management in deciding how to allocate resources and in assessing performance. The accounting policies adopted for segment reporting are in line with the accounting policies of the Company.

xiii Provisions and contingencies

A provision is recognised when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions (excluding retirement benefits) are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates. Contingent liabilities are disclosed in the Notes. Contingent assets are not recognised in the financial statements.

xiv Earnings per share

Basic earnings per share are calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. Partly paid equity shares are treated as a fraction of an equity share to the extent that they are entitled to participate in dividends relative to a fully paid equity share during the reporting period.

For the purpose of calculating diluted earnings per share, the net profit or loss for the year attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

3 Share capital

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Authorised : 11,20,000 (March 31, 2023: 11,20,000) Equity Shares of Rs. 1,000 each	11,200.00	11,200.00
ISSUED ,SUBSCRIBED AND PAID UP: 11,13,180 (March 31, 2023: 11,13,180) Equity Shares of Rs. 1,000 each	11,131.80	11,131.80
TOTAL	11,131.80	11,131.80

Rights, preferences and restrictions attached to shares

The company has one class of equity shares having a par value of Rs. 10 each. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding

Reconciliation of number and amount outstanding at the beginning and end of the year

Particulars	For the Year Ended March 31, 2024		For the Year Ended March 31, 2023	
	No. of Shares	Amount	No. of Shares	Amount
Shares outstanding at the beginning of the year	11,13,180	11,131.80	11,13,180	11,131.80
Add/Less : Movement during the year	-	-	-	-
Shares outstanding at the end of the year	11,13,180	11,131.80	11,13,180	11,131.80

Shares held by shareholders holding more than 5% of aggregate shares in the Company:

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Government of Tamilnadu and its nominees	11,13,180	100%	11,13,180	100%

Details of Shares held by Promoters at the end of the year

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% of Holding	No. of Shares	% of Holding
Government of Tamilnadu and its nominees	11,13,180	100%	11,13,180	100%

No class of shares have been;

- (a) issued as bonus shares
- (b) issued for consideration other than cash by the Company
- (c) have been bought back by the Company during the period of five years immediately preceding the current year end.

4 Reserves and Surplus

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Surplus/(Deficit) in the Statement of Profit and Loss		
Balance at the beginning of the year	10,529.14	(2,868.39)
Profit for the year	832.81	13,397.53
Dividend paid (Refer note below)	(3,339.54)	-
Balance at the end of the year	8,022.41	10,529.14

During the year the Company had paid a dividend of Rs. 3,339.54 lakhs which was final dividend for the FY 2022-23 as proposed and declared in the meeting dated October 30, 2023.

5 Borrowings

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Long Term Borrowings		
Secured - Term Loans		
From Banks - Refer Note (i)(a)	40,838.10	43,838.10
Less: Current Maturities of long term debt	(4,761.75)	(751.06)
	36,076.35	43,087.04
Unsecured - Term Loans		
Interest Free Loan from Government - Refer Note (i)(b)	10,551.58	11,096.67
Less: Current Maturities of long term debt	(2,023.16)	(654.11)
	8,528.42	10,442.56
Total Long Term Borrowings	44,604.77	53,529.60
Short Term Borrowings		
Secured - From Banks		
Cash Credit - Refer Note (ii)	743.53	24.22
Current Maturities of long term debt	4,761.75	751.06
Unsecured - Interest Free Loan from Government		
Current Maturities of long term debt	2,023.16	654.11
Total Short Term Borrowings	7,528.44	1,429.39

(f) Terms of repayment and securities provided to Long Term Borrowing

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Term loan from Bank represents loan obtained from State Bank of India, amounting to Rs. 62,651.44 lakhs: Repayable in 36 quarterly instalments commencing from July 2021 amounting to Rs. 1,771.67 lakhs per quarter. Interest is charged at 8.40% as of the year end. Secured by way of hypothecation of all lands (excluding mining area) of the Company, first charge on the fixed assets of Ariyalur Cement Plant, second charge over fixed assets of the project and current assets of the Company. First charge on trust and retention account on paripassu basis and first charge on DSRA created to meet the debt service requirements. Tamil Nadu State Government have also furnished Guarantee in relation to the loan amount. The Company is required to pay Guarantee commission to the State Government on 0.5% of on the outstanding guaranteed amount once in every half year ending September and March. The Company has incurred Rs. 208.76 lakhs and Rs. 217.19 lakhs as guarantee commission for the Current year and previous year respectively.	40,838.10	43,838.10
(b) Unsecured Interest Free Loan from Government amounting to Rs. 4,360.70 lakhs: Repayable in 40 quarterly instalments commencing from April 2021 amounting to Rs. 109.02 lakhs per quarter (With an original moratorium period of two years from the date of borrowing and extended moratorium period from July 2020 to March 2021). The purpose of this loan is to obtain Environmental Clearance for Kallankurichi Mines where the Company was required to pay a penalty of Rs. 4,360.70 lakhs (as estimated by the Department of Geology and Mining, Government of Tamil Nadu) as per the direction issued by MoEF vide notification F.No.3.50/2017 IA.III-Pt, dated January 05, 2018 in compliance of the orders of the Hon'ble Supreme Court of India. This loan was granted by the Government vide G.O.(Ms.) No:64 dated June 21, 2018 towards the above cause.	3,161.58	3,706.67
(c) Unsecured Interest Free Loan from Government amounting to Rs. 7,390.00 lakhs: Repayable over a period of five years commencing from April 2024 amounting to Rs. 1,478.00 lakhs per year (With original Moratorium towards repayment - 5 years after the construction period of 24 months). The said loan was sanctioned by The Government of Tamil Nadu vide G.O.(Ms)No.47 dated April 21, 2017 to implement the Ariyalur Cement Unit Plant expansion from 5 LMT to 15 LMT per annum at a cost of Rs.75,000 lakhs (inclusive of 110 KV Sub - Station) with the promoters contribution of Rs.14,780 lakhs to be financed by the Government of Tamil Nadu in the form of Equity Share Capital to an extent of Rs. 7,390 lakhs and Interest Free Unsecured Loan of Rs. 7,390 lakhs and balance through Term Loan from Bankers.	7,390.00	7,390.00

(ii) The Company has been sanctioned a cash credit limit of Rs. 6,000 lakhs with a consortium of bankers (State Bank of India, Indian Bank, and Indian Overseas Bank). Cash Credits from Banks are secured by paripassu charge on the current assets of the Company and second charge on moveable properties of the Company. Rate of Interest is One year MCLR + 0.95% i.e 9.40% as at year end.

(iii) The Company has not defaulted in repayment of principal and interest on term loan from Banks. The Company has defaulted an amount of Rs. 109.02 lakhs towards interest free loan from Government of Tamil Nadu.

(iv) There are no creation of charges or satisfaction of charges yet to be registered with Registrar of Companies beyond the statutory period for current year.

(v) The Company has not been declared as a 'wilful defaulter' by any banks.

(vi) The Company has submitted quarterly statement of identified current assets to the bankers. Details are as below:

Name of the Bank	Quarter	Amount as reported in quarterly Statement	Remarks
State Bank of India & Consortium Bankers	Jun-23	10,477.39	Comprises of Inventory and Trade Receivables net of Trade Payables. Data relating to Amount as per books is not available with the Company.
	Sep-23	10,876.79	
	Dec-23	13,519.10	
	Mar-24	15,076.08	

6 Deferred Tax Liabilities (net)

As at March 31, 2024	Opening balance	Charge for the year	Charge relating to Prior year (Refer Note (i) below)	Closing balance
Deferred tax liabilities				
(i) On difference between tax balance and book balance of fixed assets	677.25	455.43	3,969.19	5,101.87
	677.25	455.43	3,969.19	5,101.87
Deferred tax assets				
(i) On Employee benefits	36.74	(76.26)	499.43	459.91
(ii) On Provision for Impairment	-	13.99	-	13.99
(iii) On Provision for Inventories	-	18.64	-	18.64
(iv) On Provision for doubtful receivable and advances	-	-	76.90	76.90
(v) On Provision for interest on GST demand	-	39.34	-	39.34
(vi) On Provision for Contingencies	-	79.54	106.69	186.23
	36.74	75.25	683.02	795.01
Total	640.51	380.18	3,286.17	4,306.86

As at March 31, 2023	Opening balance	Charge for the year	Charge relating to Prior year	Closing balance
Deferred tax liabilities				
(i) On difference between tax balance and book balance of fixed assets	-	677.25	-	677.25
	-	677.25	-	677.25
Deferred tax assets				
(i) On Employee benefits	-	36.74	-	36.74
	-	36.74	-	36.74
Total	-	640.51	-	640.51

(i) Deferred taxes were recognised on the financial statements for the first time in FY 2022-23. As per transitional provision to the Accounting Standard (AS) 22, Accounting for Taxes on Income "On the first occasion that the taxes on income are accounted for in accordance with this Standard, the enterprise should recognise, in the financial statements, the deferred tax balances that have accumulated prior to the adoption of this Standard as deferred tax asset/liability with a corresponding credit/charge to the revenue reserves. The amount so credited/charged to the revenue reserves should be the same as that which would have resulted if this Standard had been in effect from the beginning". The impact of such transition has resulted in a deferred tax expense relating to earlier years, accounted in the Statement of Profit and loss account, which amounts to Rs. 3,286.17 lakhs.

7 Provisions

Particulars	As at March 31, 2024	As at March 31, 2023
Long Term Provisions		
Provision for Employee Benefits		
Provision for Gratuity - Refer Note 38	-	1,000.18
Provision for Leave encashment - Refer Note 38	592.08	527.65
Other Provisions		
Provision for Mine Closure Plan - Refer Note (i) below	394.33	230.42
Total Long Term Provisions	986.41	1,758.25
Short Term Provisions		
Provision for Employee Benefits		
Provision for Gratuity - Refer Note 38	915.27	281.64
Provision for Leave encashment - Refer Note 38	320.01	320.93
Other Provisions		
Provision for Labour Welfare Cess - Refer Note (ii) below	274.42	274.42
Provision for Contingencies - Refer Note 36(iii)(i)	714.49	423.91
Total Short Term Provisions	2,224.19	1,300.90

(i) In terms of the Mineral Concession Rules 1960 (replaced by Mineral Concession Rules 2016 w.e.f March 4, 2016) and Mineral Conservation and Development Rules (MCDR) 1988, the Company has provided a "financial assurance" in the form of a bank guarantee to the Regional Controller of Mines, towards its mine closure obligation. The Company has made a provision for expense to the extent of the bank guarantees provided.

(ii) The Company has provided Labour welfare fund for 1% of the total cost of civil construction under a scheme framed under section 3 of the Tamil Nadu Manual Workers (Regulation of Employment and Conditions of Work) Act, 1982.

(iii) Movement for Provision for contingencies is as below

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Provision	423.91	168.63
Add: Provision created during the year	290.58	255.28
Less: Provision utilised/reversed during the year	-	-
Closing Provision	714.49	423.91

8 Trade Payables

Particulars	As at March 31, 2024	As at March 31, 2023
Trade Payables - Unsecured		
a) total outstanding dues of micro enterprises and small enterprises	158.32	593.86
b) total outstanding dues of creditors other than micro enterprise and small enterprise	4,698.92	5,134.05
Total	4,857.24	5,727.91

(i) Trade payables Ageing Schedule

As at March 31, 2024

Outstanding for the following periods from the due date of Payment

Particulars	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) MSME - Undisputed	118.52	4.59	1.19	8.99	133.29
(ii) Others - Undisputed	728.85	12.22	5.82	3,952.03	4,698.92
(iii) MSME - Disputed	-	-	-	25.03	25.03
(iv) Others - Disputed	-	-	-	-	-
Total	847.37	16.81	7.01	3,986.05	4,857.24

As at March 31, 2023

Outstanding for the following periods from the due date of Payment

Particulars	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) MSME - Undisputed	537.31	2.47	1.19	6.25	547.22
(ii) Others - Undisputed	611.11	2.92	8.86	4,511.16	5,134.05
(iii) MSME - Disputed	-	-	-	46.64	46.64
(iv) Others - Disputed	-	-	-	-	-
Total	1,148.42	5.39	10.05	4,564.05	5,727.91

(ii) Disclosures as required by the Micro, Small and Medium Enterprises Development Act, 2006

Particulars	As at	As at
	March 31, 2024	March 31, 2023
(i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year		
(a) Principal amount due to micro and small enterprise	158.32	593.86
(b) Interest due on above	-	-
(ii) Interest paid by the Company in terms of Section 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the period	-	-
(iii) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the Micro, Small and Medium Enterprises Act, 2006	-	-
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
(v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	-	-

(i) Dues to enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 which is on the basis of such parties having been identified by the management and relied upon by the auditors.

(ii) No interest provision has been provided in our books of accounts on account of any overdue payments made to MSME suppliers as per Section 15 of the MSME Act, 2006.

9 Other Current Liabilities

Particulars	As at	As at
	March 31, 2024	March 31, 2023
Interest Accrued and due on Borrowings - Refer note (i) & (ii) below	3,686.69	3,724.96
Interest Accrued but not due on Borrowings	291.70	310.89
EMD and Other Deposits - Refer note (iii) below	1,359.75	1,317.96
Advance from Customers	998.54	3,411.50
Statutory Dues Payable	86.54	91.08
GST Payable	1,008.35	1,481.02
Employee Related Payables	264.03	401.30
Payables for Purchase of Property, Plant and Equipment	218.88	552.48
Payables for Corporate Social Responsibility - Refer Note 32	-	22.26
Other Payables		
Commission Payable towards Amma cements Supply Scheme	912.05	817.11
Guarantee Commission Payable to State Government - Refer Note 5(i)(a)	102.60	111.03
Others - Refer Note (iii) below	232.93	485.39
Total	9,162.06	12,726.98

(i) The Company had availed Ways and Means advance of Rs. 2,000 lakhs from the Government of Tamil Nadu vide G.O.Ms.No.155 Industries (MD.2) Department dated August 13, 2019 to pay the compensation fixed by Sub Court, Ariyalur towards land acquisition of 320.76 acres of land in 1996. As per the G.O. rate of interest was fixed at 12.60% p.a and penal interest of 2.5% p.a payable on quarterly basis. The Company repaid the principal amount of Rs. 2,000 lakhs during the year 2021-22. The Company has made an application to the Government of Tamilnadu to waive off the interest and penal interest on this loan. However, the Company has accrued for interest and penalty of Rs. 535.46 lakhs (March 31, 2023: Rs. 573.73 lakhs) till the repayment of the loan.

(ii) The Company had availed Ways and Means advance of Rs.30,000 lakhs from Government of Tamil Nadu vide G.O.No.63 dated June 05, 2017 towards implementation of the Ariyalur cement unit expansion project. As per the G.O., the rate of interest fixed was 13.50 % per annum plus Penal interest at the rate of 2.5% per annum on overdue instalments of principal and interest. The Company repaid the principal amount of Rs. 30,000 lakhs on March 27, 2018. A provision of Rs. 3,151.23 lakhs (March 31, 2023: Rs. 3,151.23 lakhs) was considered in the financial statements towards interest for the said loan.

(iii) Includes old payables towards Cement Regulation amounting to Rs. 227.00 lakhs (March 31, 2023: Rs. 227.00 lakhs) for which related details are not available with the Company

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

10A Property, Plant and Equipment

As at March 31, 2024

PARTICULARS	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK			
	As at April 01, 2023	Additions	Deletions / Adjustments	As at March 31, 2024	As at April 01, 2023	Depreciation expense for the year	Deletions / Adjustments	As at March 31, 2024	As at March 31, 2023	As at March 31, 2023
Quarry Land	1,792.07	19.22	-	1,811.29	99.89	19.73	-	119.62	1,691.67	1,692.18
Other Land	642.48	-	-	642.48	-	-	-	-	642.48	642.48
Buildings	41,234.27	156.32	4.16	41,386.43	5,232.16	1,276.67	4.07	6,504.76	34,881.67	36,002.11
Railway Sidings	800.14	-	0.03	800.17	763.72	-	0.03	763.69	36.42	36.42
Plant & Machinery	48,340.57	88.61	97.07	48,332.11	16,714.14	2,948.77	95.19	19,567.72	28,764.39	31,626.43
Furniture and Fittings	139.34	21.13	66.03	94.44	72.33	9.58	65.49	16.42	78.02	67.01
Vehicles	524.01	126.07	5.01	645.07	467.72	13.85	5.01	476.56	168.51	56.29
Other Assets	851.96	46.32	(16.90)	915.18	649.58	18.77	(16.00)	684.35	230.83	202.38
Total	94,324.84	457.67	155.40	94,627.11	23,998.54	4,287.37	153.79	28,133.12	66,493.99	70,325.30

As at March 31, 2023

PARTICULARS	GROSS BLOCK			ACCUMULATED DEPRECIATION			NET BLOCK			
	As at April 01, 2022	Additions	Deletions / Adjustments	As at March 31, 2023	As at April 01, 2022	Depreciation expense for the year	Deletions / Adjustments	As at March 31, 2023	As at March 31, 2022	As at March 31, 2022
Quarry Land	537.86	1,256.85	2.64	1,792.07	80.48	19.41	-	99.89	1,692.18	457.38
Other Land	642.48	-	-	642.48	-	-	-	-	642.48	642.48
Buildings	39,519.74	1,714.53	-	41,234.27	3,866.48	1,365.68	-	5,232.16	36,002.11	35,653.26
Railway Sidings	800.14	-	-	800.14	763.72	-	-	763.72	36.42	36.42
Plant & Machinery	46,501.18	1,839.39	-	48,340.57	13,471.42	3,242.72	-	16,714.14	31,626.43	33,029.76
Furniture and Fittings	133.61	5.73	-	139.34	64.33	8.00	-	72.33	67.01	69.28
Vehicles	523.52	0.49	-	524.01	462.82	4.90	-	467.72	56.29	60.70
Other Assets	840.75	11.21	-	851.96	632.01	17.57	-	649.58	202.38	208.74
Total	89,499.28	4,828.20	2.64	94,324.84	19,341.26	4,658.28	-	23,999.54	70,325.30	70,159.02

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

(i) Title deeds of immovable properties not held in the name of the company.
As at March 31, 2024

Description of item of property	Gross carrying value	Title deeds held in the name of promoter/ director or relative of promoter/ director or employee of	Whether title deed holder is a promoter/ director or relative of promoter/ director or employee of	Property held since which date	Reason for not being held in the name of the company
Viruthachalam town block 17(56-1A, 57, 58, 59-1) 7 hectare 96 area 50 sqmt - Factory premises	Not Available	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	1989	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Approach road in Viruthachalam Factory	Not Available	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	1989	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Kandikuppam village, Viruthachalam municipality 160/1 part and 161/1 part extent 0.5365 sqmt classified as dry land	Not Available	Tamilnadu Government Industrial training Institute and Tamil Nadu Ceramics Ltd	Yes - Government of Tamil Nadu	1989	The title could not be transferred due to the need of documentary evidence from Tamilnadi Ceramics Limited.
Atiyalur District and Taluk Pudupalayam village S.No. 223, 224, 228/5, 232 and 233/16. total extent of 1.26.5 Hectare	9.16	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	2022	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Atiyalur District and Taluk Pudupalayam village S.No. 205, 206 total extent of 0.69.5 Hectare.	6.27	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	2022	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Atiyalur District and Taluk Pudupalayam village S.No. 152/15, 153/6, 156/3, total extent of 0.95.5 Hectare	9.13	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	2022	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

As at March 31, 2023

Description of item of property	Gross carrying value	Title deeds held in the name of	Whether title deed holder is a promoter/ director or relative of promoter/ director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
Viruthachalam town block 17(56-1A, 57, 58, 59-1) 7 hectare 96 area 50 sqmt – Factory premises	Not Available	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	1989	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Approach road in Viruthachalam Factory	Not Available	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	1989	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Kandikuppam village, Viruthachalam municipality 160/1 part and 161/1 part extent 0.5365 sqmt classified as dry land	Not Available	Tamil Nadu Government Industrial training Institute and Tamil Nadu Ceramics Ltd	Yes - Government of Tamil Nadu	1989	The title could not be transferred due to the need of documentary evidence from Tamil Nadu Ceramics Limited.
Arivalur District and Taluk Pudupalayam village S.No. 223, 224, 228/5, 232 and 233/16, total extent of 1.26.5 Hectare	9.16	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	2022	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Arivalur District and Taluk Pudupalayam village S.No. 205, 206, total extent of 0.69.5 Hectare.	6.27	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	2022	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.
Arivalur District and Taluk Pudupalayam village S.No. 152/15, 153/6, 156/3, total extent of 0.95.5 Hectare	9.13	Unallocated Government land which is not assessed to revenue records	Yes - Government of Tamil Nadu	2022	Since it is an unallocated government land which is not assessed to revenue records, it cannot be held in the name of the company.

(ii) Refer Note 5 for information on Property, Plant and Equipment offered as security by the Company

(iii) The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and the rules made thereunder.

(iv) The Company has not revalued its property, plant and equipment during the current year and previous year.

(v) The aggregate depreciation for the year is included under "Depreciation and Amortisation expense" in the Statement of Profit and Loss. Refer Note 28

(vi) Arivalur 0.5 MTPA plant Kiln has been stopped on January 2021, the Company is in the process of reassessing the current stage of the obsolete and Non-moving items in both the units for the materials which may be reused in any form for the running machineries.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

(vii) Net block of assets includes Non Operative assets relating to Alangalum Cement Unit, Tamil Nadu Asbestos Sheet Unit and Virudhachalam Stone ware pipe unit as below;

PARTICULARS	NET BLOCK	
	As at March 31, 2024	As at March 31, 2023
Alangalum Cement Unit	55.14	55.14
Tamil Nadu Asbestos Sheet Unit	31.78	33.36
Virudhachalam Stone ware pipe unit	4.48	5.36

(viii) Interest payment on delayed compensation paid to LAOP cases on the basis of court orders are charged to Statement of Profit and Loss in the respective financial years.

(ix) Physical verification of Property, plant and Equipment have been performed by an independent consultant engaged by the Company who have submitted his observations vide report dated April 24, 2024. The Company is in the process of evaluating the potential impact on account of such observations and impact, if any that would be adjusted in books in accounts of the Company in the upcoming financial year.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

10B Intangible Assets

PARTICULARS	GROSS BLOCK			ACCUMALATED AMORTIZATION			NET BLOCK		
	As at April 01, 2023	Additions	Deletions / Adjustments	As at March 31, 2024	As at April 01, 2023	Depreciation expense for the year	Deletions / Adjustments	As at March 31, 2024	As at March 31, 2023
Software	331.79	-	-	331.79	282.48	9.08	-	291.56	49.31
Total	331.79	-	-	331.79	282.48	9.08	-	291.56	49.31

PARTICULARS	GROSS BLOCK			ACCUMALATED AMORTIZATION			NET BLOCK		
	As at April 01, 2022	Additions	Deletions / Adjustments	As at March 31, 2023	As at April 01, 2022	Depreciation expense for the year	Deletions / Adjustments	As at March 31, 2023	As at March 31, 2022
Software	331.79	-	-	331.79	273.40	9.08	-	282.48	58.39
Total	331.79	-	-	331.79	273.40	9.08	-	282.48	58.39

(i) The Company has not revalued its intangible assets during the current year and previous year.
(ii) The aggregate amortisation for the year is included under "Depreciation and Amortisation expense" in the Statement of Profit and Loss. Refer Note 28

10C Capital work-in-progress

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Capital work-in-progress	156.25	601.04
Additions during the year	337.27	-
Capitalisation during the year	-	(444.79)
Provision for impairment	(55.61)	-
Closing Capital work-in-progress	437.91	156.25

(i) Capital work-in-progress - Ageing

Particulars	Amount in CWIP for a period of					Total
	Less than 1 year	1 to 2 years	2-3 years	More than 3 years	Total	
Project in Progress	383.43	29.45	-	39.34	452.22	
Project temporarily suspended	-	-	-	41.30	41.30	
Less: Provision for impairment	-	-	-	80.64	493.52	
	-	-	-	(55.61)	(55.61)	
Total	383.43	29.45	-	25.03	437.91	

Particulars	Amount in CWIP for a period of					Total
	Less than 1 year	1 to 2 years	2-3 years	More than 3 years	Total	
Project in Progress	97.07	3.12	-	14.76	114.95	
Project temporarily suspended	-	-	-	41.30	41.30	
Less: Provision for impairment	-	-	-	56.06	156.25	
	-	-	-	-	-	
Total	97.07	3.12	-	56.06	156.25	

11 Non Current Investments

Particulars	As at March 31, 2024	As at March 31, 2023
Unquoted - At Cost		
Shares of Tamil Nadu Cements Employees Co-operative Society, Alangulam Cement Unit 1 share (March 31, 2023: 1 share) of Rs. 2,500 each	0.03	0.03
TOTAL	0.03	0.03

12 Long Term Loans and Advances

Particulars	As at March 31, 2024	As at March 31, 2023
Unsecured, Considered Good		
Advance Tax and TDS (Net of Provision for Tax amounting to Rs.2,805.49 lakhs (March 31, 2023: Rs. 1,600.00 lakhs))	393.63	1,013.49
Balance with Government Authorities	48.15	38.19
Capital Advances	28.59	40.37
Total	470.37	1,092.05

13 Other Non-Current Assets

Particulars	As at March 31, 2024	As at March 31, 2023
Unsecured, Considered Good		
Deposit with Court - Refer note 36(iii)(i)	451.93	451.93
Other Deposits	2,257.57	2,231.60
Total	2,709.50	2,683.53

14 Inventories

Particulars	As at March 31, 2024	As at March 31, 2023
Lower of Cost and Net Realisable Value		
Raw Materials	4,128.75	2,343.63
Work - in - Process	1,611.18	857.20
Finished Goods	683.74	652.56
Packing Material	260.48	286.88
Stock in Trade	588.93	536.54
Stores and Spares	3,040.34	3,712.94
Less: Provision for stores and spares	(74.07)	-
Total	10,239.35	8,389.75

Deterioration in value of slow/non-moving items is not ascertained by the Company. Accordingly, no provision has been made in financial statements relating to such inventories.

15 Trade Receivables

Particulars	As at March 31, 2024	As at March 31, 2023
Unsecured		
(a) Considered Good	4,880.69	2,061.75
(b) Considered Doubtful	772.90	772.90
Less: Provision for doubtful debts	(5,653.59)	(2,834.65)
Total	5,384.25	2,565.31

(i) Trade receivables Ageing Schedule
As at March 31, 2024

Particulars	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	3,390.59	667.05	227.44	31.55	564.06	4,880.69
(ii) Undisputed Trade receivables – considered Doubtful	-	-	-	-	269.34	269.34
(iii) Disputed Trade receivables – considered good	-	-	-	-	-	-
(iv) Disputed Trade receivables – considered Doubtful	-	-	-	-	503.56	503.56
Less: Provision for doubtful debts	-	-	-	-	(269.34)	(269.34)
Total	3,390.59	667.05	227.44	31.55	1,067.62	5,384.25

As at March 31, 2023

Particulars	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	946.07	-	162.38	50.11	903.19	2,061.75
(ii) Undisputed Trade receivables – considered Doubtful	-	-	-	-	269.34	269.34
(iii) Disputed Trade receivables – considered good	-	-	-	-	-	-
(iv) Disputed Trade receivables – considered Doubtful	-	-	-	-	503.56	503.56
Less: Provision for doubtful debts	-	-	-	-	(269.34)	(269.34)
Total	946.07	-	162.38	50.11	1,406.75	2,565.31

Trade Receivables - Amma Cement Supply Scheme: Frequent reminder letters are being sent to the district officials for the pending collections of Rs.159 lakhs. Due to the said issue, administrative expenses, which are payable to the godowns, are also with held by the Company. As per the audit committee direction, the reconciliation of collections via DD for the period 2014-15 to 2017-18 has been entrusted to an audit firm and the audit is in progress. After completion of the reconciliation, the exact amount due from each godown will be arrived at and duly accounted for.

16 Cash and Bank Balances:

Particulars	As at March 31, 2024	As at March 31, 2023
A) Cash and Cash Equivalents		
a) Cash on hand	2.20	2.47
b) Stamps on hand	0.14	0.23
c) Balances with banks		
(i) in Current Accounts	3,908.27	2,120.18
(ii) in deposit accounts		
- original maturity of 3 months or less	-	7,817.74
Total (A)	3,910.61	9,940.62
B) Other Bank balances		
Balances with banks		
In Margin Money Account towards Bank Guarantee	114.46	-
In deposit accounts - maturity more than 3 months but less than 12 months	975.90	-
Total (B)	1,090.36	-
Total (A+B)	5,000.97	9,940.62

17 Short Term Loans and Advances

Particulars	As at March 31, 2024	As at March 31, 2023
Unsecured, Considered Good		
Advance to Suppliers/Contractors	668.55	1,789.33
Claims Receivable - Refer note (i) below	930.51	1,237.57
Prepaid Expenses	124.97	83.14
Other Advances - Refer note (ii) below	192.27	249.91
	1,916.30	3,359.95
Unsecured, Considered Doubtful		
Other Advances	36.21	36.21
Less; Provision for Doubtful Advances	(36.21)	(36.21)
	-	-
Total	1,916.30	3,359.95

(i) Claims receivable includes Margin money receivable amounting to Rs. 799.38 Lakhs (March 31, 2023: Rs. 857.91 Lakhs)

(ii) Other Advances includes Royalty advance amounting to Rs. 150.05 lakhs (March 31, 2023: Rs. 128.01 Lakhs)

18 Other Current Assets

Particulars	As at March 31, 2024	As at March 31, 2023
Interest Accrued on Deposits	131.28	212.38
Total	131.28	212.38

19 Revenue from Operations

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Sale of Goods		
Cement Sales	66,192.53	92,476.80
Amma Cement Supply Scheme Sales	5,056.85	9,455.03
	71,249.38	1,01,931.83
Sale of Services		
Freight income	1,005.30	2,296.49
Other Operating revenue		
Sale of Scrap	0.41	0.40
TOTAL	72,255.09	1,04,228.72

20 Other Income

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest Income	612.73	294.14
Profit on Sale of assets	-	1,030.36
Liabilities/Provision no longer required written back	514.80	-
Other Receipts	29.72	18.03
Total	1,157.25	1,342.53

21 Cost of Materials Consumed

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Limestone	4,983.71	7,647.56
Gypsum	797.67	1,259.64
Fly ash	4,490.10	6,123.68
Other raw materials	63.94	73.11
Total	10,335.42	15,103.99

22 Purchase of Stock in Trade

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Purchase of Cement for Amma Cement Supply Scheme	4,968.78	9,203.42
Total	4,968.78	9,203.42

23 Changes in inventories of finished Goods, Work-in-Progress and Stock in Trade

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Stock		
Finished Goods	652.56	342.10
Work - in - Process	857.20	1,150.77
Stock in Trade	536.54	525.50
	2,046.30	2,018.37
Closing Stock		
Finished Goods	683.74	652.56
Work - in - Process	1,611.18	857.20
Stock in Trade	588.93	536.54
	2,883.85	2,046.30
Net increase	(837.55)	(27.93)

24 Power and Fuel

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Coal	13,818.94	17,899.65
Power	7,394.99	9,256.42
Cashew nut	189.96	879.04
Pet Coke	-	86.48
Alternate Fuel	0.02	33.71
Total	21,403.91	28,155.30

25 Manufacturing expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Stores Consumed	1,131.15	1,777.62
Repairs & Maintenance - Plant and machinery	561.94	781.40
Other Manufacturing Expenses	299.72	340.06
Total	1,992.81	2,899.08

26 Employee Benefit expense

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries and wages	4,648.08	4,465.84
Contributions to provident and other funds - Refer Note 38	233.85	225.01
Gratuity and leave encashment - Refer Note 38	380.28	742.34
Staff welfare expenses	255.27	254.00
Total	5,517.48	5,687.19

27 Finance costs

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest on term loans	3,481.10	3,516.70
Interest on Working Capital	69.82	1.38
Guarantee Commission to State Government - Refer Note 5(i)(a)	208.76	219.71
Interest on Contingencies - Refer Note 36(iii)(i)	121.48	85.70
Interest on GST demand - Refer Note 36(ii)(d)	156.31	-
Interest on Corporate Tax	80.00	-
Total	4,117.47	3,823.49

28 Depreciation and amortization Expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Depreciation - Refer Note 10A	4,287.37	4,658.28
Amortisation - Refer Note 10B	9.08	9.08
Less: Depreciation relating to Prior periods - Refer Note 30	-	(331.02)
Total	4,296.45	4,336.34

29 Other expenses

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Insurance	84.46	89.35
Rent	55.69	53.74
Rates & Taxes	220.24	218.87
Printing and Stationery	30.28	29.97
Postage, Telephones & Telegrams	13.37	13.55
Travelling Expenses	39.84	51.65
Other Administrative Expenses	506.89	299.87
Administrative Expenses - Amma Cement Supply Scheme	104.88	196.10
Legal and professional charges	138.36	106.88
Directors Sitting Fees	3.12	2.16
Auditor's Remuneration - Refer Note 31	4.00	4.47
Repairs and maintenance (Other than Factory Buildings and Plant & Machinery)	23.92	-
Freight & Handling charges	1,583.60	3,091.68
Advertisement Charges	267.35	196.55
Packing Charges	3,590.12	5,014.35
Sales incentives	8,590.62	10,664.73
Provision for impairment of Capital Work-in-progress	55.61	-
Assets no longer recoverable written off	296.03	-
Loss on Property, plant and equipment written off	1.61	-
Other Selling Expenses	55.87	215.16
Bank Charges	210.51	111.99
Expenditure on Corporate Social Responsibility - Refer Note 32	140.48	22.26
Total	16,016.85	20,383.33

30 Prior Year Items

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Prior Period Income - Refer Note below	180.84	230.68
Prior Period Expense - Refer Note below	(182.40)	(599.68)
Total	(1.56)	(369.00)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Prior Period Income		
Gratuity recognised on the basis of actuarial report - Refer Note (i) below	180.84	-
Old balances of Property, plant and equipment written back (net off assets written off amounting to Rs. 480.28)	-	230.68
	180.84	230.68
Prior Period Expense		
Interest on Contingencies relating to earlier years recognised	169.10	169.58
Diesel price fluctuation relating to relating to earlier years recognised in current year	2.33	11.99
ESR Expenses relating to earlier years recognised in current year	10.97	87.09
Depreciation relating to earlier years booked in current year	-	331.02
	182.40	599.68
Total	(1.56)	(369.00)

(i) The Company in the earlier years were making gratuity provision only to the extent of defined benefit obligation and were considering the contribution to fund as an expense in the year of payment. However, during the current financial year, adjustments were made in the financial statements to ensure that the liabilities and payments are matched with the actuary report. Accordingly, income was recognised in the statement of profit /loss account to the extent of Rs. 180.84 lakhs as prior period income

31 Auditor's Remuneration

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Payment to auditors (net of GST, where applicable)		
a) For Statutory Audit	4.00	4.00
b) Reimbursement of expenses	-	0.47
Total	4.00	4.47

32 Corporate Social Responsibility Expenditure

a) In accordance with the provisions of section 135 of the Companies Act, 2013 the Board of Directors of the Company has constituted a Corporate Social Responsibility (CSR) Committee.

b) Nature of CSR activities includes Improvement in education and contribution towards disaster management including relief, rehabilitation and reconstruction activities.

c) The details of Corporate Social Responsibility as prescribed under section 135 of the Companies Act, 2013 is as follows

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
a) Amount required to be spent by the Company during the Year	140.48	22.26
b) Amount spent during the year		
- Construction/Acquisition of any asset		
- Ongoing projects		
- For purposes other than above - Refer note (i) below	140.48	22.26
c) Shortfall at the end of the year	-	-
d) Total of previous year shortfall	Nil	Nil
e) Reason for shortfall	NA	NA
f) Excess carried forward	Nil	Nil

(i) Unspent CSR amounting to Rs. Nil (March 31, 2023: Rs. 22.26 lakhs has been deposited with State disaster Management authority on September 26, 2023).

33 Earnings per Share

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
a) Profit attributable to Equity Shareholders	832.81	13,397.53
b) Weighted average number of equity shares outstanding during the year	11,13,180	11,13,180
c) Face value per share (in Rs.)	1,000.00	1,000.00
d) Basic Earnings per share (in Rs.)	74.81	1,203.54
e) Weighted average number of potential equity shares	-	-
f) Weighted average number of equity shares (Including Dilutive Shares) outstanding during the year (b+e)	11,13,180	11,13,180
e) Diluted Earnings per share (in Rs.)	74.81	1,203.54

34 Imported and Indigenous Materials Consumed

For the year ended March 31, 2024	Amount	%
Imported		
Raw Materials	-	0.00%
Stores and Spares	-	0.00%
Indigenous		
Raw Materials	10,335.42	100.00%
Stores and Spares	1,131.15	100.00%

For the year ended March 31, 2023	Amount	%
Imported		
Raw Materials	1,460.10	9.67%
Stores and Spares	-	0.00%
Indigenous		
Raw Materials	13,643.89	90.33%
Stores and Spares	1,777.62	100.00%

35 Related party Disclosures

Name of the Key Managerial Personnel of the Company

Name of the Key Managerial Personnel	Designation	Tenure
Mr. C. Kamaraj, IAS	Managing Director	March 24, 2022 to May 31, 2023
Ms. Pooja Kulkarni, IAS	Managing Director	May 01, 2023 to June 19, 2023
Mr. R. Kannan, IAS	Managing Director	June 21, 2023 onwards
Mr. Krishnamurthi	Independent Director	March 30, 2015 onwards
Mr. Natarajan	Independent Director	March 30, 2015 onwards
Mr. A. Arjunan	Chief Financial Officer	September 15, 2021 to March 21, 2024
Mr. P. Ganesan	Chief Financial Officer	March 21, 2024 onwards
Ms. Lakshmi Manean	Company Secretary	December 17, 2020 onwards

Details of transactions during the year

a) Transactions during the year

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Remuneration Paid		
Mr. C. Kamaraj, IAS	10.59	40.83
Ms. Pooja Kulkarni, IAS	-	-
Mr. R. Kannan, IAS	26.93	-
Mr. A. Arjunan	24.58	22.78
Mr. P. Ganesan	0.47	-
Ms. Lakshmi Manean	13.16	11.60
Sitting Fees Paid		
Mr. Krishnamurthi	1.56	1.05
Mr. Natarajan	1.56	1.11

b) Balance as at the end of the year

Particulars	As at March 31, 2024	As at March 31, 2023
Remuneration Payable		
Mr. C. Kamaraj, IAS	-	3.50
Mr. R. Kannan, IAS	6.64	-
Mr. P. Ganesan	1.99	-
Mr. A. Arjunan	-	1.96
Ms. Lakshmi Manean	1.17	1.00

36 Contingent Liabilities and Commitments

Particulars	As at March 31, 2024	As at March 31, 2023
Contingent Liabilities		
Claims against the Company not acknowledged as debt		
- Income Tax - Refer note (i) below	1,533.12	1,376.85
- GST/Value Added Tax/Sales Tax - Refer note (ii) below	15,464.23	7,759.06
- Other Legal cases against the Company - Refer note (iii) below	1,322.45	1,243.69
- LAOP cases - Refer note (iv) below	71.11	71.11
Commitments		
Estimated amount of contracts remaining to be executed on capital account [net of advances]	514.55	-
Expenditures committed for at the end of reporting year - Refer note (v) below	623.46	42.73

(i) Company had received demand from authorities for various assessment years for which appeals are pending before various levels. The Advance tax paid against such demands amounts to Rs. 410.51 lakhs (March 31, 2023: Rs. 410.51 lakhs). Since the ultimate outcome of the assessment proceedings cannot presently be determined, no additional provision for tax including penalty, if any, as a result of such outcome, is made in the financial statements.

(ii) GST/Value Added Tax/Sales Tax

Particulars	As at March 31, 2024	As at March 31, 2023
	14,248.37	-
(a) During the Current year, the Company has received a notice from the Office of Joint Commissioner (Large Tax Payer's unit) dated October 20, 2023 to opt for settlement of old arrears of taxes under the Liberal Samadhan Scheme, 2023. Of the total 57 cases aggregating to a demand of Rs. 14,302.98 lakhs, 12 cases aggregating to a demand of Rs. 2.10 lakhs have been waived by the department and the Company opted Samadhan Scheme for 15 cases aggregating to a demand of Rs. 52.52 lakhs by paying a settlement amount of Rs. 9.36 lakhs. Settlement order is yet to be received from the department in relation to these payments and hence the same is included under "Balance with Government Authorities" - Refer Note 12 For the balance 30 cases aggregating to a demand of Rs. 14,248.37 lakhs, Company has made an application to the department vide letter dated April 05, 2024 proposing a waiver of balance demand. As the matter is pending before authorities, outcome of the such application cannot presently be determined, no additional provision for tax including penalty, if any, as a result of such outcome, is made in the financial statements.		
(b) During the Current year, the Company has received a notice from the Office of Assistant Commissioner (Anna Salai Assessment Circle) dated October 20, 2023 to opt for settlement of old arrears of taxes under the Liberal Samadhan Scheme, 2023. Of the total 10 cases aggregating to a demand of Rs. 610.96 lakhs, 1 case aggregating to a demand of Rs. 0.19 lakhs have been waived by the department and the Company opted Samadhan Scheme for 1 case aggregating to a demand of Rs. 4.12 lakhs by paying a settlement amount of Rs. 0.82 lakhs. Settlement order is yet to be received from the department in relation to these payments and hence the same is included under "Balance with Government Authorities" - Refer Note 12 For the balance 8 cases aggregating to a demand of Rs. 606.65 lakhs, Company has made an application to the department vide letter dated April 05, 2024 proposing a waiver of balance demand. As the matter is pending before authorities, outcome of the such application cannot presently be determined, no additional provision for tax including penalty, if any, as a result of such outcome, is made in the financial statements.	606.65	-
(c) Sales Tax of Rs. 8,847 lakhs could not be remitted by the company to the department from 1999-02 on account of financial crisis. The Company started remitting the sales tax arrears on an instalment basis from 2007-08 to 2014-15. The Government, vide G.O. (Ms.) No.162 Commercial Taxes and Registration (D2) Department dated September 24, 2010 had waived an interest of Rs. 17,378 lakhs up to a period 2009-10. However, no demand has been raised by the department from 2010-11 till 2014-15 amounting to Rs. 2,913 lakhs. Further, The Company had further requested the Government to waive the penal interest from 2010-11 till 2014-15 amounting to Rs. 2,913 lakhs. As matter is still under consideration by Government no provision for interest is made in the financial statements.	-	-
(d) The Company is liable to pay GST on an RCM basis for the administrative expenses paid at the rate of 3.50 per bag of sale of cement to the RD and PR departments for the period from July 2017 under the Amma Cement Supply Scheme. The Company made a tax payment (including interest) of Rs. 40.27 lakhs towards RCM liability from April 01, 2022 on the August 2023. The Company has received a show cause notice from the Directorate General of GST Intelligence (DGGI), Chennai Zonal Unit dated July 12, 2024 in relation to administrative charges paid to the State Government of Rs. 3.50 per bag from supply of Amma Cements and GST liability of the same under RCM. The company has provided responses to the show cause notice issued by the DGGI. Further, interest of Rs. 156.31 lakhs has been provided towards the GST liability for the period 2017 to 2022. Since no demand order is received from the authorities against the responses provided by the Company, liability if any is presently not ascertainable and hence no provision towards GST liability is made in the financial statements.	-	-
(e) The Company has received a show cause notice from the Office of Commissioner of Central Tax and Central Excise, Audit-I Commissionerate dated August 04, 2024 demanding an amount of Rs. 1,421.81 lakhs including interest relating to various supplies made during FY 2017-18 to 2022-23. The company has provided responses to the show cause notice issued by the authorities. Since no demand order is received from the authorities against the responses provided by the Company, liability if any is presently not ascertainable and hence no provision towards GST liability is made in the financial statements.	-	-
(f) Demand from TNVAT authorities - 1988-89 & 2015-16	-	2,812.00
(g) Demand from Service Tax authorities - 2012-17	371.27	371.27
(h) Demand from Service Tax authorities for excess CENVAT Credit - 2018-19	237.94	237.94
(i) Demand from Sales Tax authorities - 1988-89 to 2001-02	-	4,337.85
Total	15,464.23	7,759.06

The above amounts are based on the notice of demand or the Assessment Orders or notification by the relevant authorities, as the case may be, and the Company is contesting these claims with the respective authorities. Outflows, if any, arising out of these claims would depend on the outcome of the decisions of the appellate authorities and the Company's rights for future appeals before the judiciary.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

(iii) Other Legal cases against the Company		
Particulars	As at March 31, 2024	As at March 31, 2023
a) The Company had been occupying the 2nd Floor of L.L.A Building of 10,211 sq.ft and two Garages of 237 sq.ft each on a monthly rental basis till February 2022. During the year 2008, L.L.A had increased the rental rate for the Company's office premises. The Company has not agreed to the rent escalation and the same is not provided for in Financial Statements	528.00	528.00
b) Liquidated damages claim made by P.H.E.D. Rajasthan not acknowledged by the company since 1993-94.	56.29	56.29
c) During the year 1993-94 and 1994-95 TWAD Board withheld Rs.12.69 lakhs by invoking price falls clause as per Rate contract agreement and Rs.10.40 lakhs towards cost of replacement 600 mm pipes. Since the amount withheld is disputed, no provision made in the financial statements towards recovery of the withheld amounts.	-	-
d) M/s. Edel Cast India Ltd., has claimed a compensation of Rs. 32.09 lakhs including interest towards the cost of materials supplied to the Company, which according to the Company was not supplied. As the matter is under Arbitration since 1997-98 no provision is made in the financial statements	32.09	32.09
e) Bond executed with Customs authorities towards short delivery of 1097.36 MT of coal imported from China since 1990-91.	6.93	6.93
f) Southern Railways had raised a claim against the Company for Rs. 30.06 lakhs which includes punitive charges for the period February 2003 to November 2006 amounting to Rs. 28.56 lakhs, freight under charged amounting Rs. 0.97 lakhs and demurrage charges amounting to Rs.0.53 lakhs. Since these claims have been disputed by the Company, no provision is made in the financial statements for the above claims.	30.06	30.06
g) Singareni Collieries Company Limited had claimed an amount towards Grade variation and taxes amounting to Rs. 49.85 lakhs and interest on delayed payments amounting to Rs. 145.47 lakhs as of April 2020. Since these claims have been disputed by the Company, no provision is made in the financial statements for the above claims. Further, no interest has been calculated from April 2020 to March 2024	195.32	195.32
h) The Company had availed Ways and Means advance of Rs.30,000.00 lakhs from Government of Tamil Nadu vide G.O.No.63 dated June 05, 2017 towards implementation of the Ariyalur cement unit expansion project. As per the G.O., the rate of interest fixed was 13.50 % per annum plus Penal interest at the rate of 2.5% per annum on overdue instalments of principal and interest. The Company repaid the principal amount of Rs.30,000.00 lakhs on March 27, 2018. A provision of Rs. 3,151.23 lakhs was considered in the financial statements for the year 2022-23 towards interest for the said loan. However, the penal interest payable amounting to Rs. 473.76 lakhs for the period from March 28, 2018 to March 31, 2024 was neither paid nor provided for in the Financial Statements on the grounds of waiver application made by the Company with the Government of Tamil Nadu.	473.76	395.00
i) M/s. Unicon Engineers, Coimbatore had made reference to Micro & Small Enterprises Facilitation Council (MSEFC) for claiming a balance payment of Rs. 39.66 lakhs which was withheld by the Company. The party additionally claimed Rs.157.59 lakhs with interest towards additional expenses incurred resulting in a total award for a compensation amount of Rs.197.25 lakhs with interest. The party had also made claim for another award of Rs. 6.98 lakhs in the year 2016. The award was passed in favour of the party by the MSEFC. The party filed an execution petition before Hon'ble High Court vide E.P. No.7 of 2017 for an amount of Rs.588 lakhs and before the City Civil Court vide E.P. 242 of 2017 for an amount of Rs.13.69 lakhs with interest. As directed by the Court, the Company has deposited 75% of the E.P. for a total amount of Rs. 441 lakhs and Rs.10.26 lakhs in the financial year 2019-20 and filed Original Petitions in the Hon'ble High Court of Madras. On September 09, 2021, the Hon'ble High Court of Madras dismissed the OPs filed by the Company. Writ Petition was filed against E.P. 7 of 2017 vide W.P. No.7633 of 2022 and the same was dismissed. The Company filed Writ Appeal vide No.20580 of 2022 against the order of Single Judge as against E.P. 242 of 2017 and the same was dismissed by Hon'ble High court of Madras. The Company filed SLP at Hon'ble Supreme Court of India and obtained stay and the matter is pending before the Hon'ble Supreme Court of India However, the Company has made an interest provision of Rs. 290.58 lakhs for the Current Year (Previous year: Rs. 255.28 lakhs) and the accumulated interest provision as at March 31, 2024 amounts to Rs. 714.49 lakhs (March 31, 2023: Rs. 423.91 lakhs).	-	-
Total	1,322.45	1,243.69

(iv) LAOP Cases:

Particulars	As at March 31, 2024	As at March 31, 2023
(a) There are 390 LAOPs filed by the Ex land owners of which 340 cases have been disposed by the sub Court Ariyalur and the Hon'ble High Court Madras at the reduced compensation from Rs.1,200/- per cent to Rs.900/- per cent along with interest by the judgment pronounced 300 cases totalling to Rs.10.26 crore deposited at Sub-court Ariyalur. Out of 300 cases, 284 land owners filed cross appeal objection before the Hon'ble High Court, Madras against the order of the judgment for reconsideration by the Hon'ble High Court and enhanced rate was fixed between Rs.1,200 to Rs.1,500 per cent. Hon'ble High Court, Madras in the judgment dated January 29, 2024 has proposed to settle the LAOP cases by payment of compensation fixed by at the rate of Rs.1,500/- per cent besides interest entitled as per section 23(2) of LA Act, 1894. The same was approved by the Board of Directors of TANCEM in their 315th Meeting held on March 13, 2024 for payment of compensation. The Company had made of payment of Rs. 1,085.63 lakhs (March 31, 2023: 729.93 lakhs) against these cases. Presently, 284 cases pending at High Court Madras, 50 cases pending in Sub-court Ariyalur and 40 cases pending at appeal stage in High Court, Madras. As the proceedings are pending before relevant authorities and outcome of these cases are not ascertainable, any compensation to be made against these cases are presently not ascertainable.		
(b) With regard to the deposit to the tune of Rs.13.23 lakhs lying with High Court of Madras, it is submitted a sum of Rs.12.39 lakhs has been withdrawn by the ex-land owners. As regards, the balance deposit, the withdrawal details are sought from RDO, Sivakasi.	0.84	0.84
(c) Unassessed liability towards enhanced compensation claimed by erstwhile land owners for which cases are pending in Courts and Government. Enhanced compensation of Rs.2.61 crore were awarded by the Sub-Court Srivilliputhur and Nellai to erstwhile land owners of Alangulam Cement unit. While disposing the appeal, the High Court of Madras has reduced the compensation to Rs.70.27 lakhs. Out of this an amount of Rs.12.38 lakhs has been provided. Balance amount of Rs.57.89 lakhs is still pending for the final settlement in the High Court. In this connection an amount of Rs.13.23 lakhs is lying as deposit with the High Court since 1994-95.	70.27	70.27
Total	71.11	71.11

(v) Expenditures committed for at the end of reporting year

Particulars	As at March 31, 2024	As at March 31, 2023
The Company is directed by the Ministry of Environmental, Forest and Climate change of Government of India to spend 2.5% of Project cost upon installation of 1 MTPA new cement plant at Ariyalur towards Enterprise Social Commitment. The total project cost amounts to Rs. 77,309.07 lakhs of which Rs. 1,932.73 lakhs was required to be spent by the Company towards Enterprise Social Commitment and as of March 31, 2023, the Company had spent Rs. 1,309.27 lakhs. The balance amount to be spent aggregating to Rs. 623.46 lakhs was neither provided for in the financial statements nor paid, as the sanction from Government is pending to amend the revised project cost to Rs. 77,309.07 lakhs and Enterprise Social Commitment of Rs. 1,932.73 lakhs.	623.46	42.73

37 Details of Amma Cement Scheme beneficiaries for the year 23-24 are as follows:

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Green House	275	1,564
New House	2,885	6,309
PMAY (Gramin)	34,269	40,026
PMAY (Urban)	844	2,143
Repairs	13,566	44,435
Total	51,839	94,477

38 Employee Benefit Expenses

a) Defined Contribution Plan

The Company makes Provident Fund contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company has recognised the following amounts in the Statement of Profit and Loss towards contributions to Provident Fund and Family Pension Fund: Rs. 233.85 Lakhs (March 31, 2023: Rs. 225.01 lakhs)

b) Defined Benefit Plan

- Gratuity

The Company has a defined benefit gratuity plan as per the payment of Gratuity Act, 1972. In respect of Gratuity plan, the most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out as March 31, 2024. The Company's gratuity is funded through a trust set up by the Company. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit cost method.

- Leave encashment

Leave encashment are payable to eligible employees who have earned leaves, during the employment and/or on separation, as per the Company's policy, is estimated as per actuarial valuation using projected unit credit method.

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

The following table sets forth the status of the Gratuity and leave encashment of the Company and the amount recognised in the Balance Sheet and Statement of Profit and Loss.

Particulars	Gratuity		Leave encashment	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
a) Changes in Present value of defined benefit obligations				
Present value of obligations at the beginning of the year	1,281.82	1,327.43	848.58	712.65
Current Service Cost	54.46	56.40	-	-
Interest Cost	92.93	92.92	55.82	44.43
Actuarial (gain)/ loss on obligation	44.84	126.77	150.12	251.22
Benefits Paid	(323.57)	(321.70)	(142.43)	(159.72)
Present value of obligations at the end of the year	1,150.48	1,281.82	912.09	848.58
b) Changes in fair Value of Plan Assets				
Fair Value of Plan Assets at the beginning of the year	198.16	50.70	-	-
Interest Income	15.06	7.15	-	-
Contributions	342.73	462.01	142.43	159.72
Actuarial Gains/(Losses) on plan assets	2.83	-	-	-
Benefits Paid	(323.57)	(321.70)	(142.43)	(159.72)
Fair Value of Plan Assets at the end of the year	235.21	198.16	-	-
c) Amount recognised in Balance Sheet				
Present value of obligations at the end of the year	1,150.48	1,281.82	912.09	848.58
Fair Value of Plan Assets at the end of the year	235.21	198.16	-	-
Funded Status of the Plans - Liability to be recognised in the Balance Sheet	915.27	1,083.66	912.09	848.58
Non Current	-	1,000.18	592.08	527.65
Current	915.27	281.64	320.01	320.93
As per Balance Sheet	915.27	1,281.82	912.09	848.58
d) Expense recognised in the Statement of Profit and Loss				
Current Service Cost	54.46	56.40	-	-
Net Interest Cost	77.87	85.77	55.82	44.43
Actuarial Gains/(Losses)	42.01	126.77	150.12	251.22
Total expense recognised in the Statement of Profit and Loss	174.34	268.94	205.94	295.65

The principal assumptions used for the purposes of the actuarial valuations are given below

Particulars	Gratuity		Leave encashment	
	As at March 31, 2024	As at March 31, 2023	As at March 31, 2024	As at March 31, 2023
Discount rate	6.97%	7.25%	6.97%	7.18%
Expected rate of Salary increase	5.00%	5.00%	5.00%	5.00%
Expected rate of attrition	3.00%	3.00%	2.00%	2.00%
Mortality rate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate	IALM (2006-08) Ultimate

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

Particulars	Gratuity - Change by 50 basis points As at March 31, 2024		Leave encashment - change by 100 basis points As at March 31, 2024	
	Discount rate			
Increase		1,119.90		860.70
Decrease		1,182.96		971.51
Expected rate of Salary increase				
Increase		1,174.69		972.09
Decrease		1,126.74		859.33
Expected rate of attrition				
Increase		1,152.22		912.39
Decrease		1,148.73		911.78
Mortality rate				
Increase		1,150.77		913.22
Decrease		1,150.20		910.94

Expected cash flows for the next ten years (undiscounted)

Particulars	Gratuity As at March 31, 2024		Leave encashment As at March 31, 2024	
	Year 1		50.14	
Year 2		277.81		46.69
Year 3		310.85		76.27
Year 4		101.36		83.32
Year 5		98.77		65.36
Year 6 -10		347.07		215.78

39 Segment Reporting

The company has considered business segments as the primary segments for disclosure on the basis that the risk and return of the company is primarily determined by the nature of products. The Companies is domiciled in India and its manufacturing facilities and sales are within India. Accordingly, there are no reportable secondary segments

- a) Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to a segment on a reasonable basis have been disclosed as "Unallocable".
b) Segment assets and segment liabilities represent assets and liabilities in respective segments. Investments, tax related assets and other assets and liabilities that cannot be allocated to a segment on reasonable basis have been disclosed as "Unallocable".
c) Segment revenue, segment expenses and segment results include transfer between business segments, such transfers are eliminated in consolidation.

Segment Information

Particulars	For the Year ended March 31, 2024				For the Year ended March 31, 2023					
	Cement Division	Amma Cements Supply Scheme	Others	Unallocable	Total	Cement Division	Amma Cements Supply Scheme	Others	Unallocable	Total
Segment Revenue										
External Revenue	67,198.24	5,056.85	-	-	72,255.09	94,773.68	9,455.03	0.01	-	1,04,228.72
Inter-Segment Revenue	-	-	-	-	-	-	-	-	-	-
Total	67,198.24	5,056.85	-	-	72,255.09	94,773.68	9,455.03	0.01	-	1,04,228.72
Segment Result before Interest and Taxes										
Less: Finance Cost	9,261.98	(67.97)	(90.11)	-	9,105.90	19,257.34	(0.75)	(89.20)	-	19,167.39
Add: Interest Income	3,958.67	158.80	-	-	4,117.47	3,823.49	-	-	-	3,823.49
Profit before Tax	5,840.74	75.30	(90.11)	-	5,599.16	15,727.99	(0.75)	(89.20)	-	15,638.04
Less: Current Tax	-	(151.47)	-	(1,100.00)	(1,100.00)	-	-	-	(1,600.00)	(1,600.00)
Less: Deferred Tax	-	-	-	(3,666.35)	(3,666.35)	-	-	-	(640.51)	(640.51)
Profit after Tax	5,840.74	(151.47)	(90.11)	(4,766.35)	832.81	15,727.99	(0.75)	(89.20)	(2,240.51)	13,397.53
Other Information										
Segment Assets	89,795.04	1,881.78	1,147.36	-	92,824.18	95,030.34	2,291.53	1,452.61	-	98,774.48
Segment Liabilities	71,272.39	1,695.79	701.78	-	73,669.96	74,054.15	2,167.07	892.32	-	77,113.54
Depreciation/ Amortisation Expense	4,284.15	10.96	1.34	-	4,296.45	4,326.06	9.13	1.15	-	4,336.34

TAMIL NADU CEMENTS CORPORATION LIMITED
Notes to Financial Statements for the year ended March 31, 2024
(Amount in INR Lakhs, unless otherwise stated)

40 Financial Ratios		As at March 31, 2024	As at March 31, 2023	Variance	Reason for Variance
Current Ratio (in times)	Ratio that indicates the Company's capacity to repay short-term loans due within the next year.	1.07	1.15	-7.34%	
Debt - Equity Ratio (in times)	Ratio that measures Company's debt to its assets	2.41	2.54	-5.14%	
Debt Service Coverage Ratio (in times)	Ratio that measures Company's available cash flow to pay current debt obligations.	0.56	1.37	-59.16%	Decrease in earning available for debt service on account decrease in Profits for the year
Return on Equity Ratio (in %)	Ratio that measures the Company's proficiency to generate profits from its shareholders investment	0.06	0.90	-93.78%	On account of decrease in net profits for the year
Inventory Turnover ratio (in times)	Ratio that measures how well the Company generates sales from its inventory	6.28	8.83	-28.91%	On account of decrease in Cost of goods sold due to decrease in revenue and increase in average inventory
Trade receivables turnover ratio (in times)	Ratio that measures the efficiency with which a company is able to collect on its receivables or the credit it extends to customers	22.06	31.82	-30.68%	On account of decrease in Net sales and increase in average trade receivables
Trade Payables turnover ratio (in times)	Ratio that depicts the efficiency with which the business makes payment to the creditors.	3.20	5.08	-37.10%	On account of decrease in net purchases due to decrease in revenue.
Net Capital turnover ratio (in times)	Ratio that indicates the Company's effectiveness in using its working capital	22.01	31.75	-30.68%	On account of decrease in Net sales
Net Profit ratio (in %)	Ratio that compares the business's profits to its total expenses.	0.01	0.13	-93.78%	On account of decrease in Net sales and net profits for the year
Return on Capital employed (in %)	Ratio used for comparing the relative profitability of companies after taking into account the amount of capital used.	0.13	0.25	-50.07%	On account of decrease in EBIT due to decrease in net profits.

41 Environmental Clearance relating to Mining Activities

Environmental Clearance obtained for mining leases G.O.624 – Anandavadi Limestone Mines and G.O.456 & G.O.469 - Kallankurichi Limestone Mines at Ariyalur Cement Unit out of four existing mining leases. With regard to the balance mining lease of G.O.344 -Kallankurichi Limestone Mines, Environmental Clearance is expected to be granted within November'24. Environmental Clearance obtained for mining leases G.O.08, 09, 10 & 11 - Pudupalayam Limestone Mines at Ariyalur Cement Unit.

With regard to five mining leases of Alangulam Cement Unit, Environmental Clearance obtained for mining lease G.O.739 - Pandapuli Limestone Mines and mining lease G.O.215 – Alangulam Limestone Mines, EC recommended by the SEIAA, Chennai and expected to be granted within November 2024. With regard to two mining leases G.O.871 (GLSM) and G.O.427(ALSM), EC will be obtained within December 2024 and with respect of remaining one mining lease G.O.3(D)107, Terms Of Reference granted and obtaining Environmental Clearance is in progress.

42 Disclosure of transaction with Struck off Companies

Particulars	Nature of Transaction with Struck Off Company	Relationship	As at March 31, 2024	As at March 31, 2023
Super Transports Private Limited	Payables	Supplier	1.62	-
Gujarat Electro Steels Private Limited	Payables	Supplier	0.36	-
Duccan Alloy Castings(India) Private Limited	Payables	Supplier	1.63	-
Edel Cast India Private Limited	Payables	Supplier	0.08	0.08
FLS-Fuller Bulk Handling India Limited	Payables	Supplier	-	0.09
Paitandi Fluorocarbon Seals Private Limited	Payables	Supplier	0.14	-
Trichinopoly Mining Works Private Limited	Payables	Supplier	0.21	-
Pereira & Roche Limited	Advances	Supplier	15.32	-
Toptech Engineering Company Private Limited	Advances	Supplier	0.30	-
Imayam Info Solutions Private Limited	Advances	Supplier	0.87	-
Malvo Stone Private Limited	Receivables	Customers	0.02	-
Adithiya Marine &Engineering Private Limited	Receivables	Customers	0.02	-
Schella Impex Private Limited	Receivables	Customers	0.00	-
Arm Sons Private Limited	Receivables	Customers	0.61	-
Gmplus Engineering Private Limited	Receivables	Customers	0.10	-

43 Scheme of Arrangement

The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year

44 Utilisation of borrowed funds and securities premium

(i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

(ii) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) (

(b) Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

45 Undisclosed income

The Company does not have any undisclosed income which is not recorded in the books of account that has been surrendered or disclosed as income during the year (previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961).

46 Compliance with number of layers of companies

The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017

47 Details of Crypto Currency or Virtual Currency

The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

48 Subsequent Events

There are no subsequent events that have occurred after the reporting date.

49 Audit Trail

The accounting softwares (Indice ERP & Amma cements ERP) used by the Company for maintaining its books of account during the year ended March 31, 2024 did not have a feature of recording audit trail (edit log) facility. Further, the feature of recording audit trail in accounting softwares used by the Company was enabled only with effect from November 07, 2024 for Indice ERP and from November 14, 2024 for Amma Cements ERP.

50 Going Concern

The management on the basis of evaluation of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities and other information accompanying the financial statements believes that no material uncertainty exists as on the date of the audit report that company will not be able to meet its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

51 Reclassification note

The figures for the previous year have been regrouped wherever necessary to conform to current year's classification and in conformity with Schedule III to the Act.

52 Authorisation of financial statements

The Board of Directors has reviewed the realizable value of all current assets of the Company and has confirmed that all the value of such assets in the ordinary course of business will not be less than the value at which these are recognized in the financial statements. Further, the board, duly taking into account all relevant disclosures made, has approved these financial statement for the year ended March 31, 2024 in its meeting held on November 28, 2024.

The Managing Director is authorised by the Board of Directors vide resolution dated November 28, 2024 to carry out necessary modifications on the financial statements in light of Supplementary audit conducted by Comptroller and Auditor General of India ("CAG") under section 143(6)(a) of Companies Act 2013. Pursuant to Supplementary audit conducted by the CAG, additional disclosures has been in Note 10A para (vii) & (viii) and Note 36(ii)(e) to the financial statements.

In terms of our report attached
For M S K C & Associates
Chartered Accountants
ICAI Firm Registration No.001595S

S Manikandan
Partner
Membership No.226060

Place: Chennai
Date: November 28, 2024

For and on behalf of the Board
Tamil Nadu Cements Corporation Limited

Ajay Yadav, IAS
Managing Director
DIN: 07785020

Dr.G Natarajan
Director
DIN: 01089846

P Ganesan
Chief Financial Officer

Dr.Lakshmi Manean
Company Secretary
M No. A46426

Place: Chennai
Date: November 28, 2024