

# CORPORATE GOVERNANCE REPORT

General information about company	
Scrip code	502137
NSE Symbol	DECCANCE
MSEI Symbol	NOTLISTED
ISIN	INE583C01021
Name of the entity	DECCAN CEMENTS LIMITED
Date of start of financial year	01-04-2025
Date of end of financial year	31-03-2026
Reporting Quarter	QUARTERLY
Date of Report	30-06-2025
Risk management committee	Applicable
Market Capitalisation as per immediate previous Financial Year	Top 2000 listed entities

## Annexure I

## I. Composition of Board of Directors

Disclosure of notes on composition of board of directors explanatory													-																																																																							
Whether the listed entity has a Regular Chairperson													Yes																																																																							
Whether Chairperson is related to MD or CEO													Yes																																																																							
Sr	Title (Mr / Ms)				Name of the Director				PAN				DIN				Category 1 of directors				Category 2 of directors				Category 3 of directors				Date of Birth				Whether the director is disqualified?				Current status				Whether special resolution passed? [Refer Reg. 17(1A) of Listing Regulations]				Date of passing special resolution				Initial Date of appointment				Date of Re-appointment				Date of cessation				Tenure of director (in months)				No of Directorship in listed entities including this listed entity (Refer Regulation 17A of Listing Regulations)				No of Independent Directorship in listed entities including this listed entity [with reference to proviso to regulation 17A(1) & 17A(2)]				Number of memberships in Audit/ Stakeholder Committee(s) including this listed entity (Refer Regulation 26(1) of Listing Regulations)				No of post of Chairperson in Audit/ Stakeholder Committee held in listed entities including this listed entity (Refer Regulation 26(1) of Listing Regulations)				Reason for Cessation			
1	Mrs				PARVATHI PENMETCHA				AAOPP2418F				00016597				Executive Director				Chairperson				MD				26-08-1965				No				Active				NA				01-07-1998				01-04-2022												1				0				1				0											

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Mr	Mr	Mrs
PATURI SRINIVASA RAO	VENKATESWARLU SHONTI	MAHPARA ALI
AEJPP6161J	ACKPS1732P	ADCPM6102E
01220158	08602254	06645262
Independent Director	Executive Director	Non-Executive - Independent Director
Not Applicable	Not Applicable	Not Applicable
11-07-1967	01-06-1961	28-07-1951
No	No	No
Active	Active	Active
NA	NA	NA
01-04-2024	11-11-2019	01-04-2020
	11-11-2024	
12.00		60.00
2	1	1
1	0	1
2	1	1
1	0	1

6	5
Mr	Mr
SRIVARI CHANDRASHEKHAR	RABINDRA SRIKANTAN
AJPPS8642C	ABEPR4182M
00481481	00024584
Independent Director	Independent Director
Not Applicable	Not Applicable
09-03-1964	24-01-1961
No	No
Active	Active
NA	NA
28-05-2024	01-04-2024
10.04	12.00
1	2
1	1
2	2
0	0

**Annexure 1**  
**II. Composition of Committees**

**Audit Committee Details**

Whether the Audit Committee has a Regular Chairperson						Yes
Sr	DIN Number	Name of Committee members	Category 1 of directors	Category 2 of directors	Date of Appointment	Date of Cessation
1	06645262	MAHPARA ALI	Non-Executive - Independent Director	Member	01-04-2024 *	
2	01220158	PATURI SRINIVASA RAO	Non-Executive - Independent Director	Member	01-04-2024	
3	00024584	RABINDRA SRIKANTAN	Non-Executive - Independent Director	Member	11-07-2024	
4	00481481	SRIVARI CHANDRASHEKHAR	Non-Executive - Independent Director	Member	11-07-2024	

\*Mrs. Mahpara Ali was appointed as the member of the Audit Committee on 1st April 2024 and appointed as the Chairperson of the Audit Committee with effect from 11th July 2024.

**Nomination and Remuneration Committee Details**

Whether the Nomination and remuneration committee has a Regular Chairperson						Yes
Sr	DIN Number	Name of Committee members	Category 1 of directors	Category 2 of directors	Date of Appointment	Date of Cessation
1	01220158	PATURI SRINIVASA RAO	Non-Executive - Independent Director	Chairperson	01-04-2024	
2	06645262	MAHPARA ALI	Non-Executive - Independent Director	Member	18-03-2024	
3	00024584	RABINDRA SHRIKANTHAN	Non-Executive - Independent Director	Member	01-04-2024	
4	00481481	SRIVARI CHANDRASHEKHAR	Non-Executive - Independent Director	Member	10-08-2024	

Stakeholders Relationship Committee Details

Whether the Stakeholders Relationship committee has a Regular Chairperson						Yes
Sr	DIN Number	Name of Committee members	Category 1 of directors	Category 2 of directors	Date of Appointment	Date of Cessation
1	01220158	PATURI SRINIVASA RAO	Non-Executive - Independent Director	Chairperson	10-08-2024	
2	00016597	PARVATHI PENMETCHA	Executive Director	Member	23-06-2009	
3	08602254	VENKATESWARLU SHONTI	Executive Director	Member	18-03-2024	
4	00481481	SRIVARI CHANDRASHEKHAR	Non-Executive - Independent Director	Member	10-08-2024	

Risk Management Committee Details

Whether the Risk Management committee has a Regular Chairperson						Yes
Sr	DIN Number	Name of Committee members	Category 1 of directors	Category 2 of directors	Date of Appointment	Date of Cessation
1	00024584	RABINDRA SRIKANTAN	Non-Executive - Independent Director	Chairperson	10-08-2024	
2	01220158	PATURI SRINIVASA RAO	Non-Executive - Independent Director	Member	10-08-2024	
3	08602254	VENKATESWARLU SHONTI	Executive Director	Member	11-06-2021	
4	99999999	D RAGHAVA CHARY	Chief Financial Officer	Member	11-06-2021*	

\*Mr. Daruri Raghava Chary is not a Director.

Corporate Social Responsibility Committee Details

Whether the Corporate Social Responsibility committee has a Regular Chairperson						Yes
Sr	DIN Number	Name of Committee members	Category 1 of directors	Category 2 of directors	Date of Appointment	Date of Cessation
1	00481481	SRIVARI CHANDRASHEKHAR	Non-Executive - Independent Director	Chairperson	11-07-2024	
2	06645262	MAHPARA ALI	Non-Executive - Independent Director	Member	11-11-2022	
3	00016597	PARVATHI PENMETCHA	Executive Director	Member	20-05-2014	
4	08602254	VENKATESWARLU SHONTI	Executive Director	Member	11-07-2024	

**Annexure 1**  
**III. Meeting of Board of Directors**

Sr	Date(s) of meeting (Enter dates of Previous quarter and Current quarter in chronological order)	Maximum gap between any two consecutive (in number of days)	Notes for not providing Date	Whether requirement of Quorum met (Yes/No)	Total Number of Directors as on date of the meeting	Number of Directors present* (All directors including Independent Director)	No. of Independent Directors attending the meeting*
1	11-02-2025			Yes	6	5	3
2	29-03-2025	45		Yes	6	6	4
3	27-05-2025	58		Yes	6	6	6



**Annexure 1**  
**III. Meeting of Committees**

Sr	Name of Committee	Date(s) of meeting (Enter dates of Previous quarter and Current quarter in chronological order)	Maximum gap between any two consecutive (in number of days)	Name of other committee	Reason for not providing date	Whether requirement of Quorum met (Yes/No)	Total Number of Directors in the Committee as on date of the meeting	Number of Directors Present (All Directors including Independent Director)	No. of Independent Directors attending the meeting*	No. of members attending the meeting (other than Board of Directors)
1	Audit Committee	11-02-2025				Yes	4	3	3	0
2	Audit Committee	29-03-2025	45			Yes	4	4	4	0
3	Audit Committee	27-05-2025	58			Yes	4	4	4	0
4	Stakeholders Relationship Committee	27-05-2025				Yes	4	4	2	0
5	Risk Management Committee	06-03-2025				Yes	3	2	2	1
6	Risk Management Committee	27-05-2025	81			Yes	3	3	2	1
7	Nomination and remuneration committee	11-02-2025				Yes	4	3	3	0
8	Nomination and remuneration committee	27-05-2025	104			Yes	4	4	4	0
9	Corporate Social Responsibility	27-05-2025				Yes	4	4	2	0

### Details of Cyber security incidence

Whether as per Regulation 27(2)(ba) of SEBI (LODR) Regulations, 2015 there has been cyber security incidents or breaches or loss of data or documents during the quarter		No
Other details of cyber security incidence or breaches or loss of data event		
Number of cyber security incidence or breaches or loss of data event occurred during the quarter		
<b>Sr.</b>	<b>Date of the event</b>	<b>Brief details of the event</b>

### Annexure 1

#### V. Related Party Transactions

<b>Sr</b>	<b>Subject</b>	<b>Compliance status (Yes/No/NA)</b>	<b>If status is “No” details of non-compliance may be given here.</b>
1	Whether prior approval of audit committee obtained	Yes	
2	Whether shareholder approval obtained for material RPT	NA	
3	Whether details of RPT entered into pursuant to omnibus approval have been reviewed by Audit Committee	NA	
<b>Disclosure of notes on related party transactions</b>			
<b>Disclosure of notes of material transaction with related party</b>			

**Annexure 1**  
**VI. Affirmations**

Sr	Subject	Compliance status (Yes/No)
1	The composition of Board of Directors is in terms of SEBI (Listing obligations and disclosure requirements) Regulations, 2015	Yes
2	The composition of the following committees is in terms of SEBI(Listing obligations and disclosure requirements) Regulations, 2015: <b>a. Audit Committee</b>	Yes
3	The composition of the following committees is in terms of SEBI(Listing obligations and disclosure requirements) Regulations, 2015. <b>b. Nomination &amp; remuneration committee</b>	Yes
4	The composition of the following committees is in terms of SEBI(Listing obligations and disclosure requirements) Regulations, 2015. <b>c. Stakeholders relationship committee</b>	Yes
5	The composition of the following committees is in terms of SEBI(Listing obligations and disclosure requirements) Regulations, 2015. <b>d. Risk management committee (applicable to the top 1000 listed entities)</b>	Yes
6	The committee members have been made aware of their powers, role and responsibilities as specified in SEBI (Listing obligations and disclosure requirements) Regulations, 2015.	Yes
7	The meetings of the board of directors and the above committees have been conducted in the manner as specified in SEBI (Listing obligations and disclosure requirements) Regulations, 2015.	Yes
8	This report and/or the report submitted in the previous quarter has been placed before Board of Directors.	Yes
9	Any comments/observations/advice of Board of Directors may be mentioned here:	

Annexure 1		
Sr	Subject	Compliance status
1	Name of signatory	BIKRAM KESHARI PRUSTY
2	Designation	Company Secretary and Compliance Officer

**Annexure II**  
**III. Affirmations**

Sr	Particulars	Compliance status (Yes/No/NA)
1	The Listed Entity has approved Material Subsidiary Policy and the Corporate Governance requirements with respect to subsidiary of Listed Entity have been complied	NA

Annexure II		
1	Name of signatory	BIKRAM KESHARI PRUSTY
2	Designation	Company Secretary and Compliance Officer

**Statement on investors' complaints**  
**for the quarter ended 30<sup>th</sup> June 2025**

Investor Grievance Details	
No. of investor complaints pending at the beginning of Quarter	0
No. of investor complaints received during the Quarter	4
No. of investor complaints disposed off during the Quarter	4
No. of investor complaints those remaining unresolved at the end of the Quarter	0

**Acquisition of Share or Voting Rights In Unlisted Companies**

Sr. No.	Name of the unlisted company in which shares or voting rights have been acquired	Date of acquisition	Aggregate holding (% shares or voting rights) as at the end of the previous quarter	% shares or voting rights acquired during the quarter	Aggregate holding (% shares or voting rights) as at the end of the quarter
1	DECCAN SWARNA CEMENTS PRIVATE LIMITED	13-03-2024	100.00%	0.00%	100.00%

## Disclosure of Updates to Ongoing Tax Litigations or Disputes

Sr. No.	Name of the opposing party	Date of initiation of the litigation / dispute	Status of the litigation / dispute as per last disclosure	Current status of the litigation / dispute
1	The Commissioner of Commercial Taxes, Hyderabad	23-11-2006	The Sales Tax Dept. demanded Rs. 85,67,680/- Tax on alleged deemed excess production of Cement based on the Energy Audit for the Asst. Year 1999-2000 and Asst. Year 2000-01. The Company has filed SPLA 1/2007 and SPLA 2/2007 before the Honorable High Court of Telangana. The Honorable High Court in their interim order Stayed collection of the disputed amount. The matters are pending	The Matters are pending before the Honorable High Court of Telangana.
2	Commissioner of Customs, Central Excise and Service Tax, Guntur	05-07-2013	The Company had imported 25,000 MTs of coal from different suppliers and cleared the same classifying under CTH 2701 1920 claiming the same as "Steam Coal". The Company claimed the benefit of exemption Notification No. 12/2012-Cus. Dated 17.03.2012 (Sl. No. 123 as amended). On the ground that the calorific value of coal imported by the Company was greater than 5833 kcal/kg and its volatile matter exceeded 14%, the Commissioner of Customs, Central Excise and Service Tax, Guntur, the Adjudicating Authority passed the order that the coal imported by the Company was correctly classifiable as "Bituminous Coal" under CTH 2701 12 00. Therefore, the Company was liable to duty as provided for Sl. No. 124 in the notification ibid. Initially, the Company had paid Rs.1.00 crore on 12.11.2012. Again, before the adjudication order was passed, the Company had paid Rs.1,42,42,498 (entire differential duty along with interest) to the Commissioner of Customs, Guntur. However, the Commissioner of Customs in OIO No. 38/2013-Customs dated 28.11.2013, passed the order that the Company required to pay an amount of Rs. 1,42,42,498/- as differential duty and imposed a penalty of Rs. 1,55,27,200/-. Against the said adjudication order passed by the Commissioner, the Company had filed Appeal No. C/20762/2014-DB, and Stay Application No. C/Stay/2084/2014 before the CESTAT, Bangalore. CESTAT, Bangalore on 03.07.2014 passed the final order in 21062/2014 wherein they upheld the decision of the Adjudicating Authority as far as demand for customs duty and interest thereon. Whereas, they set aside the penalty and redemption of fine. The Company has filed Civil Appeal No.10299/2014 in Oct 2014 before Hon'ble Supreme Court against CESTAT - Bangalore final order No. 21062/2014 Dated 03.07.2014 in an Appeal No. C/20762/2014-DB. Matter is pending before the Honorable Supreme Court of India. The Department has filed CEA No.85/2015 before the Hon'ble Andhra Pradesh High Court to set aside the CESTAT's Final Order No.21062/2014, dated 03-07-2014 to the extent of dropping the penalty and redemption of fine against the company, which amounts to Rs.1,55,27,200/-. The	Matters are pending before the Honorable Supreme Court of India, and High Court of Andhra Pradesh

			matter is pending before the Andhra Pradesh High Court.	
3	Assistant Commissioner of Commercial Taxes-LTU, Nalgonda and 5 Others	21-10-2014	The Asst. Commissioner of Commercial Taxes, LTU, Nalgonda issued impunged Notice dated 7th October 2014 calling upon the Company to pay the deffered Sales Tax for the FY 2000-01 availed under APGST and CST Act to a Total amount of Rs.1,21,20,161/- on or before 31st March 2014, contrary to the GOMs No.108 dated 20th May 1996 and the final eligibility certificate dated 6th June 2000 as revised by the eligibility certificate dated 11th December 2002 and the agreement entered into by the the Company with the State of Andhra Pradesh on 31st March 2001. The company suppose to repay the sales tax deferment availed in the year 2000-01 as tax liability for the month of March 2015 along with the monthly return for the said month, the repayment for the subsequent years 2001-02 and onwards as payable at the end of the fourteenth year thereof. The Company has filed the Writ Petition 31807/2014 before the Hon'ble High Court. Matter is pending. However, the Company is making the repayment as per the schedule in the Agreement.	Matter is pending before the Honorable High Cout of Telangana
4	Commissioner of GST & Central Excise, Ranga Reddy GST Commissionerate, Hyderabad, Telangana	31-12-2015	The Company was paying Clean Energy Cess on imported coal used as input to its cement manufactuing process and taking input tax credit. On the objection raised by the GST Authorities, the Company had reversed the Input Credit. However, the Commissioner of GST & Central Excise, Ranga Reddy GST Commissionerate, Hyderabad, Telangana in their Adjudication Order-In-Original Nos. HYD-EXCUS-003-COM-012-15-16 dt.31.12.2015, HYD-EXCUS-003-COM-040-16-17 dt.31.05.2016, HYD-EXCUS-004-COM-018-17-18 dt.31.10.2017 confirmed the demand and reversal of credit availed. Further, the Adjudicating authority held that no interest need to be paid as the company did not avail the credit though it has taken in the books. Therefore, penalty is not to be imposed on the company. Aggrieved by the order of adjudicating authority, the Company had filed Appeal Nos. 30305/2016, No.30704/2016, 30220/2018 before the CESTAT, Hyderabad. The Hon'ble Tribunal vide the impugned common Final Order No.A/30684-30692/2019 dt.16.07.2019 had upheld the denial of cenvat credit on Clean Energy Cess while setting aside the penalty and interest. Aggrieved by the impugned order of the Hon'ble Tribunal as far as denial of cenvat credit of Clean Energy Cess is concerned, the Company has preferred appeal before the Hon'ble High Court of Telangana by filing CEA 07/2020, CEA 08/2020, and CEA 11/2020. Matters are pending.	Matters are pendig before the Honorable High Court of Telangana.
5	Assistant Commissioner of Income Tax, Circle 8(1), Hyderabad	30-05-2023	The Company had filed its IT Return for the A.Y. 2015-16 on 30.09.2015 declaring the total income at Rs. 13,68,59,390/- under normal provision of the Act and Rs. 21,34,25,085/- under MAT provision. The return was processed and an order u/s 143(1) of the IT Act was passed on 31.01.2016 resulting in a demand payable of Rs. 2,44,920/-. Subsequently, the case was	Appeal is pending



			<p>selected for reopening and a notice u/s 148 of the IT Act dated 31.07.2022 was issued to the Company. Thereafter, an order u/s 147 r.w.s. 144B of the IT Act was passed on 30.05.2023 by assessing the income at Rs. 17,66,27,538/- resulting in a demand payable of Rs. 2,76,599/-.</p> <p>However, on perusal of the computation sheet, it is noticed that the total income was considered at 13,60,40,570/- in computation sheet instead of Rs, 17,66,27,538/- as assessed vide order dated 19.02.2024 which resulted in underassessment of assessed income with a consequential short demand of Rs. 2,72,32,375/-. As per the assessment order the total demand is Rs.2,75,08,974/-. The Company has filed an appeal against the assessment order passed by the Asst. Commissioner.</p>	
6	Assistant Commissioner (ST)- Special Circle-1, Andhra Pradesh	15-11-2023	<p>Suppliers had wrongly reported in Form GSTR 01, the supplies made to the Company as B2C supply instead of B2B supply for the tax period of 2017-18 (during impementation period of GST). The supplier submitted certificate to the GST Authorities stating that they wrongly reported the B2B supplies as B2C supplies. However, the Asst. Commissioner (ST) (Audit), Regional GST Audit &amp; Enforcement Office, Vijaywada did not considered the above stated facts into consideration and passed the impunged order on 15th November 2023. As per the said order, the demand is as under: Tax: Rs.9,22,796 Interest: Rs.5,82,044 (upto 15.11.2023) Penalty: Rs.92,280 Total Rs.15,97,120/- The Company has pre-deposited Rs.92,280/- (10% of the disputed tax) and filed an Appeal before the Appellate Additional Commissioner (ST) at Vijaywada on 13th Februray 2024. Personal hearing was hed on 9th July 2024. Order not passed yet.</p>	Pending before the Appellate Additional Commissioner (ST) at Vijawada.
7	Joint Commissioner, Customs and Central Tax	26-02-2025	<p>Appeal filed on 27th May 2025 agaist the order passed by the Joint Commissioner, Customs and Central Tax on 26-02-2025 confirming the demand of ITC reversal of of Rs. 6,64,280/- each under the CGST and SGST Acts towards liability on ITC where consideration was not paid within 180 days from the date of issue of invoices by the suppliers, and imposed penalty of Rs.6,64,280/- and interest of Rs.48,483 each under the CGST and SGST Acts, and imposed interest of Rs.1,23,015 for late filing of GSTR-3B Return.</p>	Matter is pending before the Commissioner Appeals-I, Hyderabad

**Disclosure of Interest and Penalty**

Sr. No.	Name of the authority	Nature and details of the action(s) taken or order(s) passed	Date of receipt of direction or order, including any ad interim or interim orders, or any other communication from the authority	Details of the violation(s)/ contravention(s) committed or alleged to be committed	Impact on financial, operation or other activities of the listed entity, quantifiable in monetary terms to the extent possible
1	Joint Commissioner, Customs and Central Tax	Order passed by the Joint Commissioner confirming the demand of ITC reversal of of Rs. 6,64,280/- each under the CGST and SGST Acts towards liability on ITC where consideration was not paid within 180 days from the date of issue of invoices by the suppliers, and imposed penalty of Rs.6,64,280/- and interest of Rs.48,483 each under the CGST and SGST Acts, and imposed interest of Rs.1,23,015 for late filing of GSTR-3B Return.	26-02-2025	Delay in payment made to suppliers and delay in filing of GSTR-3B Return	Rs.28,77,101