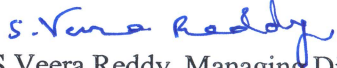


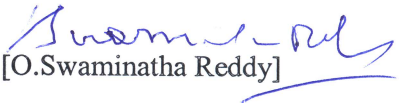


**Format A**

**Format of covering letter of the annual audit report to be filed with the stock exchanges**

1	Name of the Company	Sagar Cements Limited
2	Annual Financial Statements for the year ended	31 <sup>st</sup> March, 2013
3	Type of Audit observation	Unqualified
4	Frequency of observation	Being unqualified, Not Applicable
5	To be signed by:	
	Managing Director	 [S.Veera Reddy, Managing Director]
	CFO	 [K.Prasad, Asst. Vice President (Finance) ]
	Auditor of the company	 [K.Ranganathan, P.Srinivasan & Co., Statutory Auditors]
	Audit Committee Chairman	 [O.Swaminatha Reddy]

Date: 26.08.2013