

# MAWANA SUGARS LIMITED

CIN: L74100DL1961PLC003413

Registered Office: 5th Floor, Kirti Mahal, 19 Rajendra Place, New Delhi-110 125

Tel: 91-11-25739103, Fax: 91-11-25743659,

Email: corporate@mawanasugars.com, Website: www.mawanasugars.com



## Statement of Standalone Unaudited Financial Results for the quarter ended March 31, 2015

(₹ in Lacs)

Sl. No.	Particulars	Unaudited			Audited
		Quarter Ended			15 Months ended
		March 31, 2015	December 31, 2014	March 31, 2014	December 31, 2014
		1	2	3	4
<b>PART - I</b>					
1	<b>Income from operations</b>				
	(a) Net sales/ Income from operations (net of excise duty)	36476	25672	34887	139773
	(b) Other operating income	32	16	67	293
	<b>Total Income from operations (net) (a+b)</b>	<b>36508</b>	<b>25688</b>	<b>34954</b>	<b>140066</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	46573	31559	56672	111428
	(b) Changes in inventories of finished goods and work-in-progress	(14107)	(10825)	(34727)	(5219)
	(c) Employee benefits expense	2012	1747	2085	9388
	(d) Depreciation and amortisation expenses	678	1200	1239	6096
	(e) Power and fuel	3338	3104	3452	16557
	(f) Stores, spares and components	1192	1341	1617	6324
	(g) Other expenses	2257	1814	2968	6736
	<b>Total Expenses (a to g)</b>	<b>41943</b>	<b>29940</b>	<b>33306</b>	<b>151310</b>
3	<b>Profit/ (Loss) from operations before other income, finance costs, exceptional items and prior period adjustments (1-2)</b>	<b>(5435)</b>	<b>(4252)</b>	<b>1648</b>	<b>(11244)</b>
4	Other income	95	534	69	873
5	<b>Profit/ (Loss) from ordinary activities before finance costs, exceptional items and prior period adjustments (3+4)</b>	<b>(5340)</b>	<b>(3718)</b>	<b>1717</b>	<b>(10371)</b>
6	Finance costs	1502	1829	1547	7689
7	<b>Profit/ (Loss) from ordinary activities after finance costs but before exceptional items and prior period adjustments (5-6)</b>	<b>(6842)</b>	<b>(5547)</b>	<b>170</b>	<b>(18060)</b>
8	Exceptional items expense/(income)	-	-	-	-
9	<b>Profit/ (Loss) from ordinary activities before prior period adjustments and tax (7-8)</b>	<b>(6842)</b>	<b>(5547)</b>	<b>170</b>	<b>(18060)</b>
10	Prior period adjustment expense/(income)	-	-	-	-
11	<b>Profit/ (Loss) from ordinary activities before tax (9-10)</b>	<b>(6842)</b>	<b>(5547)</b>	<b>170</b>	<b>(18060)</b>
12	<b>Tax expenses</b>				
	Relating to earlier years	-	-	-	-
	Provision for tax written back relating to earlier years	-	-	-	-
13	<b>Net Profit/ (Loss) from ordinary activities after tax (11-12)</b>	<b>(6842)</b>	<b>(5547)</b>	<b>170</b>	<b>(18060)</b>
14	Extraordinary items (net of tax)	-	-	-	-
15	<b>Net Profit/ (Loss) from ordinary activities (13+14)</b>	<b>(6842)</b>	<b>(5547)</b>	<b>170</b>	<b>(18060)</b>
16	<b>Paid-up equity share capital (Face value of each share Rs. 10/-)</b>	<b>3912</b>	<b>3912</b>	<b>3912</b>	<b>3912</b>
17	Reserve excluding Revaluation Reserve as per balance sheet	-	-	-	(42262)
18	<b>Earning per share (of Rs. 10 each) (Not annualised)</b>				
	- Basic/Diluted	<b>(17.49)</b>	<b>(14.18)</b>	<b>0.44</b>	<b>(46.17)</b>

## PART - II

A PARTICULARS OF SHAREHOLDING					
Sl. No.	Particulars	March 31, 2015	December 31, 2014	March 31, 2014	December 31, 2014
1	<b>Public shareholding</b>				
	- Number of shares	11780888	11780888	12780888	11780888
	- Percentage of shareholding	30.12%	30.12%	32.67%	30.12%
2	<b>Promoters and Promoter Group Shareholding</b>				
a)	<b>Pledged/Encumbered*</b>				
	- Number of shares	27117959	27117959	26117959	27117959
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.20%	99.20%	99.17%	99.20%
	- Percentage of shares (as a % of the total share capital of the Company)	69.32%	69.32%	66.77%	69.32%
	* The Promoter of the Company has signed Non-disposal Undertaking with the lender for its entire shareholding.				
b)	<b>Non - encumbered</b>				
	- Number of shares	218017	218017	218017	218017
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.80%	0.80%	0.83%	0.80%
	- Percentage of shares (as a % of the total share capital of the Company)	0.56%	0.56%	0.56%	0.56%
B INVESTOR COMPLAINTS					
Particulars		3 Months Ended 31.03.2015			
	Pending at the beginning of the quarter			0	
	Received during the quarter			6	
	Disposed of during the quarter			6	
	Remaining unresolved at the end of the quarter			0	

### Limited Review

The Limited Review, as required under Clause 41 of the Listing Agreement has been completed and the related Report forwarded to the Stock Exchanges. This Report does not have any impact on the above 'Results and Notes' for the quarter ended March 31, 2015 which needs to be explained.

## Segment wise Revenue Results and Capital Employed under clause 41 of the Listing Agreement

(₹ in Lacs)

Sl. No.	Particulars	Unaudited			Audited
		Quarter Ended			15 Months ended
		March 31, 2015	December 31, 2014	March 31, 2014	December 31, 2014
		1	2	3	4
1.	<b>Segment Revenue</b>				
	a. Sugar	37029	25020	36408	124941
	b. Power	15294	9755	16155	32791
	c. Chemical	5206	4689	6060	26838
	d. Distillery	1985	1427	1206	8768
	<b>Total</b>	<b>59514</b>	<b>40891</b>	<b>59829</b>	<b>193338</b>
	Less: Inter-Segment revenue	23006	15203	24875	53272
	<b>Net Sales / Income from Operations</b>	<b>36508</b>	<b>25688</b>	<b>34954</b>	<b>140066</b>
2.	<b>Segment Results</b>				
	<b>Profit / (Loss) (before tax, finance cost and exceptional items) from Segment</b>				
	a. Sugar	(10430)	(6568)	(3002)	(17369)
	b. Power	5337	2933	4926	7909
	c. Chemical	(230)	(406)	(6)	(1125)
	d. Distillery	301	237	212	1830
	<b>Total</b>	<b>(5022)</b>	<b>(3804)</b>	<b>2130</b>	<b>(8755)</b>
	Less: i) Finance costs	1502	1829	1547	7689
	ii) Other un-allocable expenditure net off un-allocable income/expenditure	318	(86)	413	1616
	<b>Total Profit/(Loss) before Tax</b>	<b>(6842)</b>	<b>(5547)</b>	<b>170</b>	<b>(18060)</b>
3.	<b>Segment Capital employed</b>				
	a. Sugar	(35574)	(16846)	(4973)	(16846)
	b. Power	16707	18078	18686	18078
	c. Chemical	5756	7128	6910	7128
	d. Distillery	8441	7823	6557	7823
	e. Unallocated	8862	(4263)	(14)	(4263)
	<b>Total Segment Capital Employed</b>	<b>4192</b>	<b>11921</b>	<b>27166</b>	<b>11921</b>

### Notes:

- The above results have been taken on record by the Board of Directors in its meeting held on May 12, 2015.
- The Company, inter-alia, manufactures Sugar which is produced during the season and sold throughout the year. As such the performance in any quarter may not be representative of the annual performance of the Company.
- The Company over the last few years has been incurring cash losses due to which its net worth has been completely eroded and its current liabilities are far in excess of its current assets. The Indian sugar industry, particularly in the State of Uttar Pradesh, has faced difficulties on account of increasing sugar cane prices and corresponding lower than expected recovery of sugar from cane, lower sugar prices and consequential under recovery of cost of production. These factors have adversely affected the Company's operations and financial performance. Higher finance costs have also added to the cash losses. The Company got registered with the BIFR on September 10, 2013 under the provisions of Section 15(1) of the Sick Industrial Companies (Special Provisions), Act, 1985 (SICA). The process for revival/rehabilitation of the Company is under way in line with the prescribed procedure and rules under SICA. The State and Central Government have initiated various steps to support the sugar industry like decontrol of free sale of sugar release mechanism, doing away with levy quota system and also considering linking the sugar cane price with sugar price. All the aforesaid measures are expected to support the industry and also the operations of the Company in the near future. The Company has also initiated various steps including cane development activities, enhancing plant efficiencies, costs reduction etc. to improve the performance of the Company. As such, the Company is confident that BIFR will approve a rehabilitation scheme which would entail part sale of its surplus/non-core assets to discharge some of its financial obligations and improve cash flow, rescheduling of the outstanding debt/payables (including overdue debt/payables), and other requisite financial restructuring in consultation with various stakeholders to improve its financial position including net worth. Based on an internal assessment and valuation done by an independent valuer, the Management is confident that the current fair market value of the aforesaid assets it proposes to dispose as part of the rehabilitation scheme would be sufficient to discharge its financial obligations as envisaged in the scheme. In view of the above, the Board of Directors of the Company is confident that the Company would be in a position to realize its assets and discharge its liabilities by successfully implementing the rehabilitation scheme and in the normal course of its business. Accordingly, these financial results have been prepared on a going concern basis.
- In view of financial position of the Company explained in note no. 3 above, the Company has not been able to attract qualified Non-Executive Directors and has also not been able to fill up certain Key positions despite its best efforts. Consequently, the Company is not in compliance with certain sections/ clauses of the Companies Act, 2013 and of the Listing Agreement.
- With effect from January 1st, 2015, depreciation on fixed assets is computed in accordance with Schedule II of the Companies Act, 2013. Consequent thereto, Depreciation charged for the quarter is lower by Rs. 5.62 crs. and depreciation amounting to Rs. 5.23 crs. has been adjusted from the opening balance of the retained earnings.
- The Central Government had approved the former Chairman and Managing Director remuneration (w.e.f. October 15, 2012) vide letter dated April 21, 2014 at an amount lower than that approved by the shareholders in their general meeting. Consequent thereto, the Company had made a representation to the Central Government on November 5, 2014 for waiver of excess remuneration paid to Mr. Siddharth Shiram, Managing Director. Pending outcome thereof, refund of excess remuneration amounting to Rs. 70.40 lacs paid in terms of shareholders approval has not been obtained by the Company.
- The remuneration amounting to Rs. 82.52 lacs paid to Whole Time Director (WTD) up to December 31st, 2014 is subject to the approval of Central Government under the provision of the Companies Act, 2013. An application for approval of Central Government has been filed on January 15, 2015.
- Figures for the previous corresponding period have been regrouped wherever necessary.

For Mawana Sugars Limited  
Sd/-  
(Authorised Signatory)

Place : New Delhi  
Date : May 12, 2015

32cm(H) x 24cm(W)