

# THE ANDHRA SUGARS LIMITED

Venkatarayapuram, Tanuku - 534 215, Andhra Pradesh, India.



THE ANDHRA SUGARS LIMITED  
Registered Office: Venkatarayapuram, Tanuku - 534215  
CIN: L15420AP1947PLC000326  
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## STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31-12-2016

(Rs.in Lakhs)

	Particulars	Three months ended			Nine months ended		Year Ended
		31-Dec-16	30-Sep-16	31-Dec-15	31-Dec-16	31-Dec-15	31-Mar-16
		Un-audited			Un-audited		Audited
1	Income from Operations						
a	Gross Sales/Income from Operations	26300.13	28205.96	25702.36	75639.11	70118.99	91614.43
b	Other operating income	403.16	497.00	447.02	1221.87	1232.93	1483.87
2	<b>Total Income from Operations (net)</b>	<b>26703.29</b>	<b>28702.96</b>	<b>26149.38</b>	<b>76860.98</b>	<b>71351.92</b>	<b>93098.30</b>
3	Expenses						
a	Cost of Materials consumed	11129.62	2727.41	9402.61	16941.86	17067.35	32294.57
b	Purchase of Stock-in-trade	0.00	0.00	0.00	0.00	0.00	0.00
c	Change in inventories of finished goods, work-in-progress and stock-in-trade	(2767.37)	9280.79	2686.51	10166.86	15008.84	3473.77
d	Employee benefits expenses	2581.80	2253.29	2206.40	6865.65	5686.29	8141.47
e	Power and Fuel	3937.69	5382.25	4284.87	14139.92	12816.13	17535.21
f	Excise Duty	1831.51	2066.70	1783.40	5364.67	4873.15	6166.01
g	Depreciation and amortisation expenses	1234.52	1469.76	1408.27	3595.76	4224.81	5633.08
h	Other expenses	3548.44	2236.17	2956.17	8251.31	8146.95	12816.36
	<b>Total Expenses</b>	<b>21496.21</b>	<b>25416.37</b>	<b>24728.23</b>	<b>65326.03</b>	<b>67823.52</b>	<b>86060.47</b>
4	<b>Profit from operations before other income, finance cost and exceptional items</b>	<b>5207.08</b>	<b>3286.59</b>	<b>1421.15</b>	<b>11534.95</b>	<b>3528.40</b>	<b>7037.83</b>
5	Other Income	484.70	371.50	408.61	1208.00	1320.10	2240.13
6	Profit from ordinary activities before finance cost and exceptional items	5691.78	3658.09	1829.76	12742.95	4848.50	9277.96
7	Finance costs	619.82	634.20	620.46	1933.72	2100.28	2749.54
8	Profit from ordinary activities after finance cost but before exceptional items	5071.96	3023.89	1209.30	10809.23	2748.22	6528.42
9	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
10	Profit from ordinary activities before tax	5071.96	3023.89	1209.30	10809.23	2748.22	6528.42
11	Tax expenses	1204.90	255.58	242.65	2205.85	999.26	2295.86
12	Net profit from ordinary activities after tax	3867.06	2768.31	966.65	8603.38	1748.96	4232.56
13	Extraordinary items (net of tax)	0.00	0.00	0.00	0.00	0.00	0.00
14	<b>Net profit for the period</b>	<b>3867.06</b>	<b>2768.31</b>	<b>966.65</b>	<b>8603.38</b>	<b>1748.96</b>	<b>4232.56</b>
15	Other Comprehensive income (Net of tax)	(38.43)	(79.61)	(1369.50)	(101.24)	(4110.80)	(5483.24)
16	<b>Total Comprehensive income</b>	<b>3828.63</b>	<b>2688.70</b>	<b>(402.84)</b>	<b>8502.14</b>	<b>(2361.84)</b>	<b>(1250.68)</b>
17	Paid-up Equity share capital (Face value per share Rs.10/-)	2711.01	2711.01	2711.01	2711.01	2711.01	2711.01
18	Earnings Per share (Basic and diluted Earning per share)	14.26	10.21	3.57	31.73	6.45	15.61

### Notes:

a The company adopted Indian Accounting Standards ("Ind AS") from 1st April 2016 and accordingly these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Ind AS 34 Interim Financial Reporting prescribed under section 133 of the Companies Act 2013 read with the relevant rules issued thereunder and the other accounting principles generally accepted in India. Financial results for all the periods presented have been prepared in accordance with the recognition and measurement principles of Ind AS 34.

b The format for unaudited quarterly/half yearly results as prescribed in SEBI's Circular CIR/CFD/CMD/15-2015, dated 30th November 2015, has been modified to comply with requirements of SEBI's circular dated 5th July 2016, the company has opted to present Ind AS compliant financial figures for the corresponding period ended 31st December, 2015, 30th September 2016 and 31st March 2016 without subjecting to Limited Review or audit. However the management has exercised necessary due diligence to ensure that the financial results provide a true and fair view of its affairs.

Reconciliation between Financial results previously reported under Indian GAAP and Ind AS is given hereunder:

(Rs in Lakhs)

Particulars	Three months Ended 31-12-2015	Nine months Ended 31-12-2015	Year Ended 31.03.2016
<b>Profit after tax as reported in previous quarter as per Indian GAAP</b>	586.05	2507.38	5475.63
1 Other operation income - Government grant recognised	118.79	351.74	471.54
2 Re-measurement of defined benefit obligations recognised in other comprehensive income under Ind AS	15.56	46.68	62.24
3 Effect of measuring investments (mutual funds) at fair value	63.72	64.54	0.00
4 Fair value of Expected credit loss on debtors	0.91	(6.51)	10.27
5 Impact of fair value of provisions	(4.00)	(12.00)	(16.00)
6 Fair valuation of Interest sub-vention loan and deferred sales tax loan	(113.08)	(334.60)	(448.69)
7 Effect of depreciation	298.70	(868.27)	(1322.43)
<b>Net profit under Ind AS</b>	<b>966.65</b>	<b>1748.96</b>	<b>4232.56</b>
1 Effect of measuring investment at fair value through other comprehensive income	(1800.53)	(5403.91)	(7207.38)
2 Actuarial (gain)/loss on defined benefit funds	(15.56)	(46.68)	(62.24)
3 Deferred Tax impact on above Ind AS adjustments	446.60	1339.79	1786.38
<b>Total Comprehensive Income as per Ind AS</b>	<b>(402.84)</b>	<b>(2361.84)</b>	<b>(1250.68)</b>

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# THE ANDHRA SUGARS LIMITED

Venkatarayapuram, Tanuku - 534 215, Andhra Pradesh, India.



Particulars	As at 31-03-2016
Equity under previous GAAP	59485.68
Effect of measuring Investments at fair value	10342.12
Effect of Property, Plant and Equipment adjustments	(1128.95)
Effect of Depreciation and Amortisation	(1322.43)
Expected credit loss recognised on Trade receivables	(49.87)
Effect of recognising Government grants/subsidy	(22.15)
Effect of discounting long term liabilities	2010.60
Deferred tax adjustments on above	(394.41)
<b>Equity as per IND AS</b>	<b>68920.59</b>

## Notes:

- a The above results for the quarter ended 31st December 2016, were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 4th February 2017 and Statutory Auditors have carried out Limited Review.
- b The company recognises costs relating to its post employment defined benefit plan on actuarial basis both under IGAAP and Ind AS. Under IGAAP, the entire cost, including actuarial gains and losses are recognised in Profit and loss. Under Ind AS, remeasurement gains and losses are recognised in retained earnings through Other comprehensive income.
- c Under IGAAP, spares were recognised as part of inventory and charged to Profit and loss as and when consumed. Under Ind AS, items of spares which meet the definition of Property, Plant and Equipment (PPE), are classified under CWIP and capitalised as and when put to use.
- d Under IGAAP, long-term investments are usually carried at cost. However, when there is a decline, other than temporary, in the value of a long term investment, the carrying amount is reduced to recognise the decline. Under Ind AS, Long term Equity investments are re-measured at fair value through other comprehensive income.
- e Under previous GAAP interest subvention loan and Deferred Sales tax loan are shown under long term borrowings, and Capital Investment subsidy is shown under Capital Reserve. Whereas, under Ind AS, interest subvention loan and deferred sales tax loan are classified as Government grants and amount proportionate to the notional interest cost is credited to Profit and loss account. And subsidy is recognised as Deferred Government grant in the Balance Sheet and amortised to profit and loss account over its remaining useful life of the assets.
- f Under Ind AS provisions are need to be discounted if the time value is material and the effect of difference in value is given in the profit and loss account.
- g Under Indian GAAP, dividend proposed after the date of the financial statements but prior to the approval of financial statements is considered as an adjusting event, and a provision for dividend is recognised in the financial statements of the period to which the dividend relates, Under Ind AS, dividend declaration is considered as a non-adjusting event and provision for dividend is recognised only in the period when the dividend is approved by the shareholders in Annual General Meeting.
- h Under Indian GAAP, current investments in mutual funds are measured at cost or net realisable value, whichever is lower. Under Ind AS investments in mutual funds are classified as " Fair value through Profit and Loss" and are measured at fair value at each reporting date. The subsequent changes in the fair value of such investments are recognised in statement of Profit and loss.
- i Under Indian GAAP deferred taxes are recognised using Income statement approach i.e., reflecting the tax effects of timing differences between accounting income and taxable income for the period. Under Ind AS, deferred taxes are recognised using balance sheet approach i.e., reflecting the tax effects of temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes using the Income tax rates enacted or substantively enacted at reporting date. Also, deferred taxes are recognised on account of the above mentioned changes.

Figures have been regrouped wherever necessary.

Place: Tanuku  
Date: 04.02-2017

Dr. B.B.Ramaiah  
Chairman & Managing Director

# THE ANDHRA SUGARS LIMITED

Venkatarayapuram, Tanuku - 534 215, Andhra Pradesh, India.



**AGENDA ITEM NO.3 (a) OF THE BOARD MEETING HELD ON 04.02.2017**  
**SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED, UNDER REGULATION**  
**33 OF THE LISTING AGREEMENT FOR THE QUARTER AND NINE MONTHS ENDED 31.12.2016.**

Particulars	(Rs.in Lakhs)					
	Quarter ended 31.12.2016	Preceding Quarter ended 30.09.2016	Corresponding Quarter ended 31.12.2015	Nine Months ended 31.12.2016	Corresponding Nine Months Ended 31.12.2015	Year ended 31.03.2016
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Audited
<b>1. Segment Revenue</b> (Net Sales / Income from Operations) :-						
a) SUGAR	9216.13	9368.71	10121.63	23475.06	20771.21	27592.77
b) CAUSTIC SODA	13460.84	14592.29	12057.53	40227.43	37487.52	49341.57
c) POWER GENERATION	1029.39	765.89	639.39	2092.22	1521.50	3163.93
d) INDUSTRIAL CHEMICALS	3630.65	3913.09	4495.80	11478.51	13461.36	17496.28
e) UNALLOCATED	2082.09	1845.37	1589.48	5999.15	4755.35	6166.37
<b>TOTAL:</b>	<b>29419.10</b>	<b>30485.35</b>	<b>28903.83</b>	<b>83272.37</b>	<b>77996.94</b>	<b>103760.92</b>
Less: Inter segment revenue	2715.81	1782.39	2754.44	6411.39	6645.02	10662.62
<b>Net Sales / Income from operations</b>	<b>26703.29</b>	<b>28702.96</b>	<b>26149.39</b>	<b>76860.98</b>	<b>71351.92</b>	<b>93098.30</b>
<b>2. Segment Results</b> (Profit (+) / Loss (-) before Tax and Interest) :-						
a) SUGAR	1105.95	(541.56)	(764.27)	183.29	(4716.82)	(2764.74)
b) CAUSTIC SODA	3325.70	2338.95	1480.32	8187.07	5746.53	8207.32
c) POWER GENERATION	20.15	270.40	(195.63)	381.51	(170.97)	(81.86)
d) INDUSTRIAL CHEMICALS	907.06	1184.29	688.78	2797.84	2293.31	2140.31
e) UNALLOCATED	332.92	406.01	620.57	1193.24	1696.45	1776.93
<b>TOTAL:</b>	<b>5691.78</b>	<b>3658.09</b>	<b>1829.77</b>	<b>12742.95</b>	<b>4848.50</b>	<b>9277.96</b>
Less: Interest	619.82	634.20	620.46	1933.72	2100.28	2749.54
<b>Total Profit Before Tax</b>	<b>5071.96</b>	<b>3023.89</b>	<b>1209.31</b>	<b>10809.23</b>	<b>2748.22</b>	<b>6528.42</b>
<b>3. Segment wise Assets</b>						
a) SUGAR	19368.18	17431.76	20111.63	19368.18	20111.63	30591.72
b) CAUSTIC SODA	33572.02	33499.75	35281.88	33572.02	35281.88	33949.12
c) POWER GENERATION *	27960.61	26404.32	14626.23	27960.61	14626.23	16390.02
d) INDUSTRIAL CHEMICALS	6016.14	5628.40	6826.42	6016.14	6826.42	4091.36
e) UNALLOCATED	51627.45	43782.27	46371.19	51627.45	46371.19	34658.29
<b>TOTAL:</b>	<b>138544.40</b>	<b>126746.50</b>	<b>123217.35</b>	<b>138544.40</b>	<b>123217.35</b>	<b>119680.51</b>
<b>Segment wise Liabilities</b>						
a) SUGAR	8517.74	5272.28	8144.42	8517.74	8144.41	7774.32
b) CAUSTIC SODA	8637.56	8570.21	6873.01	8637.56	6873.00	7390.70
c) POWER GENERATION	2920.39	2538.25	1094.14	2920.39	1094.14	1003.37
d) INDUSTRIAL CHEMICALS	2055.94	1118.78	2962.15	2055.94	2962.14	1480.05
e) UNALLOCATED	7410.39	5466.39	8040.66	7410.39	8040.66	7109.95
<b>TOTAL:</b>	<b>29542.02</b>	<b>22965.91</b>	<b>27114.38</b>	<b>29542.02</b>	<b>27114.35</b>	<b>24758.39</b>
<b>Capital Employed</b>	<b>109002.38</b>	<b>103780.59</b>	<b>96102.97</b>	<b>109002.38</b>	<b>96103.00</b>	<b>94922.12</b>

\* Includes Rs.16140.00 lakhs, being the Capital Work-in-Progress of Coal Based Power Project at Saggonda

for THE ANDHRA SUGARS LIMITED  
 Dr. B. B. RAMAIAH  
 CHAIRMAN & MANAGING DIRECTOR

**INDEPENDENT AUDITORS REVIEW REPORT ON REVIEW OF INTERIM  
FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF  
THE ANDHRA SUGARS LIMITED**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **THE ANDHRA SUGARS LIMITED** ("the company") for the quarter/nine months period ended 31<sup>st</sup> December, 2016 ("the statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the statements based on our review.
2. We conducted our review of the statement in accordance with the Standard on Review Engagements (SRE) 2410 'Review of Interim Financial Information performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. We have not reviewed the financial results and other financial information for the period ended 31<sup>st</sup> December, 2016 which have been prepared solely based on the financial information compiled by the Management.

Date: 04-02-2017  
Camp: Tanuku



For M/s. Brahmayya & Co  
Chartered Accountants  
Firm Registration No.000513S

**T.V.Ramana**  
Partner  
Membership No.200523