

**25<sup>th</sup>**  
**Annual Report**  
**2016-17**



**RANA SUGARS LIMITED**



## BOARD OF DIRECTORS

Rana Inder Pratap Singh	Managing Director
Rana Ranjit Singh	Director
Shri A.S. Sodhi	Director
Shri S.A.S. Bajwa	Director
Shri Baljit Singh	Director
Rana Veer Pratap Singh	Director
Mrs Rani Mondal	Director
Shri Balour Singh	Director (Nominee of PEDDA)
Shri M.P. Singh	Director (Nominee of PEDDA)

## COMPANY SECRETARY

Manmohan K. Raina

## AUDITORS

Kansal Singla & Associates  
Chartered Accountants  
SCO 80-81, 4th Floor,  
Sector 17-C, Chandigarh-160 017

## BANKERS

**State Bank of India**  
Sector 17-B, Chandigarh- 160 017  
**Bank of Baroda**  
Sector 22-B, Chandigarh- 160 022  
**UCO Bank**  
Sector 17-B, Chandigarh-160 017

## REGD. OFFICE

SCO 49-50, Sector 8-C,  
Madhya Marg,  
Chandigarh-160 009

## CONTENTS

Notice	3
Directors' Report	7
Auditors' Report	39
Balance Sheet	45
Profit & Loss Account	46
Cash Flow Statement	47
Schedules	48
Proxy Form	65
Polling Paper	67



## NOTICE

Notice is hereby given that the 25<sup>th</sup> Annual General Meeting of Rana Sugars Limited will be held on Thursday, the 28<sup>th</sup> day of September, 2017 at 3.00 P.M. at The Institution of Engineers (India), Madhya Marg, Sector 19-A, Chandigarh to transact the following business :

### ORDINARY BUSINESS :

1. To receive, consider and adopt the Audited Accounts of the Company for the financial year ended 31<sup>st</sup> March, 2017 and the reports of the Board of Directors' and Auditors' thereon.
2. To appoint a Director in place of Rana Ranjit Singh (DIN 00076770), who is liable to retire by rotation and being eligible offers himself for reappointment.
3. To appoint a Director in place of Rana Veer Pratap Singh (DIN 00076808), who is liable to retire by rotation and being eligible offers himself for reappointment.

4. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution** :

“RESOLVED THAT pursuant to the provisions of Section 139 and applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification, amendment, substitution or re-enactment thereof for the time being in force), M/s N J & Associates, Chartered Accountants (Firm Registration No. 023083N) be and is hereby appointed as the Statutory Auditors of the Company, to hold office for a term of five consecutive years from the conclusion of this Annual General Meeting, until the conclusion of the 30<sup>th</sup> Annual General Meeting of the Company, subject to annual ratification by the shareholders at every Annual General Meeting and at such remuneration as may be fixed by the Board of Directors of the Company on the recommendation of the Audit Committee.

RESOLVED FURTHER THAT the Board of Directors of the Company (including its Committee thereof), be and is hereby authorized to do all such acts, deeds, matters and things as may be considered necessary, desirable or expedient to give effect to this resolution.”

### SPECIAL BUSINESS :

5. To consider and if thought fit, to pass with or without modification(s), the following resolution as an **Ordinary Resolution** :

“RESOLVED THAT pursuant to Section 148(3) of the Companies Act, 2013, read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, and other applicable provisions if any, consent of the Company be and is hereby accorded for the payment of remuneration of Rs. 50,000/- (Rupees Fifty thousand only) to M/s. Khushwinder Kumar & Co., Cost Accountants, Jalandhar (Firm Registration No. 100123), who were appointed as Cost Auditors by the Board of Directors in their meeting held on 29.05.2017 for carrying out Cost Audit of the Company for financial year 2017-18, be and is hereby approved.”

By order of the Board  
for **RANA SUGARS LIMITED**

Place: Chandigarh  
Dated: 29<sup>th</sup> May, 2017

**(MANMOHAN K. RAINA)**  
COMPANY SECRETARY



## NOTES

1. The Register of Members and the Share Transfer books of the Company will remain closed from 25<sup>th</sup> September, 2017 to 28<sup>th</sup> September, 2017 (both days inclusive) for the purpose of Annual General Meeting of the Company.
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, which sets out details relating to Special Businesses at the meeting, is annexed hereto.

3. **A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY/ PROXIES TO ATTEND AND VOTE ON A POLL ONLY TO VOTE ON HIS/HER BEHALF. SUCH A PROXY/ PROXIES NEED NOT BE A MEMBER OF THE COMPANY. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company.**

The instrument of Proxy in order to be effective, should be deposited at the Registered Office of the Company, duly completed and signed, not less than 48 hours before the commencement of the meeting. A proxy form is sent herewith. Proxies submitted on behalf of the companies, societies etc. must be supported by an appropriate resolution/ authority letter, as applicable.

4. Electronic copy of the Annual Report for 2016-17 is being sent to all the members whose email IDs are registered with the Company/ Depository Participant(s) for communication purposes unless any member has requested for a hard copy of the same. For members who have not registered their email address, physical copies of the Annual Report for 2016-17 is being sent in the permitted mode.
5. **To promote green initiative, members are requested to register their e-mail addresses through their Depository Participants for sending the future communications by e-mail. Members holding the shares in physical form may also register their e-mail addresses through the RTA, giving reference of their Folio Number.**
6. Voting through electronic means:
  - I. In compliance with provisions of Section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is providing facility to the members to exercise their right to vote at the 25<sup>th</sup> Annual General Meeting (AGM) by electronic means and the business may be transacted through e-voting platform provided by Central Depository Services (India) Limited.

### **The instructions for shareholders voting electronically are as under:**

- (i) The voting period begins on 25.09.2017 at 9.00 A.M. and ends on 27.09.2017 at 6.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 21.09.2017, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
- (ii) The shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- (iii) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com) during the voting period.
- (iv) Click on "Shareholders" tab.
- (v) Now Enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Members holding shares in Physical Form should enter Folio Number registered with the Company.
- (vi) Next enter the Image Verification as displayed and Click on Login.
- (vii) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier voting of any company, then your existing password is to be used.
- (viii) If you are a first time user follow the steps given below:



<b>For Members holding shares in Demat Form and Physical Form</b>	
<b>PAN</b>	<p>Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders)</p> <ul style="list-style-type: none"> <li>Members who have not updated their PAN with the Company/ Depository Participant are requested to use the first two letters of their name and the 8 digits of the sequence number in the PAN field. Sequence number is printed on covering letter.</li> <li>In case the sequence number is less than 8 digits enter the applicable number of 0's before the number after the first two characters of the name in CAPITAL letters. e.g. If your name is Ramesh Kumar with sequence number 1 then enter RA00000001 in the PAN field.</li> </ul>
<b>Dividend Bank Details OR Date of Birth (DOB)</b>	<p>Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.</p> <ul style="list-style-type: none"> <li>If both the details are not recorded with the depository or company please enter the member Id/ folio number in the Dividend Bank details field as mentioned in instruction (v).</li> </ul>

- (ix) After entering these details appropriately, click on "SUBMIT" tab.
- (x) Members holding shares in physical form will then directly reach the Company selection screen. However, members holding shares in demat form will now reach 'Password Creation' menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (xi) For Members holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (xii) Click on the EVSN for the relevant Company on which you choose to vote.
- (xiii) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (xiv) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
- (xv) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- (xvi) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
- (xvii) You can also take out print of the voting done by you by clicking on "Click here to print" option on the Voting page.
- (xviii) If Demat account holder has forgotten the same password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xix) Shareholders can also cast their vote using CDSL's mobile app m-Voting available for mobiles. The m-Voting app can be downloaded from Google Play store, App Store and the Windows Phone Store respectively. Please follow the instructions as prompted by the mobile app while voting on your mobile.
- (xx) Note for Non – Individual Shareholders and Custodians
- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodian are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves as Corporates.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a compliance user should be created using the admin login and password. The Compliance user would be able to link the account(s) for which they wish to vote on.



- The list of accounts should be mailed to helpdesk.evoting@cdslindia.com and on approval of the accounts they would be able to cast their vote.
  - A scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- (xxi) Any person, who acquires shares of the Company and become Member of the Company after dispatch of the Notice and holding shares as on the cut-off date i.e. 21.09.2017 may follow the same instructions as mentioned above for e-Voting.
- (xxii) In case you have any queries or issues regarding e-voting, you may refer the Frequently Asked Questions ("FAQs") and e-voting manual available at [www.evotingindia.com](http://www.evotingindia.com) under help section or write an email to helpdesk.evoting@cdslindia.com.
- (xxiii) The Company has appointed Mr. Ajay Arora, Company Secretary in whole time practice (ICSI membership No. FCS 2191 and Certificate of Practice No. 993) as the Scrutinizer to scrutinize and collate the e-voting process in a fair and transparent manner.
- (xxiv) The Scrutinizer shall within a period not exceeding three working days from the conclusion of the e-voting period unblock the votes in the presence of at least two witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
- (xxv) The results shall be declared after the AGM of the Company. The result alongwith the Scrutinizer's Report shall be placed on the Company's website [www.ranasugars.com](http://www.ranasugars.com) and on the website of CDSL.
- (xxvi) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory (ies) who are authorized to vote, to the Scrutinizer through e-mail to Mr. Ajay Arora, Practising Company Secretary at his e-mail address [ajaykcs@gmail.com](mailto:ajaykcs@gmail.com) with a copy marked to Company Secretary, Rana Sugars Limited, Chandigarh at [mkraina@ranasugars.com](mailto:mkraina@ranasugars.com).
7. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company on all working days from Monday to Friday between 11.00 AM to 2.00 PM up to the date of Annual General Meeting.

## **EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**

### **ITEM NO. 5**

Pursuant to section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the Members of the Company are required to approve the payment of remuneration of Rs.50,000/- (Rupees Fifty thousand only) to the Cost Auditors as approved by the Board of Directors in their meeting held on 29.05.2017 for the Financial Year 2017-18.

None of the Directors and/or Key Management Personnel of the Company and their relatives are concerned or interested in the resolution.

The Board recommends the resolution for the approval of the Members set out at Item No. 5.

By order of the Board  
for **RANA SUGARS LIMITED**

Place: Chandigarh  
Dated: 29<sup>th</sup> May, 2017

**(MANMOHAN K. RAINA)**  
COMPANY SECRETARY



## BOARD REPORT

To the Members,

Your Directors have pleasure in submitting their 25<sup>th</sup> Annual Report of the Company together with the Audited Statements of Accounts for the year ended March 31, 2017.

### 1. FINANCIAL RESULTS

The Company's financial performance for the year under review alongwith previous years figures are given hereunder:

(Rs. In lacs)

Particulars	Current Year ended 31.03.2017	Previous Year ended 31.03.2016
Net Sales /Income from Business Operations	1,10,067.78	85,579.84
Other Income	122.92	98.14
Total Income	1,10,190.70	85,677.98
Less Interest	8863.25	9,517.40
Profit/(Loss) before Depreciation	(906.78)	4,451.13
Less Depreciation & Amortization Exp.	2837.55	2,781.52
Profit/ (Loss) after depreciation and interest	(3,744.33)	1,669.61
Less Current Income Tax	--	--
Less Previous year adjustment of Income Tax	--	--
Less Deferred Tax	(1,130.76)	(3.23)
Net Profit after Tax	(2,613.57)	1,672.84
Dividend (including interim if any and final)	--	--
Net Profit after dividend and Tax	(2,613.57)	1,672.84
Earning per share (Basic)	(1.70)	1.09
Earning per Share (Diluted)	(1.70)	1.09

### 2. DIVIDEND

In view of losses suffered during the current financial year, your Directors are unable to recommend any dividend for the year under review.

### 3. REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS

Your Directors wish to present the details of Business operations done during the year under review:

#### a. Production and Profitability

The sugar production of the country during 2016-17 has declined to 232.60 lakhs tones. Your Company has crushed 1,58,65,404 qtls. of sugarcane and 20,11,935 qtls. of sugar beets and has produced 15,93,928 qtls. of sugar during the year under review. The Company has also produced 9,62,848 qtls. of molasses and 24,58,39,130 units of electricity, 2,29,31,845 BL of spirit and 10,11,837 cases of liquor.



**b. Sales**

The turnover of the Company has gone to Rs. 1,10,190.70 Lacs as against Rs. 85,677.98 Lacs in the last year and the Company has suffered loss of Rs. 2613.57 lacs during the year.

**c. Marketing and Market environment**

Sugar Prices shot up from the third quarter of Sugar Season 2016 on anticipated decline in domestic sugar production in Sugar Season 2017 owing to deficient rainfall. The sugar price is dependent on various factors. Sugar being a seasonal industry depends upon availability of sugarcane which is affected by weather of the particular place. The sugar sector in India goes through a phase of cyclicity, mainly on account of situations of high cane pricing which is under Govt. control. The Company has encouraged sowing of sugar beet in its area in Punjab to increase its sugar production.

**d. Future Prospects including constraints affecting due to Government policies.**

The Government in April 2017, allowed import of 0.5 million tones of raw sugar at zero custom duty till 30<sup>th</sup> June, 2017 in order to address regional production gaps and to maintain domestic prices at reasonable levels.

Sugarcane crushing for the year 2017-18 is likely to be lower than the crushing for the last year due to drought condition. It is expected that sugar prices will be stable due to fall in sugar production in the country which will help sugar Industry on financial front.

**4. MATERIAL CHANGES AND COMMITMENTS**

No material changes or commitments have occurred between the end of the financial year to which the financial statements relate and on the date of this report, affecting the financial position of the company.

**5. DIRECTORS**

Mrs. Rajbans Kaur, Rana Karan Pratap Singh and Shri Jasbir Singh Tikka resigned from the directorship of the Company during the year. Mrs. Rani Mondal has been appointed as Independent Director during the year.

Rana Ranjit Singh and Rana Veer Pratap Singh, Directors are liable to retire by rotation and being eligible, offers themselves for re-appointment.

Particulars of Directors seeking appointment/re-appointment have been given in the Corporate Governance annexed to the Directors' Report.

**6. DIRECTORS' RESPONSIBILITY STATEMENT**

In Accordance with the provisions of Section 134(3)(c) of the Companies Act, 2013, the Board hereby submit its responsibility Statement:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) the directors had selected such accounting policies and applied them consistently and made judgements 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 the financial year and of the profit of the Company for that period;
- c) the directors had 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 directors had prepared the annual accounts on a going concern basis;





- e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively; and
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

## 7. KEY MANAGERIAL PERSONNEL (KMP)

During the financial period ended 31.03.2017, following persons are Whole Time Key Managerial Personnel (KMP) of the Company in terms of provisions of Section 203 of the Companies Act, 2013:

Sl. No.	Name	Designation
1.	Rana Inder Pratap Singh	Managing Director
2.	Mr. Manmohan K Raina	Company Secretary
3.	Mr. Manoj Gupta	Chief Financial Officer

## 8. MEETINGS OF THE BOARD

During the financial year ended 31.03.2017, seven Board Meetings were held. The details of the Board Meetings are given in the Corporate Governance Report. The intervening gap between the Meetings was within the period prescribed under the Companies Act, 2013 and the SEBI (LODR), Regulations, 2015.

## 9. DECLARATION FROM INDEPENDENT DIRECTORS

All Independent Directors of the Company have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and SEBI (LODR), Regulations, 2015.

## 10. INTERNAL FINANCIAL CONTROLS

The Company has internal control systems which is commensurate with its size, nature and volume of operations.

## 11. STATUTORY AUDITORS AND THEIR REPORT

M/s. Kansal Singla & Associates, Chartered Accountants (Firm Registration No. 003897N), who are the Statutory Auditors of the Company, will hold office up to the forthcoming Annual General Meeting. As per the Companies Act, 2013, a new firm M/s. N J & Associates, Chartered Accountants (Firm Registration No. 023083N) has been recommended for appointment as Statutory Auditors of the Company for a term of 5 years from the conclusion of the forthcoming Annual General Meeting of the Company subject to ratification by the shareholders every year. They have confirmed their eligibility under Section 141 of the Act, and the Rules framed thereunder, for their appointment as Auditors of the Company.

## 12. COST AUDITORS

M/s Khushwinder Kumar & Co., Cost Accountants (Firm Registration No 100123) were re-appointed as Cost Auditors of the Company for conducting the audit of the cost records maintained by the Company for the financial year 2017-18 subject to the approval of the Members on the remuneration to be paid to the Cost Auditors. A certificate from them has been received to the effect that their appointment as Cost Auditors of the Company, if made, would be in accordance with the limits specified under Section 141 of the Companies Act, 2013 and rules framed there under.

## 13. SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and rules made there under, the Company has appointed M/s. A. Arora & Co., a firm of Company Secretaries (C.P.No.993) to undertake the Secretarial Audit of the Company. The Secretarial Audit Report in prescribed format MR-3 given by aforesaid Secretarial Auditors is annexed to this Board Report as Annexure 'F' and forms an integral part.



The Secretarial Auditor has neither qualified the Secretarial Audit Report nor given any adverse remark for which explanation may be required to be given in the Directors' Report.

## **14. FIXED DEPOSITS**

The Company does not have any deposits and has neither accepted any deposits during the financial period ended March 31, 2017.

## **15. RISK MANAGEMENT POLICY**

The Company has adopted a 'Risk Management Policy' which is reviewed on a periodic basis in order to recognize and reduce exposure to risks wherever possible. The Company's risk management policies are based on the philosophy of achieving substantial growth while mitigating and managing risks involved.

Your Company continues to review and manage the risks emanating from such a dynamic environment at periodic intervals. The major risks faced by the industry include sugarcane availability, price realization and regulatory control by Government and financial liquidity amongst others.

## **16. AUDIT COMMITTEE**

The Audit Committee comprises of three Directors, all directors are independent Director. The details of terms of reference of the Audit Committee, number and dates of meeting held, attendance, among others are given separately in the attached Corporate Governance Report.

## **17. NOMINATION AND REMUNERATION COMMITTEE**

Pursuant to the provisions of Section 178 of the Companies Act, 2013 read with Rules made there under, the Board has constituted a Nomination & Remuneration Committee and the details of terms of reference, number & dates of meeting held, attendance and other details are given separately in the attached Corporate Governance Report. The Board on the recommendation of Nomination & Remuneration Committee framed a policy i.e. Nomination and Remuneration Policy for selection and appointment of Directors, senior managerial personnel and their remuneration. The aforesaid policy can be accessed on the Company's website [www.ranasugars.com](http://www.ranasugars.com)

## **18. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The Company's Policy relating to appointment of Directors, payment of Managerial remuneration, Directors' qualifications, positive attributes, independence of Directors and other related matters as provided under Section 178(3) of the Companies Act, 2013 is furnished in Report on Corporate Governance.

## **19. DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company's policy relating to Corporate Social Responsibility is furnished in the Corporate Governance Report.

## **20. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS**

The information relating to conservation of energy, technology absorption and foreign exchange earnings and outgo, as required under Section 134(3) (m) of the Companies (Accounts) Rules, 2014 is enclosed as Annexure - A and forms part of this Report.

## **21. PARTICULARS OF EMPLOYEES**

During the financial period ended 31.03.2017, there is no employee in the Company who is receiving remuneration more than Rs. 5 lacs per month or Rs. 60 lacs per annum.

## **22. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The Company has not given any loan or investments made under Section 186 of the Companies Act, 2013 during the year.



## 23. RELATED PARTY TRANSACTIONS

There was no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review.

## 24. WHISTLE BLOWER POLICY/VIGIL MECHANISM

The Company has formulated and implemented the Whistle Blower Policy / Vigil Mechanism. This has provided a mechanism for directors and employees of the Company and other persons dealing with the Company to report to the Chairman of the Audit Committee; any instance of unethical behavior, actual or suspected fraud or violation of the Company's code of conduct. The aforesaid policy has also been uploaded on the Company's website.

## 25. EXTRACT OF ANNUAL RETURN

The extracts of the Annual Return (MGT-9) as per the provisions of Section 92 of the Companies Act, 2013 read with Rule 12 of Companies (Management and Administration) Rules, 2014 is annexed herewith and marked as Annexure – E to this Report.

## 26. CORPORATE GOVERNANCE

In accordance with SEBI (LODR), Regulations, 2015, Corporate Governance Report along with Auditors' certificate thereon and Management Discussion and Analysis Report form part of this report are enclosed as Annexure- B.

## 27. SHARE CAPITAL

During the financial period ended 31.03.2017, the Company has not issued any share capital with different voting rights, sweat equity or ESOP nor provided any money to the employees or trusts for purchase of its own shares.

## 28. ACKNOWLEDGEMENTS

The Directors wish to thank and deeply acknowledge the cooperation, assistance and support extended by Central Government, State Governments, Banks, Financial Institutions, Dealers and Vendors of the Company. The Directors also wish to place on record their appreciation for the all-round co-operation and contribution made by the employees at all levels.

**For & on behalf of the Board of Directors**

Place : Chandigarh  
Dated : 29.05.2017

**Rana Inder Pratap Singh**  
Managing Director  
DIN: 00075107

**Rana Veer Pratap Singh**  
Director  
DIN: 00076808



## ANNEXURE TO THE DIRECTORS REPORT FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2017

INFORMATION AS PER SECTION 134(3) (m) OF THE COMPANIES ACT, 2013 AND UNDER RELEVANT RULES AND FORMING PART OF THE DIRECTORS REPORT FOR THE YEAR ENDED 31ST MARCH, 2017

### 1. CONSERVATION OF ENERGY

The Company has installed most modern equipment to save and minimise energy consumption. The Company has installed three Turbo Alternators sets with power generation capacity of 87,500 KW. The entire requirement of power is met through captive generation. The Company has also made stand by arrangement of Diesel Generating Sets.

To achieve maximum conservation of energy, the Company has put up high pressure boilers and matching Turbo alternators and prime movers. The Company has also installed electrical motors of appropriate size and continuous centrifugals in place of batch type centrifugals.

### A. Electricity

	<u>Year ended</u> <u>31.03.2017</u>	<u>Year ended</u> <u>31.03.2016</u>
<b>Purchased</b>		
- <b>Sugar</b>		
- Unit Purchased	3,176,029	2,723,936
- Total Amount (₹)	25,476,019	21,755,417
- Rate Per Unit (₹)	8.02	7.99
<b>Own Generation</b>		
- <b>Sugar</b>		
- Through D.G. Set (Sugar Division)		
Units Generated	96,595	71,597
Units Generated per litre of Diesel Oil	3.71	3.35
Cost Per Unit (₹)	15.04	14.91
- Through Steam Turbine (Sugar Division)		
Units Generated	245,157,800	202,928,400
Unit Generated per Qtl. of Fuel	49.75	39.00
Cost Per Unit Electricity (₹)	1.97	1.52
- <b>Distillery</b>		
- Through D.G. Set		
Units Generated	276,026	58,657
Units Generated per litre of Diesel Oil	3.48	3.25
Cost Per Unit (₹)	9.65	13.95
- Through Steam Turbine		
Units Generated	10,929,208	10,068,701
Unit Generated per Qtl. of Fuel	25.91	31.56
Cost Per Unit Electricity (₹)	2.81	3.47



## B. Consumption Per Unit of Product

### - Sugar

- Electricity (KW/MT)	340.35	275.94
- Fuel (MT/MT)	2.32	2.22
- Steam (MT/MT)	5.96	5.19

### - Distillery

- Electricity (KW/KL)	488.63	484.52
- Fuel (MT/KL)	1.84	1.53
- Steam (MT/KL)	7.17	4.27

## C. Technology Absorption

### i) Research & Development

- a) Research & Development has continuously been carried out for improvement in quality of sugarcane and to increase the area under the sugarcane crop which will ensure its greater availability resulting into more production & better quality of cane and higher yield there by directly reducing the cost of production.
- b) The Company is trying to improve quality of Cane & ensure development of Cane by providing various facilities to the Cane growers.
- c) Amount incurred on Research & Development (₹ in lacs) 1.64 4.12

### ii) Technology Absorption, Adoption and Innovation.

- a) Latest technology has been adopted in the plant to maximise production, yield and better quality along with minimum consumption of energy.
- b) Technology Imported Nil Nil

## D. FOREIGN EXCHANGE EARNING & OUTGO

a) Foreign Exchange Earning (₹ in lacs)	17.24	25.20
b) Foreign Exchange Outgo (₹ in lacs)	573.07	916.88

For & on behalf of the Board

Place : Chandigarh  
Dated : 29.05.2017

**Rana Inder Pratap Singh**  
Managing Director  
DIN: 00075107

**Rana Veer Pratap Singh**  
Director  
DIN: 00076808



## REPORT ON CORPORATE GOVERNANCE

### A) Company's Philosophy on Code of Governance

Your Company firmly believes in the importance of pursuing the highest standards in best practices towards good corporate governance. Our policies and procedures exemplify our core values in utmost transparency, professionalism and accountability across all functions of our organization. The company has, and will, continually endeavour to improve corporate practices, methodologies, and procedures to ensure that long term value is realized for all stakeholders of our organization.

### B) Board of Directors

The present strength of the Board of Directors is Nine, of which Eight are Non-Executive Directors. The Board members include one Managing Director, one Women Director and two nominee of Punjab Energy Development Agency.

During the year under review, seven Board Meetings were held on 29<sup>th</sup> April, 2016, 30<sup>th</sup> May, 2016, 12<sup>th</sup> August, 2016, 11<sup>th</sup> November, 2016, 14<sup>th</sup> February, 2017, 8<sup>th</sup> March, 2017 and 29<sup>th</sup> March, 2017. The composition of the Board of Directors and their attendance at the Board meetings during the year and at the last Annual General Meeting as also number of directorships in other companies are as follows:

Name of Director	Attendance at last AGM	No. of Board meetings attended	Category of Director	Other Directorship
Rana Ranjit Singh	--	1	NED/P	3
Rana Inder Pratap Singh	Yes	7	MD/P	4
Rana Veer Pratap Singh	Yes	5	NED/P	2
Rana Karan Pratap Singh#	--	1	NED/P	3
Shri Asdev Singh Sodhi	Yes	4	NED	1
Shri Shivavtar Singh Bajwa	--	5	NED	2
Shri Baljit Singh	Yes	6	NED	--
Shri Balour Singh	--	1	NED/PEDA	--
Shri M. P. Singh	--	1	NED/PEDA	--
Mrs. Rani Mondal*	--	1	NED	2
Shri Jasbir Singh Tikka#	--	--	NED	--
Mrs. Rajbans Kaur#	--	1	NED/P	--

MD – Managing Director, P – Promoter, NED – Non Executive Director, PEDA – Punjab Energy Development Agency

\* Appointed during the year

# Resigned during the year

### C) Committees of the Board

The Board had constituted Four Committees, which are - (a) Audit Committee (b) Stakeholder's Relationship Committee (c) Nomination and Remuneration Committee (d) Corporate Social Responsibility (CSR) Committee :

#### 1) Audit Committee

The scope of activities of the Audit Committee are as set out in Clause 49 of the Listing Agreement with the NSE & BSE Limited read with Section 177 of the Companies Act, 2013. The terms of reference of the Audit Committee are broadly as follows:

1. Oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
2. Recommendation for appointment, remuneration and terms of appointment of auditors of the Company;
3. Approval of payment to statutory auditors for any other services rendered by the statutory auditors;



4. Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
    - a) Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub-section 3 of section 134 of the Companies Act, 2013.
    - b) Changes, if any, in accounting policies and practices and reasons for the same.
    - c) Major accounting entries involving estimates based on the exercise of judgment by management.
    - d) Significant adjustments made in the financial statements arising out of audit findings.
  - e) Compliance with listing and other legal requirements relating to financial statements,
  - f) Disclosure of any related party transactions.
  - g) Qualifications in the draft audit report.
5. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
  6. Reviewing, with the management, the statement of uses/ application of funds raised through and issue (public issue, rights issue, preferential issue etc.), the statement of funds utilized for purposes other than those stated in the offer document/ prospectus/ notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
  7. Review and monitor the auditor's independence and performance, and effectiveness of audit process;
  8. Approval or any subsequent modification of transactions of the Company with related parties;
  9. Scrutiny of inter-corporate loans and investments;
  10. Valuation of undertakings or assets of the Company, wherever it is necessary;
  11. Evaluation of internal financial controls and risk management systems;
  12. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
  13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
  14. Discussion with internal auditors of any significant findings and follow up there on;
  15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board;
  16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;
  17. To look into the reasons for substantial defaults in the payment to depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
  18. To review the functioning of the Whistle Blower mechanism;
  19. Approval of appointment of CFO (i.e. the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience and background, etc. of the candidate;
  20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

During the financial year ended on 31<sup>st</sup> March, 2017, 4 (four) meetings of the Audit Committee were held. The dates on which the meetings of the Audit Committee were held, are as under:

30<sup>th</sup> May, 2016

12<sup>th</sup> August, 2016

11<sup>th</sup> November, 2016

14<sup>th</sup> February, 2017

The composition of the Audit Committee and the details of meetings attended by the Directors are given below:

Name of the Director	Category	Designation	Meetings attended
Shri Asdev Singh Sodhi	Independent Non Executive	Chairman	3
Shri Shivavtar Singh Bajwa	Independent Non Executive	Member	4
Shri Baljit Singh	Independent Non Executive	Member	4



The Audit Committee invites such Executives as it considers appropriate to be present at its meetings. The Chief Financial Officer and Company Secretary attended all the meetings. The Statutory Auditors are invited to the meetings in which Quarterly/ Annual Accounts are considered. The Internal Auditors are also invited to the meetings in which Internal Audit Reports are discussed. The Company Secretary acts as the Secretary of the Committee.

## II) Stakeholders' Relationship Committee

The Stakeholders' Relationship Committee has been constituted to specifically look into transfer/ transmission/ demat/remat of shares, issue of duplicate/ split/ consolidation of share certificates, notices and to attend shareholder's complaints on SCORES system of SEBI or otherwise etc.

The present composition of Stakeholders' Relationship Committee is as under:

Name	Category	Status
Shri Asdev Singh Sodhi	Independent Non Executive	Chairman
Rana Veer Pratap Singh	Non Executive	Member
Shri Baljit Singh	Independent Non Executive	Member

This Committee meets fortnightly or as may be required. The Company Secretary of the Company is authorized to authenticate the transfers/ transmissions/ issue of duplicate share certificates etc. All requests for dematerialization of shares are processed and confirmed by M/s. Alankit Assignments Limited, Registrars and Share Transfer Agents of the Company.

Shri Manmohan K. Raina, Company Secretary of the Company, has been designated as the Compliance Officer.

### Shareholders'/ Investors' complaints

Complaints pending as on 1 <sup>st</sup> April, 2016	Nil
During the period from 1 <sup>st</sup> April, 2016 to 31 <sup>st</sup> March, 2017	Nil
Complaints identified and reported under Clause 41 of the Listing Agreement	---
Complaints disposed off during the year ended 31 <sup>st</sup> March, 2017	Nil
Complaints unresolved to the satisfaction of shareholders as on 31 <sup>st</sup> March, 2017	Nil

## III) Nomination and Remuneration Committee

The role of the Nomination and Remuneration committee as set out in Clause 49 of the Listing Agreement and additional scope approved by the Board, inter-alia, include the following:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the Board a policy, relating to the remuneration of the directors, key managerial personnel and other employees;
2. Formulation of criteria for evaluation of Independent Directors and the Board;
3. Devising a policy on Board diversity;
4. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommend to the Board their appointment and removal. The Company shall disclose the remuneration policy and the evaluation criteria in its Annual Report.
5. Assessing and reviewing the performance of Senior/ Top Management Employees of the Company and recommend their remuneration package as per Policy of the Company after considering the employment scenario, remuneration package of the industry and remuneration package of the managerial talent of other industries.

During the financial year ended on 31<sup>st</sup> March, 2017 1(one) meeting of the Nomination and Remuneration Committee was held on 24<sup>th</sup> May, 2016.

The composition of the Nomination and Remuneration Committee and Attendance of Members at Meetings is as under :-

Name of the Director	Category	Designation	Meetings attended
Shri Shivavtar Singh Bajwa	Independent Non Executive	Chairman	--
Shri Asdev Singh Sodhi	Independent Non Executive	Member	1
Shri Baljit Singh	Independent Non Executive	Member	1





## Remuneration Policy

Remuneration of the Chairman, Vice Chairman, Managing Director and Whole Time Director

The Company has framed a Remuneration Policy, the brief terms of which are given hereunder:-

- a) At the time of appointment or re-appointment, the Chairman, Vice Chairman, Managing Director and Whole Time Director shall be paid such remuneration as may be mutually agreed between the Company (which includes the Nomination & Remuneration Committee and the Board of Directors) and the respective Director within the overall limits as prescribed under the Companies Act, 2013 and rules made thereunder.
- b) The remuneration shall be subject to the approval of the members of the Company in General Meeting.
- c) The remuneration of the above said directors is broadly divided into fixed and variable component whereas the remuneration of Chairman consists of fixed components only.
- d) The remuneration of the directors may also include Employee Stock Option Plans (ESOPs) as per the provisions of applicable laws.
- e) The fixed compensation shall comprise salary, allowances, perquisites, amenities and retirement benefits. The variable component shall comprise of individual and company performance bonus.
- f) In determining the remuneration (including the fixed increment and performance bonus) the Nomination & Remuneration Committee shall consider the following:
  - The relationship of remuneration and performance benchmarks is clear;
  - Balance between fixed and incentive pay reflecting short and long-term performance objectives appropriate to the working of the company and its goals;
  - Responsibility required to be shouldered by the above said Directors and the industry benchmarks and the current trends;
  - The Company's performance vis-a-vis the annual budget achievement and individual performance vis-à-vis the Key Responsibility Area (KRAs) / Key Performance Indicators (KPIs).
- g) Executive Directors are not entitled to sitting fees for attending meeting of directors.

## Remuneration of Non-Executive Directors

The remuneration of Non Executive Directors shall be finalized considering the following:

They will be entitled to receive remuneration by way of sitting fees for attending meetings of the Board or its Committees at rates within the limits prescribed under the Companies Act, 2013 and rules made thereunder.

Remuneration of Key Managerial Personnel (KMP)/ Senior Management Personnel (SMP)

Key Managerial Personnel include Chief Financial Officer and Company Secretary appointed pursuant to the provisions of section 203(1) of the Companies Act, 2013 irrespective of the remuneration drawn by them.

Senior Management Personnel include the heads of Business Segments and functions to be specifically decided by the Nomination and Remuneration Committee, on the recommendation of the Chief Executive Officer (CEO).

## IV) Corporate Social Responsibility Committee

In compliance with the requirements of Section 135 of the Act, read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, the Board of Directors have constituted a Corporate Social Responsibility (CSR) Committee.

The Composition of the CSR Committee is as under :-

- i) Rana Inder Partap Singh
- ii) Rana Veer Partap Singh and
- iii) Mrs. Rani Mondal

## D) General Body Meetings

- (i) Annual General Meetings

Financial Year	Date	Time	Location	Special Resolution Passed
2015-2016	30.09.2016	3.00 p.m.	The Institution of Engineers (India), Madhya Marg, Sector 19-A, Chandigarh	No
2014-2015	30.09.2015	3.00 p.m.	--do--	No
2013-2014	30.09.2014	3.00 p.m.	--do--	Yes



## E) Familiarisation Programme for Independent Directors

Independent Directors are familiarised with their roles, rights and responsibilities in the Company through a induction program at the time of appointment as Directors. The Company also discusses the industry overview, key regulatory and strategy updates.

## F) Code of Conduct

The Company has evolved a Code of Conduct for the Directors and Senior Management Personnel of the Company (one level below the Managing Director including Head of the Department) which has been affirmed for adherence.

## G) Disclosure under Sexual Harassment of Women at Workplace (Prevention, Prohibition & Redressal) Act, 2013

The Company has in place an Anti Sexual Harassment Policy in line with the requirements of the Anti Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been setup to address complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainee) are covered under this policy.

Following is a summary of sexual harassment complaints received and disposed during the year 2016-2017.

No. of Complaints received	:	NIL
No. of Complaints disposed off	:	NIL

## H) Disclosures

The pecuniary disclosure with regard to interested Directors

(a) Disclosures on materially significant related party transactions of the Company of material nature with the promoters, the Directors or the management, their subsidiaries or relatives, that may have potential conflict with the interests of the Company at large:

None of the transactions with any of related parties were in conflict with interests of the Company.

(b) Details of non-compliance by the Company, penalties, stricture imposed on the Company by Stock Exchange or SEBI or any statutory authority, on any matter related to Capital Markets during the last three years.

There were no instances of non-compliance of any matter related to Capital Market during the last three years.

## I) CEO & MD/ CFO Certification

In terms of Clause 49 of the Listing Agreement the certification of Managing Director and Chief Financial Officer on the Financial Statements and Internal controls relating to financial reporting has been obtained.

## J) Means of Communication

The quarterly, half-yearly and annual audited financial results of the Company are sent to the Stock Exchanges immediately after they are approved by the Board. In addition, the Stock Exchanges are notified of any important developments that may materially affect the working of the Company. Disclosures with regard to shareholding pattern, change in major shareholding, quarterly Reconciliation of Share Capital Audit Report etc. are also sent to the Stock Exchanges as required under various Regulations. The results are normally published in Indian Express/Financial Express/Business Standard/Mint and Punjabi Tribune/Hindi Tribune/Hindustan/Jansatta.

## K) General Shareholder's Information

### i) 25<sup>th</sup> Annual General Meeting

Venue : The Institution of Engineers (India)  
Madhya Marg, Sector 19-A, Chandigarh

Date : 28<sup>th</sup> September, 2017

### ii) Tentative Financial Calendar

Audited Annual Results (2016-17)	May, 2017
Publication of Audited Results	--
First Quarter Results	August, 2017
Publication of Half Yearly Results	November, 2017



Third Quarter Results	February, 2018
Fourth Quarter Results	May, 2018
Audited Annual Results (2017-18)	May, 2018

**iii) Book Closure**

The register of members and share transfer books of the Company shall remain closed from 25<sup>th</sup> September, 2017 to 28<sup>th</sup> September, 2017 (both days inclusive).

**iv) Listing on Stock Exchanges and Stock Codes**

The names of the stock exchanges at which the equity shares of the Company are listed and the respective stock codes are as under:

Sr. No.	Name of the Stock Exchange	Stock Code
1.	BSE Limited	507490
2.	National Stock Exchange of India Limited	RANASUG

**v) Demat ISIN number : INE625B01014**

**vi) Market price data**

(Amount in Rs.)

Month	Bombay Stock Exchange		National Stock Exchange	
	High	Low	High	Low
April, 2016	8.18	5.00	8.20	5.00
May, 2016	8.35	6.18	8.35	6.15
June, 2016	17.67	6.27	17.55	6.25
July, 2016	16.90	13.30	16.95	13.35
August, 2016	16.20	9.05	16.20	8.85
September, 2016	11.85	9.25	11.85	9.25
October, 2016	11.99	9.91	11.95	9.90
November, 2016	13.68	8.02	13.90	8.00
December, 2016	11.10	7.91	11.15	7.90
January, 2017	12.53	10.60	12.40	10.55
February, 2017	15.37	9.35	15.35	9.25
March, 2017	11.00	9.60	10.90	9.40

**vii) Registrar and Transfer Agent**

M/s. Alankit Assignments Limited,  
205-208, Anarkali Market,  
Jhandewalan Extension,  
New Delhi-110 055.

**viii) Share Transfer System**

The Stakeholder Relationship Committee of the Company usually meets every fortnight to approve the transfer, transmission and issue of duplicate share certificates etc. The shares of the Company are traded in dematerialized form only.



## ix) Distribution of Shareholding

The distribution of shareholding as on March 31, 2017 was as follows:

Sr. No.	No. of Equity Shares held	No. of Shareholders	%age of total shareholders	No. of shares held	%age of total shares
1.	1 to 250	36374	49.43	4250622	2.77
2.	251 to 500	13687	18.60	5822691	3.79
3.	501 to 1000	10094	13.72	8902952	5.80
4.	1001 to 2000	5683	7.72	9268944	6.04
5.	2001 to 3000	2233	3.03	5911617	3.85
6.	3001 to 4000	1097	1.49	4038175	2.63
7.	4001 to 5000	1220	1.66	5870431	3.82
8.	5001 to 10000	1654	2.25	12621054	8.22
9.	10001 and above1	1549	2.10	96881334	63.08
	<b>Total</b>	<b>73591</b>	<b>100.00</b>	<b>153567820</b>	<b>100.00</b>

## Details of Shareholding as on 31<sup>st</sup> March, 2017 was as under :

Sr. No.	Category	No. of shares held	% shareholding
1.	Promoters	34766079	22.64
2.	Financial Institutions, Banks and Mutual funds	4095728	2.67
3.	NRIs, Foreign Nationals, OCBs and FIIs	4539762	2.96
4.	Private Corporate Bodies	12928552	8.42
5.	Indian Public/ HUF	96561416	62.87
6.	Others	676283	0.44
	<b>Total</b>	<b>153567820</b>	<b>100.00</b>

x) **Outstanding GDRs/ADRs/Warrants or any Convertible instruments, conversion date and likely impact on equity** - Nil

## xi) Location of Plant

### Sugar and Power Unit:

- |  |   |
|--|---|
| i) Village Buttar Seviyan,<br>Tehsil Baba Bakala,<br>District Amritsar, Punjab | ii) Village Belwara,<br>Tehsil & Distt. Moradabad, U.P.                                 |
| iii) Village Karim Ganj,<br>Tehsil Shahabad,<br>Distt. Rampur, U.P.            | <b>Distillery Unit:</b><br>Village Lauhka, Tehsil Patti,<br>District Tarn Taran, Punjab |

## xii) Address for Correspondence

Rana Sugars Limited  
 SCO 49-50, Sector 8-C  
 Chandigarh - 160 009  
 Tel: 0172-2773422, 2540007, 2779565 & 2549217  
 E-mail: info@ranagroup.com



**L) Brief Profile of Directors seeking appointment/re-appointment at the forthcoming Annual General Meeting (In pursuance to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Name of Director	Rana Ranjit Singh	Rana Veer Pratap Singh
Age	59 years	35 years
Date of Appointment	30.07.1991	31.10.2002
Qualification	Diploma in Hotel Management	B.B.A.
Expertise	Rana Ranjit Singh is Managing Director of Rana Polycot Limited. He has over 31 years of experience in various business, such as sugar, textiles and agriculture and has been instrumental in the growth of the Rana Group.	Rana Veer Pratap Singh is one of the Promoter Directors. He has over 13 years of experience in various business, such as sugar, textiles and agriculture and has been instrumental in the growth of the Rana Group.
Shareholding of Directors in the Company	2196561	3232856
Directorship held in other Companies	1. Rana Polycot Limited 2. Rana Leathers Pvt. Limited 3. Rana Informatics Pvt. Limited	1. Rana Power Limited 2. Rana Energy Limited
Chairmanships/ Memberships of Committee	Nil	Member: 1. Stakeholders Relationship Committee.

**ANNEXURE 'C'**

## AUDITORS' CERTIFICATE

To

**The Members of Rana Sugars Limited**

We have examined the compliance of conditions of Corporate Governance by Rana Sugars Limited for the year ended on 31<sup>st</sup> March, 2017, as stipulated in Clause 49 of the Listing Agreement of the said Company with stock exchanges.

The compliance of conditions of Corporate Governance is the responsibility of the management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above mentioned Listing Agreement.

We state that no investor grievance is pending for a period exceeding one month against the Company as per the records maintained by the Stakeholder's Relationship Committee.

We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For KANSAL SINGLA & ASSOCIATES**  
Chartered Accountants

Place : Chandigarh  
Dated: 29<sup>th</sup> May, 2017

**CA Surinder Kumar**  
Partner  
Membership No. : 70405  
FRN 003897N



## MANAGEMENT DISCUSSION AND ANALYSIS REPORT

The Management of Rana Sugars Limited is pleased to present its Analysis Report covering segment wise performance and outlook.

### SCENARIO IN INDIA

India is the second largest producer of sugar in the world. The sugar industry is the largest agro-processing sector in India. The industry is highly regulated by the Central and State Governments by way of cane growing area, sugarcane pricing, import-export policy, government policy etc.

### COMPANY STRUCTURE & DEVELOPMENT

#### SUGAR

The Company's sugar mills are located at Village Buttar Seviyan, Tehsil Baba Bakala, District Amritsar in Punjab and two sugar mills are located at Village Belwara, Tehsil & Distt. Moradabad & Village Karim Kanj, Tehsil Shahabad, Distt. Rampur in Uttar Pradesh.

The total crushing capacity of its aforesaid three units is 15000 TCD and the Company has produced 15,93,928 quintals of sugar. The main raw material for production of sugar is sugarcane and sugar beet. Rana Sugars Limited is the only Company who has crushed sugar beet in addition to sugarcane. It has encouraged farmers to sow sugar beet and has given them suitable incentives for sowing sugar beet. With availability of sugar beet, the Company has done crushing for longer period than normal season. It has crushed 1,58,65,404 quintals of sugarcane and 20,11,935 quintals of sugar beet during the year.

#### CO-GENERATION OF POWER

The Company has total Co-generation of Power capacity of 103.50 MW. The entire requirement of power is met through captive generation and surplus power is sold to Punjab/ U.P. States Power Boards.

#### ETHANOL & DISTILLERY

The Company has since started producing ethanol from its Tarn Taran Distillery Unit. The Distillery Unit of the Company with a capacity of 60 KL per day has produced 2,29,31,845 BL of Spirit and 10,11,837 cases of Liquor.

#### OUTLOOK

##### Sugar

The sugar industry will be a major player in producing cost effective energy and fuel from its by-products bagasse and molasses. Bagasse can be processed for co-generation of power. Ethanol produced from molasses can be used as motor fuel by blending it with petrol.

##### Power

The season ahead should see the proper utilization of the co-generation plant capacity and therefore the exportable power will give rise to more revenues. Also due to the rate hike, the income/ profits will rise over the previous season.

#### RISKS AND CONCERNS

Sugar Division being agro based is vulnerable to various risks enumerated below:

##### Raw Material Risk:

Sugarcane is the principal raw material for manufacture of Sugar, Sprits and Power and its shortages could be on account of pest attacks, crop diseases, diversion of land by farmers etc.. Shortage of the basic raw materials would severely impact the working of the divisions of the Company. To mitigate these risks, the Company has adopted sound agronomic practice and improvement in basic infrastructure facilities.

**Price Risk:**

Sugar price is susceptible to fluctuations on account of international demand and supply, government pricing for cane as well as sugar, variance in production capacities of peers. Any change may affect the margins of the Company.

**Regulatory Risk:**

The policies of the Central and State Governments in terms of Fair Remunerative Price (FRP) and State Advised Price (SAP) for sugarcane have an impact on the operations of the Company.

**INTERNAL CONTROL SYSTEM**

The Company has an appropriate internal control system for its various functions with the ultimate objective of improving efficiency in its operations, better financial management and compliance with regulations and applicable laws. The Company has appointed an Internal Auditor. All operating parameters are well defined and monitored periodically. The detail internal audit reports are discussed at length at various levels and thereafter the said reports are also placed before the Audit Committee for review and discussion and, if required, further brought into the notice of Board of Directors.

**HUMAN RESOURCES**

The Company considers human capital as a critical asset and success factor for smooth organizational work flow. Efforts are made to improve skills, knowledge and performance of employees by timely training, job satisfaction and enrichment. The Company has added to its fold, experienced manpower in line with future areas of growth.



## FORM NO. MGT 9 EXTRACT OF ANNUAL RETURN

As on financial year ended on 31.03.2017

Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company (Management & Administration) Rules, 2014.

### I. REGISTRATION & OTHER DETAILS:

1.	CIN	L15322CH1991PLC011537
2.	Registration Date	30.07.1991
3.	Name of the Company	RANA SUGARS LIMITED
4.	Category/Sub-category of the Company	Public Company (Limited By Shares)
5.	Address of the Registered office & contact details	S.C.O. 49-50, Sector 8-C, Madhya Marg, Chandigarh – 160 009 Tel.No.0172-2540007, 2773422, 2779565 Fax : 0172-2546809
6.	Whether listed company	Yes
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	M/s. Alankit Assignments Limited 205-208, Anarkali Market, Jhandewalan Extension, New Delhi -110 055 Tel. No.011-42541234, 23541234 Fax : 011-23552001

### 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)

S.No.	Name and Description of main products / services	NIC Code of the products / services	% to total turnover of the company
1	SUGAR	2060	75.08%
2	SPIRIT & OTHERS		11.07%

### III. PARTICULARS OF HOLDING/SUBSIDIARY/ ASSOCIATE COMPANIES : NIL

S.No.	Name and Address of Company	CIN	Holding/Subsidiary/ Associate	%of shares held	Applicable Section
-------	-----------------------------	-----	-------------------------------	-----------------	--------------------

- 1.
- 2.
- 3.

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

#### 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				
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	% Change during the year
<b>A. Promoters</b>									
(1) Indian									
a) Individual/ HUF	34766079	-	34766079	22.64	34766079	-	34766079	22.64	-
B) Central Govt.	-	-	-	-	-	-	-	-	-
c) State Govt(s)	-	-	-	-	-	-	-	-	-
d) Bodies Corp.	-	-	-	-	-	-	-	-	-
e) Banks / FI	-	-	-	-	-	-	-	-	-
f) Any other	-	-	-	-	-	-	-	-	-
<b>Total shareholding of Promoters (A)</b>	<b>34766079</b>	<b>-</b>	<b>34766079</b>	<b>22.64</b>	<b>34766079</b>	<b>-</b>	<b>34766079</b>	<b>22.64</b>	<b>-</b>



# RANA SUGARS LIMITED



## B. Public

### Shareholding

#### 1. Institutions

a) Mutual Funds	100	31300	31400	0.02	100	31300	31400	0.02	-
b) Banks / FI	346	100	446	0.00	1514228	100	1514328	0.99	0.99
c) Central Govt.	-	-	-	-	-	-	-	-	-
d) State Govt.(s)	-	2550000	2550000	1.66	-	2550000	2550000	1.66	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B) (1):-</b>	<b>446</b>	<b>2581400</b>	<b>2581846</b>	<b>1.68</b>	<b>1514328</b>	<b>2581400</b>	<b>4095728</b>	<b>2.67</b>	<b>0.99</b>

#### 2. Non-Institutions

a) Bodies Corp.									
i) Indian	11327178	21300	11348478	7.39	12907252	21300	12928552	8.42	1.03
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual share holders holding nominal share capital upto Rs. 1 lakh	53284269	1658701	54942970	35.78	51200470	1636911	52837381	34.41	-1.37
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	42254513	39300	42293813	27.54	40708465	39300	40747765	26.53	-1.01
c) Others (specify)									
Non Resident Indians	2265465	353000	2618465	1.70	4194262	344900	4539162	2.95	1.25
Overseas Corporate Bodies	-	600	600	0.00	-	600	600	0.00	0.00
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	675649	-	675649	0.44	650282	-	650282	0.42	-0.02
Trusts	25001	-	25001	0.02	26001	-	26001	0.02	-
Hindu Undivided Families	4314919	-	4314919	2.81	2976270	-	2976270	1.94	-0.87
Foreign Bodies-D R	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	<b>114146994</b>	<b>2072901</b>	<b>116219895</b>	<b>75.68</b>	<b>112663002</b>	<b>2043011</b>	<b>114706013</b>	<b>74.69</b>	<b>-0.99</b>

#### Total Public

#### Shareholding

(B)=(B)(1)+ (B)(2)	114147440	4654301	118801741	77.36	114177330	4624411	118801741	77.36	-
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## C. Shares held by

### Custodian for

### GDRs & ADRs

### Grand Total

(A+B+C)	148913519	4654301	153567820	100.00	148973409	4624411	153567820	100.00	-
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# RANA SUGARS LIMITED



## B) Shareholding of Promoter-

Sr. Shareholder's No. Name	Shareholding at the beginning of the year			No. of Shares	Shareholding at the end of the year		
	No. of Shares	% of Total Shares of the company	% of Shares Pledged / encumbered to total shares		% of Total Shares of the Company	% of Shares Pledged/ encumbered to total shares	% change in shareholding during the year
1. Mrs. Rajbans Kaur	9570001	6.23	-	9570001	6.23	-	-
2. Mrs. Sukhjinder Kaur	8500000	5.54	-	8500000	5.54	-	-
3. Rana Veer Pratap Singh	3232856	2.11	-	3232856	2.11	-	-
4. Rana Inder Pratap Singh	3154100	2.05	-	3154100	2.05	-	-
5. Rana Karan Pratap Singh	2906710	1.89	-	2906710	1.89	-	-
6. Rana Preet Inder Singh	2906710	1.89	-	2906710	1.89	-	-
7. Rana Gurjeet Singh	2299141	1.50	-	2299141	1.50	-	-
8. Rana Ranjit Singh	2196561	1.43	-	2196561	1.43	-	-
<b>TOTAL:</b>	<b>34766079</b>	<b>22.64</b>	<b>-</b>	<b>34766079</b>	<b>22.64</b>	<b>-</b>	<b>-</b>

## C) Change in Promoters' Shareholding (please specify, if there is no change)

Sr. No.	Particulars	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	34766079	22.64	34766079	22.64
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):				
	At the end of the year	34766079	22.64	34766079	22.64

## D) Shareholding Pattern of top ten Shareholders:

(Other than Directors, Promoters and Holders of GDRs and ADRs):

Sl. No.	Name	Shareholding			Date	Increase/ Decrease in shareholding	Reason	Cumulative Shareholding during the year (01-04-16 to 31-03-17)	
		No. of shares at the beginning (01-04-16)	% of total shares of the Company	No. of shares at the end of the year (31-03-17)				No. of Shares	% of total shares of the Company
1	Punjab Energy Development Agency	2550000	1.66	2550000	01-04-16	0	Nil move-ment during the year	2550000	1.66
		2550000	1.66	2550000	31-03-17				
2.	Axis Bank Limited*	0	0	0	01-04-16				
					13-05-16	119413	Transfer	119413	0.08
					20-05-16	250	Transfer	119663	0.08
					24-06-16	123203	Transfer	242866	0.16
					12-08-16	-94694	Transfer	148172	0.10
					19-08-16	20675	Transfer	168847	0.11
					25-08-16	-400	Transfer	168447	0.11
					02-09-16	3950	Transfer	172397	0.11
					09-09-16	4000	Transfer	176397	0.11
					16-09-16	-5900	Transfer	170497	0.11
					23-09-16	-2900	Transfer	167597	0.11

# RANA SUGARS LIMITED



			30-09-16	-5550	Transfer	162047	0.11	
			14-10-16	-6300	Transfer	155747	0.10	
			28-10-16	126680	Transfer	282427	0.18	
			11-11-16	74161	Transfer	356588	0.23	
			18-11-16	-64900	Transfer	291688	0.19	
			25-11-16	6700	Transfer	298388	0.19	
			02-12-16	-4000	Transfer	294388	0.19	
			16-12-16	626999	Transfer	921387	0.60	
			23-12-16	-4150	Transfer	917237	0.60	
			31-12-16	-46470	Transfer	870767	0.57	
			06-01-17	-176703	Transfer	694064	0.45	
			13-01-17	368021	Transfer	1062085	0.69	
			27-01-17	173154	Transfer	1235239	0.80	
			10-02-17	-187030	Transfer	1048209	0.68	
			17-02-17	-35	Transfer	1048174	0.68	
			24-02-17	-683314	Transfer	364860	0.24	
			03-03-17	6080	Transfer	410940	0.27	
			17-03-17	875733	Transfer	1286673	0.84	
			10-03-17	-850733	Transfer	435940	0.28	
			24-03-17	841733	Transfer	1277673	0.83	
	1272383	0.83	31-03-17	-5290	Transfer	1272383	0.83	
3.	Raj Kumar Malhotra	1010810	0.66	01-04-16				
				24-06-16	45000	Transfer	1055810	0.68
				17-03-17	44190	Transfer	1100000	0.72
	1100000	0.72		31-03-17	0	Nil	1100000	0.72
4.	Master Capital Services Ltd.*	0	0	01-04-16				
				20-05-16	208462	Transfer	208462	0.14
				03-06-16	70145	Transfer	278607	0.19
				10-06-16	119655	Transfer	398262	0.26
				17-06-16	573504	Transfer	971766	0.63
				24-06-16	2490	Transfer	974256	0.63
				30-06-16	-4109	Transfer	970147	0.63
				08-07-16	20279	Transfer	990426	0.64
				15-07-16	122133	Transfer	1112559	1.43
				22-07-16	-44893	Transfer	1067666	0.70
				29-07-16	-305183	Transfer	762483	0.50
				05-08-16	4244	Transfer	766727	0.50
				12-08-16	25216	Transfer	791943	0.52
				19-08-16	4237	Transfer	796180	0.52
				25-08-16	5896	Transfer	802076	0.52
				02-09-16	-32042	Transfer	770034	0.50
				09-09-16	-614647	Transfer	155387	0.10
				16-09-16	-31362	Transfer	124025	0.08
				23-09-16	4104	Transfer	128129	0.08
				30-09-16	5582	Transfer	133711	0.09
				07-10-16	-10744	Transfer	122967	0.08
				21-10-16	18442	Transfer	141409	0.09
				28-10-16	-5530	Transfer	135879	0.09
				04-11-16	48278	Transfer	184157	0.13
				18-11-16	-51627	Transfer	132530	0.09
				25-11-16	4788	Transfer	137318	0.09
				02-12-16	-10725	Transfer	126593	0.08
				09-12-16	-8425	Transfer	118168	0.08
				16-12-16	-515	Transfer	117653	0.08
				31-12-16	1390	Transfer	119043	0.08
				06-01-17	12499	Transfer	131542	0.09
				13-01-17	328084	Transfer	459626	0.30
				20-01-17	48457	Transfer	508083	0.33
				27-01-17	-13913	Transfer	494170	0.32
				03-02-17	867	Transfer	495037	0.32
				10-02-17	72874	Transfer	567911	0.37

# RANA SUGARS LIMITED



			17-02-17	39609	Transfer	607520	0.40
			24-02-17	-5375	Transfer	602145	0.39
			03-03-17	-11787	Transfer	590358	0.38
			17-03-17	3528	Transfer	593886	0.39
			10-03-17	4824	Transfer	598710	0.39
			24-03-17	-11861	Transfer	586849	0.38
	582704	0.38	31-03-17	-4145	Transfer	582704	0.38
5.	Geetesh Kulwal*	0	0	01-04-16			
			29-04-16	132709	Transfer	132709	0.09
			06-05-16	-20832	Transfer	111877	0.07
			03-06-16	160869	Transfer	272746	0.18
			10-06-16	32520	Transfer	305266	0.20
			30-06-16	-24770	Transfer	280496	0.18
			08-07-16	85000	Transfer	365496	0.25
			15-07-16	68316	Transfer	433812	0.28
			22-07-16	56210	Transfer	490022	0.32
			05-08-16	200000	Transfer	690022	0.45
			12-08-16	20170	Transfer	710192	0.46
			19-08-16	11345	Transfer	721537	0.47
			25-08-16	25000	Transfer	746537	0.49
			02-09-16	62007	Transfer	808544	0.53
			09-09-16	25000	Transfer	833544	0.54
			16-09-16	-20000	Transfer	813544	0.53
			23-09-16	-7000	Transfer	806544	0.53
			30-09-16	20000	Transfer	826544	0.54
			07-10-16	2028	Transfer	828572	0.54
			14-10-16	-10000	Transfer	818572	0.53
			21-10-16	5194	Transfer	823766	0.54
			28-10-16	10147	Transfer	833913	0.54
			04-11-16	42560	Transfer	876473	0.58
			11-11-16	-69894	Transfer	806579	0.53
			18-11-16	54558	Transfer	861137	0.56
			25-11-16	-25000	Transfer	836137	0.54
			02-12-16	10000	Transfer	846137	1.43
			09-12-16	911	Transfer	847048	0.55
			16-12-16	-480	Transfer	846568	0.55
			23-12-16	36034	Transfer	882602	0.57
			31-12-16	-13200	Transfer	869402	0.57
			06-01-17	-35402	Transfer	834000	0.54
			13-01-17	30000	Transfer	864000	0.56
			03-02-17	108001	Transfer	755999	0.50
			10-02-17	-150987	Transfer	605012	0.39
			17-02-17	-35412	Transfer	569600	0.37
			24-02-17	1000	Transfer	570600	0.37
			03-03-17	21634	Transfer	592234	0.39
			17-03-17	-15000	Transfer	577234	0.38
	556930	0.36	31-03-17	-20304	Transfer	556930	0.36
6.	Sharekhan Limited*	0	0	01-04-16			
			29-04-16	229907	Transfer	229907	0.15
			06-05-16	-10997	Transfer	218910	0.14
			13-05-16	60463	Transfer	279373	0.18
			20-05-16	56743	Transfer	336116	0.22
			27-05-16	54523	Transfer	390639	0.25
			03-06-16	136482	Transfer	527121	0.34
			10-06-16	-20405	Transfer	506716	0.33
			17-06-16	-216538	Transfer	290178	0.19
			24-06-16	-95176	Transfer	195002	0.13
			30-06-16	18248	Transfer	213250	0.14
			08-07-16	303855	Transfer	517105	0.37
			15-07-16	129671	Transfer	646776	0.42
			22-07-16	53939	Transfer	700715	0.46

# RANA SUGARS LIMITED



			29-07-16	-5384	Transfer	695331	0.45	
			05-08-16	-5884	Transfer	689447	0.45	
			12-08-16	29803	Transfer	719250	0.47	
			19-08-16	-9921	Transfer	709329	0.46	
			25-08-16	57634	Transfer	766963	0.50	
			02-09-16	92860	Transfer	859823	0.56	
			09-09-16	15235	Transfer	875058	0.57	
			16-09-16	-84352	Transfer	790706	0.51	
			23-09-16	17954	Transfer	808660	0.53	
			30-09-16	-135017	Transfer	673643	0.44	
			07-10-16	111545	Transfer	785188	0.51	
			14-10-16	32877	Transfer	818065	0.53	
			21-10-16	-117988	Transfer	700077	0.46	
			28-10-16	32943	Transfer	733020	0.48	
			04-11-16	-162528	Transfer	570492	0.37	
			11-11-16	52531	Transfer	623023	0.41	
			18-11-16	-103334	Transfer	519689	0.34	
			25-11-16	-147534	Transfer	372155	0.24	
			02-12-16	-576	Transfer	371579	0.23	
			09-12-16	-84756	Transfer	286823	0.19	
			16-12-16	-144551	Transfer	142272	0.09	
			23-12-16	205127	Transfer	347399	0.23	
			31-12-16	-2300	Transfer	345099	0.22	
			06-01-17	74651	Transfer	419750	0.28	
			20-01-17	-27144	Transfer	392606	0.26	
			27-01-17	157555	Transfer	550161	0.36	
			03-02-17	-76547	Transfer	473614	0.31	
			10-02-17	-85441	Transfer	388173	0.25	
			17-02-17	715979	Transfer	1104152	0.71	
			24-02-17	-27942	Transfer	1076210	0.70	
			03-03-17	-534135	Transfer	542075	0.35	
			17-03-17	-22907	Transfer	519168	0.34	
			24-03-17	16049	Transfer	535217	0.35	
			31-03-17	-16897	Transfer	518320	0.34	
7.	Neil Rajesh Sanghvi*	518320	0.34	01-04-16				
		0	0	17-02-17	885944	Transfer	885944	0.58
				17-03-17	-265452	Transfer	620492	0.40
				24-03-17	-108397	Transfer	512095	0.33
8.	Rajinder Kumar*	512095	0.33	31-03-17	0	Nil	512095	0.33
		0	0	01-04-16				
				03-03-17	400000	Transfer	400000	0.26
				17-03-17	100000	Transfer	500000	0.33
				31-03-17	0	Nil	500000	0.33
9.	Karvy Stock Brling Ltd.*	500000	0.33	01-04-16				
		321119	0.25	29-04-16	50529	Transfer	371648	0.24
				06-05-16	6043	Transfer	377691	0.25
				13-05-16	-647	Transfer	377044	0.25
				20-05-16	27030	Transfer	404074	0.26
				27-05-16	-3040	Transfer	401034	0.26
				03-06-16	27567	Transfer	428601	0.36
				10-06-16	-53214	Transfer	375387	0.24
				17-06-16	-29463	Transfer	345924	0.23
				24-06-16	105597	Transfer	451521	0.29
				30-06-16	-20276	Transfer	431245	0.28
				08-07-16	99218	Transfer	530463	0.35
				15-07-16	14786	Transfer	545249	0.36
				22-07-16	34557	Transfer	579806	0.38
				29-07-16	-279806	Transfer	300000	0.20
				05-08-16	981	Transfer	300981	0.20
				12-08-16	333647	Transfer	634628	0.41
				19-08-16	31285	Transfer	665913	0.43

# RANA SUGARS LIMITED



			25-08-16	30981	Transfer	696894	0.45
			02-09-16	37526	Transfer	734420	0.48
			09-09-16	31611	Transfer	766031	0.50
			16-09-16	12427	Transfer	778458	0.51
			23-09-16	1626	Transfer	780084	0.51
			30-09-16	-280084	Transfer	500000	0.33
	500000	0.33	31-03-17	0	Nil	500000	0.33
10. Vellaiappan Kumarappan*	0	0	01-04-16				
			08-07-16	497000	Transfer	497000	0.32
			28-10-16	-30100	Transfer	466900	0.30
	466900	0.30	31-03-17	0	Nil	466900	0.30
11. Raghubir Singh#	1279013	0.66	01-04-16				
			03-06-16	-105000	Transfer	1174013	0.76
			10-06-16	-529376	Transfer	644637	0.41
			17-06-16	-444637	Transfer	200000	0.13
	200000	0.13	31-03-17	0	Nil	200000	0.13
12. Nitya Singh#	800478	0.52	01-04-16				
			08-07-16	100000	Transfer	900478	0.59
			19-08-16	25000	Transfer	925478	0.60
			20-01-17	-100000	Transfer	825478	0.54
			17-02-17	-150000	Transfer	675478	0.44
			24-02-17	-100000	Transfer	575478	0.37
			03-03-17	-125000	Transfer	450478	0.29
			17-03-17	-300000	Transfer	150478	0.10
	150478	0.10	31-03-17	0	Nil	150478	0.10
13. Arcadia Share & Stock Brokers Pvt. Ltd.#	588158	0.16	01-04-16				
			29-04-16	-333502	Transfer	254656	0.17
			06-05-16	-6793	Transfer	247917	0.16
			13-05-16	-57400	Transfer	190517	0.12
			20-05-16	-44900	Transfer	145617	0.10
			27-05-16	87483	Transfer	233100	0.15
			03-06-16	-88583	Transfer	144517	0.10
			10-06-16	105100	Transfer	249617	0.16
			17-06-16	-98700	Transfer	150917	0.10
			24-06-16	-22700	Transfer	128217	0.08
			30-06-16	-6933	Transfer	121284	0.08
			22-07-16	41051	Transfer	162335	0.11
			02-09-16	107440	Transfer	269775	0.18
			09-09-16	-1000	Transfer	268775	0.18
			23-09-16	-8133	Transfer	260642	0.17
			30-09-16	-1200	Transfer	259442	0.17
			07-10-16	-7370	Transfer	252072	0.16
			14-10-16	-37602	Transfer	214470	0.14
			28-10-16	-2500	Transfer	211970	0.14
			04-11-16	-4500	Transfer	207470	0.14
			11-11-16	-55389	Transfer	152081	0.10
			18-11-16	-12161	Transfer	139920	0.09
			25-11-16	-4520	Transfer	135400	0.09
			02-12-16	-3260	Transfer	132140	0.09
			09-12-16	-1360	Transfer	130780	0.09
			16-12-16	-250	Transfer	130530	0.08
			31-12-16	-1000	Transfer	129530	0.08
			10-02-17	112245	Transfer	241775	0.16
			17-02-17	-71380	Transfer	170395	0.11
			24-02-17	52220	Transfer	222615	0.14
			03-03-17	-32080	Transfer	190535	0.12
			10-03-17	-61388	Transfer	129147	0.08
			17-03-17	-16609	Transfer	112538	0.07
			24-03-17	7109	Transfer	119647	0.08
	119647	0.08	31-03-17	0	Nil	119647	0.08

# RANA SUGARS LIMITED



14. Castle Distributors Pvt. Ltd.#	500000	0.33	01-04-16		Nil movement during the year	500000	0.38
	500000	0.38	31-03-17				
15. Vinod Aggarwal#	386379	0.25	01-04-16			386379	0.25
			27-01-17	-255697	Transfer	130682	0.09
			03-02-17	29000	Transfer	159682	0.10
	159682	0.10	31-03-17	0	Nil	159682	0.10
16. Rudraraju Appalaraju#	370000	0.24	01-04-16				
			29-04-16	-120000	Transfer	250000	0.16
			17-06-16	-50000	Transfer	200000	0.13
	200000	0.13	31-03-17	0	Nil	200000	0.13
17. Hitesh Mahendra Desai#	362800	0.24	01-04-16				
			29-04-16	-112800	Transfer	250000	0.16
			13-05-16	-10000	Transfer	240000	0.14
			20-05-16	10000	Transfer	250000	0.16
			27-05-16	40000	Transfer	290000	0.19
			03-06-16	-5000	Transfer	285000	0.19
			10-06-16	-15000	Transfer	270000	0.18
			17-06-16	-10000	Transfer	260000	0.17
			24-06-16	40000	Transfer	300000	0.20
			30-06-16	-10000	Transfer	290000	0.19
			08-07-16	24000	Transfer	314000	0.20
			15-07-16	16000	Transfer	330000	0.21
			22-07-16	-10000	Transfer	320000	0.21
	320000	0.2	131-03-17	0	Nil	320000	0.21
18. Shri Parasram Holding Pvt. Ltd.#	348749	0.33	01-04-16				
			29-04-16	98030	Transfer	446779	0.29
			06-05-16	-7519	Transfer	439260	0.27
			13-05-16	-5455	Transfer	433805	0.28
			20-05-16	114267	Transfer	548072	0.36
			27-05-16	-100379	Transfer	447693	0.30
			03-06-16	75879	Transfer	523572	0.34
			10-06-16	-7924	Transfer	515648	0.33
			17-06-16	-161235	Transfer	354413	0.23
			24-06-16	-36509	Transfer	317904	0.21
			30-06-16	-28502	Transfer	289402	0.18
			08-07-16	10436	Transfer	299838	0.20
			15-07-16	17006	Transfer	316844	0.21
			22-07-16	-25182	Transfer	291662	0.19
			29-07-16	4797	Transfer	296459	0.19
			05-08-16	45826	Transfer	342285	0.22
			19-08-16	-14	Transfer	342271	0.22
			25-08-16	4199	Transfer	346470	0.23
			09-09-16	-10324	Transfer	336146	0.22
			16-09-16	2600	Transfer	338746	0.22
			23-09-16	1175	Transfer	339921	0.22
			30-09-16	-1519	Transfer	338402	0.22
			07-10-16	-1003	Transfer	337399	0.22
			14-10-16	49964	Transfer	387363	0.25
			21-10-16	13933	Transfer	401296	0.26
			28-10-16	44347	Transfer	445643	0.30
			04-11-16	-46442	Transfer	399201	0.26
			11-11-16	-60546	Transfer	338655	0.22
			18-11-16	2609	Transfer	341264	0.22
			25-11-16	23033	Transfer	364297	0.24
			02-12-16	-776	Transfer	363521	0.24
			09-12-16	-4338	Transfer	359183	0.23
			16-12-16	-10986	Transfer	348197	0.23
			23-12-16	6453	Transfer	354650	0.23
			31-12-16	-35309	Transfer	319341	0.21
			06-01-17	16694	Transfer	336035	0.22



	13-01-17	12494	Transfer	348529	0.23
	20-01-17	8668	Transfer	357197	0.23
	27-01-17	13111	Transfer	370308	0.24
	03-02-17	-35779	Transfer	334529	0.22
	10-02-17	23100	Transfer	357629	0.23
	17-02-17	53752	Transfer	411381	0.27
	03-03-17	80052	Transfer	491433	0.32
	10-03-17	-11630	Transfer	479803	0.31
	17-03-17	-69630	Transfer	410173	0.27
	24-03-17	-15302	Transfer	394871	0.26
	<b>394871</b>	<b>0.26</b>	<b>31-03-17</b>	<b>0</b>	<b>Nil</b>
				<b>394871</b>	<b>0.26</b>

\* Not in the list of Top 10 shareholders as on 01-04-2016. The same has been reflected above since the shareholder was one of the Top 10 shareholders as on 31-03-2017.

# Ceased to be in the list of 10 shareholders as on 31-03-2017. The same is reflected above since the shareholder was one of the Top 10 shareholder as on 01-04-2016.

## E) Shareholding of Directors and Key Managerial Personnel:

### 1) Directors :-

#### i) RANA RANJIT SINGH

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	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	2196561	1.43	2196561	1.43
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	2196561	1.43	2196561	1.43

#### ii) RANA INDER PRATAP SINGH

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	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	3154100	2.05	3154100	2.05
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	3154100	2.05	3154100	2.05

#### iii) RANA VEER PRATAP SINGH

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	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	3232856	2.11	3232856	2.11
	Date wise Increase / Decrease in				





Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):		-	-	-	-
At the end of the year		3232856	2.11	3232856	2.11
<b>2) Promoters :-</b>					
<b>i) MRS. SUKHJINDER KAUR</b>					
		<b>Shareholding at the beginning of the year</b>		<b>Cumulative Shareholding during the year</b>	
<b>Sr. No.</b>	<b>Shareholding of each Directors and each Key Managerial Personnel</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
	At the beginning of the year	8500000	5.54	8500000	5.54
Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):		-	-	-	-
At the end of the year		8500000	5.54	8500000	5.54
<b>ii) RANA PREET INDER SINGH</b>					
		<b>Shareholding at the beginning of the year</b>		<b>Cumulative Shareholding during the year</b>	
<b>Sr. No.</b>	<b>Shareholding of each Directors and each Key Managerial Personnel</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
	At the beginning of the year	2906710	1.89	2906710	1.89
Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):		-	-	-	-
At the end of the year		2906710	1.89	2906710	1.89
<b>iii) RANA GURJEET SINGH</b>					
		<b>Shareholding at the beginning of the year</b>		<b>Cumulative Shareholding during the year</b>	
<b>Sr. No.</b>	<b>Shareholding of each Directors and each Key Managerial Personnel</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>	<b>No. of shares</b>	<b>% of total shares of the company</b>
	At the beginning of the year	2299141	1.50	2299141	1.50
Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):		-	-	-	-
At the end of the year		2299141	1.50	2299141	1.50
<b>iv) RANA KARAN PRATAP SINGH</b>					
		<b>Shareholding at the beginning of the year</b>		<b>Cumulative Shareholding during the year</b>	
<b>Sr. No.</b>	<b>Shareholding of each Directors and</b>	<b>No. of</b>	<b>% of total shares</b>	<b>No. of</b>	<b>% of total shares</b>

# RANA SUGARS LIMITED



No.	each Key Managerial Personnel	shares	of the company	shares	of the company
	At the beginning of the year	2906710	1.89	2906710	1.89
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	2906710	1.89	2906710	1.89

## v) MRS. RAJBANS KAUR

Sr. No.	Shareholding of each Directors and each Key Managerial Personnel	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	9570001	6.23	9570001	6.23
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):	-	-	-	-
	At the end of the year	9570001	6.23	9570001	6.23

## iv) INDEBTEDNESS -Indebtedness of the Company including interest outstanding/accrued but not due for payment.

₹ in lacs

Indebtedness at the beginning of the financial year	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
i) Principal Amount	22123.03	8737.62	0.00	30860.65
ii) Interest due but not paid	390.34	0.00	0.00	390.34
iii) Interest accrued but not due	0.00	0.00	0.00	0.00
<b>Total (i+ii+iii)</b>	<b><u>22513.37</u></b>	<b><u>8737.62</u></b>	<b><u>0.00</u></b>	<b><u>31250.99</u></b>
Change in Indebtedness during the financial year				
* Addition	-	799.99	-	799.99
* Reduction	2333.16	793.33	-	3126.49
Net Change	(2333.16)	6.66	-	(2326.50)
Indebtedness at the end of the financial year				
i) Principal Amount	13248.14	8744.28	-	21992.42
ii) Interest due but not paid	6932.07	-	-	6932.07
iii) Interest accrued but not due	-	-	-	-
<b>Total (i+ii+iii)</b>	<b><u>20180.21</u></b>	<b><u>8744.28</u></b>	<b>-</b>	<b><u>28924.49</u></b>

## VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-

A. Remuneration to Managing Director, Whole-time Directors and/or Manager: NIL

S.N.	Particulars of Remuneration	Name of MD/WTD/ Manager	Total Amount
		-----	-----
1.	Gross salary		
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961		
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961		
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961		
2.	Stock Option		
3.	Sweat Equity		



4. Commission  
- as % of profit  
- others, specify...
5. Others, please specify  
Total (A)  
Ceiling as per the Act

## B. Remuneration to other directors

S.N. Particulars of Remuneration	Name of Directors			Total Amount
1. Independent Directors	Asdev Singh Sodhi	Shiv Avtar Singh Bajwa	Baljit Singh	
Fee for attending board/committee meetings	25000	45000	45000	1115000
Commission	Nil	Nil	Nil	Nil
Others, please specify	Nil	Nil	Nil	Nil
Total (1)	25000	45000	45000	1115000
<b>2. Other Non-Executive Directors</b>				
Fee for attending board / committee meetings	Nil	Nil	Nil	Nil
Commission	Nil	Nil	Nil	Nil
Others, please specify	Nil	Nil	Nil	Nil
Total (2)				
Total (B)=(1+2)	25000	45000	45000	115000
Total Managerial Remuneration	25000	45000	45000	115000
Overall Ceiling as per the Act	Nil	Nil	Nil	Nil

## C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD

S.N. Particulars of Remuneration	Key Managerial Personnel			Total (Rs.)
	CEO	CS	CFO	
1. Gross salary	-	1781621.00	1955361.00	3736982.00
(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
(c) Profits in lieu of salary under section 17(3) Income-tax Act, 1961	-	-	-	-
2. Stock Option	-	-	-	-
3. Sweat Equity	-	-	-	-
4. Commission as % of profit	-	-	-	-
others, specify	-	-	-	-
5. Others, please specify	-	-	-	-
<b>TOTAL</b>	-	<b>1781621.00</b>	<b>1955361.00</b>	<b>3736982.00</b>

## 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)
<b>A. COMPANY</b>		NIL			
Penalty					
Punishment					
Compounding					
<b>B. DIRECTORS</b>		NIL			
Penalty					
Punishment					



Form No. MR-3

## SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2017

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members,  
**RANA SUGARS LIMITED**  
S.C.O. 49-50, Sector 8-C  
Madhya Marg, Chandigarh.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by RANA SUGARS LIMITED (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 RANA SUGARS LIMITED'S 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 March 31, 2017 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 RANA SUGARS LIMITED ("the Company") for the financial year ended on March 31, 2017 according to the provisions of:

- (i) The Companies Act, 2013 (the Act) and the rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (iv) 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;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):
  - a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 and The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) (Amendment) Regulations, 2013.
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.
  - c) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 and the amendments thereof: Not Applicable as none of the securities of the company was delisted during the audit period.
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009: Not Applicable as the company has not issued any securities during the year.
  - e) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014- Not Applicable as the company has not provided any share based benefits to the employees during the year.
  - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008 and Chapter V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015- Not applicable as the company has not issued any debt securities during the financial year under review.



- g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client- Not applicable as the company is not registered as Registrar to an Issue and Share Transfer Agent during the financial year under review.
- h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998- Not applicable as the company has not bought back any of its securities during the financial year under review.
- (vi) The major provisions and requirements have also been complied with as prescribed under all applicable Labour laws viz. The Factories Act, 1948, The Payment of Wages Act, 1936, The Minimum Wages Act, 1948, The Payment of Bonus Act, 1965, Industrial Dispute Act, 1947, The Employee's Provident Fund and Miscellaneous Provisions Act, 1952, The Payment of Gratuity Act, 1972, etc. except for the delays in submission of the undisputed statutory dues as mentioned in the report of Statutory Auditors.
- (vii) Environment Protection Act, 1986 and other environmental laws.
- (viii) Hazardous Waste (Management and Handling) Rules, 1989 and the Amendments Rules, 2003.
- (ix) The Air(Prevention and Control of Pollution) Act, 1981
- (x) The Water (Prevention and Control of Pollution) Act, 1974

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

- a) Secretarial Standards issued by The Institute of Company Secretaries of India as notified by Government of India.
- b) The SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 being listed on the National Stock Exchange of India Limited and BSE Limited;

During the period under review the Company has complied with the provisions of the act, rules, regulations, guidelines, standards, etc. mentioned above.

Based on my examination and the information received and records maintained, I further report that:

1. 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.
2. As confirmed by the management, adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent well 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.
3. All decisions are carried out through majority while the dissenting members' views, if any, are captured and recorded as part of the minutes.
4. The company has proper board processes.

Based on the compliance mechanism established by the company and on the basis of the compliance certificate(s) issued by the Company Secretary/ Officers and taken on record by the board of directors in their meeting(s), I am of an opinion that:

1. 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.
2. On examination of the relevant documents and records, on test check basis, the company has complied with the following laws specifically applicable to the company:
  - a. The Boilers Act, 1923
  - b. Sugar Cess Act, 1982

I further report that during the audit period there were no instances of:

- (i) Public / Rights / Preferential issue of shares / debentures / sweat equity.
- (ii) Redemption / buy-back of securities.
- (iii) Merger / amalgamation / reconstruction etc.



- (iv) Major decisions taken by the Members in pursuance to Section 180 of the Companies Act, 2013.
- (v) Foreign technical collaborations.

Place: Chandigarh  
Date : 29-05-2017

For A. ARORA & COMPANY

**AJAY K. ARORA**  
(Proprietor)  
FCS No. 2191  
C P No.: 993

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

**"Annexure-A"**

To,  
The Members,  
**RANA SUGARS LIMITED**  
S.C.O. 49-50, Sector 8-C  
Madhya Marg, Chandigarh

My report of even date is to be read along with this letter.

1. Maintenance of secretarial records is the responsibility of the management of the company. My responsibility is to express an opinion on these secretarial records, based on my audit.
2. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of secretarial records. The verification was done on test basis to ensure that the correct facts are reflected in secretarial records. I believe that the processes and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of financial records and books of accounts of the company.
4. Wherever required, I 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 the management. My examination was limited to the extent of verification of procedures on 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.

Place: Chandigarh  
Date : 29-05-2017

For A. ARORA & COMPANY

**AJAY K. ARORA**  
(Proprietor)  
FCS No. 2191  
C P No.: 993



## INDEPENDENT AUDITOR'S REPORT

To

The Members of  
**RANA SUGARS LIMITED**  
Chandigarh.

### A) Report on the Financial Statements

We have audited the accompanying financial statements of Rana Sugars Limited, which comprise the Balance Sheet as at March 31, 2017, the Statement of Profit and Loss and Cash Flow Statement for the period then ended along with a summary of significant accounting policies and other explanatory information.

### B) Management's Responsibility for the Financial Statements

The Management and Board of Directors of the Company are responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('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 the cash flows of the Company in accordance with the Accounting Principles generally accepted in India, including Accounting Standards specified under Section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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; design, implementation and maintenance of adequate internal financial controls that are operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatements, whether due to fraud or error.

### C) Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and operating activities of such control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by Company's management and Board of Director, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### D) Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a) In the case of the Balance Sheet, of the state of affairs of the Company as at March 31, 2017;



- b) In the case of the Statement of Profit and Loss, of the Loss for the period ended on that date; and
- c) In the case of the Cash Flow Statement, of the cash flows for the period ended on that date.

**E) Report on other Legal and Regulatory requirements.**

1. As required by the Companies (Auditor's Report) Order, 2016 ("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 A statement on the matters specified in the paragraphs of the said Order.
2. As required by Section 143(3) of the Act, we report that:
  - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.
  - c) The Balance Sheet, Statement of Profit and Loss and Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - d) In our opinion, the Balance Sheet, Statement of Profit and Loss and Cash Flow Statement comply with the Accounting Standards referred to in Section 133 of The Act.
  - e) On the basis of written representations received from the directors and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2017, from being appointed as a director in terms of sub-section (2) of Section 164 of The Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate report in "Annexure B", and
  - g) In our opinion and to the best of our information and according to the explanations given to us, we report as under, with respect to other matters to be included in the Auditors' Report, in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:
    - I. The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer note no. 22.1 to the financial statements and Para 7 of the Annexure of our report below.
    - II. The Company did not have any long-term contracts including derivative contracts.
    - III. As per information and explanations given to us, the Company was not required to transfer any amount in Investor Education and Protection Fund.
    - IV. The company has provided requisite disclosures in its financial statements – refer note no. 22.8 as to holdings as well as dealings in Specified Bank Notes during the period from 8th November, 2016 to 30th December, 2016 which is in accordance with the books of accounts maintained by the company.

**For KANSAL SINGLA & ASSOCIATES,**  
Chartered Accountants

**Place :** Chandigarh  
**Date :** 29.05.2017

**(CA Surinder Kumar)**  
PARTNER  
M.No.070405, FRN 003897N





**The Annexure A referred to in paragraph E-1 of the Our Report of even date to the members of RANA SUGARS LTD. on the accounts of the Company for the period ended 31<sup>st</sup> March, 2017.**

On the basis of such checks as we considered appropriate during the course of our audit and according to the information and explanations given to us, we report that:

**1. IN RESPECT OF ITS FIXED ASSETS:**

- a. The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- b. As explained to us, all the fixed assets have been physically verified by the management in a phased periodical manner, which in our opinion is reasonable, having regard to the size of the company and the nature of its assets. No material discrepancies were noticed on such physical verification.
- c. In our opinion, the Company has not disposed off a substantial part of its fixed assets during the year and the going concern status of the Company is not affected.
- d. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of immovable properties are held in the name of the Company and the same are in the custody of bankers.

**2. IN RESPECT OF INVENTORIES:**

As explained to us, inventories of sugar have been pledged to the Banks and physically verified during the year by the management at reasonable intervals and also by the stock auditors appointed by the bankers. No material discrepancies were noticed on physical verification. However minor discrepancies noticed on verification between the physical stocks were properly adjusted in the books of accounts.

**3. IN RESPECT OF LOANS GIVEN:**

According to the information and explanations given to us and on the basis of our examination of the books of accounts, the Company has not granted any loans, secured or unsecured, to Companies, firms or other parties listed in the register maintained under Section 189 of the Act.

**4. IN RESPECT OF COMPLAINE OF SECTION 185 & 186 OF COMPANIES, ACT**

In our opinion and according to the information and explanations given to us, the Company has not made loans, investments, guarantees and security in contravention with the provisions of Section 185 and 186 of the Act.

**5. IN RESPECT OF DEPOSITS FROM PUBLIC:**

According to the information and explanations given to us, the Company has not accepted any deposits from the public covered under sections 73 to 76 of the Act.

**6. COST ACCOUNTING RECORDS:**

We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Act and are of the opinion that the prescribed accounts and records have been made and maintained. However, we have not vouched for the correctness of the cost records maintained by the Company.

**7. IN RESPECT OF STATUTORY DUES:**

- a) During the year the Company has deposited, with certain delays, the undisputed statutory dues with the appropriate authorities such as Gratuity, EPF, TCS, TDS, Excise Duty, Service Tax and CST. However, as at 31<sup>st</sup> March 2017, there are no such dues outstanding for a period of more than six months from the date they became payable.
- b) The Department has raised the Purchase Tax demand of R140.40 lacs, R 297.22 lacs R 347.25 lacs, R 227.62 lacs, R 90.52 and R 381.98 lacs for the Financial years 2005-06, 2008-09, 2009-10, 2010-11, 2011-12 and 2013-14 respectively.

The Company has preferred appeals against all these orders with the appellate authorities.

Though, the Company has provided purchase tax liability for the years 2005-06 to 2013-14, the same has not been paid as the above mentioned appeals against assessment orders are pending with the appellate authorities.



- c) Sale tax assessment for Distillery Unit in District TarnTaran have been completed upto the financial Year 2013-14 and the department has raised demand of R 348.47 lacs against which the Company has filed appeal with DETC (Appeals) Amritsar .

## 8. REPAYMENT OF DUES:

Banks & Financial Institutions dues:

Based on our audit procedures and according to the information and explanations given to us, the Company has paid dues to banks with delays. As on 31st March 2017, there were amounts overdue in respect of interest and instalments of loans, the details of which are as follows:

Banks	Installment and Interest Overdue (Rs. in Lakhs)
State Bank of India	2881.45
Bank of Baroda	939.92
UCO Bank	30.56
IREDA	930.72
<b>Total</b>	<b>4782.65</b>

State Bank of India and Bank of Boroda have declared the account of the company as NPA in their books.

## 9. END-USE-OF BORROWINGS :

No new borrowings were raised by the company during the year.

## 10. FRAUDS:

According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.

## 11. MANAGERIAL REMUNERATION

According to the information and explanations give to us, the Company has not paid any managerial remuneration. Accordingly, the provisions of Section 197 are not applicable to the Company.

## 12. NIDHI COMPANY

This clause is not applicable to the company.

## 13. TRANSACTIONS WITH RELATED PARTIES

According to the information and explanations given to us and based on our examination of the records of the Company, all transactions with related parties are in compliance with section 177 and 188 of the Act where applicable and the details have been disclosed in the financial statements.

## 14. PREFERENTIAL ALLOTMENT

During the year, the Company has not made any Preferential Allotment or private placement of equity shares or convertible debentures.

## 15. NON-CASH TRANSACTIONS

According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them. Accordingly, paragraph 3(xv) of the Order is not applicable.

## 16. SECTION 45-IA

The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

**For KANSAL SINGLA & ASSOCIATES**  
Chartered Accountants

Place: Chandigarh (**CA Surinder Kumar**)  
PARTNER  
M. No.: 070405  
FRN : 003897N

Date: 29.05.2017



**The “Annexure-B” referred to in paragraph E-2 of the Our Report of even date to the members of Rana Sugars Limited on the accounts of the Company for the period ended 31st March, 2017.**

## **Report on the Internal Financial Controls**

Under Section 143(3)(i) of the Companies Act, 2013 (“The Act”)

We have audited the internal financial controls over financial reporting of Rana Sugar Limited (“The Company”) as of 31st March, 2017 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

## **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting 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. 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 companies Act, 2013.

## **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on audit of Internal Financial Controls over Financial Reporting (the “Guidance Note”) and the Standards on auditing, issued by ICAI and deemed to be prescribed under section 143 (10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of internal Financial Controls and both issued by the Institute of Chartered Accountants of India. 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 over financial reporting 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 the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, 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 judgment 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 audit opinion on the Company's internal financial controls system over financial reporting.

## **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements to external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting 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 over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting 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 over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March, 2017 based on the internal control over financial reporting 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.

**For KANSAL SINGLA & ASSOCIATES**  
Chartered Accountants

Place : Chandigarh  
Date : 29.05.2017

**(CA Surinder Kumar)**  
PARTNER  
M No. 070405  
FRN : 003897N



## BALANCE SHEET AS AT 31ST MARCH, 2017

Sr. No.	PARTICULARS	Note No.	As at 31/03/2017 ₹ in lacs	As at 31/03/2016 ₹ in lacs
<b>I. EQUITY AND LIABILITIES</b>				
<b>(1) Shareholders' Funds</b>				
	(a) Share Capital	2	19,463.29	19,463.29
	(b) Reserves and Surplus	3	(2,149.36)	464.21
<b>(2) Non-Current Liabilities</b>				
	(a) Long-Term Borrowings	4	20,673.06	25,049.99
	(b) Long Term Provisions	5	611.54	542.36
<b>(3) Current Liabilities</b>				
	(a) Short-Term Borrowings	6	47,407.03	51,465.95
	(b) Trade Payables	7	14,833.27	26,240.21
	(c) Other Current Liabilities	8	31,639.79	20,672.06
	(d) Short-Term Provisions	9	100.06	91.52
	<b>Total</b>		<b><u>132,578.68</u></b>	<b><u>143,989.59</u></b>
<b>II. ASSETS</b>				
<b>(1) Non-Current Assets</b>				
	(a) Fixed Assets			
	(i) Tangible Assets	10	45,431.27	44,689.06
	(ii) Capital Work in Progress		2,774.85	2,870.89
	(b) Long term loans and advances	11	536.17	295.76
	(c) Deferred tax assets (net)		4,352.66	3,221.90
<b>(2) Current Assets</b>				
	(a) Inventories	12	44,061.76	64,527.04
	(b) Trade receivables	13	7,267.93	7,402.08
	(c) Cash and cash equivalents	14	1,794.03	2,847.72
	(d) Short-term loans and advances	15	24,920.81	17,732.72
	(e) Other current assets	16	1,439.20	409.42
	<b>Total</b>		<b><u>132,578.68</u></b>	<b><u>143,989.59</u></b>
	<b>Significant Accounting Policies</b>	1	-	-
	<b>Notes to Accounts</b>	2 to 22		

The Notes are an integral part of the financial statements.

**Manoj Gupta**  
Chief Financial Officer

**Manmohan K.Raina**  
Company Secretary

**Rana Inder Pratap Singh**  
Managing Director  
DIN : 00075107

**Rana Veer Pratap Singh**  
Director  
DIN : 00076808

As per our report of even date attached

**FOR KANSAL SINGLA & ASSOCIATES**  
CHARTERED ACCOUNTANTS

**(CA. Surinder Kumar)**  
Partner

Place : Chandigarh  
Dated : 29.05.2017

Membership No. : 70405  
FRN 003897N



## STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2017

Sr. No.	PARTICULARS	Note No.	For the year ended 31/03/2017 ₹ in lacs	For the year ended 31/03/2016 ₹ in lacs
<b>I</b>	<b>Revenue from operations</b>			
-	Sale of Products		115,110.81	87,573.61
-	Other Operating Revenues		538.22	712.28
	Less: Excise Duty		5,581.25	2,706.05
	Revenue from operations (Net)		110,067.78	85,579.84
<b>II</b>	Other Income	17	122.92	98.14
<b>III</b>	<b>Total Revenue (I +II)</b>		<b>110,190.70</b>	<b>85,677.98</b>
<b>IV</b>	<b>Expenses:</b>			
	Cost of materials consumed	18	75,221.47	68,827.33
	Changes in inventories of finished goods, work-in-progress and Stock-in-Trade		20,120.93	(5,847.15)
	Excise duty related to the difference between closing stock and opening stock		(1,230.05)	1,568.63
	Employee Benefits Expenses	19	2,814.52	2,607.33
	Financial Costs	20	8,863.25	9,517.40
	Depreciation and Amortization Expenses	10	2,837.55	2,781.52
	Other Expenses	21	5,299.22	4,532.32
	<b>Total Expenses</b>		<b>113,926.88</b>	<b>83,987.38</b>
<b>V</b>	Profit/(Loss) before exceptional and extraordinary items and tax (III - IV)		<u>(3,736.18)</u>	<u>1,690.60</u>
<b>VI</b>	Exceptional Items		8.15	21.00
<b>VII</b>	Profit/(Loss) before extraordinary items and tax (V - VI)		<u>(3,744.33)</u>	<u>1,669.61</u>
<b>VIII</b>	Extraordinary Items		-	-
<b>IX</b>	Profit/(Loss) before tax (VII - VIII)		<u>(3,744.33)</u>	<u>1,669.61</u>
<b>X</b>	<b>Tax expenses of continuing operations:</b>			
	Current tax		-	-
	Deferred tax		(1,130.76)	(3.23)
<b>XI</b>	Profit/(Loss) from continuing operations (IX-X)		<u>(2,613.57)</u>	<u>1,672.84</u>
<b>XII</b>	Earning per Equity Share (Face value ₹ 10/-):			
(1)	Basic		(1.70)	1.09
(2)	Diluted		(1.70)	1.09
	<b>Significant Accounting Policies</b>	<b>1</b>		
	<b>Notes to Accounts</b>	<b>2 to 22</b>		

The Notes are an integral part of the financial statements.

**Manoj Gupta**  
Chief Financial Officer

**Manmohan K.Raina**  
Company Secretary

**Rana Inder Pratap Singh**  
Managing Director  
DIN : 00075107

**Rana Veer Pratap Singh**  
Director  
DIN : 00076808

As per our report of even date attached

**FOR KANSAL SINGLA & ASSOCIATES**  
CHARTERED ACCOUNTANTS

**(CA. Surinder Kumar)**  
Partner  
Membership No. : 70405  
FRN 003897N

Place : Chandigarh  
Dated : 29.05.2017



## CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2017

PARTICULARS	(₹ in Lacs)	(₹ in Lacs)
	31.03.2017	31.03.2016
<b>(A) CASH FLOW FROM OPERATING ACTIVITIES</b>		
<b>PROFIT/(LOSS) BEFORE EXCEPTIONAL AND EXTRAORDINARY ITEMS AND TAX</b>	(3,736.18)	1,690.60
Adjustment for :		
- Depreciation & Non Cash Expenses	2,837.55	2,781.52
- Net Loss/(Profit) on Sale of Fixed Assets/Investment	(1.89)	0.20
- Interest (Net)	8,824.59	9,459.17
<b>OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES</b>	<b>7,924.07</b>	<b>13,931.49</b>
Adjustment for :		
- (Increase)/ Decrease in Trade & other receivable	(8,090.73)	(5,769.96)
- (Increase)/ Decrease in Inventories	20,465.27	(5,849.52)
- (Decrease)/ Increase in Trade & other Payables	(2,359.69)	7,050.09
<b>CASH GENERATED FROM OPERATIONS</b>	<b>17,938.92</b>	<b>9,362.10</b>
- Exceptional Items	(8.15)	(21.00)
<b>Cash flow before extraordinary items</b>	<b>17,930.77</b>	<b>9,341.10</b>
- Extra ordinary Items	-	-
<b>Cash flow after extraordinary items</b>	<b>17,930.77</b>	<b>9,341.10</b>
- Direct Tax Paid		
<b>NET CASH (USED)/FROM IN OPERATING ACTIVITIES</b>	<b>17,930.77</b>	<b>9,341.10</b>
<b>(B) CASH FLOW FROM INVESTING ACTIVITIES</b>		
- Purchase of fixed assets	(3,725.53)	(2,781.81)
- Sale of fixed assets	3.30	32.66
- Purchase of Investments	-	-
- Sale of Investments	-	13.75
- Dividend Received	-	-
- Interest Received	38.65	58.24
<b>NET CASH (USED)/FROM IN INVESTING ACTIVITIES</b>	<b>(3,683.58)</b>	<b>(2,677.17)</b>
<b>(C) CASH FLOW FROM FINANCING ACTIVITIES</b>		
- Proceeds from issued of capital	-	-
- Subsidy/Security Premium	-	-
- Increase/(Decrease) in long term borrowings	(2,385.38)	4,041.20
- Increase/(Decrease) in Unsecured Loans	6.66	169.60
- Increase/(Decrease) in Working capital borrowings	(4,058.92)	91.67
- Interest Paid	(8,863.25)	(9,517.40)
<b>NET CASH (USED)/FROM FINANCING ACTIVITIES</b>	<b>(15,300.89)</b>	<b>(5,214.93)</b>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS (A+B+C)</b>	<b>(1,053.69)</b>	<b>1,449.00</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING</b>	<b>2,847.72</b>	<b>1,398.72</b>
<b>CASH AND CASH EQUIVALENTS AT THE END</b>	<b>1,794.03</b>	<b>2,847.72</b>

**Manoj Gupta**  
Chief Financial Officer

**Manmohan K.Raina**  
Company Secretary

**Rana Inder Pratap Singh**  
Managing Director  
DIN : 00075107

**Rana Veer Pratap Singh**  
Director  
DIN : 00076808

In terms of our separate report of even date annexed.

**FOR KANSAL SINGLA & ASSOCIATES**  
Chartered Accountants

**(CA. Surinder Kumar)**  
Partner

Membership No. : 70405  
FRN 003897N

Place : Chandigarh  
Dated : 29.05.2017



## SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF ACCOUNTS AS AT 31<sup>ST</sup> MARCH 2017.

### SIGNIFICANT ACCOUNTING POLICIES

#### 1. Basis of Accounting

The company maintains its accounts on accrual basis following the historical cost conventions in accordance with Generally Accepted Accounting Principles (GAAP) and in compliance with the Accounting Standards referred to in Section 129 read with Section 133 of the Companies Act, 2013.

The preparation of the financial statements in conformity with GAAP requires that the management of the company makes estimates and assumptions that affect the reported amounts of income and expenses of the year, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Examples of such estimates include the useful life of fixed assets and intangible assets, provisions for doubtful debts/advances, future obligations in respect of retirement benefit plans, etc. Actual results could differ from these estimates.

#### 2. Revenue Recognition

Revenue is recognized, based on the nature of activity, when consideration can be reasonably measured and there exists reasonable certainty of its recovery.

- (a) Revenue from sale of goods is recognized when the substantial risks and rewards of ownership are transferred to the buyer under the terms of the contract.
- (b) Sale of power to Punjab State Power Corporation Limited (PSPCL), Uttar Pradesh Power Corporation Limited (UPPCL) & merchant power purchasers is accounted for based on the meter reading as per metering equipments of PSPCL and UPPCL installed at the Power Grid.
- (c) Other income is accounted for on accrual basis as and when the right to receive arises.

#### 3. Inventories

Inventories of Finished Goods are valued at lower of cost and net realizable value. Inventories of by-products are valued at net realizable value. Cost of inventories is determined using Weighted Average Cost method. In respect of finished goods and work in process appropriate overheads are considered.

#### 4. Fixed Assets

Fixed assets are stated at cost, net of Excise Duty, less accumulated depreciation and impairment loss, if any. All costs directly related to the acquisition and installation of fixed assets are capitalized and added to the respective assets. Borrowing costs relating to acquisition of fixed assets which takes substantial period of time to get ready for its intended use are also included to the extent they relate to the period till such assets are ready to be put to use.

#### 5. Depreciation

Depreciation is provided on all the fixed assets using the straight-line method over its useful life as provided in accordance with and in the manner specified in Schedule II of the Companies Act, 2013.

#### 6. Foreign Currency Transactions

Transactions denominated in foreign currency are normally recorded at the exchange rates prevailing at the time of the transactions. Monetary items denominated in foreign currencies at the year end are translated at the year end exchange rates. Any income or expenses on account of exchange difference either on settlement or on translation is recognized in the Statement of Profit & Loss.

#### 7. Expenditure on new projects & substantial expansions

Expenditure directly relating to construction/substantial expansion activity is capitalized. Indirect expenditure incurred during construction period is capitalized as part of the indirect construction cost to the extent to which the expenditure is indirectly related to construction or is incidental thereto. Income earned during the construction period is deducted from the total of the indirect expenditure.

As regards indirect expenditure on expansion, only that portion is capitalized which represents the marginal increase in such expenditure involved as a result of capital expansion. Both direct and indirect expenditure are capitalized only if they increase the value of the asset beyond its original standard of performance.





## 8. Impairment of Assets

At each balance sheet date, the carrying amount of fixed assets are reviewed by the management to determine whether there is any indication that those assets suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of impairment loss (recoverable amount is the higher of an asset's net selling price or value in use). In assessing the value in use, the estimated future cash flow expected from the continuing use of the assets and from their disposal are discounted to their present value using a pre discounted rate that reflects the current market assessment of time value of money and risks specific to the asset. Reversal of impairment loss is recognized immediately as income in the Statement of Profit and Loss.

## 9. Government Grants and Subsidies

Grants and subsidies from the government are recognized when there is reasonable assurance that the grant/subsidy will be received and all attaching conditions will be complied with.

When grant or subsidy relates to an expense item, it is recognized as income over the periods necessary to match them on a systematic basis with the related cost, which it is intended to compensate. Where grant/subsidy relates to an asset, its value is deducted in arriving at the carrying amount of the related asset against which grant/subsidy has been received and further where the grant/subsidy is in the nature of promoters contribution the amount of grant/subsidy is accounted for as a capital reserve.

## 10. Investments

Investments that are readily realizable and intended to be held for less than one year are classified as current investments. Current investments are carried at lower of cost and fair value, whereas long term investments are carried at historical cost. The provision for diminution in the value of investment other than temporary is provided for.

## 11. Miscellaneous Expenditure

Preliminary expenses and cost incurred in raising funds are written off to the Statement of Profit and Loss in the year in which the same are incurred.

## 12. Employees Benefits

- The liability on account of gratuity is provided in accordance with LIC's Group Gratuity Scheme and Actuarial Valuation basis.
- Provision for Leave encashment liability is made on Actuarial valuation basis.
- Provident Fund: Contribution to provident fund is made in accordance with the provisions of the Employees Provident Fund Act, 1952.

## 13. Tax Expenses

Tax expenses comprises of current and deferred income tax and wealth tax. Current income tax is calculated at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961. Deferred income taxes reflects the impact of current year timing differences between taxable income and accounting income for the year and reversal of timing differences of earlier years.

Deferred tax is measured based on the tax rates and the tax laws enacted or substantively enacted at the balance sheet date. Deferred tax assets are recognized only to the extent that there is virtual certainty supported by convincing evidence that sufficient future taxable income will be available against which such deferred tax assets can be realized. If the company has carry forward of unabsorbed depreciation and tax losses, deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that such deferred tax assets can be realized against further taxable profits. Unrecognized deferred tax assets of earlier years are re-assessed and recognized to the extent that it has become reasonably certain that further taxable income will be available against which such deferred tax assets can be realized.

## 14. Earnings per Share

Basic earnings per share is calculated by dividing the net profit or loss for the period attributable to equity shareholders (after deducting preference dividend & taxes) by the weighted average number of equity shares outstanding during the year. Equity shares that are partly paid up are treated as a fraction of an equity share to the extent they entitled to participate in dividends. The weighted average numbers of equity shares outstanding during



the year are adjusted for events such as bonus issue, bonus element in a right issue to the existing shareholders, share split and consolidation of shares.

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

## 15. Segment Reporting

a) **Segment accounting policies are in line with the accounting policies of the company. In addition, the following specific accounting policies have been followed for segment reporting.**

- (1) Segment revenue includes sales and other income directly identifiable with/allocable to the segment including inter segment sales.
- (2) Expenses that are directly identifiable with/allocable to segment are considered for determining the segment result. Expenses which relate to the company as a whole and not allocable to segment are included under Un-allocable corporate expenditure.
- (3) Income which relates to the company as a whole and not allocable to segments is included in un-allocable corporate income.
- (4) Segment assets and liabilities include those directly identifiable with the respective segments. Un-allocable corporate assets and liabilities represent the assets and liabilities that relate to company as a whole and not allocable to any segment. Un-allocable assets mainly comprise corporate head office assets, investments and tax deposited with the Income Tax Authorities. Un-allocable liabilities include mainly Unsecured Loans and Tax Payable to Income Tax authorities.

### b) Inter Segment transfer pricing

Segment revenue resulting from transactions with other business segments is accounted on the basis of market price.

## 16. Provisions & Contingent liabilities

A provision is recognized when an enterprise has

- (1) A present obligation as a result of past events.
- (2) It is probable that an outflow of resources will be required to settle the obligation.
- (3) In respect of which a reliable estimate can be made.

The provisions are determined based on the best estimates required to fulfill the obligation on the balance sheet date. The provisions are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

### Contingent liability is

- (1) a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the enterprise: or
- (2) a present obligation that arises from past events but is not recognized.

The Contingent liabilities are not recognized but are disclosed in the notes. The Contingent Assets are neither recognized nor disclosed in financial statements.

## 17. Cash and Cash equivalents

Cash and cash equivalents in the balance sheet comprises cash at bank and cash on hand.

## 18. Financial Derivatives and Commodity Hedging

In respect of derivative contracts, premium paid, gain & losses on settlement & losses on restatement are recognized in the Statement of Profit & Loss except in case where they relate to the acquisition & construction of fixed assets, in which case they are adjusted to the carrying cost of such assets.



## 2. SHARE CAPITAL

### (A) Authorised, Issued, Subscribed and paid-up share capital and par value per share

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
<b>Authorised Share Capital</b>		
16,00,00,000 (Previous year 16,00,00,000) Equity Shares of ₹ 10/- each	16,000.00	16,000.00
6,00,00,000 (Previous year 6,00,00,000) 8% Non-cumulative Redeemable Preference Shares of ₹ 10/- each	6,000.00	6,000.00
	<u>22,000.00</u>	<u>22,000.00</u>
<b>Issued &amp; Subscribed Share Capital</b>		
15,35,67,820 (Previous year 15,35,67,820) Equity Shares of ₹ 10/- each	15,356.78	15,356.78
4,10,93,424 (Previous year 4,10,93,424) 8% Non cumulative Redeemable Preference Shares of ₹ 10/- each	4,109.34	4,109.34
	<u>19,466.12</u>	<u>19,466.12</u>
<b>Paid-up Share Capital</b>		
15,35,67,820 (Previous year 15,35,67,820) Equity Shares of ₹ 10/- each	15,356.78	15,356.78
4,10,93,424 (Previous year 4,10,93,424) 8% Non cumulative Redeemable Preference Shares of ₹ 10/- each	4,109.34	4,109.34
Less: Calls in arrears	2.83	2.83
<b>TOTAL</b>	<u>19,463.29</u>	<u>19,463.29</u>

#### Note :

The company has two classes of shares with both having par value of ₹ 10 per share.

The company has not allotted any shares for consideration other than cash during the last five years.

Each holder of Equity share is entitled to one vote per share.

### (B) Reconciliation of number of Equity Shares outstanding at the beginning and at the end of the year

Particulars	AS AT 31.03.2017	AS AT 31.03.2016
<b>Number of shares outstanding as at the beginning of the year</b>	153,567,820	153,567,820
<b>Add:</b>		
Shares Issued During the Year	-	-
<b>Number of shares outstanding as at the end of the year</b>	<u>153,567,820</u>	<u>153,567,820</u>

### (C) Reconciliation of number of preference shares outstanding at the beginning and at the end of the year

Particulars	AS AT 31.03.2017	AS AT 31.03.2016
<b>Number of shares outstanding as at the beginning of the year</b>	41,093,424	41,093,424
<b>Add:</b>		
Shares Issued During the Year	-	-
<b>Number of shares outstanding as at the end of the year</b>	<u>41,093,424</u>	<u>41,093,424</u>

### (D) Name of Equity Shareholders holding more than 5% Equity Shares in the Company

Name of the Shareholder	As at 31.03.2017		As at 31.03.2016	
	Number of Shares	Percentage	Number of Shares	Percentage
1. Mrs. Rajbans Kaur	9,570,001	6.23%	9,570,001	6.23%
2. Mrs. Sukhjinder Kaur	8,500,000	5.54%	8,500,000	5.54%



### 3. RESERVES AND SURPLUS

Particulars	AS AT 31.03.2016 (₹ in lacs)	Additions during the year	Deductions during the year	As at 31.03.2017 (₹ in lacs)
Capital Reserves	806.93	-	-	806.93
Capital Redemption Reserve	2,054.67	-	-	2,054.67
Securities Premium Reserve	8,315.02	-	-	8,315.02
Surplus/(Deficit) in Statement of Profit & Loss	<u>(10,712.41)</u>	<u>(2,613.57)</u>	-	<u>(13,325.98)</u>
<b>TOTAL</b>	<b><u>464.21</u></b>	<b><u>(2,613.57)</u></b>	-	<b><u>(2,149.36)</u></b>
		<b>For the Year ended 31/03/2017</b>	<b>For the Year ended 31/03/2016</b>	
Profit/(Loss) for the period		(2,613.57)	1,672.84	
Transfer to Capital Redemption Reserve		-	684.89	
		<b><u>(2,613.57)</u></b>	<b><u>987.95</u></b>	

### 4. LONG-TERM BORROWINGS

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
<b>(A) TERM LOANS FROM BANKS Secured</b>		
(i) Term loan from State Bank of India	810.23	1,405.09
(ii) Term loan from State Bank of Patiala	710.47	840.47
(iii) Term loan from Bank of Baroda	658.08	701.46
(iv) Term loan from State Bank of Mysore	409.69	480.25
(v) Term loan from State Bank of Bikaner and Jaipur	418.59	499.14
(vi) Term loan from State Bank of Hyderabad	429.43	500.35
- Term Loans from above banks are secured by pari passu first charge on Fixed Assets of the Company, including Sugar & Power units in District Amritsar (Punjab), Moradabad & Rampur (UP) and Distillery unit in District Tarn Taran (Punjab) and are repayable in 34 quarterly instalments starting from 30/06/2009 and ending on 30/09/2017		
(vii) Term loan (SEFASU 2014) from State Bank of India	931.47	1,329.16
(viii) Term loan (SEFASU 2014) from State Bank of Patiala	719.32	778.89
(ix) Term loan (SEFASU 2014) from Bank of Baroda	636.64	697.30
(x) Term loan (SEFASU 2014) from State Bank of Mysore	262.00	264.68
(xi) Term loan (SEFASU 2014) from State Bank of Bikaner and Jaipur	255.24	265.58
(xii) Term loan (SEFASU 2014) from State Bank of Hyderabad	115.90	120.02
(xiii) Term loan (SEFASU 2014) from UCO Bank	80.66	89.30
- Term Loans from above banks are secured by pari passu first charge on Fixed Assets of the Company, including Sugar & Power units in District Amritsar (Punjab), Moradabad & Rampur (UP) and Distillery unit in District Tarn Taran (Punjab).		
- Term Loans from State Bank of India is repayable in 12 quarterly instalments starting from 31/03/2016 and ending on 31/12/2018.		
- Term Loans from State Bank of Mysore, State Bank of Hyderabad, State Bank of Bikaner and Jaipur and UCO Bank are repayable in 12 quarterly instalments starting from 30/06/2016 and ending on 31/03/2019		
- Term Loan from Bank of Baroda and State Bank of Patiala are repayable in 12 quarterly instalments starting from 01/04/2016 and ending on 01/01/2019."		
(xiv) Term Loan (Soft Loan) from State Bank of India	1,414.20	1,389.95
(xv) Term Loan (Soft Loan) from State Bank of Patiala	757.58	769.50
(xvi) Term Loan (Soft Loan) from Bank of Baroda	690.80	694.55
(xvii) Term Loan (Soft Loan) from State Bank of Mysore	269.25	272.93
(xviii) Term Loan (Soft Loan) from State Bank of Bikaner and Jaipur	273.33	278.05
(xix) Term Loan (Soft Loan) from State Bank of Hyderabad	152.75	167.76



(xx)	Term Loan (Soft Loan) from UCO Bank	87.26	90.95
-	Term Loans from above banks are secured by pari passu first charge on Fixed Assets of the Company, including Sugar & Power units in District Amritsar (Punjab), Moradabad & Rampur (UP) and Distillery unit in District Tarn Taran (Punjab) and are repayable in 20 quarterly instalments starting from 30/09/2017 and ending on 30/06/2022		
(xxi)	Term Loan (Punjab Soft Loan) from State Bank of India	889.33	899.83
(xxii)	Term Loan (Punjab Soft Loan) from State Bank of Patiala	432.12	437.52
(xxiii)	Term Loan (Punjab Soft Loan) from Bank of Baroda	336.30	340.67
(xxiv)	Term Loan (Punjab Soft Loan) from UCO Bank	135.21	135.63
-	Term Loans from above banks are secured by pari passu first charge on Fixed Assets of the Company, including Sugar & Power units in District Amritsar (Punjab), Moradabad & Rampur (UP) and Distillery unit in District Tarn Taran (Punjab).		
-	Term Loans from State Bank of India, State Bank of Patiala and UCO Bank are repayable in 20 quarterly instalments starting from 31/12/2017 and ending on 30/09/2022.		
-	Term Loans from Bank of Baroda is repayable in 20 quarterly instalments starting from 01/01/2018 and ending on 01/10/2022		
(xxv)	Term Loan from UCO Bank	586.18	561.74
-	Term Loans from above banks are secured by pari passu first charge on Fixed Assets of the Company, including Sugar & Power units in District Amritsar (Punjab), Moradabad & Rampur (UP) and Distillery unit in District Tarn Taran (Punjab) and are repayable in 24 quarterly instalments starting from 30/06/2017 and ending on 31/03/2023		
	<b>TOTAL TERM LOANS</b>	<b>12,462.03</b>	<b>14,010.77</b>
Less :	Current Maturities of Long Term Debts	<u>6,052.72</u>	<u>4,493.75</u>
	<b>TERM LOANS FROM BANKS (A)</b>	<b><u>6,409.31</u></b>	<b><u>9,517.02</u></b>
<b>(B) TERM LOANS FROM FINANCIAL INSTITUTIONS</b>			
	<b>Particulars</b>	<b>AS AT 31.03.2017 (₹ in lacs)</b>	<b>AS AT 31.03.2016 (₹ in lacs)</b>
	Term loan from IREDA	7,120.67	7,666.96
-	Term Loan from IREDA is secured by pari passu first charge on Fixed Assets of the Company, including Sugar & Power units in Districts Amritsar, Moradabad & Rampur and Distillery unit in District Tarn Taran and is repayable in 40 quarterly instalments starting from 30/09/2013 and ending on 30/06/2023		
	<i>Less : Current Maturities of Long Term Debts</i>	<u>1,921.11</u>	<u>1,478.97</u>
	<b>TERM LOAN FROM FINANCIAL INSTITUTIONS (B)</b>	<b><u>5,199.56</u></b>	<b><u>6,187.99</u></b>
<b>(C) Long term Maturities of Finance Lease obligations</b>			
	(Secured by Hypothecation of underlying Vehicles taken on Finance Lease)	597.51	835.64
	<i>Less: Current Maturities of finance lease obligations</i>	<u>277.60</u>	<u>228.28</u>
	<b>Finance Lease Obligations(C)</b>	<b><u>319.91</u></b>	<b><u>607.36</u></b>
<b>(D) Unsecured Loans and Advances</b>			
-	From Directors	1,137.52	1,634.51
-	From Intercompany	5,901.60	5,602.47
-	From Relatives	1,705.16	1,500.64
	<b>TOTAL</b>	<b><u>20,673.06</u></b>	<b><u>25,049.99</u></b>



## 5. LONG-TERM PROVISIONS

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
Employee Benefits	611.54	542.36
<b>TOTAL</b>	<b>611.54</b>	<b>542.36</b>

## 6. SHORT TERM BORROWINGS

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
<b>LOANS REPAYABLE ON DEMAND Secured</b>		
- <b>For Sugar Unit in District Amritsar</b>	10,184.78	13,703.95
<i>Working Capital Loans are secured by pledge/hypothecation of crystal sugar, and hypothecation of all other current assets in Sugar Unit in District Amritsar (Punjab), in favour of State Bank of India, State Bank of Patiala, Bank of Baroda and UCO Bank on pari-passu basis.</i>		
- <b>For Distillery Unit in District Tarn Taran</b>	1,066.02	1,189.63
<i>Working Capital Loans are secured by hypothecation of all current assets in Distillery Unit in District Tarn Taran (Punjab), in favour of State Bank of India and UCO Bank on pari-passu basis.</i>		
- <b>For Sugar Unit in District Moradabad</b>	17,536.13	17,745.16
<i>Working Capital loans are secured by pledge/hypothecation of crystal sugar, and hypothecation of all other current assets in Sugar Unit in District Moradabad (UP), in favour of State Bank of India, State Bank of Patiala, Bank of Baroda, State Bank of Bikaner &amp; Jaipur, State Bank of Hyderabad, State Bank of Mysore and Zila Sahkari Bank Ltd. on pari-passu basis</i>		
- <b>For Sugar Unit in District Rampur</b>	18,620.10	18,827.21
<i>Working Capital Loans are secured by pledge/hypothecation of crystal sugar, and hypothecation of all other current assets in Sugar Unit in District Rampur(UP), in favour of State Bank of India, State Bank of Patiala, State Bank of Bikaner &amp; Jaipur, State Bank of Hyderabad, State Bank of Mysore, Bank of Baroda and Zila Sahkari Bank Ltd. on pari-passu basis Working Capital Loans from Banks are further secured by personal guarantee of promoters / directors.</i>		
<b>TOTAL</b>	<b>47,407.03</b>	<b>51,465.95</b>

## 7. TRADE PAYABLES

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
Micro & Small Enterprises	14.19	29.49
Trade Payables - Raw Material	10,448.90	21,597.24
Trade Payables - Capital	1,106.32	1,782.73
Trade Payables - Others	3,263.86	2,830.75
<b>TOTAL</b>	<b>14,833.27</b>	<b>26,240.21</b>

## 8. OTHER CURRENT LIABILITIES

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
Current maturities of long term debts	7,531.28	5,582.38
Current maturities of finance lease obligations	277.60	228.28
Interest accrued and due on borrowings	6,932.07	390.34
Statutory Dues Payables	3,779.89	3,369.81
Other liabilities and payables	13,118.95	11,101.25
<b>TOTAL</b>	<b>31,639.79</b>	<b>20,672.06</b>

## 9. SHORT-TERM PROVISIONS

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
Provision for employee benefits	100.06	86.85
Provision for wealth-tax	-	4.67
<b>TOTAL</b>	<b>100.06</b>	<b>91.52</b>



## Reconciliation of the gross carrying amounts and net carrying amounts at the beginning and at the end of the year

### 10. Fixed Asset

₹ in lacs

Sr. No.	Particulars	GROSS CARRYING AMOUNT				ACCUMULATED DEPRECIATION				NET CARRYING AMOUNT		
		As at 31/03/2016	Additional adjustment during the year	Deductions during the year	As at 31/03/2017	As at 31/03/2016	Provided during the year	Deductions during the year	As at 31/03/2017	As at 31/03/2017	As at 31/03/2016	
	<b>Tangible Owned Assets</b>											
1	Land & Site Development	2,224.79	-	-	2,224.79	-	-	-	-	-	2,224.79	2,224.79
2	Buildings											
	- Factory Building	4,896.72	79.12	-	4,975.85	150.49	-	-	1,698.24	-	3,277.61	3,348.98
	- Non Factory Building	2,357.88	64.56	-	2,422.44	88.28	-	-	529.23	-	1,893.21	1,916.93
3	Plant and Equipment	59,986.77	3,333.62	2.40	63,317.99	2,175.44	2.40	2,175.44	27,753.01	-	35,564.98	34,406.80
4	Furniture & Fixtures	239.32	1.73	-	241.05	51.64	-	51.64	195.22	-	45.83	95.75
5	Vehicles	1,341.69	43.43	-	1,385.12	128.98	-	128.98	793.60	-	591.52	677.07
6	Office Equipment	70.97	0.27	1.59	69.65	4.48	0.19	4.48	49.23	0.19	20.42	26.03
7	Computer	364.03	18.11	-	382.14	12.11	-	12.11	358.05	-	24.09	18.09
8	Electric Installations	217.71	3.36	-	221.07	13.42	-	13.42	185.13	-	35.94	46.00
9	Misc. Fixed Assets	1,782.39	36.97	-	1,819.36	117.71	-	117.71	661.42	-	1,157.94	1,238.68
10	Trucks & Tankers	1,262.31	-	-	1,262.31	88.65	-	88.65	691.48	-	570.83	659.48
11	Tractors	55.67	-	-	55.67	6.35	-	6.35	31.56	-	24.11	30.46
	<b>TOTAL</b>	<b>74,800.26</b>	<b>3,581.17</b>	<b>3.99</b>	<b>78,377.44</b>	<b>2,937.55</b>	<b>2.59</b>	<b>2,937.55</b>	<b>32,946.16</b>	<b>2.59</b>	<b>45,431.27</b>	<b>44,689.06</b>
	<b>(Previous Year)</b>	<b>71,297.79</b>	<b>3,558.95</b>	<b>56.47</b>	<b>74,800.26</b>	<b>2,781.52</b>	<b>19.12</b>	<b>2,781.52</b>	<b>30,111.20</b>	<b>19.12</b>	<b>44,689.06</b>	<b>43,948.99</b>



## 11. LONG TERM LOANS AND ADVANCES (unsecured, considered good unless stated otherwise)

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
Capital Advances	480.40	240.78
Security Deposits	55.77	54.98
<b>TOTAL</b>	<b><u>536.17</u></b>	<b><u>295.76</u></b>

## 12. INVENTORIES

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
(As taken valued & certified by the Management)		
(a) Raw Materials	18.28	20.45
(b) Work-in-progress	717.03	432.28
(c) Finished Goods	39,736.44	60,142.12
(d) Stores and spares	3,076.93	3,466.49
(e) Packing Materials	513.08	465.70
<b>TOTAL</b>	<b><u>44,061.76</u></b>	<b><u>64,527.04</u></b>

## 13. TRADE RECEIVABLES (unsecured, considered good)

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
Trade receivables outstanding for more than six months from the date they became due for payment	497.28	263.01
Other trade receivables	6,770.65	7,139.07
<b>TOTAL</b>	<b><u>7,267.93</u></b>	<b><u>7,402.08</u></b>

## 14. CASH AND CASH EQUIVALENTS

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
<b>(A) Balances with Banks</b>		
<b>(I) Bank balances held as margin money or as security against:</b>		
(i) Guarantees	377.66	80.76
(ii) Letters of Credit	-	89.15
(iii) Other commitments	199.28	165.71
<b>(II) Other Bank balances</b>	<b>928.02</b>	<b>1,048.62</b>
<b>(B) Cheques, drafts in hand</b>	<b>114.61</b>	<b>1,346.72</b>
<b>(C) Cash on hand</b>	<b>174.46</b>	<b>116.76</b>
<b>TOTAL</b>	<b><u>1,794.03</u></b>	<b><u>2,847.72</u></b>

## 15. SHORT-TERM LOANS AND ADVANCES (unsecured, considered good)

Particulars	AS AT 31.03.2017 (₹ in lacs)	AS AT 31.03.2016 (₹ in lacs)
<b>Other Short Term Loans &amp; Advances</b>		
- Advances recoverable in cash or in kind or for value to be received	24,209.60	17,294.56
- Balance with Excise, customs etc.	637.08	315.84
- Payments of Taxes under protest/appeal	59.00	112.63
- Advance payment of Tax (including Tax deducted at source)	15.18	9.69
<b>TOTAL</b>	<b><u>24,920.81</u></b>	<b><u>17,732.72</u></b>





## 16. OTHER CURRENT ASSETS

Particulars	As at 31.03.2017 (₹ in lacs)	As at 31.03.2016 (₹ in lacs)
Interest and other Receivable	1,439.20	402.42
<b>TOTAL</b>	<b><u>1,439.20</u></b>	<b><u>402.42</u></b>

## 17. OTHER INCOME

Particulars	For the year ended 31.03.2017 (₹ in lacs)	For the year ended 31.03.2016 (₹ in lacs)
Interest Income	38.65	58.24
Net Gain/(Loss) on sale of Asset/Investment	1.89	(0.20)
Other Non-Operating Income/(Expenses) (Net of Expenses directly attributable to such income)	82.38	40.10
<b>TOTAL</b>	<b><u>122.92</u></b>	<b><u>98.14</u></b>

## 18. COST OF MATERIAL CONSUMED

Particulars	For the year ended 31.03.2017 (₹ in lacs)	For the year ended 31.03.2016 (₹ in lacs)
Raw material consumed		
- Sugarcane	53,639.14	48,581.24
- Others	9,568.48	7,167.48
- Bagasse/Husk and Other Fuels	1,778.24	1,481.29
- Molasses and Grain	5,363.63	5,764.62
Power and Fuel consumed	2,009.76	1,764.65
Stores, spares, chemicals and packing materials consumed	2,862.22	4,068.05
<b>TOTAL</b>	<b><u>75,221.47</u></b>	<b><u>68,827.33</u></b>

## 19. EMPLOYEE BENEFITS EXPENSES

Particulars	For the year ended 31.03.2017 (₹ in lacs)	For the year ended 31.03.2016 (₹ in lacs)
Salaries & Wages, bonus, gratuity and allowances	2,576.01	2,407.68
Contribution to PF and Superannuation Fund	134.58	127.37
Staff Welfare Expenses	103.93	72.28
<b>TOTAL</b>	<b><u>2,814.52</u></b>	<b><u>2,607.33</u></b>

## 20. FINANCIAL COSTS

Particulars	For the year ended 31.03.2017 (₹ in lacs)	For the year ended 31.03.2016 (₹ in lacs)
Interest Expenses	8,673.88	9,140.60
Other Borrowing costs	189.37	376.80
Net (Gain)/Loss on foreign currency transactions/translation	-	-
<b>TOTAL</b>	<b><u>8,863.25</u></b>	<b><u>9,517.40</u></b>



## 21. OTHER EXPENSES

Particulars	For the year ended	For the year ended
	31.03.2017 (₹ in lacs)	31.03.2016 (₹ in lacs)
Processing Charges	565.69	614.84
Insurance Expenses	80.75	89.36
Repairs		
- Plant and machinery	1,702.28	1,241.03
- Factory Buildings	157.04	107.74
Rent	92.68	98.23
Other Interest Expenses	50.70	17.81
Rates and Taxes other than taxes on income	210.97	569.84
Donations - Others	8.15	4.40
Travelling & Conveyance	422.67	364.14
Vehicle Running & Maintenance	542.68	305.25
Office Expenses	343.69	299.31
Payments to statutory auditors		
- as auditors	8.55	8.48
- for taxation matters	5.99	2.50
Wealth Tax	-	-
Legal, professional and consultancy charges	50.87	48.67
Advertisement, Publicity and Sale Promotion	42.47	20.71
Commission on sales	273.44	80.65
Other Selling Expenses	668.21	551.42
Directors' fees	6.07	5.68
Net (Gain)/Loss on foreign currency transactions (other than adjusted as finance costs)	6.34	55.46
Miscellaneous expenses	59.97	46.80
<b>TOTAL</b>	<b><u>5,299.21</u></b>	<b><u>4,532.32</u></b>



## NOTES TO ACCOUNTS

### 22.1 Contingent Liabilities :-

- a) Liabilities in respect of Income Tax and Sales Tax have been accounted for on the basis of respective returns filed with the relevant authorities. Additional demand, if any, arising at the time of assessment shall be accounted for in the year in which the assessment is completed. The status of completed assessments is as under:-
- i) Income Tax assessments have been completed up to the assessment year 2014-15 and there is no demand pending in respect of the completed assessments.
  - ii) Sales Tax assessments
    - a) Sales Tax assessments, for Sugar Units in Districts Moradabad and Rampur (UP) have been completed up to the Financial Year 2014-15. The department has raised demands of ₹ 35.41 lacs, 201.31 lacs, 37.14 lacs and 63.89 lacs for the Financial years 2011-12, 2012-13, 2013-14 and 2014-15 respectively on account of VAT on molasses. However, the recovery of the same is stayed by the department in view of the stay granted by Hon'able High Court, Allahabad in similar case.
    - b) The Company has deposited ₹ 6.60 lacs under protest with department against alleged demand raised of entry tax and shown the same under the head Payments of Taxes under protest/appeal under Short Term Loans & Advances. The Company has filed appeals against this demands with the appellate authorities.
    - c) Sales Tax assessments for Sugar unit in District Amritsar (Punjab) have been completed upto the financial year 2014-15. The Department has raised the Purchase Tax demands of ₹140.40 lacs, ₹297.22 lacs, ₹ 347.25 lacs, ₹ 227.62 lacs, ₹ 90.52 lacs and ₹381.98 lacs for the Financial years 2005-06, 2008-09, 2009-10, 2010-11, 2011-12 and 2013-14 respectively.  
The Company has preferred appeals against all these orders with the appellate authorities.  
Though, the Company has provided purchase tax liability for the years 2005-06 to 2013-14, the same has not been paid as the above mentioned appeals against assessment orders are pending with the appellate authorities.
    - d) Sale tax assessment for Distillery Unit in District Tarn Taran (Punjab) have been completed upto the financial Year 2013-14 and the department has raised demand of ₹ 348.47 lacs against which the Company has filed appeal with DETC (Appeals) Amritsar.
  - iii) The company has deposited ₹ 49.90 lacs in FY 2010-11 on account of Excise Duty under protest against alleged demand of Excise duty and the same has been shown under the head Payments of Taxes under protest/appeal under Short Term Loans & Advances. The Company has filed an appeal with CESTAT (Central Excise & Service Tax Appellant Tribunal) against the order of Commissioner Central Excise.
  - iv) The company has deposited ₹ 2.50 lacs in FY 2010-11 on account of Excise Duty under protest and the same has been shown under the head Payments of Taxes under protest/appeal under Short Term Loans & Advances. The Company has filed an appeal with CESTAT (Central Excise & Service Tax Appellant Tribunal) against the order of Commissioner Appeals.
  - v) Bank Guarantees/LC's issued ₹ 931.96 lacs (previous year ₹ 707.99 lacs) are secured by pledge of FDRs of ₹ 377.66 lacs (previous year ₹ 169.91 lacs) given by the Company.
  - vi) The estimated amount of contracts remaining to be executed on capital account and not provided for was ₹ 144.90 Lacs (Previous Year ₹ 133.20 Lacs).

**22.2** Balances of Trade Receivables, Trade Payables and advances are subject to their respective confirmation and reconciliation.

**22.3** In the opinion of the Board of Directors, all the Current Assets, Loans and Advances, if realised in the ordinary course of business, have a value at least equal to the amount at which these are stated in the Balance Sheet.

**22.4** Prior period expenses



Exceptional Items include the following Prior period income/expenses:-

Particulars	(₹ In Lacs)	(₹ In Lacs)
	31-03-2017	31.03.2016
<b>Income</b>	<b>0.00</b>	<b>0.00</b>
<b>Expenses</b>	<b>8.15</b>	<b>21.00</b>

22.5 Excise duty amounting to ₹ 2082.09 Lacs (Previous year ₹ 3312.15 Lacs) has been added in the closing stock and the same has been shown as excise duty payable. However, this has no effect on the Profit/Loss for the year.

22.6 The company has suffered a loss of ₹6.34 lakhs due to exchange fluctuation during the year and the same has been debited to profit and loss account as per the provisions of AS-11.

22.7 As per Accounting Standard - 15 "Employee Benefits", the disclosure of Employee Benefits as defined in the Accounting Standard are as follows:

The principal assumptions used in actuarial valuation are as	2016-17	2015-16
• Imputed rate of Interest	8.00%	8.00%
• Expected rate of return on assets	8.35%	8.35%
• Expected rate of future salary increase	6.00%	6.00%

	(₹ In Lacs)			
	Gratuity	Leave Encashment	Gratuity	Leave Encashment
<b>Change in present value of obligations</b>				
- Present value of obligations as at Beginning of the year	420.87	153.65	414.45	150.08
- Interest cost	29.46	10.75	33.16	12.00
- Current service cost	51.09	28.89	46.26	29.34
- Benefits paid	(19.84)	(31.72)	(35.34)	(25.62)
- Actuarial (gain)/loss on Obligations	(21.84)	23.45	(37.66)	(12.15)
- <b>Present value of obligations as at closing of the year</b>	<b>459.73</b>	<b>185.02</b>	<b>420.87</b>	<b>153.65</b>
<b>Changes in fair value of plan assets</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>	<b>N.A.</b>
<b>Liability recognized in the Balance Sheet</b>				
- Present value of obligations as at 31.03.2017	459.73	185.02	420.87	153.65
- Fair value of plan assets as at 31.03.2017	63.26	-	69.93	-
- Funded status	(396.47)	(185.02)	(350.94)	(153.65)
- Unrecognized Actuarial (Gain)/Loss	-	-	-	-
- <b>Net (Assets)/Liability recognized in Balance Sheet</b>	<b>396.47</b>	<b>185.02</b>	<b>350.94</b>	<b>153.65</b>
<b>Expenses recognized in Profit and Loss Account</b>				
- Current service cost	51.09	28.89	46.27	29.33
- Past service cost	-	-	-	-
- Interest cost	29.46	10.76	33.15	12.01
- Expected return on plan assets	(4.50)	-	(4.96)	-
- Net Actuarial (Gain)/Loss recognized during the year	(22.18)	(23.45)	(38.41)	(12.14)
- <b>Total Expense recognized in Profit and Loss Account</b>	<b>53.87</b>	<b>63.09</b>	<b>36.05</b>	<b>29.20</b>

22.8 Disclosure on Specified Bank Notes

During the year, the Company has Specified Bank Notes (SBNs) or other denomination notes as defined in the MCA notification, G.S.R. 308(E), dated March 31, 2017. The details of SBNs held and transacted during the period from November 8, 2016 to December 30, 2016, the denomination-wise SBNs and other notes as per the notification are as follows:

Particulars	SBNs <sup>(1)</sup>	Other Denomination notes	Total
Closing cash in hand as on November 8, 2016	1,41,54,000	85,02,822	2,26,56,822
Add: Permitted receipts	6,06,500 <sup>(2)</sup>	6,26,58,299	6,32,64,799
Less: Permitted payments	(2,00,000)	(6,15,72,956)	(6,17,72,956)
Less: Amount deposited in Banks	(1,45,60,500)	(7,00,000)	(1,52,60,500)
Closing cash in hand as on December 30, 2016	-	88,88,165	88,88,165

(1) For the purpose of this clause, the term 'Specified Bank Notes' shall have the same meaning provided in the notification of the Government of India, in the Ministry of Finance, Department of Economic Affairs number S.O. 3407(E), dated November 8, 2016.

(2) Received from police department as part recovery against robbery of ₹ 73.00 Lacs happened on 26/03/2011 in Shahbad Unit (U.P).



## 22.9 Segment Reporting

### Primary Segment

Based on the guiding principles given in the Accounting Standard - 17 "Segment Reporting" issued by ICAI, the Company's segments are White Crystal Sugar, Power Generation and Distillery.

Revenue and expenses have been accounted for on the basis of their relationship to the operating activities of the respective segment.

### Segment Identification

Business segments have been identified on the basis of the nature of product/services, the risk return profile of individual businesses, the organizational structure and the internal reporting system of the company.

DESCRIPTION	WHITE CRYSTAL SUGAR		POWER GENERATION		DISTILLERY		ELIMINATION		TOTAL	
	Cu. Year 31.03.17	Pr. Year 31.03.16	Cu. Year 31.03.17	Pr. Year 31.03.16	Cu. Year 31.03.17	Pr. Year 31.03.16	Cu. Year 31.03.17	Pr. Year 31.03.16	Cu. Year 31.03.17	Pr. Year 31.03.16
Segment Revenue										
a) External Revenue	88,712.90	64,632.67	8,855.32	7,375.16	12,622.49	13,670.15	-	-	110,190.70	85,677.98
b) Inter Segment Sales	12,948.04	13,680.50	15,226.48	14,777.12	-	-	28,174.52	28,457.62	-	-
<b>Total</b>	<b>101,660.94</b>	<b>78,313.18</b>	<b>24,081.80</b>	<b>22,152.28</b>	<b>12,622.49</b>	<b>13,670.15</b>	<b>28,174.52</b>	<b>28,457.62</b>	<b>110,190.70</b>	<b>85,677.98</b>
Segment Result	(4,065.09)	3,692.61	6,968.78	5,857.04	2,182.84	1,600.31	-	-	5,086.53	11,149.96
Interest	7,591.50	8,320.92	958.35	989.07	313.40	207.41			8,863.25	9,517.40
Unallocated Corp. Income									40.54	58.04
Unallocated Corp. Expenses									-	-
Profit/(Loss) before exceptional & extraordinary items	(11,656.59)	(4,628.31)	6,010.43	4,867.97	1,869.44	1,392.90			(3,736.18)	1,690.59
Exceptional items	(7.27)	(11.00)	-	(4.73)	(0.88)	(5.27)			(8.15)	(21.00)
Profit/(Loss) before extraordinary items and tax	(11,663.86)	(4,639.31)	6,010.43	4,863.24	1,868.56	1,387.63			(3,744.33)	1,669.60
Extra Ordinary Items									-	-
Provision for Current Tax									-	-
Provision for Deferred Tax									1,130.76	3.23
Profit/(Loss) After Tax									(2,613.57)	1,672.83
<b>Segment Assets</b>	<b>100,962.88</b>	<b>114,048.71</b>	<b>58,344.45</b>	<b>49,743.78</b>	<b>9,333.92</b>	<b>8,730.80</b>	<b>41,545.97</b>	<b>31,755.60</b>	<b>127,095.28</b>	<b>140,767.70</b>
Unallocated Corp. Assets									5,483.40	3,221.90
<b>TOTAL ASSETS</b>									<b>132,578.68</b>	<b>143,989.60</b>
<b>Segment Liability</b>	<b>135,710.90</b>	<b>133,153.24</b>	<b>8,018.32</b>	<b>8,400.86</b>	<b>4,334.94</b>	<b>5,525.96</b>	<b>41,543.68</b>	<b>31,755.60</b>	<b>106,520.48</b>	<b>115,324.46</b>
Unallocated Corp. Liability									8,744.28	8,737.62
<b>TOTAL LIABILITIES</b>									<b>115,264.76</b>	<b>124,062.09</b>
Capital Expenditure	2,297.36	3,121.65	1.86	74.20	1,277.98	306.62			3,577.20	3,502.48
Depreciation & Non	1,599.39	1,587.82	981.21	980.74	256.93	212.97			2,837.55	2,781.52
Cash Expenses										

Geographical segments have been identified on the basis of the location of the assets of the Company. Company operates in two Geographical areas in India i.e., Punjab and Uttar Pradesh.

### GEOGRAPHICAL SEGMENTS

	Punjab		U.P.		Total	
	Cu. Year	Pr. Year	Cu. Year	Pr. Year	Cu. Year	Pr. Year
	31.03.17	31.03.16	31.03.17	31.03.16	31.03.17	31.03.16
a) Carrying Amount of Segment Assets	65,086.69	57,523.57	62,008.60	83,244.14	127,095.29	140,767.71
b) Addition to Fixed Assets & Intangible Assets	3,551.43	3,372.24	29.76	186.70	3,581.19	3,558.95
c) Segmental Revenue from External Customers	64,856.63	49,512.48	45,334.07	36,165.51	110,190.70	85,677.98

### 22.10 Related Party Disclosures:

Disclosures as required by the Accounting Standard - 18 "Related Party Disclosures" issued by the ICAI are given below:

#### A. Relationship

- a) Associate Companies
  1. Rana Polycot Limited.
  2. RSL Distilleries Pvt. Ltd.
  3. Rana Informatics Pvt. Ltd.
  4. Rana Leathers Pvt. Ltd.
  5. Rana Power Ltd.



6. Superior Food Grain Pvt. Ltd.
7. Rana Energy Limited
8. Rana Green Power Limited

**b) Key Management Personnel:**

1. Rana Inder Pratap Singh - Managing Director
2. Rana Ranjit Singh - Director
3. Rana Veer Pratap Singh - Director

**c) Relatives of Key Management Personnel:**

1. Rana Gurjeet Singh - Father of Rana Inder Partap Singh
2. Rajbans Kaur - Mother of Rana Inder Partap Singh
3. Rana Preet Inder Singh - Son of Rana Ranjit Singh
4. Rana Karan Partap Singh –Brother of Rana Inder Partap Singh
5. Sukhjinder Kaur – Wife of Rana Ranjit Singh
6. Manminder Kaur – Wife of Rana Inder Partap Singh

**B. Transactions with related Parties**

S. No.	Nature of Transactions	Associate Companies		Key Management Personnel		Relatives	
		Year ended	Year ended	Year ended	Year ended	Year ended	Year ended
		31-03-17	31-03-16	31-03-17	31-03-16	31-03-17	31-03-16
1.	Rent Received	0.00	3.00	-	-	-	-
2.	Interest Free Unsecured Loans						
a.	Loans Received	0.00	0.00	47.97	606.40	32.02	307.00
b.	Loans Repaid	0.00	0.00	156.80	463.60	215.65	268.50
c.	Outstanding Balances	0.00	0.00	1137.52	1275.00	1705.16	1860.15

**22.11 Earning Per Share:**

As per Accounting Standard -20 "Earnings Per Share" issued by ICAI, the EPS has been calculated as follows

	31.03.2017	31.03.2016
a) Weighted average number of shares	153567820	153567820
b) Net Profit/(Loss) after tax available for Equity Share Holders (₹ in lacs)	(2613.57)	1672.83
c) Basic/Diluted Earning per share (₹) (Face value ₹ 10)	(1.70)	1.09

**22.12 Deferred Tax**

Deferred tax assets and liabilities are being offset as they relate to taxes on income levied by the same governing taxation laws.

Major components of Deferred Tax Assets and Liabilities are:-

	(₹ In Lacs.)		
	31st March 2017	During the Year	31st March 2016
<b>A. Deferred Tax Liabilities</b>			
Difference between carrying amount of fixed assets in the financial statements and the income tax returns	23,333.24	699.86	22,663.38
<b>TOTAL "A"</b>	<b>23,333.24</b>	<b>699.86</b>	<b>22,663.38</b>
<b>B. Deferred Tax Assets</b>			
Amount disallowed U/s 145 A of Income Tax Act	1,543.32	(1,352.28)	2,895.60
- Unabsorbed depreciation and business losses	29,697.85	3,828.35	25,869.50
- Expenses debited to Profit & loss account but disallowed in the Income Tax Act, 1961	6,178.36	1,883.20	4,295.16
<b>TOTAL "B"</b>	<b>37,419.54</b>	<b>4,359.72</b>	<b>33,060.26</b>
Deferred Tax Asset/(Liability) (B-A)	14,086.30	3,659.42	10,426.88
Tax Impact	4,352.67	1,130.76	3,221.91

Deferred tax Asset of ₹ 1,130.76 lacs has been recognized for the FY 2016-17.



## 22.13 Impairment of Assets

As per Accounting Standard -28 "Impairment of Assets" issued by ICAI, the management has reviewed its cash generating units as on 31.03.2017. No indication has been found by the management to suggest that the recoverable amount of Asset is less than the carrying amount. Therefore, no impairment loss on asset has been recognized.

## 22.14 The Movement of Provisions as required by Accounting Standard (AS – 29) "Provisions, Contingent Liabilities and Contingent Assets" issued by ICAI are as follows:

Particulars	(₹ In Lacs.)			
	Opening Balance as on 01.04.2016	Additions during the year	Paid/ Reversed	Closing Balance as on 31.03.2017
Income Tax	NIL	NIL	NIL	NIL
Bonus Payable	54.68	66.84	54.68	66.84
Retirement Benefit	574.52	70.24	0.00	644.76

## 22.15 Derivatives instruments and unhedged foreign currency exposure

Particulars	31.03.2017	31.03.2016
Unhedged foreign currency exposure	NIL	NIL

## 22.16 Auditors Remuneration

	31.03.2017 (₹ In Lacs)	31.03.2016 (₹ In Lacs)
Audit Fees	8.00	7.99
Taxation Matters	5.99	2.50
Cost Audit Fees	0.50	0.50

## 22.17 Expenditure on employees:

There was no employee employed for full or part of the year who was getting remuneration in excess of the limits specified in Section 197 read with schedule V of the Companies Act, 2013

## 22.18 Foreign currency details :

Particulars	31.03.2017	31.03.2016
	(₹ In Lacs)	(₹ In Lacs)
Expenditure in Foreign Currency	213.67	39.71
CIF Value of imports-Raw Materials	196.32	239.89
Earning in Foreign Exchange	17.24	25.20
FOB Value of Exports	44.20	69.51
Capital Goods Imported	163.08	637.28

## 22.19 Consumption of Raw Materials and Stores and Spares

	31.03.2017		31.03.2016	
	(₹ in Lacs)	% age	(₹ in Lacs)	% age
<b>a) Raw Material</b>				
Imported	0.00	0.00	239.89	0.43
Indigenous	59940.79	100.00	55423.59	99.57
<b>Total</b>	<b>59940.79</b>	<b>100.00</b>	<b>55663.48</b>	<b>100.00</b>
<b>b) Stores &amp; Spares</b>				
Imported	20.46	0.44	40.80	0.82
Indigenous	4663.75	99.56	4950.97	99.18
<b>Total</b>	<b>4684.21</b>	<b>100.00</b>	<b>4991.77</b>	<b>100.00</b>
<b>c) Packing Material</b>				
Imported	33.77	2.02	0.00	0.00
Indigenous	1643.20	97.98	2926.96	100.00
<b>Total</b>	<b>1676.97</b>	<b>100.00</b>	<b>2926.96</b>	<b>100.00</b>



**22.20** As per Guidance Note no.-GN(A) – 31 issued by The Institute of Chartered Accountants of India (ICAI) on Accounting for Self generated Certified Emissions Reduction, the company has recognized Renewable Energy Certificate (REC) as Inventory which has been treated according to AS-2 on Valuation of inventories issued by ICAI.

Disclosure required by GN (A) – 31 is as follows:

**a) Quantitative Reconciliation:-**

Particulars	31.03.2017 Quantity (in Nos.)	31.03.2016 Quantity (in Nos.)
Opening Units as on 01/04/2016	1,48,310	1,34,019
Add: REC generated during the year	19,466	50,038
Less: REC sold during the year	46,601	35,747
<b>Closing Units as on 31/03/2016</b>	<b>1,21,175</b>	<b>1,48,310</b>

**b) Valuation of Closing Inventory:**

The closing units have been valued at Net Realizable Value

Particulars	As on 31.03.2017	As on 31.03.2016
Rate per unit (Nos.)	1500.00	1500.00
<b>Closing Inventory (₹ In lacs)</b>	<b>1817.63</b>	<b>2224.65</b>

**22.21** During the Current year, Company transferred ₹ Nil (Previous year ₹ 684.89 lacs) to Capital Redemption Reserve.

**22.22** In preference to the Companies Act, 2013, the company has not provided for Dividend on non-cumulative Preference share in view of the stipulation imposed by the lending institutions.

**22.23** Previous year figures have been recasted/regrouped/rearranged wherever necessary to make them comparable with that of current year.

For and on behalf of Board of Directors

**Manoj Gupta**  
Chief Financial Officer

**Manmohan K.Raina**  
Company Secretary

**Rana Inder Pratap Singh**  
Managing Director  
DIN : 00075107

**Rana Veer Pratap Singh**  
Director  
DIN : 00078808

**FOR KANSAL SINGLA & ASSOCIATES**  
CHARTERED ACCOUNTANTS

**(CA. Surinder Kumar)**  
Partner

Place : Chandigarh  
Dated : 29.05.2017

Membership No. : 70405  
FRN 003897N





## RANA SUGARS LIMITED

REGD. OFFICE: SCO 49-50, SECTOR 8-C, MADHYA MARG, CHANDIGARH-160 009 (INDIA)

TEL.: 0172-2540007, 2549217, 2541904, 2779565, 2773422 FAX: 0172-2546809

E-mail: info@ranagroup.com Website: www.ranasugars.com CIN: L15322CH1991PLC011537

### FORM NO. MGT-11

### PROXY FORM

[Pursuant to section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

Name of the member(s) : .....

Registered address: .....

E-mail Id: .....

Folio No./ DP ID & Client Id: .....

I/We, being the member(s) holding..... shares of the above named Company, hereby appoint:

1. Name : .....

Address: .....

E-mail Id: ....., or failing him

2. Name : .....

Address: .....

E-mail Id: ....., or failing him

3. Name : .....

Address: .....

E-mail Id: .....

P.T.O.

## RANA SUGARS LIMITED

REGD. OFFICE: SCO 49-50, SECTOR 8-C, MADHYA MARG, CHANDIGARH-160 009 (INDIA)

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### ATTENDANCE SLIP

Folio No./ DP ID & Client ID : ..... No. of Shares : .....

**NAME AND ADDRESS OF THE MEMBER :**

.....

.....

PLEASE COMPLETE THIS ATTENDANCE SLIP  
AND HAND OVER AT THE ENTRANCE  
OF THE MEETING HALL

I certify that I am a registered member/proxy for the registered member of the Company.

I hereby record my presence at the Twenty Fifth Annual General Meeting of the Company being held on Thursday September 28, 2017 at 3.00 P.M. at The Institution of Engineers (India), Madhya Marg, Sector 19-A, Chandigarh.

.....  
Name of the attending Member/Proxy\*

.....  
Member's/ Proxy's\* Signature

\* Strike out whichever is not applicable



and whose signature(s) are appended below as my/our proxy to attend and vote (on a poll) for me/us and on my/ our behalf at the Twenty Fifth Annual General Meeting of the Company, to be held on Thursday, September 28, 2017 at 3.00 P.M. at The Institution of Engineers (India), Madhya Marg, Sector 19-A, Chandigarh – 160009 and at any adjournment thereof in respect of such resolutions as are indicated below :

**Ordinary Business :**

1. Adoption of audited Financial Statements and Report of the Board of Directors and Auditors thereon for the financial year ended 31st March 2017.
2. Re-appointment of Rana Ranjit Singh as Director of the Company.
3. Re-appointment of Rana Veer Pratap Singh as Director of the Company.
4. Appointment of M/s N J & Associates Chartered Accountants, as Statutory Auditors.

**Special Business:**

5. Fixation of Remuneration of Cost Auditors of the Company.

Signed this ..... day of ..... 2017

\_\_\_\_\_  
Signature of Shareholder

Affix  
Revenue  
Stamp

\_\_\_\_\_  
Signature of first proxy holder

\_\_\_\_\_  
Signature of second proxy holder

\_\_\_\_\_  
Signature of third proxy holder

**Note :** This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of this Meeting.

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Form No. MGT-12  
**POLLING PAPER**

[Pursuant to section 109(5) of the Companies Act, 2013 and rule 21(1)(c) of the Companies (Management and Administration) Rules, 2014]

**Name of the Company : RANA SUGARS LIMITED**  
**Regd. Office:** SCO 49-50, Sector 8-C, Madhya Marg, Chandigarh-160 009 (India)  
**CIN:** L15322CH1991PLC011537

S.No.	Particulars	Details
1	Name of the First Named Shareholder (in block letters)	
2.	Postal address	
3	Registered folio No./ *Client ID No. (*Applicable to investors holding shares in dematerialized form)	
4	Class of Shares	

I hereby exercise my vote in respect of Ordinary/ Special resolution enumerated below by recording my assent or dissent to the said resolution in the following manner:

Sr. No.	Item	No. of shares held by me	I assent to the resolution	I dissent from the resolution
1.	Adoption of audited Financial Statements and Report of the Board of Directors and Auditors thereon for the financial year ended 31st March 2017.			
2	Re-appointment of Rana Ranjit Singh as Director of the Company.			
3	Re-appointment of Rana Veer Pratap Singh as Director of the Company.			
4	Appointment of M/s. N J & Associates Chartered Accountants, as Statutory Auditors.			
5	Fixation of Remuneration of Cost Auditors of the Company.			

Place :

Date :

(Signature of shareholder)