



## ANNUAL REPORT 2023 - 2024



**BANNARI AMMAN SUGARS LIMITED**

## Motto

Strive to perform best at all times

## Objectives

Our endeavour is to

- ❖ Identify and improve the processes to have a continuous upgradation of the quality of the end products
- ❖ Serve in the best interest of cane growers and shareholders
- ❖ Maximise productivity by optimising all inputs
- ❖ Expand and diversify utilising by-products in a planned manner

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## CORPORATE INFORMATION

### BOARD OF DIRECTORS

<b>Sri S V Balasubramaniam</b> (DIN : 00002405)	<b>Chairman</b>
<b>Sri B Saravanan</b> (DIN : 00002927)	<b>Managing Director</b>
Sri M P Vijayakumar (DIN : 05103089)	Independent Non-Executive Director
Sri A K Perumalsamy (DIN : 00313769)	Independent Non-Executive Director
Sri T Gundan (DIN : 00624804)	Independent Non-Executive Director
Dr Radha Ramani (DIN : 07083381)	Independent Non-Executive Woman Director

### COMPANY SECRETARY

Sri C Palaniswamy

### CHIEF FINANCIAL OFFICER

Sri M Ramprabhu

### BOARD COMMITTEES

#### AUDIT COMMITTEE

Sri M P Vijayakumar	Chairman
Sri T Gundan	Member
Dr Radha Ramani	Member

#### NOMINATION AND REMUNERATION COMMITTEE

Sri M P Vijayakumar	Chairman
Sri T Gundan	Member
Dr Radha Ramani	Member

#### STAKEHOLDERS' RELATIONSHIP COMMITTEE

Sri T Gundan	Chairman
Sri S V Balasubramaniam	Member
Sri M P Vijayakumar	Member
Sri A K Perumalsamy	Member

#### CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

Sri M P Vijayakumar	Chairman
Sri S V Balasubramaniam	Member
Sri T Gundan	Member
Dr Radha Ramani	Member

#### RISK MANAGEMENT COMMITTEE

Sri M P Vijayakumar	Chairman
Sri S V Balasubramaniam	Member
Sri B Saravanan	Member
Sri T Gundan	Member

### AUDITORS

M/s P N Raghavendra Rao & Co Chartered Accountants

### INTERNAL AUDITORS

M/s B M & Associates Chartered Accountants  
M/s Nandakumar & Sundaran Chartered Accountants

### COST AUDITORS

Sri M Nagarajan Cost Accountant

### SECRETARIAL AUDITORS

M/s C Thirumurthy & Associates Company Secretaries

### BANKERS

Punjab National Bank  
The Federal Bank Limited  
The Karur Vysya Bank Limited  
Indian Overseas Bank  
State Bank of India  
Bank of India  
AXIS Bank Limited  
ICICI Bank Limited  
HDFC Bank Limited

### REGISTERED OFFICE

1212 Trichy Road E-mail: shares@bannari.com  
Coimbatore - 641 018 Website: www.bannari.com  
Tel: 0422: 2204100 CIN: L15421TZ1983PLC001358  
Fax: 0422 - 2309999

### REGISTRAR AND SHARE TRANSFER AGENT

Cameo Corporate Services Limited  
"Subramanian Building" Tel: 044 - 40020700  
Club House Road Fax: 044 - 28460129  
Chennai - 600 002 E-mail: https://wisdom.cameoindia.com  
CIN: U67120TN1998PLC041613

### LISTING OF EQUITY SHARES

#### BSE Limited

Phiroze Jeejeebhay Towers, Dalal Street, Mumbai - 400 001  
Stock Code: 500041 ISIN : INE459A01010

#### National Stock Exchange of India Limited

"Exchange Plaza", Bandra - Kurla Complex, Bandra (E),  
Mumbai - 400 051  
Stock Code: BANARISUG ISIN : INE459A01010

### 40<sup>th</sup> ANNUAL GENERAL MEETING (AGM)

**Monday 23<sup>rd</sup> September, 2024 at 4.15 p.m.**  
**AGM through Video Conferencing / Other**  
**Audio Visual Means (VC / OAVM)**



## Notice to Shareholders

NOTICE is hereby given that the FORTIETH (40<sup>th</sup>) ANNUAL GENERAL MEETING of the members of BANNARI AMMAN SUGARS LIMITED ("the Company") will be held on Monday the 23<sup>rd</sup> day of September 2024 at 4.15 PM (IST) through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact the following business:

### Ordinary Business

#### 1. Adoption of Audited Financial Statements, Reports of the Board of Directors and Auditors thereon

To consider and if thought fit to pass the following resolution as an **Ordinary Resolution**:

RESOLVED that the audited financial statements of the company for the financial year ended March 31, 2024 and the reports of the Board of Directors and Auditors thereon as circulated to the members be and are hereby adopted.

#### 2. Declaration of Dividend

To consider and if thought fit to pass the following resolution as an **Ordinary Resolution**:

RESOLVED that a dividend at the rate of ₹12.50 (Rupees twelve and paise fifty only) per equity share on 1,25,39,700 equity shares of ₹10/- each as recommended by the Board of Directors be and is hereby declared for the financial year ended March 31, 2024 and that the same be paid out of profits of the Company.

#### 3. Appointment of Director who retires by rotation

To consider and if thought fit to pass the following resolution as an **Ordinary Resolution**:

RESOLVED that Sri B Saravanan, Director (DIN: 00002927) who retires by rotation and being eligible for re-appointment be and is hereby re-appointed as Director of the Company.

### Special Business

#### 4. Appointment of Sri C Devarajan (DIN: 00109836) as a Director and as an Independent Director

To consider and if thought fit to pass the following resolutions as **Special Resolutions**:

RESOLVED that Sri C Devarajan (DIN: 00109836) who was appointed as an Additional Director of the Company with effect from 23<sup>rd</sup> August, 2024 by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee and who holds office upto the date of this Annual General Meeting of the Company under Section 161 of the Companies Act, 2013 ("the Act") and Rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and Article 83 of the Articles of Association of the company, who is eligible and consented to act as a Director of the Company and in respect of whom the company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director of the Company.

RESOLVED FURTHER that pursuant to the provisions of Sections 149 (read with Schedule IV of the Companies Act, 2013), 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, Regulations 17, 25 and other applicable regulations if any of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

("SEBI Listing Regulations") as amended from time to time, the appointment of Sri C Devarajan (DIN: 00109836) as Non-Executive Independent Director who meets the criteria for independence as provided in Section 149(6) of the Act read with Rules made thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and who has submitted a declaration to that effect, and who is eligible for appointment as an Independent Director of the company, not liable to retire by rotation, for a term of five consecutive years i.e. from August 23, 2024 to August 22, 2029 (both days inclusive) be and is hereby approved.

**5. Appointment of Sri M Rathinasamy (DIN:10391134) as a Director and as an Independent Director**

To consider and if thought fit to pass the following resolutions as **Special Resolutions**:

RESOLVED that Sri M Rathinasamy (DIN:10391134) who was appointed as an Additional Director of the Company with effect from 23<sup>rd</sup> August, 2024 by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee and who holds office upto the date of this Annual General Meeting of the Company under Section 161 of the Companies Act, 2013 ("the Act") and Rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and Article 83 of the Articles of Association of the company, who is eligible and consented to act as a Director of the Company and in respect of whom the company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director of the Company.

RESOLVED FURTHER that pursuant to the provisions of Sections 149 (read with Schedule IV

of the Companies Act, 2013), 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, Regulations 17, 25 and other applicable regulations if any of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") as amended from time to time, the appointment of Sri M Rathinasamy (DIN:10391134) as Non-Executive Independent Director who meets the criteria for independence as provided in Section 149(6) of the Act read with Rules made thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and who has submitted a declaration to that effect, and who is eligible for appointment as an Independent Director of the company, not liable to retire by rotation, for a term of five consecutive years i.e. from August 23, 2024 to August 22, 2029 (both days inclusive) be and is hereby approved.

**6. Appointment of Sri M Ponnuswami (DIN: 00015847) as a Director and as an Independent Director**

To consider and if thought fit to pass the following resolutions as **Special Resolutions**:

RESOLVED that Sri M Ponnuswami (DIN:00015847) who was appointed as an Additional Director of the Company with effect from 23<sup>rd</sup> August, 2024 by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee and who holds office upto the date of this Annual General Meeting of the Company under Section 161 of the Companies Act, 2013 ("the Act") and Rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and Article 83 of the Articles of Association



of the company, who is eligible and consented to act as a Director of the Company and in respect of whom the company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director of the Company.

RESOLVED FURTHER that pursuant to the provisions of Sections 149 (read with Schedule IV of the Companies Act, 2013), 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 (including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and the Companies (Appointment and Qualifications of Directors) Rules, 2014, Regulations 17, 17(1A), 25 and other applicable regulations if any of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") as amended from time to time, the appointment of Sri M Ponnuswami (DIN:00015847) as Non-Executive Independent Director who meets the criteria for independence as provided in Section 149(6) of the Act read with Rules made thereunder and Regulation 16(1)(b) of SEBI Listing Regulations and who has submitted a declaration to that effect, and who is eligible for appointment as an Independent Director of the company, not liable to retire by rotation, for a term of five consecutive years i.e. from August 23, 2024 to August 22, 2029 (both days inclusive) be and is hereby approved.

**7. Appointment of Sri M Bharathkumar (DIN: 10727631) as a Non-Executive Non-Independent Director**

To consider and if thought fit to pass the following resolutions as an **Ordinary Resolution**:

RESOLVED that Sri M Bharathkumar (DIN: 10727631) who was appointed as an

Additional Director of the Company with effect from 23<sup>rd</sup> August, 2024 by the Board of Directors based on the recommendations of the Nomination and Remuneration Committee and who holds office up to the date of this Annual General Meeting of the Company under Section 161 of the Companies Act, 2013 ("the Act") and Rules made thereunder (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force) and Article 83 of the Articles of Association of the company, who is eligible and consented to act as a Director of the Company and in respect of whom the company has received a notice in writing under Section 160(1) of the Act from a member proposing his candidature for the office of Director of the Company be and is hereby appointed as a Director of the Company (Non-Executive Non-Independent) liable to retire by a rotation.

**8. Ratification of Remuneration payable to Cost Auditor**

To consider and if thought fit to pass the following resolution as an **Ordinary Resolution**:

RESOLVED that pursuant to Section 148 and other applicable provisions if any of the Companies Act 2013 and the Rules made thereunder the remuneration of ₹ 2,00,000/- (Rupees two lakhs only) (plus applicable GST and out of pocket expenses if any for purpose of audit) payable to Sri M Nagarajan (Membership No.F-6384) Cost Accountant as approved by the Board of Directors on recommendations of Audit Committee for conducting the audit of Cost Accounting Records of the company for the financial year ending 31<sup>st</sup> March 2025 be and is hereby ratified.

Coimbatore  
07.08.2024

By order of the Board  
**C PALANISWAMY**  
Company Secretary

## NOTES

1. Statement pursuant to Section 102 of the Companies Act, 2013 setting out material facts concerning the business with respect to item Nos. 4 to 8 of the notice to shareholders is annexed hereto. Necessary documents relating to the said item are available for inspection at the Registered Office of the Company during office hours. Additional information pursuant to applicable Regulations of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial standards on General Meetings issued by the Institute of Company Secretaries of India in respect of Director seeking appointment / re-appointment at this Annual General Meeting is furnished as Annexure to the Notice.
2. The general meetings of the companies are being conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020 read with Circular No. 20/2020 dated May 05, 2020, Circular No.02/2021 dated January 13, 2021, Circular No.02/2022 dated May 05, 2022, Circular No.10/2022 dated December 28<sup>th</sup> 2022 and Circular No.09/2023 dated 25.09.2023, (collectively referred to as "MCA Circulars") without physical presence of members at common venue. MCA has permitted companies to conduct their General Meetings through VC/OAVM and SEBI vide its circular No. SEBI/HO/POD-2/P/CIR/2023/4 dated 05.01.2023 and SEBI/HO/CFD/CFD-POD-2/P/CIR/2023/167 dated 07.10.2023 has granted certain relaxations from compliance with certain provisions of listing Regulations. The forthcoming AGM will thus be held on Monday, the 23<sup>rd</sup> day of September, 2024 at 4.15 P.M (IST) through video conferencing (VC) or Other Audio Visual Means (OAVM). Hence, Members can attend and participate in the ensuing AGM through VC/OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.
3. The Members can join the AGM through VC/OAVM mode 15 minutes before and after the scheduled time of commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large shareholders (shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Board Committees, Auditors etc., who are allowed to attend the AGM without restriction on account of first come first served basis.
4. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Since this AGM is being held through VC/OAVM, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. Hence attendance slip and proxy forms are not attached to the notice. In pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Circulars issued by Ministry of Corporate Affairs (MCA) / SEBI, notice of AGM along with the 40<sup>th</sup> Annual Report is being sent only through electronic mode to those members whose email addresses are registered with the company/depositories. The Notice calling the AGM and Annual Report 2023-24 have been uploaded on the website of the Company at [www.bannari.com](http://www.bannari.com). The Notice and Annual Report can also be accessed from the websites of BSE Limited ([www.bseindia.com](http://www.bseindia.com)) and National Stock Exchange of India Limited ([www.nseindia.com](http://www.nseindia.com)). The AGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM) i.e. [www.evotingindia.com](http://www.evotingindia.com). Members who have not registered their e-mail addresses so far are requested to register the same to enable the company to send all communications



including Annual Report, Notices, Circular etc. in electronic mode.

7. Electronic copies of all the documents referred to in the accompanying notice of AGM and the Explanatory Statement shall be made available for inspection. The Register of Directors and Key Managerial Personnel and their shareholding maintained under section 170 at the Act, the Register of Contracts maintained under section 189 of the Act are available electronically for inspection by the members during the AGM.
8. The Register of Members and Share Transfer Books of the Company will remain closed from Tuesday the 17<sup>th</sup> September, 2024 to Monday the 23<sup>rd</sup> September, 2024 (both days inclusive).
9. Dividend recommended by the Board of Directors, if approved by the Members at the ensuing Annual General Meeting, will be credited / dispatched between 26<sup>th</sup> September, 2024 and 9<sup>th</sup> October, 2024 to those members whose names appear on the Register of Members as on 23<sup>rd</sup> September, 2024. In respect of shares held in electronic form, the dividend will be paid on the basis of beneficial ownership furnished by the National Securities Depository Limited (NSDL)/Central Depository Services (India) Limited (CDSL) as at the close of business hours on 16<sup>th</sup> September, 2024.
10. Members holding shares in the electronic form are requested to inform any changes in address/bank mandate directly to their respective Depository Participants (DPs). The address/ bank mandate as furnished to the Company by the respective Depositories Viz., NSDL and CDSL will be printed on the dividend warrants. Members holding shares in physical form are requested to inform the changes in address/mandate/bank details directly to the Registrar and Share Transfer Agent. Members who have not furnished the details of bank accounts so far are requested to furnish the details to their respective DPs or to the Registrar and Transfer Agent as the case may be to enable the company to make dividend payments.

11. The Company has transferred the unpaid or unclaimed dividends for the financial year 2015-2016 to the Investor Education and Protection Fund (the IEPF) established by the Central Government. The Company has uploaded the details of unpaid and unclaimed dividend amounts lying with the Company as on 31<sup>st</sup> March 2023 on the website of the Company ([www.bannari.com](http://www.bannari.com)) and also on the website of the Ministry of Corporate Affairs [www.iepf.gov.in](http://www.iepf.gov.in).
12. As required under section 124(6) read with IEPF Rules as amended, all the shares in respect of which dividend remains unpaid / unclaimed for seven consecutive years have been transferred to IEPF Authority.

## PROCEDURE FOR VOTING AND JOINING THE MEETING THROUGH ELECTRONIC MEANS:

1. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 (as amended) and MCA Circulars, the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.
2. **The remote e-voting period begins on Thursday the 19<sup>th</sup> September, 2024 at 9.00 am and ends on Sunday the 22<sup>nd</sup> September 2024 at 5.00 pm.**

During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 16<sup>th</sup> September 2024, may cast their vote electronically. The remote e-voting module shall be disabled by CDSL for voting thereafter.

3. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting.
4. Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9<sup>th</sup> December, 2020, individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories / Depository Participants. Shareholders are advised to update their mobile number and email Id in their demate accounts in order to access remote e-voting facility..
5. Remote e-voting is enabled to all the demat account holders by way of single login credential through their demat accounts/websites of Depositories / Depository Participants. Demate account Holders can cast their vote without having to register again with e-voting service providers (ESPs)

## **6. Login method for e-voting and joining virtual meeting**

### **A. Individual shareholders holding securities in Demat mode :**

<b>CDSL</b>	<b>NSDL</b>
<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-voting page without any further authentication. The users to login to Easi/Easiest are requested to visit CDSL website <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on icon and select New System Myeasi TAB.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-voting option for eligible companies where the e-voting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-voting page of the e-voting service provider for casting your vote during the remote e-voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-voting Service Providers i.e. CDSL/NSDL/KARVY/ LINKINTIME, so that the user can visit the e-voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at CDSL website <a href="http://web.cdslindia.com">web.cdslindia.com</a> and click on login &amp; new system registration tab and then click on registration option.</li> <li>4) Alternatively, the user can directly access e-voting page by providing Demat Account Number and PAN No. from a e-voting link available on</li> </ol>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a> either on a Personal Computer or on a mobile. Once the home page of e-services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-voting services. Click on through your Depository Participant registered with NSDL/CDSL for e-voting facility. After Successful login, you will be able to see e-voting option. Once you click on e-voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-voting feature. Click on company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting &amp; voting during the meeting.</li> <li>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nsdl.com">https://eservices.nsdl.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp</a></li> <li>3) Visit the e-voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nsdl.com/">https://www.evoting.nsdl.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-voting system is launched, click on the icon "Login" which is available under 'Shareholder/ Member' section. A new screen will open. You will have to enter your User ID (i.e. your</li> </ol>



CDSL		NSDL	
www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-voting option where the e-voting is in progress and also able to directly access the system of all e-voting Service Providers.		sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-voting page. Click on company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting.	
Login through Depository Participants		Shareholders can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-voting facility. After Successful login, you will be able to see e-voting option. Once you click on e-voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-voting feature. Click on company name or e-voting service provider name and you will be redirected to e-voting service provider website for casting your vote during the remote e-voting period or joining virtual meeting & voting during the meeting.	

**B. Physical and non-individual shareholders holding shares in demat mode :**

- i) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- ii) Click on "Shareholders" module.
- iii) 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) Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- iv) Next enter the Image Verification as displayed and Click on Login.
- v) 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.
- vi) If you are a first time user follow the steps given below:

For Shareholders holding shares in Physical and Non-individual Shareholders holding shares in demat mode :	
PAN	<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>Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li> </ul>
Dividend Bank Details OR Date of Birth (DOB)	<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.</li> </ul>

- vii) After entering these details appropriately, click on "SUBMIT" tab.
  - viii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders 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.
  - ix) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
  - x) Click on the Electronic Voting Sequence Number (EVSN) relevant for "BANNARI AMMAN SUGARS LIMITED" on which you choose to vote.
  - xi) 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.
  - xii) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.
  - xiii) 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.
  - xiv) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.
  - xv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.
  - xvi) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
  - xvii) There is also an optional provision to upload Board Resolution / POA if any uploaded, which will be made available to scrutinizer for verification.
  - xviii) Note for Non - Individual Shareholders and Custodians:
    - ❖ Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the "Corporates" module.
    - ❖ 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 linked in the login will be mapped automatically & can be de-link in case of any wrong mapping.
    - ❖ 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.
    - ❖ Alternatively non-individual shareholders are required to send the relevant Board Resolution / Authority Letter etc., together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the company at the e-mail address viz., [secretary@bannari.com](mailto:secretary@bannari.com) if they have voted from individual tab & not uploaded same in the CDSL e-voting system to the scrutinizer to verify the same.
- C. Shareholders whose Email addresses are not Registered with the Depositories / RTA.**
- i) For Physical shareholders, please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhaar Card) by email to Company/RTA email id.
  - ii) For Demat shareholders, Please update your email Id & mobile no. with your respective Depository Participant (DP)



- iii) For individual demat shareholders - Please update your email Id and mobile no. with your respective (DP) which is mandatory while e-voting & joining virtual meetings through Depository.
- iv) 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](mailto:helpdesk.evoting@cdslindia.com) or contact at toll free No.1800 21 09911.

## GENERAL INFORMATION FOR ATTENDING THE AGM THROUGH VC/OAVM

1. The link for VC/OAVM to attend meeting will be available where the EVSN of company will be displayed after successful login as per the instructions mentioned above for e-voting.
2. Shareholders who have voted through Remote e-voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
3. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
4. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
5. Please note that Participants connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.
6. **Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number through company email id [shares@bannari.com](mailto:shares@bannari.com). The shareholders who**

**do not wish to speak during the AGM but have queries may send their queries in advance 3 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number through [shares@bannari.com](mailto:shares@bannari.com). These queries will be replied to by the company suitably by email.**

7. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
8. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting system available during the AGM.
9. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

## SCRUTINIZER AND RESULTS

1. M/s C Thirumurthy & Associates, Company Secretaries, have been appointed as the Scrutinizer to Scrutinize the e-voting process in a fair and transparent manner.
2. The Scrutinizer shall immediately after the conclusion of AGM unblock the votes cast during AGM and votes cast through remote e-voting and make (not later than 48 hours) a consolidated Scrutinizer's Report forthwith to the Chairman of the Company.
3. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website [www.bannari.com](http://www.bannari.com) and on the website of CDSL [www.cdslindia.com](http://www.cdslindia.com) immediately after the result is declared by the company and communicated to the Stock Exchanges viz. BSE Limited and National Stock Exchange of India Limited.

## STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

### Item No.4

Pursuant to the recommendation of Nomination and Remuneration Committee of Directors, the Board of Directors of the Company have appointed Sri C Devarajan (DIN:00109836) as an Additional Director in the category of Non-Executive Independent Director not liable to retire by rotation, for a term of five years from August 23, 2024 to August 22, 2029, subject to approval of the members of the company.

The company has received a notice from a member proposing Sri C Devarajan (DIN: 00109836) for the office of Director under Section 160(1) of the Companies Act, 2013 ("the Act") and he is eligible for the appointment as a Director. The company has also received declarations from Sri C Devarajan (DIN:00109836) to the effect that he meets the criteria of independence as provided under Section 149(6) of the Act read with Rules made there under and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and is not disqualified from being appointed as Director under Section 164 of the Act. The Directorship(s) held by Sri C Devarajan are within the limits prescribed under the Act and SEBI Listing Regulations. He further confirmed that he is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact his ability to discharge his duties.

Sri C Devarajan is not debarred from holding the office of Director by virtue of any order of SEBI or any other authority.

A brief profile and specific area of expertise/experience of Sri C Devarajan (DIN:00109836) are provided as an Annexure to this Notice.

In the opinion of the Board of Directors, Sri C Devarajan is a person of integrity, possess relevant expertise / experience and fulfils conditions specified in the Act and SEBI Listing Regulations for appointment as an Independent Director. He fulfils the conditions specified in

the Act, Rules and SEBI Listing Regulations for appointment as an Independent Director that he is independent of management of the Company.

Electronic copy of the terms and conditions of appointment of Independent Directors is available for inspection and also available on the website of the company at <http://www.bannari.com/InvestorInformation.html>.

Except Sri C Devarajan, none of the Directors and Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested in the resolutions set forth in Item No.4.

The Board recommends the Special Resolutions as set out in Item No.4 of this notice for the approval of members of the Company.

### Item No.5

Pursuant to the recommendation of Nomination and Remuneration Committee of Directors, the Board of Directors of the Company have appointed Sri M Rathinasamy (DIN:10391134) as an Additional Director in the category of Non-Executive Independent Director not liable to retire by rotation, for a term of five years from August 23, 2024 to August 22, 2029, subject to approval of the members of the company.

The Company has received a notice from a member proposing Sri M Rathinasamy (DIN:10391134) for the office of Director under Section 160(1) of the Companies Act, 2013 ("the Act") and he is eligible for the appointment as a Director. The company has also received declarations from Sri M Rathinasamy (DIN:10391134) to the effect that he meets the criteria of independence as provided under Section 149(6) of the Act read with Rules made there under and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and is not disqualified from being appointed as Director under Section 164 of the Act. The Directorship(s) held by Sri M Rathinasamy are within the limits prescribed under the Act and SEBI Listing



Regulations. He further confirmed that he is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact his ability to discharge his duties.

Sri M Rathinasamy is not debarred from holding the office of Director by virtue of any order of SEBI or any other authority.

A brief profile and specific area of expertise/experience of Sri M Rathinasamy (DIN:10391134) are provided as an Annexure to this Notice.

In the opinion of the Board of Directors, Sri M Rathinasamy is a person of integrity, possess relevant expertise / experience and fulfils conditions specified in the Act and SEBI Listing Regulations for appointment as an Independent Director. He fulfils the conditions specified in the Act, Rules and SEBI Listing Regulations for appointment as an Independent Director that he is independent of management of the Company.

Electronic copy of the terms and conditions of appointment of Independent Directors is available for inspection and also available on the website of the company at <http://www.bannari.com/InvestorInformation.html>.

Except Sri M Rathinasamy, none of the Directors and Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested in the resolutions set forth in Item No.5.

The Board recommends the Special Resolutions as set out in Item No.5 of this notice for the approval of members of the Company.

#### **Item No.6**

Pursuant to the recommendation of Nomination and Remuneration Committee of Directors, the Board of Directors of the Company have appointed Sri M Ponnuswami (DIN: 00015847) as an Additional Director in the category of Non-Executive Independent Director not liable to retire by rotation, for a term of five years from August 23, 2024 to August 22, 2029, subject to approval of the members of the company.

The Company has received a notice from a member proposing Sri M Ponnuswami (DIN: 00015847) for the office of Director under Section 160(1) of the Companies Act, 2013 ("the Act") and he is eligible for the appointment as a Director. The company has also received declarations from Sri M Ponnuswami (DIN: 00015847) to the effect that he meets the criteria of independence as provided under Section 149(6) of the Act read with Rules made there under and Regulation 16(1)(b) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and is not disqualified from being appointed as Director under Section 164 of the Act. The Directorship(s) held by Sri M Ponnuswami are within the limits prescribed under the Act and SEBI Listing Regulations. He further confirmed that he is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact his ability to discharge his duties.

Sri M Ponnuswami is not debarred from holding the office of Director by virtue of any order of SEBI or any other authority.

A brief profile and specific area of expertise/experience of Sri M Ponnuswami (DIN: 00015847) are provided as an Annexure to this Notice.

In the opinion of the Board of Directors, Sri M Ponnuswami is a person of integrity, possess relevant expertise / experience and fulfils conditions specified in the Act and SEBI Listing Regulations for appointment as an Independent Director. He fulfils the conditions specified in the Act, Rules and SEBI Listing Regulations for appointment as an Independent Director that he is independent of management of the Company.

Pursuant to Regulation 17(1A) of SEBI listing Regulations Sri M Ponnuswami at present aged 71 would continue to hold his Directorship even after attaining the age of 75 years. This continuation is justified by the Board and his continuation even after the attainment of 75 years of age would be beneficial to the Company.



Electronic copy of the terms and conditions of appointment of Independent Directors is available for inspection and also available on the website of the company at <http://www.bannari.com/InvestorInformation.html>.

Except Sri M Ponnuswami, none of the Directors and Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested in the resolutions set forth in Item No.6.

The Board recommends the Special Resolutions as set out in Item No.6 of this notice for the approval of members of the Company.

**Item No.7**

Pursuant to the recommendation of Nomination and Remuneration Committee of Directors, the Board of Directors of the Company have appointed Sri M Bharathkumar (DIN: 10727631) as an Additional Director (Non-Executive Non-Independent) who is liable to retire by rotation. Pursuant to the provisions of Section 161(1) of the Companies Act, 2013 ("the Act") and Article 83 of the Articles of Association of the Company, Sri M Bharathkumar shall hold office up to the date of this Annual General Meeting and he is eligible to be appointed as a Director of the Company.

Sri M Bharathkumar is not debarred from holding the office of Director by virtue of any order of SEBI or any other authority.

The company has received a notice from a member proposing Sri M Bharathkumar (DIN: 10727631) for the office of Director under Section 160(1) of the for the appointment as a Director. A brief profile of Sri M Bharathkumar (DIN: 10727631) is provided as an Annexure to this Notice.

Except Sri M Bharathkumar, none of the Directors and Key Managerial Personnel of the Company and their relatives is, in any way, concerned or interested in the resolutions set forth in Item No.7.

The Board recommends the Ordinary Resolution as set out in Item No.7 of this notice for the approval of members of the Company.

**Item No.8**

The Board of Directors on the recommendation of the Audit Committee has approved the appointment of Sri M Nagarajan, Cost Accountant as Cost Auditor to conduct audit of cost records of the company for the financial year ending March 31, 2025 and fixed his remuneration at Rs.2,00,000/- (Rupees two lakhs only) plus reimbursement of actual out of pocket expenses.

In accordance with the provisions of Section 148 of the Companies Act 2013 read with the Companies (Audit and Auditors) Rules 2014 the remuneration payable to the cost auditor has to be ratified by the members of the company.

Accordingly, consent of the shareholders is sought for passing an ordinary resolution as set out at Item No.8 of the notice. The Board recommends the Ordinary Resolution set out in Item No.8 of the notice for the approval of the shareholders.

None of the Directors or Key Managerial Personnel or their relatives is in any way concerned or interested in the proposed Ordinary Resolution.

Coimbatore  
07.08.2024

By order of the Board  
**C PALANISWAMY**  
Company Secretary



**ANNEXURE TO THE NOTICE**

**DISCLOSURE PURSUANT TO REGULATION 36(3) OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 AND SECRETATARIAL STANDARD-2 ON GENERAL MEETINGS**

Name of the Director	Sri B Saravanan	Sri C Devarajan	Sri M Rathinasamy	Sri M Ponnuswami	Sri M Bharath Kumar
DIN	00002927	00109836	10391134	00015847	10727631
Date of Birth & Age	22.11.1972 (51)	12.05.1961 (63)	02.06.1963 (61)	02.03.1953 (71)	16.12.1993 (31)
Date of first appointment	27.01.1999	23.08.2024	23.08.2024	23.08.2024	23.08.2024
Qualifications	B.Com	B.E (Civil Engineering)	B.Sc., Agriculture from TNAU, Graduate in International Taxation (Harvard Law School), Master in Public Administration (Harvard University) IRS (Retired)	Graduate in Chemistry	M.E. (Civil)
Designation /Category	Managing Director - Executive	Non-Executive Independent	Non-Executive Independent	Non-Executive Independent	Director - Non - Executive Non-Independent
Brief resume / experience and expertise in specific functional area	Sri B Saravanan has more than 23 years experience in sugar industry and he is the Managing Director of the company. He is in-charge of the entire operations of the company.	Sri C Devarajan has around 37 years of experience in the field of construction and infrastructure development. He is the Managing Director of URC Constructions Private Limited, URC Construction Enterprise Private Limited and Tactive Software Systems Private Limited. He has established "URC Gurukulam" as skill development school for construction workers. He is the co-founder and Vice Chairman of Texvalley, Erode and Prathinithi at Kasturba Gandhi National Memorial Trust Institute, Erode Foundation.	Sri M Rathinasamy has over three decades (1989 to 2023) of experience in Indian Revenue Service (IRS) spanning tax administration, Investigation Directorate, International Taxation and Transfer Pricing, vigilance administration etc., and held the position of Chief Commissioner of Income Tax, Chennai. Earlier he worked with NABARD for two years i.e. from 1988-1989. He has rich experience in taxation, transfer pricing, compliances, administration etc.,	Sri M Ponnuswami is the Chairman of Pon Pure Chemical Group, Chennai engaged in the business of manufacturing, marketing and distribution of basic and specialty chemicals having turnover of more than INR 4500 Crores. He is the Co-Chairman of CII MSME National Council, Past Chairman CII-Tamil Nadu, Member of Chennai Metropolitan Development Authority and Kandla SEZ Authority. He has over 40 year experience in manufacturing of companies and business development.	Sri M Bharath Kumar is an Agriculturist



Name of the Director	Sri B Saravanan	Sri C Devarajan	Sri M Rathinasamy	Sri M Ponnuswami	Sri M Bharath Kumar
		He is also a social worker contributing towards the upliftment of youth in education through URC Palaniammal Matri-culation School and Kongu Engineering College.			
No. of equity shares held in the company	He holds 175758 equity shares in the company	Nil	Nil	Nil	Nil
Directorship in other companies / LLP	<p><b>Managing Director</b> Bannari Amman Sugars Limited Shiva Distilleries Private Limited</p> <p><b>Director</b> Goldmine Corporate Investment Private Limited Kerala Alcoholic Products Private Limited SVB Holdings Private Limited</p>	<p><b>Managing Director</b> URC Constructions Private Limited URC Construction Enterprise Private Limited Tactive Software Systems Private Limited</p> <p><b>Director</b> Tex Value Mall Private Limited URC Technology Services Private Limited OREOPS Framework Private Limited Sterlo Platform Private Limited Erode Textile Mall Private Limited URC Creative Developers Private Limited SKM Egg Products Export India Limited URC Power Product Private Limited Texvalley Weekly Market Limited Texvalley Market Limited Erode Smart City Limited</p>	<p><b>Director</b> Rajapalayam Mills Limited Kovai Medical Center and Hospital Limited</p>	<p><b>Managing Director</b> Pon Pure Chemical India Private Limited Pon Pure Speciality Chemical Private Limited</p> <p><b>Director</b> Manchester Textile Private Limited Ponpure Finance Private Limited Pon Pure Construction Private Limited Pon Pure Renewable Energy Private Limited Tamilnadu Cement Corporation Limited (Additional Director)</p> <p><b>Designated Partner</b> Mano Infrastructure LLP Color Chemicals and Dyes LLP Color Wind Energy LLP</p>	Nil



Name of the Director	Sri B Saravanan	Sri C Devarajan	Sri M Rathinasamy	Sri M Ponnuswami	Sri M Bharath Kumar
		Skopos India Foundation Native Angels Network Association Institute for Lean Construction Excellence <b>Designator Partner :</b> Modest Imperia Trading LLP			
Committee Membership	<b>Bannari Amman Sugars Limited</b> Risk Management committee	<b>SKM Egg Products Export India Limited</b> Nomination and Remuneration Committee Stackholders Relationship Committee - Chairman CSR Committee <b>Erode Smart City Limited</b> Audit Committee <b>Institute For Lean Construction Excellence</b> Purpose, Vision and Strategy Development Committee	<b>Rajapalayam Mills Limited</b> Audit Committee Nomination and Remuneration Committee	<b>Tamilnadu Cements Corporation Limited</b> Audit Committee Nomination and Remuneration Committee CSR Committee Tender Committee	Nil
Term and conditions of appointment	Re-appointment as a Director liable to retire by rotation	Appointment as a Director & Non-Executive Independent Director for a period of five years from 23.08.2024	Appointment as a Director & Non-Executive Independent Director for a period of five years from 23.08.2024	Appointment as a Director & Non-Executive Independent Director for a period of five years from 23.08.2024	Appointment as a Director (Non - Executive Non-Independent Director) retire by rotation
Details of Remuneration paid / sought to be paid	As approved by the Shareholders at the 36 <sup>th</sup> Annual General Meeting held on 2nd September 2020. Details of remuneration paid during previous year are furnished in Page No. 147 of this Annual Report.	He shall be paid sitting fee for attending the meeting of the Board and Committees thereof and reimbursement of expenses for participating said meetings	He shall be paid sitting fee for attending the meeting of the Board and Committees thereof and reimbursement of expenses for participating said meetings	He shall be paid sitting fee for attending the meeting of the Board and Committees thereof and reimbursement of expenses for participating said meetings	He shall be paid sitting fee for attending the meeting of the Board and Committees thereof and reimbursement of expenses for participating said meetings
Resignation in listed companies for the last three years	Nil	Nil	Nil	Nil	Nil
Relationship with other Directors	Son of Sri S V Balasubramaniam - Chairman	Not related to any Director/ Key Managerial Personnel	Not related to any Director/ Key Managerial Personnel.	Not related to any Director/ Key Managerial Personnel	Not related to any Director/ Key Managerial Personnel



## Report of the Board of Directors

### Dear members

Your Directors have pleasure in presenting the 40<sup>th</sup> Annual Report of the company together with audited financial statements for the year ended 31<sup>st</sup> March 2024.

(₹ in lakhs)

Financial Results	Year Ended	
	31.03.2024	31.03.2023
Revenue from operations	222031.81	252557.59
Other Income	669.83	3935.92
<b>TOTAL Income</b>	222701.64	256493.51
Profit before depreciation	28145.38	29425.20
Less : Depreciation	5759.30	7403.75
Profit Before Tax	22386.08	22021.45
Less: Provisions    Current Tax	4055.61	4427.18
Deferred Tax	3100.25	3255.13
Profit After Tax	15230.22	14339.14
Add : Balance of Profit from previous year	5828.65	2743.48
Profit available for appropriation	21058.87	17082.62
<b>Appropriations</b>		
Dividend paid on equity shares	1567.46	1253.97
Transfer to General Reserve	10000.00	10000.00
Balance of Profit carried to Balance Sheet	9491.41	5828.65
Basic and Diluted Earnings per share	121.46	114.35

### Transfer to General Reserve

The company has transferred a sum of ₹10000-lakhs out of current year profit to the General Reserve.

### Dividend

Your Directors recommend a dividend @ ₹12.50 (Rupees Twelve and paise fifty only) per share for the financial year ended March, 2024 taxable in the hands of the shareholders. Payment is subject to the approval of the shareholders at the ensuing Annual General Meeting.

### Review of Operations

#### Sugar

During the year under review, the aggregate cane crush

was 48.52 lakhs tonnes with a recovery of 9.03% compared to 56.57 lakhs tonnes with a recovery of 9.53% in the previous year.

#### Power

The Co-generation plants generated 589.03 million units of power and exported 406.14 million units of power to grids compared to the generation of 653.55 million units and export of 452.78 million units in the previous year.

#### Distillery

During the year, the distilleries produced 38.61 million B.Ltrs compared to the production of 54.22 million B.Ltrs in the previous year.

**Granite**

In the Granite Unit 111478 square meters of Polished Granite products were produced compared to production of 125001 square meters in the previous year.

**Wind Mill**

Wind Mills generated 14.43 million units of power and exported 12.45 million units to grid compared to the generation of 13.81 million units and export of 12.06 million units in the previous year.

**Prospects for the Current year 2024 - 2025**

In the current financial year, it is estimated to crush 41 lakh tonnes of sugarcane in aggregate. Performance of co-generation plant will be based on bagasse availability in the sugar mills. It is estimated to produce 55.50 million B.Litres of alcohol in the Distillery Units. The performance of Granite Division is expected to be satisfactory.

**Directors and Key Managerial Personnel**

Based on the recommendation of the Nomination and Remuneration Committee and in accordance with the applicable provisions of the Companies Act, 2013 and rules made thereunder and SEBI Listing Regulations, the Board of Directors at its meeting held on 7th August, 2024 have appointed Sri C Devarajan (DIN: 00109836), Sri M Rathinasamy (DIN:10391134) Sri M Ponnuswami (DIN:00015847) as Additional Directors in the category of Non-Executive Independent Directors for a period of five consecutive years from August 23, 2024 to August 22, 2029 subject to approval of members at this Annual General Meeting. They shall hold office as Additional Directors up to the date of Annual General Meeting and is eligible for appointment of Directors / Independent Directors.

Based on the recommendation of the Nomination and Remuneration Committee and in accordance with applicable provisions of the Companies Act, 2013 and rules made thereunder and SEBI Listing Regulations, the Board of Directors at its meeting held on 7<sup>th</sup> August, 2024 have appointed Sri M Bharathkumar (DIN: 10727631) as Additional Director in the category of Non-Executive Non-Independent Director of the

company liable to retire by rotation with effect from 23rd August 2024. He shall hold office as Additional Director up to the date of Annual General Meeting and is eligible for appointment as a Director.

Pursuant to Regulation 17(1A) of SEBI listing Regulations Sri M Ponnuswami at present aged 71 would continue to hold his Directorship even after attaining the age of 75 years. This continuation is justified by the Board and his continuation even after the attainment of 75 years of age would be beneficial to the Company.

In accordance with the provisions of Companies Act, 2013 read with the Articles of Association of the Company Sri B Saravanan, Director is liable to retire by rotation and being eligible offers himself for re-appointment.

All Independent Directors of the company have given declarations under Section 149(7) of the Companies Act, 2013 that they meet the criteria of independence as laid down under Section 149(6) of the Act and Regulation 16(1)(b) of SEBI Listing Regulations and they have registered their name in the Independent Directors' Databank. In terms of Regulations 25(8) of the Listing Regulations, the Independent Directors have confirmed that they are not aware of any circumstances or situations which exists or may be reasonably anticipated, that could impair or impact their ability to discharge their duties with an objective independent judgment and without any external influence.

In the opinion of the Board, the Independent Directors possess the requisite expertise, experience and proficiency and are people of high integrity and repute. They fulfil the conditions specified in the Companies Act, 2013 as well as Rules made thereunder and are independent of management. The terms and conditions of appointment of Independent Directors are placed on the website in the link [www.bannari.com/AppointmentofIndependentDirectors.html](http://www.bannari.com/AppointmentofIndependentDirectors.html).

The Company has devised a policy on Director's appointment, remuneration and for performance evaluation of independent directors, Board, Committees and other individual directors which include performance evaluation of non-executive and executive directors.

The details of programmes for familiarization of independent directors with the company, their roles, rights, responsibilities in the company, nature of the industry in which the company's operations, business models and related matters are placed on the website of the company at the link <http://www.bannari.com/InvestorInformation.html>.

Sri A K Perumalsamy (DIN:00313769), Sri MP Vijayakumar (DIN:05103089) and Sri T Gundan (DIN:00624804), Independent Directors of the Company shall retire from their Directorship on completion of their second term of office on 14th September, 2024. The Board places on record its sincere appreciation for their contributions and extend gratitude for their invaluable service as Independent Directors of the Company.

Sri S V Balasubramaniam, Chairman Sri B Saravanan, Managing Director, Sri C Palaniswamy, Company Secretary, Sri M Ramprabhu, Chief Financial Officer are the Key Managerial Personnel of the Company as per Section 203 of the Companies Act, 2013.

There is no change in the Key Managerial Personnel during the year.

#### **Particulars of Loans, Guarantees or Investments**

During the year, the company has not made any loan or guarantee or investment or provided any security under Section 186 of the Companies Act, 2013.

#### **Conservation of Energy Technology Absorption Foreign Exchange Earnings and Outgo**

The particulars relating to conservation of energy, Technology absorption, Foreign Exchange earnings and outgo as required to be disclosed under the Companies Act, 2013 are provided in **Annexure I** to this Report.

#### **Particulars of Employees**

The information as required under Section 197 of the Companies Act 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is furnished in **Annexure II** forming part of this Report.

In terms of proviso to Section 136 (1) of the Companies Act, 2013 the Report and Accounts are being sent to the members excluding the information on employees as required under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and the said information is available for inspection by the members at the Registered Office of the Company during business hours on all days except Sundays and public holidays upto the date of Annual General Meeting. If any member is interested in obtaining a copy thereof, such member may write to the Company Secretary in this regard.

The Company has complied with applicable provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. During the year no complaint / case was filed pursuant to the said Act.

#### **Meetings of the Board**

Four Meetings of the Board of Directors were held during the year. The details are furnished in the Report on Corporate Governance attached herewith.

#### **Committees and Policies**

The company has constituted Board Committees and framed policies as required under the provisions of the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The details are furnished in the Corporate Governance Report attached herewith.

#### **Corporate Governance and Management Discussion and Analysis Report**

A separate section on Corporate Governance, Management Discussion and Analysis Report, a certificate from the Auditors of the company regarding compliance of conditions of Corporate Governance and a certificate on non-disqualification of Directors as required under the provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are annexed as **Annexure - III**.

**Corporate Social Responsibility Committee**

Pursuant to Section 135 of the Companies Act 2013 read with the Companies (Corporate Social Responsibility Policy) Rules 2014 the company has formulated a policy on Corporate Social Responsibility. The Annual Report on CSR activities for the financial year ended 31st March, 2024 is attached as **Annexure IV** to this report.

**Risk Management / Risk Management policy**

The company has constituted Risk Management Committee as required under Regulation 21 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and has formulated a detailed Risk Management Policy. In the opinion of the Board no element of risk that may threaten the existence of the company has been identified. More details are furnished in the Report on Corporate Governance attached herewith.

The Risk Management Policy is posted in the company's website at the link <https://www.bannari.com/InvestorInformation.html>

**Vigil Mechanism/Whistle Blower Policy**

The company has established vigil mechanism for Directors and Employees to report concerns about the unethical behavior, actual or suspected incidents of fraud or violation of the code of conduct or ethics. The Whistle Blower Policy is posted in the company's website at the link <https://www.bannari.com/InvestorInformation.html>

**Dividend Distribution Policy**

The company has formulated and adopted Dividend Distribution Policy which is posted in the company's website at the link

<https://www.bannari.com/InvestorInformation.html>

**Related Party Transactions**

All related party transactions are entered on arm's length basis and are in compliance with the applicable provisions of the Companies Act, 2013 and other relevant Regulations as referred under SEBI (Listing Obligations

and Disclosure Requirements) Regulations, 2015. None of the transactions is materially significant which may have potential conflict with the interest of the company at large and therefore disclosure in Form AOC-2 is not required. All the related party transactions are placed before the Audit Committee and approved by the Audit Committee. Prior omnibus approval of the Audit Committee was obtained on annual basis for the transactions which are at a foreseen and repetitive nature. The Related Party Transactions Policy as approved by the Board is uploaded on the company's website at <https://www.bannari.com/InvestorInformation.html>.

The details of transactions with Related Parties are provided in the accompanying financial statements.

**Board Evaluation**

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 (10) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Independent Directors at their meeting held on 12.02.2024 without participation of non-independent directors and management considered and evaluated the performance of the Chairman, Managing Director and the Board.

The Board has carried out an annual evaluation of its own performance, the performance of the committees, board, independent Directors and individual Directors. The criteria applied in the evaluation process are detailed in the Corporate Governance Report which forms part of this report.

**Material changes and commitments**

There are no material changes and commitments affecting the financial position of your Company which have occurred between the end of the financial year 2023-24 and the date of this report.

**Directors' Responsibility Statement**

As stipulated in Section 134(3)(c) and 134 (5) of the Companies Act 2013 your Directors confirm that

- a) in the preparation of the annual accounts, all the applicable accounting standards had been followed along with proper explanation relating to material departures;
- b) they had selected such accounting policies and applied them consistently and made judgments 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) they 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) they had prepared the annual accounts on a going concern basis;
- e) they 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) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

#### **Business Responsibility and Sustainability Report**

Pursuant to Regulation 34 SEBI (LODR) Regulations 2015 as amended the Business Responsibility and Sustainability Report has been prepared as prescribed and annexed to this Report as **Annexure V** and the same shall form part of this report.

#### **Annual Return**

Copy of the previous year Annual Return in the prescribed form is available at the weblink <https://www.bannari.com/InvestorInformation.html>. A copy of Annual Return for the financial year 2023-2024 will be placed on the website of the company after the conclusion of 40th AGM.

#### **Auditors / Auditors' Report**

M/s P N Raghavendra Rao & Co., Chartered Accountants (Firm Registration No. 003328S), Coimbatore were appointed as the Statutory Auditors of the company at the 38th Annual General Meeting of the Company for a period of five consecutive years and they shall hold office till the conclusion of 43rd Annual General Meeting. The Auditors have confirmed their independence and eligibility under Section 141 of the Companies Act, 2013.

The Report given by the Statutory Auditors M/s P N Raghavendra Rao & Co., on the financial statements of the company for the financial year 2023-24 do not contain any qualification, reservation, adverse remark or disclaimer. During the year under review, the Auditors did not report any matter under Section 143(12) of the Companies Act, 2013 and therefore no detail is required to be disclosed under Section 134(3)(ca) of the Act.

#### **Secretarial Auditors and Secretarial Audit Report**

The Board has appointed M/s C Thirumurthy & Associates, Company Secretaries, Coimbatore as Secretarial Auditors to conduct Secretarial audit for the financial year 2023-2024. The Report of Secretarial Auditors is annexed to this report as **Annexure VI**.

The Report do not contain any qualification, reservation or adverse remark.

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

#### **Internal Control Systems and their Adequacy**

Details of internal control system and their adequacy are provided in the Management Discussion Analysis Report attached herewith.

#### **Cost Record**

The Company has maintained cost records as specified by the Central Government under Section 148 of the Companies Act, 2013.



Sri M Nagarajan, Cost Accountant, Coimbatore was appointed as Cost Auditor to conduct audit of cost accounting records for the financial year 2023-24.

### Industrial Relations

The relationship with employees continued to remain cordial throughout the year under review.

### General

- i) Your Directors state that no disclosure or reporting is required in respect of the following items as there were no transaction on these items during the year under review:
  - a) Details relating to deposits covered under Chapter V of the Act.
  - b) Issue of equity shares with differential rights as to dividend, voting or otherwise
  - c) Issue of shares (including sweat equity shares) to employees of the company under any scheme
- ii) No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.

iii) No resolution plan/process was initiated or pending under insolvency and bankruptcy Code 2016, against the Company.

iv) The disclosure relating to valuation at the time of one time settlement with banks or financial institutions is not applicable as the company has not made any such one-time settlement.

v) The Company has no Subsidiary / Joint venture / Associate company.

vi) There is no change in Share Capital and nature of business.

### Acknowledgement

Your Directors wish to place on record their appreciation for the continued support and co-operation by the Government Authorities, banks and other stakeholders. Your Directors thank the cane growers who have supplied sugarcane to the factories and wish to place on record their appreciation of the contributions made by all the employees.

Coimbatore  
07.08.2024

By order of the Board  
**S V BALASUBRAMANIAM**  
Chairman  
DIN : 00002405



## ANNEXURE - I

### PARTICULARS OF CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO REQUIRED UNDER THE COMPANIES (ACCOUNTS) RULES, 2014

#### A) Conservation of energy :

##### i) The steps taken or impact on conservation of energy:

- ❖ As a part of continuous process / effort the company is replacing light fittings in many places with LED fittings to improve the illumination and energy savings.
- ❖ New Variable Frequency Drive (VFD) panels were installed in the Distillery Effluent Treatment Plant (ETP) in sugar unit at Nanjangud, Karnataka (Unit-II)

##### ii) The steps taken by the company for utilizing alternate sources of energy:

- ❖ The company's co-generation plants are generating green power which is utilized for consumption in all sugar units and to that extent reduced the electricity drawal from the state grids.
- ❖ As a responsible organization, your company is has constantly utilizing bio-gas generated in the Anaerobic digester for cooking purpose in canteens, dormitory and to run part of motors at Effluent Treatment Plant.

##### iii) The capital investment on energy conservation equipments : Nil

#### B) Technology absorption:

##### i) The efforts made towards technology absorption : Nil

##### ii) The benefits derived like product improvement, cost reduction, product development or import substitution : Nil

##### iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year):

The company has not imported any technology during the last three years

##### iv) The expenditure incurred on Research and Development : ₹ 116.67 lakhs.

#### C) Foreign exchange earnings and outgo :

##### ❖ The Foreign Exchange earned in terms of actual inflows during the year: ₹ 1439.31 lakhs

##### ❖ The Foreign Exchange outgo during the year in terms of actual outflows: ₹ 607.27 lakhs

Coimbatore  
07.08.2024

By order of the Board  
**S V BALASUBRAMANIAM**  
Chairman  
DIN : 00002405



## ANNEXURE - II

THE INFORMATION REQUIRED PURSUANT TO SECTION 197 OF THE COMPANIES ACT, 2013, READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

### A) Information as per Section 197(12) read with Rule 5(1) of The Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014:

1. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year;

Name of the Director	Designation	Ratio to median remuneration
Sri S V Balasubramaniam	Chairman - Executive	189.55
Sri B Saravanan	Managing Director	129.23

The median remuneration of employees of the company during the financial year 2023-24 was ₹ 4.51 Lakhs.

The Non-Executive Directors were paid only sitting fee for attending the meetings of the Board and Committees thereof.

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager if any in the financial year.

Name	Designation	% increase in remuneration
Sri S V Balasubramaniam	Chairman - Executive	-8.26
Sri B Saravanan	Managing Director	-8.31
Sri C Palaniswamy	Company Secretary	12.94
Sri M Ramprabhu	Chief Financial Officer	20.57

3. Percentage increase in the median remuneration of employees in the financial year : 10 %.
4. Number of permanent employees on the rolls of company : 2061 .
5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration :

The average percentile increase in salaries of employees other than managerial personnel was 11%. Since the managerial persons are being paid commission linked to company's profitability in terms of the resolutions passed by the shareholders of the company under the provisions of the Companies Act, 2013, it cannot be compared with the percentile increase in salaries of other employees.

6. Affirmation that the remuneration is as per the remuneration policy of the company.

The company affirms that remuneration is as per the Remuneration Policy of the company.

By order of the Board  
**S V BALASUBRAMANIAM**

Chairman

DIN : 00002405

Coimbatore  
07.08.2024

## **ANNEXURE - III**

### **CORPORATE GOVERNANCE**

#### **COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE**

The Company is committed to achieve high standards of corporate governance

The Company's philosophy on corporate governance envisages the attainment of high levels of transparency, accountability and equity in all facets of its operations and in all the interactions with its stakeholders including shareholders employees cane growers lenders and Governments. Your company is in compliance with the Corporate Governance requirements under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations")

#### **BOARD OF DIRECTORS**

- i) As on March 31, 2024, the Board comprised of Six Directors. Of the Six Directors four (66.67%) are Non-Executive Independent Directors including a Woman Director. The composition of the Board is in conformity with Regulation 17 of the SEBI Listing Regulations and Section 149 of the Companies Act, 2013 ("Act") read with the relevant rules made thereunder.
- ii) The number of Directorships, Committee membership/chairmanship of the Directors are within the respective limits prescribed under SEBI Listing Regulations. Necessary disclosures have been given by all the Directors.

- iii) The Company has received declarations from all its Independent Directors confirming that they meet the criteria of independence prescribed both under the Companies Act, 2013 and SEBI Listing Regulations. The Board at its meeting held on August 7th, 2024 has taken on record these declarations received from the Independent Directors. In the opinion of the Board, the Independent Directors fulfil the conditions specified in SEBI Listing Regulations and are independent of management.
- iv) The Independent Directors have included their names in the databank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule (6) of the Companies (Appointment & Qualification of Directors) Rules, 2014.
- v) The company has issued a formal letter of appointment to all Independent Directors and the terms and conditions of their appointment have been uploaded in the website of the company at the link <http://www.bannari.com/InvestorInformation.htm>

The names and categories of the Directors on the Board, attendance of Directors at the Board Meetings, last Annual General Meeting (AGM) and Number of other Directorship and Chairmanships/Memberships of Committees of each Director in various companies are furnished below:



Category and Name of the Directors	Number of Directorships held in other Public Companies	Number of Board Committee Memberships held in other public companies		Number of Board Meetings held	Number of Board Meetings Attended	Last AGM Attended
		Chairman	Member			
Executive						
Sri S V Balasubramaniam (DIN : 00002405)	--	--		4	4	Yes
Sri B Saravanan (DIN : 00002927)	--	--		4	4	Yes
Sri S V Balasubramaniam and Sri B Saravanan are related to each other as Father and Son.						
Non-Executive Independent						
Sri A K Perumalsamy (DIN : 00313769)	--	--		4	4	Yes
Sri T Gundan (DIN : 00624804)	--	--		4	4	Yes
Sri M P Vijayakumar (DIN : 05103089)	1	--		4	4	Yes
Dr Radha Ramani (DIN : 07083381)	--	--		4	4	Yes

Four Board Meetings were held during the year and the details are:

Date of Board Meeting	Board Strength	No of Directors present
24.05.2023	6	6
03.08.2023	6	6
25.10.2023	6	6
12.02.2024	6	6

The Board was given all material information, in advance and in defined agenda format, viz budgets, review of budgets, cane crush estimates, actual cane crushed, actual recovery, sugar stock details, details of power generation and power exported to grid production, sales and stock details of granite and distillery products etc for facilitating meaningful and focused discussions at the meetings.

## PERFORMANCE EVALUATION OF DIRECTORS

The evaluation of the performance of the Board, its committees and independent Directors are evaluated through a questionnaire circulated to all directors and based upon the response to the questionnaire, the directors do a self evaluation of their performance. Accordingly Board reviewed the performance of each of the directors and expressed their satisfaction.

The performance evaluation of the Chairman and the Managing Director was carried out separately by the Independent Directors at their meeting held on 12.02.2024. The Independent Directors expressed their satisfaction on the performance of the Chairman and the Managing Director.

## CHART SETTING OUT THE SKILLS / EXPERTISE / COMPETENCE OF THE BOARD OF DIRECTORS

The company is engaged in the business of manufacture of sugar, generation of power through co-generation, production of industrial alcohol and granite products. Sector in which it operates is regulated by the Essential Commodities Act, 1955, Sugarcane (Control) Order, 1966 etc., Lot of experience and competencies are required in the context of its business which is basically agro based sector.

List of core skills / expertise / competencies identified by the Board of Directors for the effective functioning of the company in the context of its businesses and sector it belongs:

- ❖ Leadership /Strategy
- ❖ Experience in sugarcane farming
- ❖ Financial
- ❖ Experience in overall management administration
- ❖ Regulatory
- ❖ Social and environmental consciousness.

Skill	Sri SV Balasubramaniam	Sri B Saravanan	Sri M P Vijayakumar	Sri T Gundan	Sri A K Perumalsamy	Dr Radha Ramani
Leadership / Strategy	✓	✓	✓	✓	✓	✓
Experience in sugarcane farming	✓	✓	✓		✓	
Financial	✓	✓	✓	✓		✓
Experience in overall management administration	✓	✓	✓	✓		✓
Regulatory	✓	✓	✓			
Social and Environmental Consciousness	✓	✓	✓	✓	✓	✓



## MEETING OF INDEPENDENT DIRECTORS

Pursuant to the provisions of the Companies Act, 2013 and Regulation 25 (3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, the Independent Directors met on 12.02.2024 and all the Independent Directors were present for the meeting. The Independent Directors inter alia reviewed the performance of the Board, Chairman of the Company and the Managing Director and also assessed the quality and timeliness of flow of information between the management and the Board.

## FAMILIARISATION PROGRAMME FOR DIRECTORS

At the time of appointing a Director, a formal letter of appointment is given to him/her which inter alia explains the role, function, duties and responsibilities as a Director of the Company. The Director is also explained in detail the compliance required under the Companies Act, 2013, under Regulation 25 (7) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 and other relevant regulations and affirmation taken with respect to the same. The Chairman also has one to one discussion with the Directors to familiarize them with the company's operations. Further the company has put in place a system to familiarize the Independent Directors about the company, its products, business modules etc. The details of the familiarization program is posted on the website of the company at the link <https://www.bannari.com/InvestorInformation.html>

## CODE OF CONDUCT

The company has adopted the code of conduct for all Board Members and Senior Management as required under Regulation 26 (3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015. The code is posted on the company's website at the link <https://www.bannari.com/InvestorInformation.html>. All Board Members and Senior Management personnel have affirmed compliance with the code on an annual basis and a declaration to this effect signed by the Chairman is attached to this report.

## WHISTLE BLOWER POLICY/VIGIL MECHANISM

The company has established a whistle blower policy/vigil mechanism for Directors and Employees to report concerns about unethical behavior, actual or suspected incidents of fraud or violation of the code of conduct or ethics. This mechanism provides adequate safeguards against victimization of directors/employees who avail of the mechanism and also provide for direct access to the Chairman of Audit Committee. The Company affirms that no person has been denied access to the audit committee. The whistle blower policy is posted on the company's web site at the link <http://www.bannari.com/InvestorInformation.html>.

## RELATED PARTY TRANSACTIONS

All transactions entered into with Related Parties for the year under review were on arm's length basis and in the ordinary course of business and that the provisions of Section 188 of the Companies Act, 2013 are not attracted. Further, there are no material related party transactions during the year under review. All Related Party Transactions are placed before the Audit Committee as also to the Board of Directors. Omnibus approvals are obtained for the transactions which are of repetitive nature. Transactions entered into pursuant to omnibus approval are reviewed by Audit Committee on quarterly basis.

The policy on related party transactions as approved by the Board of Directors has been uploaded on the website of the company at the link <http://www.bannari.com/InvestorInformation.html>. None of the Independent Director has any pecuniary relationship or transactions vis-a-vis the company.

## INSIDER TRADING

The company has formulated code of practices and procedures for fair disclosure of Unpublished Price Sensitive information and code of conduct to regulate and report trading by the designated persons and their immediate relatives under Regulation 8 of SEBI (Prohibition of Insider Trading) Regulations, 2015 which can be accessed on the website of the company at the link <https://www.bannari.com/InvestorInformation.html>.

## COMMITTEES OF THE BOARD

### AUDIT COMMITTEE

As on 31st March 2024, the Audit Committee consists of Sri M P Vijayakumar, Sri T Gundan, and Dr Radha Ramani. Sri M P Vijayakumar is the Chairman of the Audit Committee. During the financial year ended

March 31, 2024, the Committee met 4 times at 1212, Trichy Road Coimbatore 641 018 on 24.05.2023, 03.08.2023, 25.10.2023 and 12.02.2024. Particulars of meetings attended by the members of the Audit Committee are given below:

Name of the Member	Category	No of Meeting	
		Held	Attended
Sri M P Vijayakumar	Non-Executive - Independent	4	4
Sri T Gundan	Non-Executive - Independent	4	4
Dr Radha Ramani	Non-Executive - Independent	4	4

The term of references to the Audit Committee inter alia include the followings:

- a) 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;
- b) Recommendation for appointment, remuneration and terms of appointment of auditors of the company;
- c) Approval of payment to statutory auditors for any other services rendered by the statutory auditors;
- d) Reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
  - i) 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.
  - ii) Changes, if any, in accounting policies and practices and reasons for the same.
  - iii) Major accounting entries involving estimates based on the exercise of judgment by management
  - iv) Significant adjustments made in the financial statements arising out of audit findings
  - v) Compliance with listing and other legal requirements relating to financial statements
  - vi) Disclosure of any related party transactions
  - vii) Modified opinion in the draft audit report
- e) Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- f) Reviewing, with the management, the statement of uses / application of funds raised through an 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 utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter;
- g) Review and monitor the auditor's independence and performance, and effectiveness of audit process;
- h) Approval or any subsequent modification of transactions of the company with related parties;
- i) Scrutiny of inter-corporate loans and investments;



- j) Valuation of undertakings or assets of the company, wherever it is necessary;
- k) Evaluation of internal financial controls and risk management systems;
- l) Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
- m) 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;
- n) Discussion with internal auditors of any significant findings and follow up there on;
- o) 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;
- p) 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;
- q) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- r) To review the functioning of the Whistle Blower mechanism;
- s) Approval of appointment of CFO after assessing the qualifications, experience and background, etc., of the candidate;
- t) Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.
- u) Consider and comment on rationale, cost benefits and import of schemes involving merger, demerger amalgamation etc., on the Company and its shareholders.

The audit committee shall mandatorily review the following information:

- 1) management discussion and analysis of financial condition and results of operations
- 2) management letters / letters of internal control weaknesses issued by the statutory auditors
- 3) internal audit reports relating to internal control weaknesses; and
- 4) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee
- 5) statement of deviations:
  - a) quarterly statement of deviation(s) including report of monitoring agency, if applicable submitted to stock exchange(s) in terms of Regulation 32(1)
  - b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7)

Sri S V Balasubramaniam, Chairman of the Company, Sri B Saravanan, Managing Director, Sri M Ramprabhu Chief Financial Officer have attended the meetings of the Audit Committee, as invitees. Chairman of the Audit Committee was present at the last AGM.

The Statutory Auditors, Internal Auditors, Cost Auditors are invited and attended the Audit Committee meetings for discussions on the financial results, adherence of accounting standards and on their respective audit reports.

Sri C Palaniswamy Company Secretary is the Secretary to the Committee.

## **NOMINATION AND REMUNERATION COMMITTEE**

The Committee consists of Sri M P Vijayakumar, Sri T Gundan and Dr Radha Ramani. Sri M P Vijayakumar is the Chairman of the Nomination and Remuneration

Committee. During the financial year ended March 31, 2024, the Committee met 2 times at 1212 Trichy Road Coimbatore - 641 018 on 24.05.2023 and 03.08.2023.

Particulars of meeting attended by the members of the Nomination and Remuneration Committee are given below:

Name of the Member	Category	No of Meeting	
		Held	Attended
Sri M P Vijayakumar	Non-Executive - Independent	2	2
Sri T Gundan	Non-Executive - Independent	2	2
Dr. Radha Ramani	Non-Executive - Independent	2	2

The terms of reference to the Nomination and Remuneration Committee inter alia include the following :

- a) 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;
- b) For every appointment of an Independent Director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an Independent Director. The person recommended to the Board for appointment as an Independent Director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may :
  - i) use the services of an external agencies, if required;
  - ii) consider candidates from a wide range of backgrounds, having due regard to diversity; and
  - iii) consider the time commitments of the candidates.
- c) Formulation of criteria for evaluation of

performance of Independent Directors and the Board;

- d) Devising a policy on Board diversity;
- e) 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.
- f) Whether to extend or continue the terms of appointment of the Independent Directors, on basis of the report of performance evaluation of Independent Directors.
- g) Recommend to the board all remuneration in whatever form payable to senior management.

### REMUNERATION POLICY

The remuneration policy is directed towards rewarding performance, based on the review of achievements. It is aimed at attracting and retaining talents. The remuneration structure shall be determined after taking into consideration of age, qualification, experience in the respective field, past performance of the concerned individual, regulatory frame work, competition in the industry, financial position of the company. The nomination and remuneration policy of the company is posted on the website of the company at the link <http://www.bannari.com/InvestorInformation.html>.



The appointment and remuneration of Executive Directors viz. Chairman and Managing Director is governed by the recommendation of Nomination and Remuneration Committee, resolutions passed by the Board of Directors and shareholders of the company. The remuneration consists of salary, perquisites, allowances and commission which are subject to the limitations specified under the Companies Act, 2013 and Schedule V to the said Act.

The company does not have any Employees Stock Option Scheme.

## REMUNERATION TO DIRECTORS

The remuneration paid to the Chairman and the Managing Director are disclosed in Note No. 50 of the notes forming part of the Financial Statements (Page No.147).

The Non-Executive Directors are paid sitting fees of Rs.5000/- for each meeting of the Board or Committee thereof. The company shall also reimburse the out of pocket expenses incurred by the Directors for attending the meetings.

### Particulars of Senior Management and changes

Sl. No.	Name	Designation
1	Sri C Palaniswamy	Company Secretary
2	Sri A R Palanisamy	Chief Executive (HO)
3	Sri M Rameshkumar (*)	Chieftain Executive (Granite)
4	Sri M Ramprabhu	Chief Financial Officer
5	Sri S D Nagaraj	General Manager (Purchase)
6	Sri C Radhakrishnan	Executive President (U-1)
7	Sri M Velusamy	Executive President (U-2)
8	Sri S Sathish Kumar	Vice President (U-2)
9	Sri G Saravanan	Exertive President (Bangalore)
10	Sri N S Muthukumar	Vice General Manager (U-3)
11	Sri T Shanmughasundharam	Vice President (U-4)
12	Sri R Srihari	General Manager (U-5)
13	Sri S Shanmugasundaram	General Manager (Dist. Divn.)

There was no change in Senior Management since close of previous financial year. Sri M Rameshkumar (\*), Chieftain Executive resigned his service on 20.05.2024.

## STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Stakeholders' Committee was formed to specifically look into various aspects of interest of shareholders. The stakeholders' committee consists of Sri T Gundan, Sri S V Balasubramaniam, Sri M P Vijayakumar and Sri A K Perumalsamy. Sri T Gundan is the Chairman of the Stakeholders'

Committee. During the financial year ended March 31, 2024, the Committee met 4 times at 1212 Trichy Road, Coimbatore - 641018 on 24.05.2023, 03.08.2023, 25.10.2023 and 12.02.2024. Particulars of meetings attended by the members of the Stakeholders' Committee are given below:



Name of the Member	Category	No of Meeting	
		Held	Attended
Sri T Gundan	Non-Executive - Independent	4	4
Sri S V Balasubramaniam	Executive	4	4
Sri M P Vijayakumar	Non-Executive - Independent	4	4
Sri A K Perumalsamy	Non-Executive - Independent	4	4

The role of the Committee shall inter alia include the following:

- 1) Resolving the grievances of the security holders including complaints related to transfer / transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new / duplicate certificates, general meetings etc.
- 2) Review of measures taken for effective exercise of voting rights by shareholders.
- 3) Review of adherence to the service standards adopted in respect of various services being rendered by the Registrar & Share Transfer Agent.
- 4) Review of the various measures and initiatives taken for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.

Sri C Palaniswamy, Company Secretary is the compliance officer.

During the financial year 2023-24, the company has not received any complaint from the shareholders relating to transfer of shares and non-receipt of Annual Report, but three complaints have received and resolved relating to non-receipt of dividends and non-receipt of duplicate share certificate as detailed below:

Nature of Complaint	No. of Complaints Received	No of Complaints Disposed Off
Non-receipt of dividend	1	1
Non-receipt of duplicate share certificate	2	2

No complaint was pending as on March 31, 2024.

## **CORPORATE SOCIAL RESPONSIBILITY COMMITTEE**

The Corporate Social Responsibility Committee consists of Sri M P Vijayakumar, Sri S V Balasubramaniam, Sri T Gundan and Dr Radha Ramani. Sri M P Vijayakumar is the Chairman of the Corporate Social Responsibility

Committee. During the financial year ended March 31, 2024, the Committee met 3 times at 1212 Trichy Road Coimbatore 641 018 on 24.05.2023, 25.10.2023 and 12.02.2024. Particulars of meeting attended by the members of the Corporate Social Responsibility Committee are given below :



Name of the Member	Category	No of Meeting	
		Held	Attended
Sri M P Vijayakumar	Non-Executive - Independent	3	3
Sri S V Balasubramaniam	Executive	3	3
Sri T Gundan	Non-Executive - Independent	3	3
Dr Radha Ramani	Non-Executive - Independent	3	3

The CSR Committee shall formulate and recommend to the Board CSR Policy and annual action plan in pursuance of CSR Policy which shall include the following:

- The list of CSR projects or programmes that are approved to be undertaken in the areas or subjects specified in Schedule VII of the Act;
- The manner of execution of such projects or programmes;
- The modalities of utilization of funds and implementation schedules for the projects or programmes;
- Monitoring and reporting mechanism for the projects or programmes; and
- Details of need and impact assessment, if any, for the projects undertaken by the company.
- The details of Report on CSR activities is given in the Annexure-IV of Report of the Board of Directors.

### RISK MANAGEMENT COMMITTEE

The Company has constituted the Risk Management Committee which consists of Sri M P Vijayakumar, Sri S V Balasubramaniam, Sri B Saravanan and Sri T Gundan. Sri M P Vijayakumar is the Chairman of the Risk Management Committee. During the financial year ended March 31, 2024, the Committee met 3 times at 1212 Trichy Road Coimbatore 641018 on 24.05.2023, 25.10.2023 and 12.02.2024 and all the members were present for the meeting.

The Roles and Responsibilities of Risk Management Committee are:

- To formulate a detailed risk management policy which shall include:
  - A framework for identification of internal and

external risks specifically faced by the Company, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.

- Measures for risk mitigation including systems and processes for internal control of identified risks.
  - Business continuity plan.
- To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
  - To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
  - To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;
  - To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;
  - The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be reviewed by the Risk Management Committee.

The Risk Management Committee shall co-ordinate its activities with other committees, in instances where there is any overlap with activities of such committees, as per the framework laid down by the board of directors.

The Risk Management policy of the company is posted on the website of the company at the link <http://www.bannari.com/InvestorInformation.html>.



## GENERAL BODY MEETING

Location and time where last three Annual General Meetings were held :

AGM	Date	Venue	Time	Special Resolution Passed
37 <sup>th</sup>	09.09.2021	Through Video Conferencing / Other Audio Visual Means (VC/OAVM)	3.30 PM	No special resolution was passed
38 <sup>th</sup>	09.09.2022	- do -	4.45 PM	No special resolution was passed
39 <sup>th</sup>	04.09.2023	- do -	4.15 PM	Special Resolutions were passed for alteration of object clause of the Memorandum of Association of the Company.

No special resolution was passed through postal ballot during the last year.

## SHAREHOLDERS' INFORMATION

### Annual General Meeting

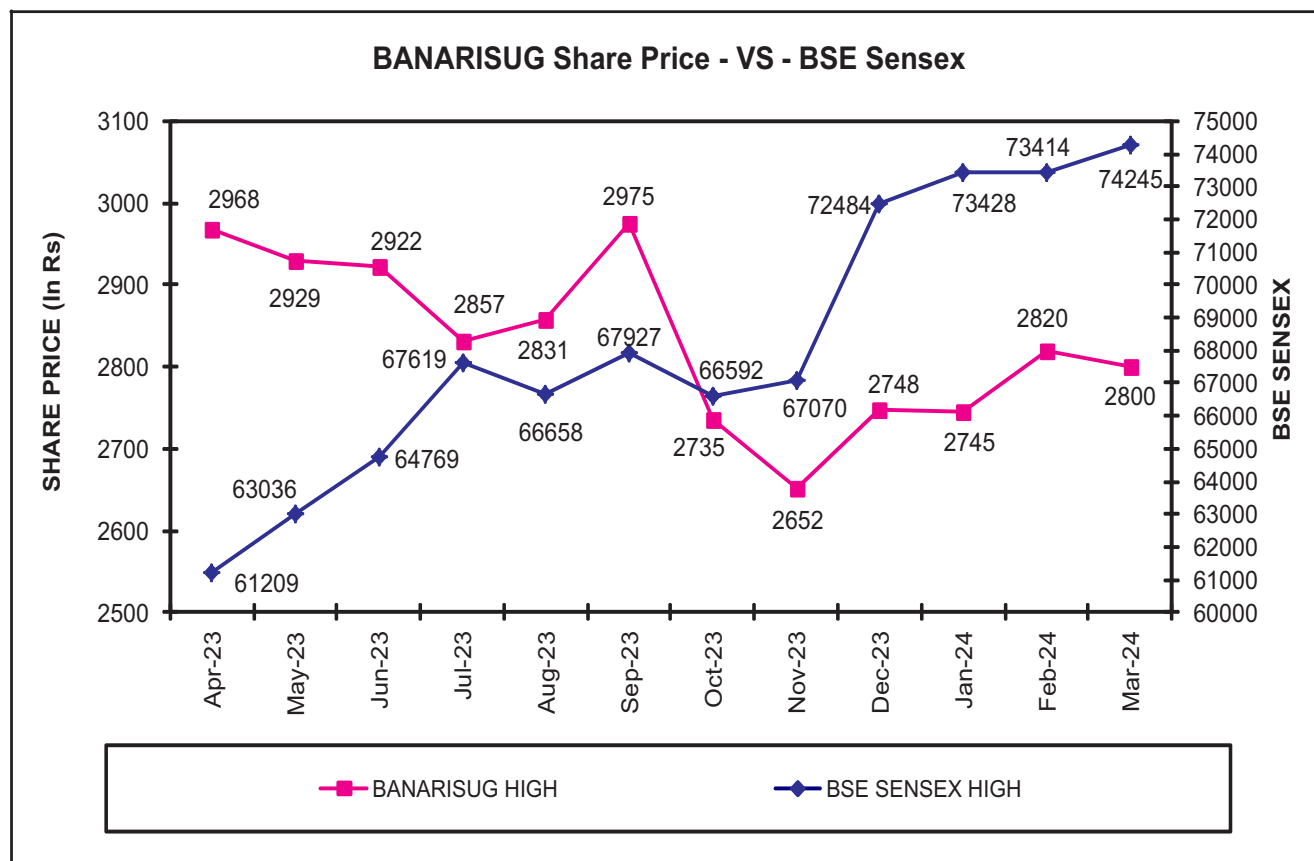
Day and Date	Monday the 23 <sup>rd</sup> day of September 2024	
Time	4.15 PM	
Venue	Through Video Conferencing(VC) / Other Audio Visual Means (OAVM)	
Financial Year	April 1, 2023 to March 31, 2024	
Date of Book Closure for the purpose of Dividend and AGM	17.09.2024 to 23.09.2024 (both days inclusive)	
Dividend	₹ 12.50/- per equity share (125%)	
Dividend payment date	On or before 09.10.2024	
The Company's Equity Shares are listed on the following Stock Exchanges  BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai - 400 001  National Stock Exchange of India Limited "Exchange Plaza" Bandra - Kurla Complex, Bandra (E) Mumbai - 400 051  The Company has paid annual listing fees for the year 2024 - 2025 to the above stock exchanges	<u>Stock Code</u>	<u>ISIN</u>
	500041	INE459A01010
	BANARISUG	INE459A01010
<b>Financial Calendar</b> Announcement of Quarterly Results for the financial year 2024-2025	Within the time specified in SEBI (LODR) Regulations 2015	



## Share Price Movement

The high and low quotations of the company's shares on the National Stock Exchange and Bombay Stock Exchange together with Sensex from April 2023 to March 2024 were given below:

Month		NSE		BSE	
		High (In ₹)	Low (In ₹)	High (In ₹)	Low (In ₹)
April	2023	2970.35	2700.95	2968.00	2719.35
May	2023	2935.00	2700.00	2929.05	2355.00
June	2023	2930.05	2700.00	2922.00	2538.00
July	2023	2849.95	2700.00	2831.00	2671.05
August	2023	2864.00	2675.50	2857.05	2656.60
September	2023	2930.30	2570.00	2975.00	2571.90
October	2023	2741.90	2538.60	2734.95	2534.00
November	2023	2645.20	2413.20	2651.65	2435.00
December	2023	2699.90	2441.80	2747.95	2435.00
January	2024	2619.95	2385.00	2745.00	2389.45
February	2024	2848.85	2345.00	2820.00	2351.00
March	2024	2697.00	2250.00	2800.00	2250.00



Based on the closing quotation of ₹ 2307.40 as at 31.03.2024 at the Bombay Stock Exchange the market capitalization of the company was ₹ 2893.41 Crores.

## Outstanding GDRs/ADRs/Warrants or any convertible instruments

The company does not have any GDRs/ADRs/Warrants or any convertible instruments.

## Dematerialisation of Shares

The shares of the company are in compulsory demat segment. Members have option to hold their shares in demat form either through National Securities Depository Limited (NSDL) or the Central Depository Services (India) Limited (CDSL). About 98.66% shares of the company have been dematerialized. ISIN allotted to our company is INE459A01010.

## Investor Contacts

### Registrar and Transfer Agent

M/s Cameo Corporate Services Limited  
"Subramanian Building"  
1 Club House Road  
Chennai 600 002  
Phone : 044-40020700  
Fax : 044-28460129  
E-mail : <https://wisdom.cameoindia.com>

### Company

Bannari Amman Sugars Limited  
1212 Trichy Road  
Coimbatore - 641 018 India  
Phone : 0422-2204100  
Fax : 0422-2309999  
Email : [secretary@bannari.com](mailto:secretary@bannari.com)  
[shares@bannari.com](mailto:shares@bannari.com)

## Distribution of Shareholding as on 31.03.2024

Sl No	Shareholding	No of shareholders	% of shareholders	No of shares	% of share holding
1	1 - 100	7424	83.26	180164	1.44
2	101 - 500	1117	12.53	251940	2.01
3	501 - 1000	176	1.97	140902	1.12
4	1001 - 2000	87	0.98	128149	1.02
5	2001 - 3000	18	0.20	43152	0.34
6	3001 - 4000	9	0.10	32379	0.26
7	4001 - 5000	20	0.22	92417	0.74
8	5001 - 10000	11	0.12	75725	0.60
9	10001 - and above	55	0.62	11594872	92.47
	<b>Total</b>	<b>8917</b>	<b>100.00</b>	<b>12539700</b>	<b>100.00</b>



### Transfer of Unclaimed Dividend and Shares to Investor Education and Protection Fund

During the year under review, the company has credited Rs.724762.50 to the Investor Education and Protection Fund (IEPF) being dividend unclaimed pertaining to the financial year 2015-2016.

In accordance with the provisions of Companies Act, 2013, the company has so far transferred 51607 equity shares of ₹10/- each, to the credit of IEPF Authority, in respect of which dividend have been unclaimed by the shareholders for seven consecutive years or more.

The company has uploaded on its website the details of unpaid and unclaimed dividend amount as on 31st March 2023 and details of shares transferred to IEPF on account of unclaimed dividend during the financial year 2023-2024.

The voting rights on the shares transferred to IEPF authority shall remain frozen till the rightful owner claims the shares.

### Unclaimed Suspense Account

In compliance with requirements under SEBI (LODR) Regulation 2015 the Company has opened the Unclaimed Suspense Account and transferred the shares remained unclaimed even after three reminders to the shareholders. The voting rights in respect of such shares shall remain frozen. The details as required under this regulations are as follows:

Aggregate number of shareholders at the beginning of the year	- 11
Outstanding shares lying in the Unclaimed Suspense Account at the beginning of the year	- 2250
Number of shareholders claimed	- Nil
Number of shareholders transferred to IEPF	- 3
Number of shares transferred to IEPF	- 250
Aggregate number of shareholders at the end of the year	- 8
Outstanding shares lying in the Unclaimed Suspense Account at the end of the year	- 2000

### Shareholding Pattern as on 31.03.2024

Sl No	Category	No of Shares	%
1	Promoters	7360276	58.70
2	Banks, Financial Institutions & Insurance Companies	114	0.00
3	Foreign Institutional Investors	31785	0.25
4	Private Corporate Bodies	1911725	15.24
5	Indian Public	3049182	24.32
6	IEPF	49054	0.39
7	NRI/OCB's	135559	1.08
8	Clearing Members	5	0
9	Escrow Account	2000	0.02
	<b>TOTAL</b>	<b>12539700</b>	<b>100.00</b>

As on 31st March 2024, none of the Non-Executive Directors are holding any shares in the Company except Sri A K Perumalsamy who holds 900 equity shares in the Company.



## Credit Ratings

During the financial year ended 31<sup>st</sup> March, 2024, CARE Ratings Limited revised / reaffirmed the Credit Ratings for the credit facilities availed by the company from bankers as under:

Nature of facility	Rating
Long Term Fund Based Credit facilities	CARE AA-; Stable (Double A Minus; Outlook : Stable)
Long Term / Short Term non-fund based credit facilities	CARE AA-; Stable / CARE A1+ (Double A Minus; Outlook : Stable / A One Plus)
Short Term Fund Based facilities	CARE A1+ (A One Plus)

## Plant Locations :

### Unit I

#### Sugar, Co-Generation, Granite Processing & Agrinatural Fertilizer

Alathukombai Village Sathyamangalam Taluk  
Erode District Tamilnadu

### Unit II

#### Sugar, Co-Generation & Distillery

Alaganchi Village Nanjangud Taluk  
Mysore District Karnataka

### Unit III

#### Sugar & Co-Generation

Kunthur Village Kollegal Taluk Chamarajanagar District  
Karnataka

### Unit IV

#### Sugar & Co-Generation

Kolundampattu Village Thandarampattu Taluk  
Thiruvannamalai District Tamilnadu

### Unit V

#### Sugar & Co-Generation

Vengur Village Thirukovilur Taluk  
Kallakuruchi District Tamilnadu

### Distillery

Sinnapuliur Village Bhavani Taluk Erode District Tamilnadu

### Bio-Compost

- ❖ Modur Village Erode District Tamilnadu
- ❖ Alaganchi Village Mysore District Karnataka

### Wind Mills

Radhapuram Irukkandurai and Karunkulam Villages  
Radhapuram Taluk Tirunelveli District Tamilnadu

## Address for Correspondence

### Bannari Amman Sugars Limited

1212 Trichy Road  
Coimbatore 641 018

Phone : 0422-2204100 Fax : 0422-2309999

Email : shares@bannari.com



## OTHER DISCLOSURES

- None of the transactions with related parties during the year 2023-2024 were in conflict with the interest of the company. The policy on related party transaction can be accessed at <http://www.bannari.com/Investor Information.html>
- There was no instance of non-compliance of any matter related to the capital markets during the last 3-years.
- The Company has established vigil mechanism / whistle blower policy and no personnel has been denied access to the Audit Committee.
- The Company has complied with all mandatory requirements of SEBI (LODR). Regulations, 2015 Adoption of non-mandatory requirements is being reviewed by Board from time-to-time.
- The Company has no subsidiary and as such disclosures relating to subsidiaries are not applicable to the Company.
- The price of the products of the Company are market driven and is fixed based on the prevailing market price. In respect of Foreign Exchange Commitments no hedging has been made except natural hedging.
- The Company has not raised any funds through private placement / qualified institute placement.
- The Company has obtained a certificate from a company secretary in practice that none of the director on the board have been debarred or disqualified from being appointed or continuing as Director of the Company by SEBI/Ministry of Corporate Affairs or any such statutory authority.
- During the year, there has been no instance where the Board did not accept the recommendation of its committees.
- No agreement was entered into by the persons specified under Claus 5A of the Paragraph A of Part A of Schedule III of SEBI (LODR) Regulations, 2015 which is required to be disclosed.

## ➤ Statutory Auditor's fees for FY 2023-2024

(₹ in lakhs)

Statutory Audit fee	20.00
Tax Representation	9.30
Certification and other services	8.65
Reimbursement of expenses	0.20
<b>TOTAL</b>	<b>38.15</b>

This excludes GST, travel and out of pocket expenses. No fee or other charges was paid during the year to any entity in the network firm/network entity of which the statutory auditor is a part.

- During the year the Company has not received any complaint under the provisions of sexual harassment of women at work place (prevention, prohibition and redressal) Act, 2013.
- The Company has complied with corporate Governance requirements specified in regulations 17 to 27 and Clauses (b) to (i) of sub-regulation (2) of regulation 46 of SEBI (LODR) Regulations, 2015.
- In the preparation of the financial statements, the company has followed the Accounting Standards referred to in Section 133 of the Companies Act, 2013. The significant accounting policies which are consistently applied are set out in the notes to the financial statements.
- None of the Independent Director has resigned from the Board before the expiry of his tenure.

## MEANS OF COMMUNICATION

- The quarterly / half-yearly/ annual financial results of the Company are announced within the stipulated period and are normally published in Business Standard (English) and Makkal Kural (Tamil). The financial results are also accessible on the Company's website at the link <http://www.bannari.com/Investor Information.html>.



## Management Discussion & Analysis Report

### STRUCTURE AND DEVELOPMENTS

The Indian sugar industry is one of the largest Argo-based industries in the country, significantly contributing to the rural economy. It supports around 50 million farmers and their families and provides direct employment to over 0.5 million people. The industry comprises approximately 532 operational sugar mills and around 350 attached and standalone distilleries for ethanol production, with a mix of co-operative, private, and public sector ownership. Recent developments include advancements in sugarcane

breeding like new variety development for northern states like CO-238, CO-239 and CO-114 have uplifted the sugarcane yield above 30% to 40% in the northern region of the state. The mechanization of harvesting also improved 1% to 6% in recent years. and the adoption of modern irrigation techniques like drip irrigation to improve yield and efficiency. Additionally, the government has been promoting ethanol production from sugarcane juice to diversify revenue streams and reduce dependency on sugar alone.

### Domestic Sugar Statistics

(in lakh tonnes)

Particulars	2019-20	2020-21	2021-22	2022-23	2023-24 (P)
Opening Stock as on 1st Oct.	145.79	107.40	81.86	70.00(**)	55.65
Gross production during the Season	282.11	331.92	389.60	366.15	340.00
Diversion for Ethanol	8.00	20.00	32.00	38.00	20.00
Net production during the Season	274.11	311.92	357.60	328.15	320.00
Imports (*)	--	--	--	--	--
Total Availability (Opening Stock + Net production)	419.90	419.32	439.46	398.15	375.65
Off-take					
i) Internal Consumption	253.00	265.55	273.30	278.50	285.00
ii) Exports (*)	59.50	71.91	110.70	64.00	0.50
Total off-take	312.50	337.46	384.00	342.50	285.50
Closing Stock as on 30th Sep	107.40	81.86	55.46	55.65	90.15

(Source: Indian Sugar Mills Association (ISMA))

\* Imports and Exports are under O.G.L. and as reported by sugar mills to Gol through Proforma (i) and (ii)

\*\* Opening stock of 2022-23 reconciled with Government date



### Performance of the Company

Particulars	Year Ended 31.03.2024	Year Ended 31.03.2023
<b>Sugar</b>		
Installed Capacity (TCD)	23700	23700
Sugarcane Crushed (Lakh Tonnes)	48.52	56.57
Recovery (%)	9.03	9.53
Sugar bagged (Lakh Quintals)	44.21	53.76
<b>Power</b>		
Installed Capacity		
Co-gen Power (MW)	129.80	129.80
Wind Mills (MW)	8.75	8.75
Units Generated (Million Units)	603.46	667.35
<b>Distillery</b>		
Installed Capacity (KLPD)	217.50	217.50
Alcohol Produced (Million B. Ltrs)	38.61	54.22
<b>Polished Granite Products (Sq mtrs)</b>	111478	125001

### Financial Performance of the Company

(₹ in Lakhs)

Particulars	Year Ended 31.03.2024	Year Ended 31.03.2023
<b>Revenue from operations</b>		
Sugar	173922.65	196138.84
Power	21922.91	22622.26
Distillery	24003.14	31337.54
Granite Products	2183.11	2458.95
<b>Total Expenses (Excluding interest)</b>		
Sugar	165342.75	189364.77
Power	10123.12	9427.18
Distillery	17375.36	22999.54
Granite Products	3639.87	3812.33
<b>Profit Before Interest and Tax (PBIT)</b>		
Sugar	8579.90	6774.07
Power	11799.79	13195.08
Distillery	6627.75	8338.00
Granite Products	(1456.76)	(1353.38)
Profit After Tax (PAT)	15230.22	14339.14
Earnings per Share (Basic and Diluted)	121.46	114.35



### Key Profitability Ratios

Particulars	Year Ended 31.03.2024	Year Ended 31.03.2023
<b>Profitability Ratios</b>		
Operating Profit Margin (EBIDTA / Sales %)	14.10	13.60
Net Profit Margin (PAT / Sales %)	6.86	5.68
Return on net Worth (PAT / Net Worth %)	9.15	9.38
<b>Balance Sheet Ratios</b>		
Debt Equity Ratio (times)	0.30	0.38
Current Ratio (times)	2.09	2.04
Debtors' Turnover (days)	30	39
Inventory Turnover (days)	163	143
Interest Coverage Ratios (times)	8.07	5.46

Note : i) Interest coverage ratio improved due to reduction in borrowings and interest thereon.

ii) Return on net worth % was slightly low due to reduced turnover.

### Opportunities and Threats

The Indian sugar industry has several opportunities, including the potential for increased ethanol production, which can help reduce the country's Crude Oil import bill and provide a steady revenue stream for sugar mills. The growing demand for biofuels and the government's push for a 20% ethanol blending target by 2025 present significant growth prospects. The Govt. is targeting the 5.5 billion liters ethanol supply from sugarcane-based feedstock, which will support distillery capacity expansion. Currently, we have capacity of 6 billion liters and further expected 20% growth in capacity expansion with the additional increasing demand. Also, we have 6 million ha of land and further we have scope to increase the area of around 0.5 million ha to 1 million ha in upcoming 2-3 years. Also, one positive factor is to see the new irrigation project of irrigation by govt. With the potential new crushing capacity expansion and better ROI from sugarcane crop positive outlook for potential increase in sucrose production for domestic consumption, ethanol and Sugar export from India.

However, the industry also faces threats such as fluctuating sugar prices, climate change impacting sugarcane yield, and competition from alternative sweeteners. Additionally,

the cyclical nature of the industry, with periods of surplus and deficit, poses a challenge for consistent profitability.

### Risk and Concern

The primary risks and concerns for the Indian sugar industry include the volatility of sugar prices in the global market, which can affect domestic prices and profitability. Climate change and unpredictable weather patterns pose a significant risk to sugarcane cultivation, potentially leading to lower yields and higher production costs. Additionally, the industry's heavy reliance on government policies and subsidies makes it vulnerable to policy changes. Financial health of sugar mills, especially in the cooperative sector, is another concern, as many mills struggle with high debt levels and delayed payments to farmers. Poor mechanisation in farming sector; balancing water usage for agriculture and other needs.

### Internal Control Systems and their Adequacy

The company has adequate internal control systems in place and also has reasonable assurance on authorizing, recording and reporting transactions of its operations. Proper and adequate internal controls are being adopted by the company commensurate with its size, scale and complexities of operations.



## Details of Adequacy of Internal Financial Controls

The Company's internal control system is aimed at proper utilization and safeguarding of the Company's resources and promoting operational efficiency. The internal audit process reviews the in-system checks, covering significant operational areas regularly.

The Company's Audit Committee is responsible for reviewing the Report submitted by the Internal Auditors. Suggestions for improvements are considered and the Audit Committee follows up on the implementation of corrective actions. The Audit Committee also invites the Statutory and Internal Auditors for regular meetings to ascertain their views on the adequacy of internal control systems and keeps the Board of Directors informed of its observations from time to time.

## Human Resources and Industrial Relations

The Company employs 2061 permanent employees and the company maintains excellent relationship with its employees during the year under review. No case was filed under Sexual Harassment of women at workplace (Prevention Prohibition and Redressal) Act 2013.

The company has created an excellent relationship with the farmers as well as other stakeholders including bankers.

## CSR Activities

Most of the CSR Activities are carried out directly by the company. We are working tirelessly to enrich the lives of people in the rural community by providing them with a host of amenities that not just make their lives a whole lot easier but also ensures agricultural, educational and economic independence. More details are furnished in the Annual Report on CSR Activities.

## Outlook

The outlook for the Indian sugar industry is cautiously optimistic. With the government's continued support for ethanol blending and initiatives to improve agricultural practices, the industry is poised for growth. The focus on sustainable practices and diversification into ethanol production can provide a buffer against the cyclical nature of sugar production. However, addressing the challenges of climate change, price volatility, and financial health of sugar mills will be crucial for long-term stability. Rise of EV & Hydrogen Energy may affect the industry growth but on other side global sugar consumption is also increasing with rate of 2% per year, hence India will play crucial role in this vertical, Overall, the industry's future will depend on its ability to adapt to changing market dynamics and leverage opportunities in the biofuel sector and technology adaption of the industry.

## Cautionary Statement

Statements made in this Management Discussion and Analysis Report may contain certain forward-looking statements based on various assumptions on the Company's present and future business strategies and the environment in which it operates. Actual results may differ substantially or materially from those expressed or implied due to risk and uncertainties. These risks and uncertainties include the effect of economic and political conditions in India and abroad, volatility in interest rates and in the securities market, new regulations and Government policies that may impact the Company's businesses as well as the ability to implement its strategies. The information contained herein is as of the date referenced and the Company does not undertake any obligation to update these statements. The Company has obtained all market data and other information from sources believed to be reliable or its internal estimates, although its accuracy or completeness cannot be guaranteed.

**DECLARATION ON COMPANY'S CODE OF CONDUCT**

This is to confirm that for the financial year ended March 31, 2024, all members of the Board and the Senior Management Personnel have affirmed in writing their compliance with the Code of Conduct adopted by the Company.

Place : Coimbatore

Date : 07.08.2024

**S V BALASUBRAMANIAM**

Chairman

DIN 00002405



**Independent Auditor's Certificate on Compliance with the Corporate Governance requirements under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To

The Members of Bannari Amman Sugars Limited,

**Certificate on Corporate Governance**

1. We have examined the compliance of conditions of Corporate Governance by Bannari Amman Sugars Limited (CIN:L15421TZ1983PLC001358) ('the Company') for the year ended 31 st March 2024 as stipulated in Regulations 17 to 27, clause (b) to (i) and (t) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations').

**Management's Responsibility**

2. The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

**Auditor's Responsibility**

3. Our responsibility is to provide a reasonable assurance whether the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations for the year ended 31 st March 2024.
4. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India ('the ICAI') and as per the Guidance Note on Reports or Certificates for special purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.
6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.

**Opinion**

7. Based on our examination of the relevant records and according to the information and explanations given to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the Listing Regulations for the year ended 31 st March 2024.
8. We 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 P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants  
Firm Registration Number: 003328S

**P. R. VITTEL**  
Partner

Membership Number: 018111  
UDIN : 24018111BKGELT7945

Place : Coimbatore

Date : 07.08.2024

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

(Pursuant to Regulation 34(3) and Schedule V Para C clause (10) (i) of the SEBI  
(Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,

The Members,  
Bannari Amman Sugars Limited  
1212, Trichy Road,  
Coimbatore – 641018

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of M/s. Bannari Amman Sugars Limited having CIN: L15421TZ1983PLC001358 and having registered office at 1212, Trichy Road, Coimbatore - 641 018 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para (C) Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal [www.mca.gov.in](http://www.mca.gov.in)) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that as on the date of this certificate none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Securities and Exchange Board of India or Ministry of Corporate Affairs or any such other Statutory Authority.

Ensuring the eligibility for appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification.

Place : Coimbatore  
Date : 18.04.2024

For M/s C Thirumurthy & Associates  
**C Thirumurthy** B Com BL FCS  
Practising Company Secretary  
FCS 3454 CP 5179  
UDIN: F003454F000163592



## ANNEXURE - IV

### ANNUAL REPORT ON CSR ACTIVITIES

1. Brief outline on CSR Policy of the Company.

The Company's philosophy on Corporate Social Responsibility (CSR) is that "as the organization grows the society and community around it should also grow". The company is consistently making contributions for the welfare of the people living in and around the neighbouring villages of its sugar factories. The areas mainly focused are on health sanitation, irrigation, education, environment, water conservation, livelihood etc.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Sri M P Vijayakumar	Chairman	3	3
2	Sri S V Balasubramaniam	Member	3	3
3	Sri T Gundan	Member	3	3
4	Dr Radha Ramani	Member	3	3

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company. : <http://www.bannari.com/CorporateSocialResponsibility.html>

4. Provide the executive summary along with web-link(s) with web-link(s) of Impact Assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 if applicable : Not Applicable

5.	a)	Average net profit of the company as per section 135(5)	:	₹ 16545.60 Lakhs
	b)	Two percent of average net profit of the company as per section 135(5)	:	₹ 330.91 Lakhs
	c)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years.	:	Nil
	d)	Amount required to be set off for the financial year, if any	:	Nil
	e)	Total CSR obligation for the financial year (b+c-d)	:	₹ 330.91 Lakhs
6.	a)	Amount spent on CSR Projects (both Ongoing project and Other than Ongoing Project	:	₹ 346.19 Lakhs
	b)	Amount spent in Administrative Overheads	:	Nil
	c)	Amount spent on impact Assessment, if applicable or activities of the previous financial years.	:	Nil
	d)	Total amount spent for the Financial Year [(a)+(b)+(c)]	:	₹ 346.19 Lakhs



e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (₹ in lakhs)	Amount Unspent (₹ in lakhs)				
	Total Amount transferred to Unspent CSR Account as per section 135(6) of Section 135		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135		
	Amount (₹ in lakhs)	Date of transfer.	Name of the Fund	Amount (₹ in lakhs)	Date of transfer
346.19	NA	NA	NA	NA	NA

f) Excess amount for set off, if any

Sl.No.	Particulars	Amount (₹ in lakhs)
i)	Two percent of average net profit of the company as per sub-Section (5) of Section 135	330.91
ii)	Total amount spent for the Financial Year	346.19
iii)	Excess amount spent for the financial year [(ii)-(i)]	15.28
iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	--
v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	15.28

7. Details of Unspent CSR amount for the preceding three financial years :

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (₹ in Lakhs)	Amount spent in the reporting Financial Year (₹ in Lakhs)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding financial years (₹ in Lakhs)
				Name of the Fund	Amount (₹ in Lakhs)	Date of transfer	
1	FY - 2020-21	--	--	--	--	--	--
2	FY - 2021-22	--	--	--	--	--	--
3	FY - 2022-23	--	--	--	--	--	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year :

Yes / No : No

If Yes, enter the number of Capital assets created / acquired



## BANNARI AMMAN SUGARS LIMITED

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity / Authority / beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address
	Not Applicable						

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office / Municipal Corporation / Gram panchayat are to be specified and also the area of the immovable property as well as boundaries)

9. Specify the reason(s), if the company has failed to spend : Not Applicable  
two per cent of the average net profit as per subsection  
(5) of section 135.

Place : Coimbatore  
Date : 07.08.2024

**B SARAVANAN**  
Managing Director  
DIN: 00002927

**M P VIJAYAKUMAR**  
Chairman - CSR Committee  
DIN: 05103089



## ANNEXURE V

### BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORTING BY LISTED ENTITIES

#### SECTION A : GENERAL DISCLOSURES

##### I. Details of the listed entity

Sl.No.	Required Information	
1	Corporate Identity Number (CIN) of the Listed Entity	L15421TZ1983PLC001358
2	Name of the Listed Entity	BANNARI AMMAN SUGARS LIMITED
3	Year of incorporation	1983
4	Registered office address	1212 TRICHY ROAD, COIMBATORE 641018
5	Corporate address	1212 TRICHY ROAD, COIMBATORE 641018
6	E-mail	secretary@bannari.com / shares@bannari.com
7	Telephone	0422 - 2302277, 2204100
8	Website	http://www.bannari.com/
9	Financial year for which reporting is being done	April 1, 2023 to March 31, 2024
10	Name of the Stock Exchange(s) where shares are listed	BSE Limited and National Stock Exchange Limited
11	Paid-up Capital	₹ 1253.97 Lakhs
12	Name and contact details (phone and E-mail) of the person who may be contacted in case of any queries on the BRSR report	A R Palanisamy, Chief Executive (0422 - 2204345 - arpalanisamy@bannari.com)
13	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together).	Standalone basis
14	Whether the company has undertaken reasonable assurance of the BRSR core?	Not Applicable
15	Name of Assurance Provider	Not Applicable
16	Type of Assurance obtained	Not Applicable

##### II. Products / Services

##### 17 Details of business activities (accounting for 90% of the turnover)

Sl.No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1	Sugar	Manufacturing and Sale of Sugar	78.33%
2	Distillery	Manufacturing and Sale of Alcohol	10.81%
3	Power	Generation and Sale of electricity	9.87%
4	Granite Products	Producing and Sale of Granite products	0.98%

##### 18 Products / Services sold by the entity (accounting for 90% of the entity's Turnover)

Sl.No.	Product / Service	NIC Code	% of total Turnover contributed
1	Sugar	10721	78.33%
2	Alcohol	1101	10.81%
3	Power	35106	9.87%
4	Granite Products	08102	0.98%


**III. Operations**
**19 Number of locations where plants and / or operations / offices of the entity are situated**

Location	Number of plants	Number of offices	Total
National	8	4	12
International	-	-	-

**20 Market Served by the entity**

Number of Locations		Number
a.	National (No. of States)	9 States and 1 Union Territory
	International (No. of Countries)	The Company exported Granite to 10 Countries
b.	What is the contribution of exports as a percentage of the total turnover of the entity?	0.10% <i>(The Government of India has banned export of sugar, hence a reduction in % of exports as compared to FY 2022-23)</i>
c.	A brief on type of customers	<p>The Company's main product is sugar which is in different forms i.e., White Sugar, Refined Sugar, Pharma Grade Sugar, Brown Sugar, etc. which are sold in bulk and retail packs both in the domestic and international markets. In addition to sugar, the surplus power from cogeneration is sold to State Distribution Company, third parties, as well as through Electricity Exchange. Alcohol sold directly to distilleries as well as through state beverage corporation and chemical industries. Granite Products are sold both in domestic and international markets and Agri natural products are sold to farmers for sugarcane and other crops.</p> <p>The Company has a wide range of customers. The Company sells its product to traders, institutions as well as to retail customers, through a number of channels including distributors and direct sale.</p>

**IV. Employees**
**21 Details as at the end of Financial Year**
**a. Employees and workers (including differently abled)**

Sl. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B/A)	No. C	% (C/A)
EMPLOYEES						
1	Permanent (D)	519	516	99.42%	3	0.58%
2	Other than Permanent (E)	0	0	0%	0	0%
3	Total employees (D+E)	519	516	99.42%	3	0.58%
WORKERS						
4	Permanent (F)	1542	1535	99.55%	7	0.45%
5	Other than Permanent (G)	353	352	99.72%	1	0.28%
6	Total workers (F+G)	1895	1887	99.58%	8	0.42%


**21 Details as at the end of Financial Year : (Contd...)**

b. Differently abled Employees and workers :						
S. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B/A)	No. C	% (C/A)
	Differently Abled Employees					
1	Permanent (D)	NIL				
2	Other than Permanent (E)					
3	Total differently abled employees (D+E)					
	Differently Abled Workers					
4	Permanent (F)	NIL				
5	Other than Permanent (G)					
6	Total differently abled workers (F+G)					

**22 Participation/Inclusion/Representation of women :**

Particulars	Total (A)	Number and % of Female	
		No. (B)	% (B/A)
Board of Directors	6	1	16.67%
Key Management Personnel	2	0	0%

**23 Turnover rate for permanent employees and workers (Disclose trends for the past 3 years)**

	FY 2023- 24 (Turnover rate in current FY)			FY 2022- 23 (Turnover rate in previous FY)			FY 2021- 22 (Turnover rate in the year prior to the previous FY)		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	9.79%	0.00%	9.79%	7.39%	0.00%	7.39%	11.28%	0.00%	11.28%
Permanent Workers	3.42%	0.00%	3.42%	4.02%	0.00%	4.02%	3.64%	0.00%	3.64%

**V. Holding, Subsidiary and Associate Companies (including joint ventures)**
**24 Name of holding / subsidiary / associate companies / joint ventures**

a)	Sl. No.	Name of the holding/ subsidiary/associate companies/joint ventures (A)	Indicate whether holding/Subsidiary/ Associate/Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
	NIL				



**VI. CSR Details**

25	i) Whether CSR is applicable as per section 135 of Companies Act, 2013: (Yes/No)	Yes
	ii) Turnover (₹ 2220,31,80,691/- year ended 31.3.2024)	₹ 2,220 Cr
	iii) Net worth (₹ 1688,40,16,816/- as on 31.3.2024)	₹ 1,688 Cr

**VII. Transparency and Disclosure Compliances**

**26 Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:**

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/ No) (If Yes, then provide web-link for grievance redress policy)	Year ended 2023 - 24			Year ended 2022 - 23		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes. The Company has grievance redressal mechanism in place for all its stockholders <a href="https://bannari.com/conductus">https://bannari.com /conductus</a>	--	--	--	--	--	--
Investors (other than shareholders)		--	--	--	--	--	--
Shareholders		3	--	--	2	--	--
Employees and workers		--	--	--	--	--	--
Customers		--	--	--	--	--	--
Value Chain Partners		--	--	--	--	--	--
Other		--	--	--	--	--	--

**27 Overview of the entity's material responsible business conduct issues**

Material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications.

Sl. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk /opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Energy Efficiency & Water Management	Risk & Opportunity	<b>Risk</b> - The substantial upfront cost of replacing outdated systems, equipment, or facilities with more energy-efficient models is one of the main dangers connected with energy conservation initiatives. The requirements or sustainability of current efficiency measures may change as a result of changes in energy efficiency laws and policies. Water infrastructure that is getting older may have leaks, inefficient distribution, and higher operating expenses. Regulation violations may lead to penalties, legal ramifications, or operational limitations.	The Company has adopted energy conservation system and Variable frequency drives (VFDs) are installed to reduce energy consumption. The company also makes use of renewable energy resources, as it uses by product of sugarcane bagasse as a fuel for co-generation boiler, which recycles waste into electrical energy. Also, plant effluent water is treated by aerobic digester to maintain zero liquid discharge. There has been no ground water and	<b>Positive</b> - Energy savings provide for a speedy repayment of the original investment in many energy efficiency initiatives, which have a short payback period. Businesses and people benefit from improved cash flow and increased financial stability as a result. Avoiding fines and penalties related to non-compliance with regulations can be achieved by proactive management of water resources.



Sl. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk /opportunity	In case of risk, approach to adapt ormitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
		Opportunity	<b>Opportunity</b> - By consuming less energy and paying less for utilities, increasing energy efficiency can eventually result in significant cost savings. Through these savings, energy-efficient technology investments frequently pay for themselves. Effective water management is essential for the preservation of limited freshwater resources, especially in areas where regulations are tight or water shortage is a concern. Water-saving strategies and technology can result in lower water bills, cheaper wastewater treatment, and lower related operating costs.	surface water pollution made by the company.	<b>Negative</b> : Making a sizable upfront expenditure is frequently necessary to upgrade to energy-efficient technologies or increase energy efficiency in buildings and activities. Initiatives related to water management might, in some areas, receive less financial incentives or regulatory support than those related to energy efficiency.
2.	Raw material sourcing	Risk	<b>Risk</b> - A number of variables, including supply and demand dynamics, geopolitical developments, weather that affects agriculture, and changes in currency exchange rates, can cause raw material costs to fluctuate significantly. Disruptions to the supply chain are more likely when a supplier or geographic area is restricted in the raw material sources.	The sugar unit is sourcing sugarcane from farmers (100%). The distillery is sourcing entire raw material (molasses) from sugar mills (100%).	<b>Negative</b> - Weather patterns, supply-demand dynamics, geopolitical events, and global economic conditions can all cause large fluctuations in raw material costs. Unexpected price rises may have an impact on competitiveness since they may result in increased production costs, smaller profit margins, or the need to pass costs on to customers.
3.	Product Quality & Safety	Risk & Opportunity	<b>Risk</b> - The quality of products can be harmed by subpar manufacturing procedures, broken machinery, or mistakes made by humans. Defects, non-compliance with specifications, or safety accidents can be caused by inadequate maintenance, inadequate process controls, or a lack of training. Product failures, safety risks, or recalls may result from subpar product design or insufficient testing of new products. <b>Opportunities</b> - Customers are more likely to trust and stay loyal when products are delivered that constantly fulfill safety regulations and high-quality standards. Customers that are happy with a product are more likely to promote it to others and make more purchases, which supports long-term business success. It turns into a major selling feature that draws clients who value dependability and safety above everything else when making judgments.	The Company displays as well as reviews the displayed information of all its products for correctness of information and safety guidance on the product label a per as applicable regulations.	<b>Positive</b> - Enhancing the quality and safety of products reduces the expenses related to flaws, rework, returns, and warranty claims. Businesses can increase overall profitability and more effectively manage resources by cutting these costs. <b>Negative</b> - Adopting strict quality control and safety procedures necessitates a large investment in infrastructure, skilled labor, and testing tools. Budgets may be strained by these initial expenses, particularly for startups or companies with narrow profit margins.
4.	Employee Health & Safety	Risk	<b>Risk</b> - Workplace accidents and injuries may arise from inadequate training and the implementation of safety regulations. Long-term health effects, respiratory ailments, musculoskeletal diseases, and other occupational health problems can be caused by exposure to dangerous substances, poor ergonomics, or repeated jobs.	The company conducts trainings for Health, Safety & Personality Development, Health and Safety Awareness Training Programme, and training for sugarcane development. Also, the company is OHSAS -18001:2007 - Occupational Health and Safety Assessment Series (OHSAS) certified and have general safety management systems in the work place. It also has On-Site Emergency plan and major emergency control plan approved by regulatory authorities.	<b>Negative</b> - Workers' compensation claims, which can include medical expenditures, rehabilitation costs, and pay replacement benefits, are the result of diseases or injuries sustained on the job. Regulations pertaining to occupational health and safety may carry fines, penalties, and legal costs for noncompliance. Infractions may result in fines from regulatory bodies, and if injured workers or their families file lawsuits, legal costs may increase.



Sl. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk /opportunity	In case of risk, approach to adapt ormitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
5.	Employee Engagement & Development	Risk & Opportunity	<p><b>Risk</b> - Employee burnout may result from high levels of engagement and development activities that are not balanced with enough downtime and recuperation. Employee retention, morale, and productivity are all badly impacted by burnout. Employees may be resistant to new projects or organizational changes, especially if they believe the changes would jeopardize their job security or interfere with their daily routines.</p> <p><b>Opportunity</b> - Workers that are engaged, feel important, and have room to grow are more likely to stick with the company. Lower attrition results in savings on hiring, onboarding, and training new employees. Employee engagement results in increased productivity and better job performance because motivated and dedicated workers are more successful.</p>	Bannari Amman Sugars is QMS, EMS AND FSSC certified.	<p><b>Positive</b> - Motivated and engaged workers typically produce more in their jobs. Employee dedication and productivity are likely to increase when they experience possibilities for growth and feel appreciated in their work. Increased output per worker directly benefits from increased productivity, which also maximizes operational effectiveness and lowers expenses per unit of output.</p> <p><b>Negative</b> - When given possibilities for growth, engaged workers may become more desirable to employers. Employee turnover expenses include hiring, onboarding, and lost productivity during transitions when workers depart the company after completing training or development.</p>
6.	Supply Chain Management	Risk	<p><b>Risk</b> - Businesses that rely on suppliers for components, completed items, or raw materials run the risk of supplier bankruptcy, poor quality, late deliveries, or unforeseen price adjustments. Production schedules can be affected by subpar supplier performance, which can result in inventory shortages and disgruntled customers. Global or regional supply chains can be disrupted by external reasons like trade disputes, natural disasters, geopolitical events, or public health crises like pandemics.</p>	100% of the supplies have been assessed by the audit for health & safety conditions.	<p><b>Negative</b> - Overstocking and stockouts are examples of ineffective inventory management techniques that can tie up operating capital and raise storage costs. Stockouts can lead to missed sales opportunities and lower revenue, while excess inventory takes up money that could be spent somewhere else.</p>
7.	Business ethics	Risk	<p><b>Risk</b> - Fraud, corruption, and environmental infractions are examples of ethical wrongdoing that can seriously harm a company's reputation. There may be fines, penalties, and regulatory repercussions for breaking ethical standards. Breaking laws pertaining to consumer rights, environmental protection, bribery, or discrimination can result in expensive legal proceedings and harm to a company's reputation.</p>	Effective policies and mechanisms need to be in place to promote a culture of integrity and conduct as well as address the evolving risks and challenges. The organization is still dedicated to operating all of its operations with the utmost honesty, integrity, governance, ethics, and transparency while strictly adhering to all applicable laws and regulations.	<p><b>Negative</b> - Legal and regulatory infractions frequently coexist with ethical standards violations. Businesses that are involved in investigations, litigation, or settlements may be subject to fines, penalties, and legal costs. These expenses may add up and have a negative impact on profitability.</p>



## SECTION B : MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

Disclosure Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
<b>Policy and management processes</b>									
1. a. Whether your entity's policy / policies cover each principle and its core elements of the NGRBCs. (Yes/No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
b. Has the policy been approved by the Board? (Yes/No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
c. Web Link of the Policies, if available	<a href="http://www.bannari.com/Policies.html">http://www.bannari.com/Policies.html</a>								
2. Whether the entity has translated the policy into procedures. (Yes / No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
3. Do the enlisted policies extend to your value chain partners? (Yes/No)	Y	Y	Y	Y	Y	Y	Y	Y	Y
4. Name of the national and international codes/certifications/labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustee) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	The company has ISO 9001 : 2015, ISO 22000 : 2018, ISO/TS-22002-1:2009 and HALAL certifications in place. The policies are based on the "National Voluntary Guidelines on Social Environmental & Economic responsibilities of business" released by the Ministry of Corporate Affairs Government of India.								
5. Specific commitments, goals and targets set by the entity with defined timelines, if any.	<b>Environment:</b> <ul style="list-style-type: none"> <li>❖ Energy intensity reduction by 5% as compared to FY24</li> <li>❖ Fresh Water intensity reduction by 5% as compared to FY24</li> <li>❖ Implementation of projects utilizing sustainable cultivation practices</li> <li>❖ Recycle 100% of excel condensate water produced in sugar processing, after treatment</li> <li>❖ GHG emission reduction by use of efficient technologies</li> </ul> <b>Social:</b> <ul style="list-style-type: none"> <li>❖ Skill development training to cover 100% of employees in FY25</li> <li>❖ Zero accidents</li> </ul> <b>Governance:</b> <ul style="list-style-type: none"> <li>❖ Major business decisions to integrate ESG aspects to the extent possible</li> </ul>								



<p>6 Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.</p>	<p>All the manufacturing units of the company are situated in midst of the area allotted to the company and thereby significantly reduces the environmental impact of transportation. All emissions are within the limit prescribed by the Central / State Pollution Control Boards. The Company is continuously investing in various equipments for reducing energy and water requirements. The company has adopted alternative sources of energy, such as wind energy, to power its distillery units.</p> <ul style="list-style-type: none"> <li>❖ Raw water consumption has reduced by 26% and 86% in FY24 and FY23 respectively with the utilization of treated condensate water from ETP</li> <li>❖ 3.7L m3 water recycled with better water management practices</li> <li>❖ Reduction in SO<sub>x</sub> levels by 66% &amp; NO<sub>x</sub> levels by 23% as compared to FY23</li> <li>❖ 15% reduction in water intensity compared to FY 23</li> <li>❖ 100% of the supplies have been assessed by the audit for health &amp; safety conditions.</li> </ul> <p>The Company's operations are centered around sustainable development, as emphasized in their Environment, Health and Safety Practices.</p>
---	---

### Governance, leadership and oversight

<p>7 Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements (listed entity has flexibility regarding the placement of this disclosure)</p>	<p>At Bannari, it recognises the Environment Social and Governance and (ESG) stewardship. Bannari undertook to align and integrate its goals with ESG standards and upholding the same. It is an ethical Indian company that produces sugar. The company constantly endeavor to safeguard the environment and maximize energy use. Its efforts to conserve water, reduce energy consumption, maximize resource efficiency, minimize waste, improve the lives of local people, and conduct business responsibly are what define its approach to sustainability. Through a variety of CSR initiatives centered on the manufacturing facilities, Bannari enhances the quality of life and general development of the communities that it serves by focusing on education, skill development, employment, and entrepreneurship. The Company intends to further up its sustainability efforts in the upcoming years by finding novel ways to reduce its carbon footprint and streamlining its operations to use less energy.</p>
<p>8 Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).</p>	<p>The Board of Directors has primary role in implementing Business Responsibility Policy. Sri B Saravanan, Managing Director and Sri A R Palanisamy, Chief Executive of the Company are the highest authority responsible for implementation and oversight of the Business Responsibility Policy.</p>
<p>9 Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.</p>	<p>No specific Committee. The Board of Directors shall ensure effective oversight of the sustainable operations of the business activities.</p>


**10. Details of Review of NGRBCs by the Company**

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board/Any other Committee									Frequency (Annually / Half yearly / Quarterly / Any other - please specify)								
	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
Performance against above policies and follow up action	Board of Directors									Annually								
Compliance with statutory requirements of relevance to the principles and rectification of any non-compliances	Board of Directors									Annually								
11. Has the entity carried out independent assessment /evaluation of the working of its policies by an external agency? (Yes / No). If yes, provide name of the agency.	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9	Yes, The policies have been reviewed by CareEdge Advisory and Research, an external agency. They have mapped the existing policies and procedures against the requirements of BRSR and accordingly suggested the improvements to bridge it with the BRSR requirements.  The policies are further evaluated by the board, on need basis, to incorporate statutory and business requirements.								
12. If answer to question (1) above is "No" i.e. not all Principles are covered by a policy, reasons to be stated																		
a. The entity does not consider the Principles material to its business (Yes/No)	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9	Not Applicable								
b. The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No)																		
c. The entity does not have the financial or/human and technical resources available for the task (Yes/No)																		
d. It is planned to be done in the next financial year (Yes/No)																		
e. Any other reason																		



## SECTION C : PRINCIPLE WISE PERFORMANCE DISCLOSURES

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as "Essential" and "Leadership".

While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

**PRINCIPLE 1 Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.**

### ESSENTIAL INDICATORS

- Percentage coverage by training and awareness programmes on any of the Principles during the financial year

Segment	Total number of training and awareness programmes held	Topics / principles covered under the training and its impact	% age of persons in respective category covered by the awareness programmes
Board of Directors	1	BRSR General Disclosure and covering all the principles	100%
Key Managerial Personnel	1	BRSR General Disclosure and covering all the principles	100%
Employees (other than Board of Directors & KMPs)	3	Business Responsibility and Sustainability Practices of the company	100%
Workers	5	Business Responsibility and Sustainability Practices of the company	100%

- Details of fines / penalties / punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity's website)

Monetary					
	NGRBC Principle	Name of the regulatory/ enforcement agencies/ judicial institutions	Amount (in INR)	Brief of the Case	Has an appeal been preferred? (Yes/No)
Penalty / Fine	NIL				
Settlement					
Compounding fee					
Non - Monetary					
	NGRBC Principle	Name of the regulatory/ enforcement agencies/ judicial institutions	Brief of the Case	Has an appeal been preferred? (Yes/No)	
Imprisonment	NIL				
Punishment					



- 3 Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.

Case Details	Name of the regulatory/ enforcement agencies / judicial institutions
Nil	

- 4 Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.
- The company remains committed to conducting its business in strict adherence to relevant laws, regulations and the highest standards of honesty, integrity, governance, ethics, and transparency across all its operations. These aspects are covered under <http://www.bannari.com/pdfs/policy/ANTI-BRIBERY%20AND%20ANTI-CORRUPTION%20POLICY.pdf>

- 5 Number of Directors / KMPs / employees / workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery / corruption

	FY 2023-24	FY 2022-23
Directors	No disciplinary action has been taken against any of the Director / KMP / Employee / Workers.	
KMPs		
Employees		
Workers		

- 6 Details of complaints with regard to conflict of interest

	Number	Remarks	Number	Remarks
Number of complaints received in relation to issues of Conflict of Interest of the Directors	NIL			
Number of complaints received in relation to issues of Conflict of Interest of the KMPs				

- 7 Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.
- Not Applicable

- 8 Number of days of accounts payables ((Accounts payable \*365) / Cost of goods/services procured)

	FY 2023-24	FY 2022-23
Number of days of accounts payable	19	17

- 9 OPEN-NESS BUSINESS

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties

Parameter	Metrics	FY 2023-24	FY 2022 - 23
Concentration of Purchases	a. Purchases from trading houses as % of total purchases	70.23%	68.70%
	b. Number of trading houses where purchases are made from	1243	1216
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	30.36%	28.89%



Parameter	Metrics	FY 2023-24	FY 2022 - 23
Concentration of Sales	a. Sales to dealers/ distributors as % of total sales	93.44%	95.58%
	b. Number of dealers / distributors to whom sales are made	1452	1408
	c. Sales to top 10 dealers/distributors as % of total sales to dealers / distributors	25.08%	39.11%
Share of RPTs in	a. Purchases (Purchases with related parties/ total purchases)	Nil	Nil
	b. Sales (Sales to related parties/ total sales)	6.35%	3.48%
	c. Loans & advances (Loans & advances given to related parties / total loans and advances)	Nil	Nil
	d. Investments (Investments in related parties / total investments made)	Nil	Nil

## LEADERSHIP INDICATORS

- 1 Awareness programmes conducted for value chain partners on any of the Principles during the financial year

Total number of awareness programmes held	Topics / principles covered under the training	% age of value chain partners covered (by value of business done with such partners) under the awareness programmes
8	Business Responsibility and Sustainability Practices of the company	100%

- 2 Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/No) If Yes, provide details of the same
- Yes. The Company has laid down a Code of Conduct for all Board Members and senior management of the Company. The Code of Conduct has necessary provisions to avoid / manage conflict of interests. Further, the Directors and senior management are required to disclose to the Board, on an annual basis, whether they, directly or indirectly or on behalf of third parties, have material interest in any transaction or matter directly affecting the Company. <http://www.bannari.com/pdfs/Code%20of%20Conduct.pdf>

## PRINCIPLE 2 Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators			
1	Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively		
	FY 2023-24	FY 2022-23	Details of improvements in environmental and social impacts
R & D	100%	100%	<p>I) Sweet Bloom 2.0 - Trials conduct in association with Indian Council of Agricultural Research (SBI &amp; SISMA).</p> <p>II) Co 86032 &amp; 11015 - New Variety of breeder seed cane purchased from Sugar Cane Breeding Institute, Coimbatore multiplied and issued to cane growers.</p> <p>III) Organic Pesticides &amp; Micro Nutrient issued for Cane yield improvement.</p> <p>IV) White curb control subsidy is manufactured and given to the formers in subsidy rate.</p>
Capex	–	--	I) Covered the Bio - Compost yard with Poly shed to avoid the flow of leachate water outside the compost yard and to the drain, due to rain & also to harvest the rain water.



		Details of improvements in environmental and social impacts
2	a.	Does the entity have procedures in place for sustainable sourcing? (Yes/No)
	b.	If yes, what percentage of inputs were sourced sustainably?
3	Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for	
	a.	Plastics (including packaging)
	b.	E-waste
	c.	Hazardous waste and
	d.	Other waste
4	Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.	

### Leadership Indicators

1

Has the entity conducted Life Cycle Perspective / Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details.					
NIC Code	Name of Product / Service	% of total Turnover contributed	Boundary for which the Life Cycle Perspective / Assessment was conducted	Whether conducted by independent external agency (Yes/No)	Results communicated in public domain (Yes/No) If yes, provide the web-link.
Nil					

2

If there are any significant social or environmental concerns and/or risks arising from production or disposal of your products / services, as identified in the Life Cycle Perspective / Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same.		
Name of Product / Service	Description of the risk /concern	Action Taken
NIL		

3

Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).		
Indicate input material	Recycled or re-used input material to total material	
	FY 2023-24	FY 2022-23
Nil		



- 4 Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format

	FY 2023-24			FY 2022-23		
	Re-Used	Recycled	Safety Disposed	Re-Used	Recycled	Safety Disposed
Plastics (including packaging)	0	929.9	0	NIL		
E-waste	0	0	0			
Hazardous waste*	0	0	39.3			
Other waste**	1557611	0	0			

\*Include batteries, oil-soaked cotton waste, DG filters, drums of hazardous chemicals- these are disposed off via authorised hazardous waste recyclers.

\*\* Include non-hazardous waste like bagasse, filter cake etc- these are re-used as fuel or manure.

- 5 Reclaimed products and their packaging materials (as percentage of products sold) for each product category.

Indicate product category	Reclaimed products and their packaging materials as % of total products sold in respective category
Not Applicable	

**PRINCIPLE 3 Businesses should respect and promote the well-being of all employees, including those in their value chains**

Essential Indicators													
1	a.	Details of measures for the well-being of employees:											
		Category	% of employees covered by										
			Total ( A )	Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
				Number ( B )	% ( B / A )	Number ( C )	% ( C / A )	Number ( D )	% ( D / A )	Number ( E )	% ( E / A )	Number ( F )	% ( F / A )
		Permanent employees											
		Male	516	Medical expenses of all permanent employees and their family members will be reimbursed to the extent of one month salary			--	--	--	--	--	--	
		Female	3				3	100%	--	--	--	--	
		Total	519				3	0.58%	--	--	--	--	
		Other than Permanent employees											
		Male	NIL										
		Female											
		Total											



b.	Details of measures for the well-being of workers											
	Category	% of workers covered by										
		Total ( A )	Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
			Number ( B )	% ( B / A )	Number ( C )	% ( C / A )	Number ( D )	% ( D / A )	Number ( E )	% ( E / A )	Number ( F )	% ( F / A )
	Permanent workers											
	Male	1535	Medical expenses of all permanent workers & their family members will be reimbursed to the extent of 1 month's salary.				--	--	--	--	--	--
	Female	7					7	100%	--	--	--	--
	Total	1542					7	0.45%	--	--	--	--
	Other than Permanent workers											
	Male	352	--	--	--	--	--	--	--	--	--	--
	Female	1	--	--	--	--	1	100%	--	--	--	--
	Total	353	--	--	--	--	1	0.28%	--	--	--	--

c.	Spending on measures towards well-being of employees and workers (including permanent and other than permanent)		
		FY 2023-24	FY 2022-23
	Cost incurred on well-being measures as a % of total revenue of the company	0.59%	0.48%

## 2 Details of retirement benefits for current financial year and previous financial year

Benefits	FY 2023-24			FY 2022-23		
	Number of employees covered as a % of total employees	Number of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	Number of employees covered as a % of total employees	Number of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
PF	100	100	Yes	100	100	Yes
Gratuity	100	100	Yes	100	100	Yes
ESI	Not Applicable	--	--	--	--	--
Others - please specify	--	--	--	--	--	--

## 3 Accessibility of workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.	Yes. Head office building is differently abled accessible & has ramps at entrance & braille in lifts
Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.	The company does not have such policy in place. However, the company ensures equal opportunities for all its employees without unfair discrimination based on factors such as race, caste, religion, colour, ancestry, marital status, gender, sexual orientation, age, nationality, ethnic origin, disability, or any other protected category as per applicable law.



5 Return to work and Retention rates of permanent employees and workers that took parental leave.

Gender	Permanent employees		Permanent workers	
	Return to work rate	Retention rate	Return to work rate	Retention rate
Male	Nil			
Female				
Total				

6 Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

Permanent Workers	Yes, the Company has a well established mechanism to receive and redress grievances. Respective Heads of the units at local level receive and settle the grievances of employees / workers. Any major issues will be taken upto the top management through Chief Executive.
Other than Permanent Workers	
Permanent Employees	
Other than Permanent Employees	

7 Membership of employees and worker in association(s) or Unions recognised by the listed entity

Category	FY 2023-24			FY 2022-23		
	Total employees / workers in respective category	No. of employees / workers in respective category, who are part of association(s) or Union	%	Total employees / workers in respective category	No. of employees / workers in respective category, who are part of association(s) or Union	%
	(A)	(B)	(B / A)	(C)	(D)	(D / C)
Total Permanent Employees	519	0	0%	445	0	0%
Male	516	0	0%	442	0	0%
Female	3	0	0%	3	0	0%
Total Permanent Workers	1542	761	49.35%	1477	832	56.33%
Male	1535	761	49.58%	1470	832	56.60%
Female	7	0	0%	7	0	0%



## 8 Details of training given to employees and workers

Category	FY 2023-24					FY 2022-23				
	Total ( A )	On Health and safety measures		On Skill upgradation		Total ( D )	On Health and safety measures		On Skill upgradation	
		No. ( B )	% ( B / A )	No. ( C )	% ( C / A )		No. ( E )	% ( E / D )	No. ( F )	% ( F / D )
Employees										
Male	516	241	46.71%	329	63.76%	442	227	51.36%	266	60.18%
Female	3	3	100.00%	3	100%	3	0	0.00%	0	0.00%
Total	519	244	47.01%	332	63.97%	445	227	51.01%	266	59.78%
Workers										
Male	1887	949	50.29%	875	46.37%	1910	887	46.44%	854	44.71%
Female	8	5	62.50%	7	87.50%	7	0	0.00%	2	28.57%
Total	1895	954	50.34%	882	46.54%	1917	887	46.27%	856	44.65%

## 9 Details of performance and career development reviews of employees and worker

Category	FY 2023-24			FY 2022-23		
	Total ( A )	No. ( B )	% ( B / A )	Total ( C )	No. ( D )	% ( D / C )
Employees						
Male	516	516	100%	442	442	100%
Female	3	3	100%	3	3	100%
Total	519	519	100%	445	445	100%
Workers						
Male	1887	1887	100%	1910	1910	100%
Female	8	8	100%	7	7	100%
Total	1895	1895	100%	1917	1917	100%

## 10 Health and safety management system

a.	Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the coverage such system?	Yes, we are OHSAS – 18001:2007 Occupational Health and Safety Assessment Series (OHSAS) certified. Our Nanjangud unit follows occupational health and safety management system and others units follow general Safety Management system in work place. We have conducted health camps and have provided safety helmets, shoes and work-related safety kits to our employees for safety practices. On Site Emergency plan are approved by the Industrial safety and health, Government of Tamilnadu. On Site Emergency plan and major emergency control plant approved by the Department of Factories, Boilers, Industrial Safety & Health, Government of Karnataka.
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**10 Health and safety management system**

b.	What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?	We are following work permit system, periodical inspection and hazard identification through the Head of the Department. We have conducted periodic workplace inspections of the workplace to identify the hazards. Work permit system is followed to ensure precautionary measures and avoid risks
c.	Whether you have processes for workers to report the work related hazards and to remove themselves from such risks. (Y/N)	Yes, we have trained all the employees/workers for reporting procedures. Employees/Workers are instructed to report work related hazards issues to their supervisor, manager, health and safety representatives. Safety committee is present and they raise their safety concerns through the safety committee meetings held.
d.	Do the employees/ worker of the entity have access to non-occupational medical and healthcare services? (Yes/ No)	Yes, they have access to non-occupational medical and health care services. We have arranged Eye Camp through M/s. Agarwal Eye Hospital, Mysore at our factory premises. Hearing/Audiometry Screening for all employees, Medical Examination for all employees, Typhoid Vaccination for Canteen and Sugar packing workers and Chest X-Ray for Canteen and ETP Workers are conducted.

**11. Details of safety related incidents**

Safety Incident / Number	Category	FY 2023-24	FY 2022-23
Lost Time Injury Frequency Rate (LTIFR) (per million persons hours worked)	Employees	0	0
	Workers	0	0
Total recordable work-related injuries	Employees	1	2
	Workers	34	36
No. of fatalities	Employees	0	0
	Workers	0	0
High consequence work-related injury or ill-health (excluding fatalities)	Employees	0	0
	Workers	0	0

**12 Describe the measures taken by the entity to ensure a safe and healthy work place.**

As a Safety and Welfare measure the employees have been provided safety shoes, Helmets, Uniforms and other applicable PPEs. In order to supervise all the safety works we have engaged Safety Officers. Ensuring all the critical works carried out under the supervision of competent person.

1. Eliminate the potential Hazard in the work place
2. Ensure workers have wear the proper personal protective equipment.
3. Create a safety committee and hold monthly safety meetings.
4. Make sure all workers are properly trained
5. By conducting the safety month programme 1. Safety quiz, 2. Safety connections & 3. Work place hazard identification, 4. Follow the work permit system.
6. By conducting the mock drill once in a year
7. To give safety training to increase awareness among employees.

**13 Number of Complaints on the following made by employees and workers**

	FY 2023-24			FY 2022-23		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	NIL					Periodic site inspections are done
Health & Safety						General medical check-up is done


**14 Assessments for the year**

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)	
Health and safety practices	General medical check-up is done. 100% for all employees	
Working Conditions	100% safety patrolling is done 100% fire production system available 100% general safety equipments given to all employees	
Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.		--

**Leadership Indicators**

1	Does the entity extend any life insurance or any compensatory package in the event of death of (A) Employees (Y/N) (B) Workers (Y/N).	Yes - Under Provident Fund Employees Deposit Linked Insurance (EDLI) Scheme
2	Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.	Accounts and HR department handles the statutory dues have been deducted and deposited by the value chain partners.

- 3 Provide the number of employees / workers having suffered high consequence work- related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment

	Total No. of affected employees / workers		No. of employees/workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment	
	FY 2023-24	FY 2022-23	FY 2023-24	FY 2022-23
Employees	Nil			
Workers				
4	Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? (Yes/ No)		No	

**5 Details on assessment of value chain partners**

	% of value chain partners (by value of business done with such partners) that were assessed
Health and safety practices	100% Periodic site visits
Working Conditions	100% Safety patrolling is done

6	Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners.	Nil
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**PRINCIPLE 4 : Businesses should respect the interests of and be responsive to all its stakeholders**

**Essential Indicators**

1	Describe the processes for identifying key stakeholder groups of the entity	A key stakeholder is any individual, group of individuals, or institution that contributes value to the Company's operations. The company identifies internal and external stakeholders based on whether they are impacted by the company or create an impact on value creation process. Based on this, the company has identified employees as internal stakeholder and shareholders, customers, value chain partners, regulators & farmers as external stakeholders. The Company aggressively seeks out and interacts with its stakeholders according to their degree of influence, potential impact, and level of interest in its business. The management also updates and examines the stakeholder groups on a regular basis to make sure that they are relevant to its activities. When defining each of the major stakeholder groups, the company considers the factors such as dependency, urgency, responsibility, vulnerability, and influence.
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2	List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.			
Stakeholder Group	Whether identified as Vulnerable & Marginalized Group (Yes/No)	Channels of communication (Email, SMS, Newspaper, Pamphlets, Advertisement, Community Meetings, Notice Board, Website), Other	Frequency of engagement (Annually/ Half yearly/ Quarterly/others- please specify)	Purpose and scope of engagement including key topics and concerns raised during such engagement
1. Employees / Workers	No	Union meeting, house magazines, circulars, notice board, senior leaders communication	Need based	Employee well-being, Grievance handling, career development
2. Customers	No	Website, customer plant visit, complaints management &	Need based	Complaints handling and new product development communication and feedback
3. Shareholders	No	E-mail, through post/courier or news paper as and when required through stock exchanges communication and website publication	Quartly / Annually / Need based	Disseminating and sharing of financial and non financial performance update with the shareholders with a view to update and also to seek their approval, as required
4. Value chain partners	No	Vendor meets, conferences, e-mail, voice calls	On going / Need based	Vendor relationship, product knowledge sharing
5. Regulators / Govt Ministries	No	Advocacy meetings with local/state/national regulators/ government ministries and seminars, media releases, conferences, membership in industry bodies	Need based	Compliance, Industry concerns
6. Farmers	No	SMS, Newspaper, Pamphlets, Community Meeting, WhatsApp Group And Notice Board, Farmers Meeting At Block Level And Zonal Level	On going and Need based	On farm trials, exposure visit, training lecture by scientist, field survey for pest and disease, solutions for issue relating to crop, explaining sustainable agriculture practice, grievance collected from farmers.



### Leadership Indicators

1	Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.	The management regularly communicates with key stakeholders like customers, suppliers, employees, farmers, etc. The board meetings are held periodically, where the board holds the discussions with the managing director and senior leaders representing these meetings. According to the meetings, we get feedbacks and issues from the stakeholders and the respective cane manager, sales and marketing department and HR teams. A continuous engagement helps align business expectations, thereby enabling the Company to better serve its stakeholders. The Board is kept abreast on various developments and feedback on the same is sought from the Directors.
2	Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.	Yes, the company continuously engages with internal and external stakeholders on various aspects of ESG. The engagement takes place through various channels as part of an ongoing process. For example, farmers provide feedback regarding fertilizers, pest control, quality of seed and sustainable growth. Similarly, vendors have enabled ease of doing business across the order to payment cycle and have showcased ability to address environmental and social aspects.
3	Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.	The company has always engaged itself in special initiatives with the needy, vulnerable and marginalized stakeholders. The Company's CSR activities focus on the disadvantaged, vulnerable and marginalised segments of society.

## PRINCIPLE 5 : Businesses should respect and promote human rights

### Essential Indicators

- Employees and workers who have been provided training on human rights issues and policy(ies) of the entity.

No Training programme on human rights issues and policies has been conducted during the financial year ended 31<sup>st</sup> March 2024.

- Details of minimum wages paid to employees and workers

Category	FY 2023-24					FY 2022-23				
	Total ( A )	Equal to Minimum Wage		More than Minimum Wage		Total ( D )	Equal to Minimum Wage		More than Minimum Wage	
		No. ( B )	% ( B / A )	No. ( C )	% ( C / A )		No. ( E )	% ( E / D )	No. ( F )	% ( F / D )
Employees										
Permanent	519	0	0%	519	100%	445	0	0%	445	100%
Male	516	0	0%	516	100%	442	0	0%	442	100%
Female	3	0	0%	3	100%	3	0	0%	3	100%
Other than permanent	0	0	0%	0	0%	0	0	0%	0	0%
Male	0	0	0%	0	0%	0	0	0%	0	0%
Female	0	0	0%	0	0%	0	0	0%	0	0%



2. Details of minimum wages paid to employees and workers (Contd...)

Category	FY 2023-24					FY 2022-23				
	Total ( A )	Equal to Minimum Wage		More than Minimum Wage		Total ( D )	Equal to Minimum Wage		More than Minimum Wage	
		No. ( B )	% ( B / A )	No. ( C )	% ( C / A )		No. ( E )	% ( E / D )	No. ( F )	% ( F / D )
Workers										
Permanent	1542	0	0%	1542	100%	1477	0	0%	1477	100%
Male	1535	0	0%	1535	100%	1470	0	0%	1470	100%
Female	7	0	0%	7	100%	7	0	0%	7	100%
Other than permanent	353	0	0%	353	100%	440	0	0%	440	100%
Male	352	0	0%	352	100%	440	0	0%	440	100%
Female	1	0	0%	1	100%	0	0	0%	0	0%

3. Details of remuneration/salary/wages

a. Median remuneration / wages

	Male		Female	
	Number	Median remuneration/ salary/ wages of respective category (₹/Yr.)	Number	Median remuneration/ salary/ wages of respective category (₹/Yr.)
Board of Directors (BoD) (Other than Key Managerial Personnel viz., Chairman and Managing Director)	3	1,05,000	1	70,000
Key Managerial Personnel (Chairman, Managing Director, Company Secretary & Chief Financial Officer)	4	3,19,05,764	0	-
Employees other than BoD and KMP	514	5,92,259	3	4,06,947
Workers	1,535	4,31,914	7	3,89,925

b. Gross wages paid to females as % of total wages paid by the entity

	FY 2023-24	FY 2022-23
Gross wages paid to females as % of total wages	0.43%	0.40%

- |    |   |   |
|----|---|---|
| 4. | Do you have a focal point (Individual / Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes/No) | Yes, Employees can address their complaints or grievances to HR Department  |
| 5. | Describe the internal mechanisms in place to redress grievances related to human rights issues.   | Yes, the Company has a well established mechanism to receive and redress grievances. Respective Heads of the units at local level receive and settle the grievances of employees / workers. Any major issues will be taken upto the top management through Chief Executive. |



6.	Number of Complaints on the following made by employees and workers						
		FY 2023-24			FY 2022-23		
		Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
	Sexual Harassment	No complaints were received during the financial years					
	Discrimination at workplace						
	Child Labour						
	Forced Labour / Involuntary Labour						
	Wages						
	Other human rights related issues						
7.	Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013						
					FY 2023-24	FY 2022-23	
	Total Complaints reported under Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)				Nil		
	Complaints on POSH as a % of female employees / workers						
	Complaints on POSH upheld						
8.	Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.		The Company has complied with applicable provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013. During the year no complaint / case was filed pursuant to the said Act.				
9.	Do human rights requirements form part of your business agreements and contracts? (Yes / No)					No	
10.	Assessments for the year						
		% of your plants and offices that were assessed (by entity or statutory authorities or third parties)					
	Child labour	All plants and offices were assessed internally					
	Forced/involuntary labour						
	Sexual harassment						
	Discrimination at workplace						
	Wages						
	Others - please specify						
11.	Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above					Nil	



**Leadership Indicators**

1.	Details of a business process being modified / introduced as a result of addressing human rights grievances /complaints.	Nil
2.	Details of the scope and coverage of any Human rights due-diligence conducted.	No due-diligence has been conducted on human rights during the financial year 2023-24
3.	Is the premise/office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016?	Yes
4.	Details on assessment of value chain partners	
		% of value chain partners (by value of business done with such partners) that were assessed
	Sexual Harassment	None
	Discrimination at workplace	
	Child Labour	
	Forced Labour / Involuntary Labour	
	Wages	
	Others - please specify	
5.	Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above.	There are no significant risks / concerns arising from the assessments at Question 4 above, which entail any corrective actions.

**PRINCIPLE 6 : Businesses should respect and make efforts to protect and restore the environment**

**Essential Indicators**

1. Details of total energy consumption (in Giga Joules (GJ) or multiples) and energy intensity

Parameter	FY 2023-24 (Giga Joules)	FY 2022-23 (Giga Joules) *
From renewable sources		
Total electricity consumption (A)	--	--
Total fuel consumption (B)	1,34,56,672	1,19,54,575
Energy consumption through other sources (C)	--	--
Total energy consumed from renewable sources (A+B+C)	1,34,56,672	1,19,54,575
From non-renewable sources		
Total electricity consumption (D)	34,160	20,582
Total fuel consumption (E)	13,58,683	21,50,623
Energy consumption through other sources (F)	--	--
Total energy consumed from non-renewable sources (D+E+F)	13,92,843	21,71,205
Total energy consumed (A+B+C+D+E+F)	1,48,49,515	1,41,25,780
Energy intensity per rupee of turnover (Total energy consumed/ revenue from operations)	0.000669	0.000559
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total energy consumed / Revenue from operations adjusted for PPP)	The company serves only India market, with no exports outside the country. Hence PPP is not applicable	The company serves only India market, with no exports outside the country. Hence PPP is not applicable



1. Details of total energy consumption (in Giga Joules (GJ) or multiples) and energy intensity (Contd...)

Parameter	FY 2023-24 (Giga Joules)	FY 2022-23 (Giga Joules) *
Energy intensity in terms of physical output (GJ/tonnes)	25.3	29.5
Energy intensity (optional) – the relevant metric may be selected by the entity	--	--
* We have restated data for FY 22-23 for energy calculations by reclassifying fuel types between energy generated within the plant premises & electricity sourced from grid. The same are recalculated for FY 24		
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency	No	
2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.	No	

3. Provide details of the following disclosures related to water

Parameter	FY 2023-24	FY 2022-23
Water withdrawal by source (in kilolitres)		
i) Surface water	2574910	2976508
ii) Groundwater	51445	67858
iii) Third party water (tanker)	--	--
iv) Seawater / desalinated	--	--
v) Others	3171817	4148451
vi) Water from municipal corporation	--	--
vii) Water Bottles / Aquaguard (Ltr X number of bottle) (KL)	86	--
Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v + vi + vii)	5798258	7192817
Total volume of water consumption (in kilolitres)	6328862	8601740
Water intensity per rupee of turnover (Total water consumption / Revenue from operations)	0.00029	0.00034
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP)	The company serves only India market, with no exports outside the country. Hence PPP is not applicable	The company serves only India market, with no exports outside the country. Hence PPP is not applicable
Water intensity in terms of physical output (GJ/tonnes)	10.8	18.0
Water intensity (optional) – the relevant metric may be selected by the entity	--	--
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency	No	



4.	Provide the following details related to water discharged		
	Parameter	FY 2023-24	FY 2022-23
	Water discharge by destination and level of treatment (in kilolitres)		
i)	To Surface water		
	No treatment	--	--
	With treatment	--	--
ii)	To Groundwater		
	No treatment	--	--
	With treatment	--	--
iii)	To Seawater		
	No treatment	--	--
	With treatment	--	--
iv)	Sent to third-parties		
	No treatment	--	--
	With treatment	--	--
v)	Others		
	No treatment (water recycled)	2113198.47	2727427
	With treatment	1062158.57	1387204
	Total water discharged (in kilolitres)	3175357.04	4114631
	Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency		No

5.	Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.	Yes, the industry established concentration and incineration Technology for spent wash management in distillery. The condensate from the concentration of spent wash is treated biologically and reverse osmosis system and reused in the process in place of raw water.		
6.	Please provide details of air emissions (other than GHG emissions) by the entity			
	Parameter	Please specify unit	FY 2023-24	FY 2022-23
	NOx	Tons / year	1783	1138
	Sox	Tons / year	845	1946
	Particulate matter (PM)	Tons / year	1945	235
	Persistent organic pollutants (POP)	Tons / year	--	--
	Volatile organic compounds (VOC)	Tons / year	--	--
	Hazardous air pollutants (HAP)	Tons / year	--	--
	Others	Tons / year	--	--
Please note: There are certain updates to the emission calculations for FY23. Hence the Nox, Sox, PM quantities and units for last year too is revised in the current year's BRSR report				
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency				No



7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity

Parameter	Unit	FY 2023 - 24	FY 2022 - 23
Total Scope 1 emissions (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available)	Metric tonnes of CO <sub>2</sub>	1,29,416	2,02,956
Total Scope 2 emissions (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available)	Metric tonnes of CO <sub>2</sub>	6,794	4,094
Total Scope 1 and Scope 2 emissions/intensity per rupee of turnover (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations)	CO <sub>2</sub> /Rs. of turnover	0.000006	0.000008
Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP)	--	The company serves only India market, with no exports outside the country. Hence PPP is not applicable	The company serves only India market, with no exports outside the country. Hence PPP is not applicable.
Total Scope 1 and Scope 2 emission intensity in terms of physical output	tCO <sub>2</sub> /tonne	0.2	0.4
Total Scope 1 and Scope 2 emission intensity (optional)			
Please Note: We have restated data for FY22-23 for scope 1 and scope 2 emissions by reclassifying fuel types between scope 1 and scope 2			
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.			No

8. Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.
- > The waste generated in the form of Cane trash, and molasses are used as fuel within the co-generation plant.
  - > Spent wash is also treated by anaerobic process, in a biogas plant. Biogas is utilised as fuel for boilers.
  - > This helps to reduce use of conventional source of energy.
  - > Falling Film Evaporators are an important improvement in our operational efficiency. We have significantly reduced the amount of steam required, which has resulted in less bagasse being consumed, by utilizing this method. This efficient method helps to reduce greenhouse gas emissions in a noticeable way while also improving our use of resources.

9. Provide details related to waste management by the entity

Parameter	FY 2023 - 24	FY 2022 - 23
Total Waste generated (in metric tonnes)		
Plastic waste (A)	23.88	42.53
E-waste (B)	14.00	0.19
Bio-medical waste (C)	33.60	32.40
Construction and demolition waste (D)	--	--
Battery waste (E)	5.30	5.65
Radioactive waste (F)	--	--
Other Hazardous waste (Oil-soaked cotton waste, DG filters, paint cans, chemical cans, paint residue, oil sludge, DG chimney soot, coolant oil and used oil).(G)	899.20	42.70



9. Provide details related to waste management by the entity (Contd...)

Parameter	FY 2023 - 24	FY 2022 - 23
Total Waste generated (in metric tonnes)		
Other Non-hazardous waste generated (H).(Fly ash, Bottom ash, Bagasse, Filter Cake, Lime Sludge.)	1746879.70	927840.08
Total (A+B + C + D + E + F + G + H)	1747855.68	927963.55
Waste intensity per rupee of turnover (Total waste generated / Revenue from operations)	0.00008	0.00004
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP)	The company serves only India market, with no exports outside the country. Hence PPP is not applicable	The company serves only India market, with no exports outside the country. Hence PPP is not applicable
Waste intensity in terms of physical output (MT/tonne)	3.00	1.90
Waste intensity (optional)	–	–
For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)		
Category of waste		
i) Recycled	59300	--
ii) Re-used	44590	86980
iii) Other recovery operations	--	5593
Total	103890	92573
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste		
i) Incineration	1416296.00	--
ii) Landfilling	2801.60	3200.06
iii) Other disposal operations	135082.70	10275.40
Total	1554180.30	13475.46

Please Note: The company is in the process of monitoring waste generation (though in minor quantities) and further having a robust disposal mechanism to minimise waste sent to landfill.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency	No
--	----

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes
- During the sugar and distillery processes, there are so many residues and by-products generated that we productively utilize as fuel and manure. Bagasse and spent wash are used as fuel for co-generation plants and incinerators. Some amount of bagasse is also used in vacuum filters. The industrial trade effluent (spent wash) has been treated by biological processes with anaerobic treatment in the bioreactors. The biogas generated in the bioreactor is utilized in the boiler as fuel, which replaces a major part of fossil fuel (furnace oil) usage in the process of steam generation. The waste generated is within the permissible limits given by CPCB/SPCB.

11. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required

S. No.	Location of operations/offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
Not Applicable			



12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
NA					

13. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format:

S. No.	Specify the law /regulation / uidelines which was not complied with	Provide details of the non- compliance	Any fines/penalties/action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
The company complies with all the applicable environmental laws				

### Leadership Indicators

- 1.

Water withdrawal, consumption and discharge in areas of water stress (in kilolitres):		
For each facility / plant located in areas of water stress, provide the following information:		
i) Name of the area	Nil	
ii) Nature of operations	Nil	
iii) Water withdrawal, consumption and discharge in the following format		
Parameter	FY 2023 - 24	FY 2022 - 23
Water withdrawal by source (in kilolitres)		
i) Surface water	25,74,909.87	29,76,508
ii) Groundwater	51,444.95	67,858
iii) Third party water	--	--
iv) Seawater / desalinated water	--	--
v) Others	31,71,817.35	41,48,451
Total volume of water withdrawal (in kilolitres)	57,98,172.17	71,92,817
Total volume of water consumption (in kilolitres)	63,96,908.39	86,01,740
Water intensity per rupee of turnover (Water consumed / turnover)	0.00029	0.00034
Water intensity (optional)	--	--
Water discharge by destination and level of treatment (in kilolitres)		
i) Into Surface water		
---No treatment	--	--
---With treatment	--	--
ii) Into Groundwater		
---No treatment	--	--
---With treatment	--	--
iii) Into Seawater		
---No treatment	--	--
---With treatment	--	--
iv) Sent to third-parties		
---No treatment	--	--
---With treatment	--	--
v) Others		
---No treatment	21,13,198.47	27,27,427
---With treatment	10,62,158.57	13,87,204
Total water discharged (in kilolitres)	31,75,357.04	41,14,631
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency		No



2. Please provide details of total Scope 3 emissions & its intensity

Parameter	Unit	FY 2023-24	FY 2022-23
Total Scope 3 emissions (Break-up of the GHG into CO <sub>2</sub> , CH <sub>4</sub> , N <sub>2</sub> O, HFCs, PFCs, SF <sub>6</sub> , NF <sub>3</sub> , if available)	Metric tonnes of CO <sub>2</sub> equivalent	2497	2647
Total Scope 3 emissions per rupee of turnover	tCO <sub>2</sub> /Rs. Of turnover	0.00000011	0.0000001
Total Scope 3 emission intensity (optional)	--	--	--
Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency			No

3. With respect to the ecologically sensitive areas reported at Question 11 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities.

NA

4. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives

S. No.	Initiative undertaken	Details of the initiative (Web-link, if any, may be provided along-with summary)	Outcome of the initiative
1	Recycling and reusing of waste water	Waste water recycle plants are implemented at all Sugar & Distillery units	It helps to reduce the consumption of raw water.
2	To keep emissions within the allowed range, an ESP was connected with the boiler.	Electrostatic precipitators (ESP) collect dust in the flue gas produced by boiler	It controls the flue gas and dust within the CPCB norms
3	The power turbine and the mill bearing water are cooled by separate cooling towers.	Cooling towers are installed for cooling of hot condensate and reuse it suitably	Reduction in consumption of raw ground water
4	Distillery concentrated spent wash is used as a fuel for the incineration boiler in all distillery units.	Reuse of distillery effluent to fuel	It saves the coal consumption

5. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.

On-Site Emergency plan and major emergency control plant are approved by the Department of Factories, Boilers, Industrial Safety & Health, Government of Karnataka.

6. Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard

Sustainable farming practice and organic manuring is initiated and the process is in progress.

7. Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.

Around 90% of farmers receive assistance from our cane team in using integrated cane management systems to practice sustainable farming.



**PRINCIPLE 7 : Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent**

**Essential Indicators**

1	a.	Number of affiliations with trade and industry chambers / associations.  The Company through ISMA, SISMA and various other industry associations, participates in advocating matters for advancement of the industry's interest and public good. It supports various initiatives of the Government which include farmers welfare, environment, customer information and education.	
	b.	List the top 10 trade and industry chambers / associations (determined based on the total members of such body) the entity is a member of / affiliated to.	
		S. No.	Reach of trade and industry chambers / associations (State / National / International)
		1	Indian Sugar Mills Association (ISMA)
		2	South Indian Sugar Mills Association (SISMA)
		3	CII (Confederation of Indian Industry)
		4	FICCI (Federation of Indian Chamber of Commerce and Industry)
		5	ASSOCHAM (Associated Chambers of Commerce and Industry of India)
		6	INDIAN CHAMBER OF COMMERCE
		7	NATIONAL SAFETY COUNCIL
		8	ALL INDIA DISTILLERS' ASSOCIATION
		9	FEDERATION OF INDIAN EXPORT ORGANISATIONS
		10	CHEMICAL AND ALLIED PRODUCTS EXPORT PROMOTION COUNCIL

- 2 Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

Name of authority	Brief of the case	Corrective action taken
No such incidents		

**Leadership Indicators**

- 1 Details of public positions advocated by the entity

S. No.	Public policy advocated	Method resorted for such advocacy	Whether information available in public domain? (Yes/No)	Frequency of Review by Board (Annually/ Half yearly / Quarterly / Others – please specify)	Web Link, if available
Nil					


**PRINCIPLE 8 : Businesses should promote inclusive growth and equitable development**
**Essential Indicators**

1	Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.					
	Name and brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
	NA					

- 2 Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format

S. No.	Name of Project for which R & R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R & R	Amounts paid to PAFs in the FY (In INR)
	Nil					
3	Describe the mechanisms to receive and redress grievances of the community.	The Company has a procedure in place for handling complaints and issues that come from the community. The Human Resource Department and the Cane Department, at the unit level, engage in community outreach on a range of topics, such as health care, education, disaster relief, rural development, and art and culture. They also receive and address verbal and written community issues. As part of the development effort, the Company also actively interacts with the community.				

- 4 Percentage of input material (inputs to total inputs by value) sourced from suppliers

Parameter	FY 2023-24	FY 2022-23
Directly sourced from MSMEs/ small producers	1%	1%
Directly sourced within India	98%	98%

- 5 Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost.

Location	FY 2023-24	FY 2022-23
Rural	91.95%	92.32%
Semi-urban	--	--
Urban	8.05%	7.68%
Metropolitan	--	--

**Leadership Indicators**

1	Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above)	
	Details of negative social impact identified	Corrective action taken
	Nil	



- 2 Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies

S. No.	State	Aspirational District	Amount spent (In INR)
Nil			

- 3
- |    |   |    |
|----|---|----|
| a. | Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No) | No |
| b. | From which marginalized /vulnerable groups do you procure?  | No |
| c. | What percentage of total procurement (by value) does it constitute?   | No |

- 4 Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge

S. No.	Intellectual Property based on traditional knowledge	Owned / Acquired (Yes / No)	Benefit shared (Yes / No)	Basis of calculating benefit share
Nil				

- 5 Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.

Name of authority	Brief of the Case	Corrective action taken
Not Applicable		

- 6 Details of beneficiaries of CSR Projects :

S. No.	CSR Project	No. of persons benefitted from CSR Projects	% of beneficiaries from vulnerable and marginalized groups
1	Promoting quality education (Item (ii) of Schedule VII)	10000 + Students are benefitted	Not Applicable
2	Promoting health care (Item (i) of Schedule VII)	5000 + People are benefitted	
3	Rural development (Item (x) of Schedule VII)	10000 + People are benefitted	
4	Environment Sustainability (Item (iv) of Schedule VII)	2000 + People are benefitted	
5	Disaster relief (Item (xii) of Schedule VII)	250 + People are benefitted	



## PRINCIPLE 9 : Businesses should engage with and provide value to their consumers in a responsible manner

### Essential Indicators

1	Describe the mechanisms in place to receive and respond to consumer complaints and feedback.	<p>A customer's verbal or written complaint, made by phone, email, or in person if preferred, is forwarded to head office (sales department). The unit head, process head, and QA head shall be notified by the sales department, the party that received the complaint. A complaint that is received is entered into the complaint log. While the complaint was being recorded Analysis is done on the complaint criteria (Critical, Major, Minor). The fundamental cause is examined and any necessary corrective action is started, depending on the type of complaint. Determining if a complaint investigation is necessary and allocating the investigation are the QA head's responsibilities. It is the assigned complaint investigator's responsibility to promptly finish and record the investigation. The QA Head oversees the tracking of complaint investigations and remedial measures.</p> <p>Analysis of Customer Feedback: We send out customer feedback forms to our clients once a year. Within the month, the completed customer feedback forms are gathered. The gathered client feedback was examined based on each person's unique attributes. Customer feedback forms are examined and rated after receipt. One is assigned a rating of 1 for poor, two for fair, three for good, and four for excellence. Determine the area that needs improvement if the rating is 3. For the rating of less than two, corrective action will be started. The senior management receives the studied data with poor ratings so that appropriate adjustment and corrective action can be started.</p> <p>Additionally, a number of Standard Operation Procedures (SOPs) were proactively designed, updated, and enhanced to meet the necessary standards for food safety and quality across all units. Additionally, these acts were communicated.</p>
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- 2 Turnover of products and/ services as a percentage of turnover from all products/service that carry information about

	As a percentage to total turnover
Environmental and social parameters relevant to the product	NA
Safe and responsible usage	NA
Recycling and/or safe disposal	NA

- 3 Number of consumer complaints in respect of the following

	FY 2023-24			FY 2022-23		
	Received during the year	Pending resolution at end of year	Remarks	Received during the year	Pending resolution at end of year	Remarks
Data privacy	Nil					
Advertising						
Cyber-security						
Delivery of Essential Services						
Restrictive Trade Practices						
Unfair Trade Practices						
Other						



#### 4 Details of instances of product recalls on account of safety issues

	Number	Reasons for recall
Voluntary recalls	NIL	Not Applicable
Forced recalls	NIL	Not Applicable

5	Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No) If available, provide a web-link of the policy.	Yes, the company has a policy on Cyber Security which can be accessed: <a href="http://www.bannari.com/pdfs/policy/CYBER%20SECURITY%20POLICY.pdf">http://www.bannari.com/pdfs/policy/CYBER%20SECURITY%20POLICY.pdf</a>
6	Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services	No such incidents have occurred. We take backup of our entire data periodically (Hourly/daily/Monthly) to prevent from any data loss.

#### 7 Provide the following information relating to data breaches

a.	Number of instances of data breaches	In fiscal year 2023-24, there were no sustainable complaints or data breach activities received during the reporting period on inside and outside the organization
b.	Percentage of data breaches involving personally identifiable information of customers	Nil
c.	Impact, if any, of the data breaches	NA

#### Leadership Indicators

1	Channels / Platforms where information on products and services of the entity can be accessed (provide web link, if available).	<a href="http://www.bannari.com">www.bannari.com</a>
2	Steps taken to inform and educate consumers about safe and responsible usage of products and/or services.	Product information is provided as per FSSAI requirements and other applicable regulations
3	Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services	There has been no disruption or discontinuation of our operation, which has significantly affected the Company's business.
4	Does the entity display product information on the product over and above what is mandated as per local laws? (Yes / No / Not Applicable) If yes, provide details in brief. Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/No)	Yes. The Company displays as well as reviews the displayed information of all its products for correctness of information and safety guidance on the product label as may be required under the Food Safety and standards Act, 2006, Legal Metrology (Packaged Commodities) Rules, 2011, Drugs and Cosmetics Act, 1940, Fertiliser (Control) Order, 1985, Sugar (Packing and Marking) Order, 1970, and other applicable laws and as may be applicable and relevant for its products. Over and above the mandatory requirements, the Company also subscribes to various customer information requirements. We are following the Product Information under Food Safety and Standards (Labelling and Display) Regulations, 2020. The Company carries out marketing research at regular intervals to study the brand health and understand various brand health parameters. Yes, the product information and other details as per food safety and standards authority of India (FSSAI) has been marked on the product bag. Product information provided as per FSSAI requirements 1. Name of the product 2. Grade 3. Season 4. Type of Process 5. Use No Hooks 6. No Foot prints 7. Veg Logo 8. Plant Address 9. Storage conditions 10. Nutritional Information 11. Customer care No. 12. Lot No. 13. Manufacturing Month & Expiry 14. FSSAI license No. 15. Not for retail sale.



**ANNEXURE - VI**

**SECRETARIAL AUDIT REPORT**

**FOR THE FINANCIAL YEAR ENDED ON 31<sup>ST</sup> MARCH, 2024**

**[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,  
M/s. Bannari Amman Sugars Limited  
1212, Trichy Road,  
Coimbatore - 641018

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to Good Corporate Practices by M/s. Bannari Amman Sugars Limited (hereinafter called the 'Company'). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company'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, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March, 2024 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March, 2024 according to the provisions of:

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- 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. - Not Applicable.
- 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;
  - b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - c) 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;
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 and its amendment from time to time.
- vi) and other laws applicable to the Company viz.:-
  - 1. Essential Commodities Act, 1955
  - 2. The Sugarcane (Control) Order, 1966 and Sugar (Control) Order, 1966
  - 3. Sugar Cess Act, 1982
  - 4. Sugar Development Fund Act, 1982



5. Food Safety and Standards Act, 2006
6. The Boiler Act, 1923
7. The Electricity Act, 2003
8. The Legal Metrology Act, 2011
9. Karnataka Sugar Cane (Regulation of Purchase and Supply) Act, 2013
10. The Factories Act, 1948
11. Industrial (Development and Regulations) Act, 1951
12. The Information Technology Act, 2000
13. Environment Protection Act, 1986
14. The Water (Prevention and Control of Pollution) Act, 1974
15. The Air (Prevention and Control of Pollution) Act, 1981
16. The Employees' Provident Fund and Miscellaneous Provisions Act, 1952
17. Employees State Insurance Act, 1948
18. The Payment of Wages Act, 1956
19. The Minimum Wages Act, 1948
20. The Industrial Employment (Standing Order) Act, 1946
21. The Employees' Compensation Act, 1923
22. Equal Remuneration Act, 1976
23. The Payment of Bonus Act, 1965
24. The Payment of Gratuity Act, 1972
25. The Insecticides Act, 1968
26. Land Revenue and other local laws applicable to its plant and offices
27. And all other applicable laws pertaining to Sugar Industry including Co-generation of Power, Distillery and Granite Industries.

As per the information and explanation provided by the management and officers of the Company and also on verification of reports and certificates of professionals, we report that the adequate systems are in place to monitor and ensure compliance of Laws relating to Direct and Indirect Taxes and Labour and other Legislations.

We have also examined compliance with the applicable Regulations issued by the Securities Exchange Board of India (Listing Obligations and Disclosures Requirements) Regulations, 2015 and Secretarial Standards issued by the Institute of Company Secretaries of India.

During the year under review the Company has complied with all the applicable Acts, Rules, Regulations, Guidelines, Standards, etc. including the laws mentioned above.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Independent Directors and a Woman Director. There were no changes in the composition of the Board of Directors during the period under review.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days 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.

We further report that 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:-



As informed, the Company has responded appropriately to notices received from various Statutory or Regulatory authorities wherever found necessary.

All decisions at the Board Meetings and Committee Meetings are carried out unanimously as recorded in the Minutes of the Meetings of the Board of Directors or Committee of the Board as the case may be.

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

- a) Public/Rights/Preferential Issue of shares/Debentures/Sweat Equity
- b) Redemption/Buy Back of Securities
- c) Merger / Amalgamation / reconstruction etc
- d) Foreign Technical Collaboration

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.

Place : Coimbatore  
Date : 30.04.2024

For M/s C Thirumurthy & Associates  
C Thirumurthy B Com BL FCS  
Practising Company Secretary  
FCS 3454 CP 5179  
UDIN: F003454F000259468

**Annexure - A**

To

The Members  
Bannari Amman Sugars Limited  
1212, Trichy Road  
Coimbatore – 641018

Our 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. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. We have obtained, wherever required, 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 management. Our examination was limited to the 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 : Coimbatore  
Date : 30.04.2024

For M/s C Thirumurthy & Associates  
C Thirumurthy B Com BL FCS  
Practising Company Secretary  
FCS 3454 CP 5179  
UDIN: F003454F000259468



## **INDEPENDENT AUDITORS' REPORT**

To

The Members of Bannari Amman Sugars Limited  
Report on the Audit of the Financial Statements

### **Opinion**

1. We have audited the accompanying financial statements of Bannari Amman Sugars Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2024, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended on that date and notes to the financial statements, including a summary of material accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, the profit including other comprehensive income, the changes in equity and its cash flows for the year ended on that date.

### **Basis for Opinion**

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Key Audit Matters**

4. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matter described below to be the key audit matter to be communicated in our report.



Sl. No.	Description of Key Audit Matter	Description of Auditors' Response
4.1	<p><b>Inventory valuation of sugar as at the year ended March 31, 2024</b></p> <p>(Refer to the accompanying Note No.9 forming integral part of the Financial Statements)</p> <p>The Company's closing stock of sugar as at March 31, 2024 is Rs. 81,236.33 lakhs. The inventory of sugar is valued at the lower of Weighted Average cost and net realizable value.</p> <p>We considered the valuation of the inventory of sugar as a key audit matter given the relative size of the balance in the financial statements and significant judgement involved in the consideration of factors such as minimum sale price, monthly quota, fluctuation in selling prices and the related notifications of the Government in determination of net realizable value.</p>	<p>We understood and tested the design and operating effectiveness of controls as established by the management in determination of cost of production and net realizable value of inventory of sugar.</p> <p>We have tested the adequacy of the method used for the cost of production and reliability of data and the procedures followed for arriving at the cost of sugar.</p> <p>We reviewed the accounting policy followed for valuation of inventory of sugar and appropriateness thereof with respect to Ind AS 2 Inventories issued by ICAI. We considered various factors including the actual selling price prevailing around and subsequent to the year end, minimum selling price &amp; monthly quota and other notifications of the Government of India, initiatives taken by the Government with respect to sugar industry as a whole.</p> <p>Based on the above procedures performed, the inventory valuation of sugar as at the year-end is considered to be reasonable.</p>

#### Information other than the Financial Statements and Auditor's Report thereon

- The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.
- The other information is expected to be made available to us after the date of this auditor's report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed on other information, we conclude that there is a material misstatement, if any, of this other information, we are required to report that fact. We have nothing to report in this regard.

**Responsibilities of Management and Those Charged with Governance for the Financial Statements**

8. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of 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; and design, implementation and maintenance of adequate internal financial controls, that were 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 misstatement, whether due to fraud or error.
9. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
10. Those Board of Directors is also responsible for overseeing the Company's financial reporting process.

**Auditor's Responsibilities for the Audit of the Financial Statements**

11. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
12. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - b) Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
13. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
  14. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
  15. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### **Report on Other Legal and Regulatory Requirements**

16. As required by the Companies (Auditor's Report) Order, 2020 ("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" a statement on the matters specified in paragraphs 3 and 4 of the Order.
17. 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 purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.



- c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standard) Rules, 2015 as amended.
- e) On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) 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".
- g) With respect to the matter to be included in the Auditors' Report under Section 197(16) of the Act:

In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - i) The Company has disclosed the impact of pending litigations on its financial position in Note No.45 to the financial statements;
  - ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
  - iii) There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Company.
  - iv)
    - a) The management has represented that, to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other persons or entities, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Company or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
    - b) The management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall whether directly or indirectly, lend or invest in other persons or entities identified in any



manner whatsoever ("Ultimate Beneficiaries") by or on behalf of the Funding Party or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

- c) Based on such audit procedures as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under subclause (i) and (ii) of Rule 11 contain any material mis-statement.
- v) The dividend declared and paid during the year by the Company relating to financial year 2022-23 is in compliance with Section 123 of the Act.
- vi) The proviso to rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the company with effect from April 1, 2023.

Based on our examination which included test checks, the company has used accounting software for maintaining its books of accounts which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software.

Further during the course of our audit, we did not come across any instance of audit trail feature being tampered with.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable only from April 1, 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants  
Firm Registration Number: 003328S

**P. R. VITTEL**  
Partner

Membership Number: 018111  
UDIN : 24018111BKGELB6212

Place : Coimbatore  
Date : 23.05.2024



## **Annexure - A to the Independent Auditors' Report**

Referred to in paragraph 16 of the Independent Auditor's Report of even date to the members of Bannari Amman Sugars Limited on the financial statements for the year ended March 31, 2024

- i.
  - a)
    - A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.
    - B) The Company does not hold any intangible assets and hence reporting under this clause is not applicable.
  - b) The Company has physically verified property, plant and equipment in regular intervals during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its property, plant and equipment.
  - c) In our opinion and according to the information and explanations given to us and on the basis of examination of the records of the company, the title deeds of immovable properties are held in the name of the company. In respect of immovable properties taken on lease and disclosed as right-of-use assets in the financial statements, the lease agreements are in the name of the company.
  - d) The Company has not revalued its property, plant and equipment (including right of use assets) during the year.
  - e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made there under.
- ii.
  - a) The inventory has been physically verified by the management at reasonable intervals during the year. In our opinion, the coverage and procedure of such verification by management is appropriate. No discrepancies of 10% or more in the aggregate for each class of inventory were noticed as compared to book records.
  - b) The Company has been sanctioned working capital limit in excess of Rupees Five Crores in aggregate during the year from banks on the basis of security of current assets. The Quarterly statements filed by the company with the banks are not in agreement with the books of accounts of the company and the details of the same are given in Note no.62 to the Financial Statements.
- iii. In our opinion and according to the information and explanations given to us and on the basis of our examination of the books of account, during the year, the Company has not made any investments in, provided any guarantee or security, granted any loans secured or unsecured to companies, firms, limited liability partnerships or other parties. Accordingly, the reporting under paragraph 3(iii) of the Order is not applicable to the Company.
- iv. In our opinion and according to the information and the explanations given to us, the Company has not granted any loans or provided any guarantees or securities to the parties covered under the section 185 of the Act. The Company has complied with the provisions of section 186 of the Act in respect of investments made or loans or guarantee or security provided.

- v. According to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits within the meaning of provisions of sections 73 to 76 or any other relevant provisions of the Act and the Rules framed there under. Accordingly, reporting under paragraph 3(v) is not applicable to the Company.
- vi. As per the information and explanations given by the management, maintenance of cost records has been prescribed by the Central Government and we are of the opinion that the prescribed accounts and records have been made and maintained under section 148(1) of the Act, by the company..
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the undisputed statutory dues including Provident Fund, Employee's State Insurance, Income tax, Goods and Service Tax, duty of customs, duty of excise, cess and any other material statutory dues, as applicable, have been regularly deposited during the year by the Company with the appropriate authorities. Consequently, there were no undisputed dues outstanding as at March 31, 2024 for a period of more than six months from the date they became payable.
- b) According to the information and explanations given to us, the details of statutory dues referred to in sub-clause (a) which have not been deposited as on March 31, 2024 on account of disputed dues are given below:

Sl. No.	Name of the Statute	Nature of Dues	Amount Disputed (₹ in Lakhs)	Period to which demand relates	Forum where dispute is pending
1	Income Tax Act, 1961	Income Tax	5.32	AY 2015-16	Commissioner of Income Tax, (Appeals), Chennai
2	Income Tax Act, 1961	Income Tax	29.30	AY 2016-17	Commissioner of Income Tax, (Appeals), Chennai
3	Income Tax Act, 1961	Income Tax	98.76	AY 2017-18	Commissioner of Income Tax, (Appeals), Chennai
4	Income Tax Act, 1961	Income Tax	5.98	AY 2018-19	Commissioner of Income Tax, (Appeals), Chennai
5	Income Tax Act, 1961	Income Tax	358.45	AY 2021-22	Commissioner of Income Tax, (Appeals), Chennai

- viii. According to the information and explanations given to us and on the basis of our examination of the books of account, there were no transactions relating to previously unrecorded income that were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.



- ix. a) According to the information and explanations given to us, the Company has not defaulted in repayment of dues to any lender during the year. The company has not issued any debentures.
- b) According to the information and explanations given to us, the company has not been declared as willful defaulter by any bank or financial institution or other lender.
- c) According to the information and explanations given to us, the company has not availed any term loans during the year.
- d) According to the information and explanations given to us and based on our overall examination of Financial Statements of the Company, the funds raised on short term basis by the company during the year have not been utilized for long term purposes.
- e) The Company does not have any subsidiaries, associates or joint ventures. Accordingly, the provisions of paragraph 3(ix)(e) and 3(ix)(f) of the Order are not applicable to the Company.
- x. a) The Company has not raised any money by way of Initial Public Offer or further public offer (including Debt instruments) during the year.
- b) According to the information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year under review.  
Accordingly, the reporting under paragraph 3(x) of the Order is not applicable.
- xi. a) According to the information and explanations given to us, no fraud by the Company or any fraud on the Company has been noticed or reported during the year.
- b) According to the information and explanations given to us, no report under Section 143 (12) of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules 2014 with the Central Government during the year and up to the date of this report.
- c) According to the information and explanations given to us, the company has not received any whistle blower complaints during the year.  
Accordingly, the reporting under paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, reporting under paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standards.
- xiv. a) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business.
- b) The Reports of the Internal Auditors issued till the date of the audit report for the period under audit were considered by us.
- xv. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with the directors or persons connected with them and



hence provisions of Section 192 of the act are not applicable to the Company. Accordingly, reporting under paragraph 3(xv) of the Order is not applicable.

- xvi. a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the paragraph 3(xvi) (a) of the Order is not applicable.
- b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without a valid certificate of registration (CoR) from Reserve Bank of India as per Reserve Bank of India Act, 1934. Accordingly, the paragraph 3(xvi) (b) of the Order is not applicable.
- c) The Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, the paragraph 3(xvi) (c) of the Order is not applicable.
- d) There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Accordingly, the paragraph 3(xvi) (d) of the Order is not applicable.
- xvii. The Company has not incurred any cash losses in the current financial year and the immediately preceding financial year. Accordingly, the reporting under paragraph 3(xvii) of the Order is not applicable.
- xviii. There has not been any resignation of the Statutory Auditors during the year. Accordingly, the reporting under paragraph 3(xviii) of the order is not applicable.
- xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report and that the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.
- xx. a) According to the information and explanations given to us and based on our examination of the records, the company has spent the amount required to be spent as stipulated in section 135 of the act and does not have any unspent amount required to be transferred to a fund specified in schedule VII of the Act as per section 135(5) of the Act.
- b) The Company does not have any ongoing projects and there are no unspent amounts pursuant to ongoing projects that are required to be transferred to a special account in compliance of provisions of section 135(6) of the Act.

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants  
Firm Registration Number: 003328S

**P. R. VITTEL**  
Partner

Membership Number: 018111  
UDIN : 24018111BKGELB6212

Place : Coimbatore  
Date : 23.05.2024



## **Annexure - B to the Independent Auditors' Report**

Referred to in paragraph 17(f) of the Independent Auditor's Report of even date to the members of Bannari Amman Sugars Limited on the financial statements for the year ended March 31, 2024

### **Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

1. We have audited the internal financial controls over financial reporting of Bannari Amman Sugars Limited ("the Company") as of March 31, 2024 in conjunction with our audit of the financial Statements of the Company for the year ended on that date.

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

2. 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 ('ICAI'). 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 Act.

#### **Auditor's Responsibility**

3. 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 Act, 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 ICAI. 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.
4. 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 judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.



5. 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**

6. 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 for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:
- a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
  - b) 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 authorization of management and directors of the company; and
  - c) 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**

7. 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 March 31, 2024, 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 ICAI.

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants  
Firm Registration Number: 003328S

**P. R. VITTEL**  
Partner

Membership Number: 018111  
UDIN : 24018111BKGELB6212

Place : Coimbatore  
Date : 23.05.2024



# BANNARI AMMAN SUGARS LIMITED

## BALANCE SHEET AS AT 31.03.2024

(₹ in Lakhs)

SI No	PARTICULARS	Note No.	As at 31.03.2024		As at 31.03.2023	
			Details	Total	Details	Total
I.	<b>ASSETS</b>					
	<b>1) NON- CURRENT ASSETS</b>					
	a) Property, Plant and Equipment	2	106982.10		107733.25	
	b) Capital Work in Progress	2	11246.21		2174.30	
	c) Right-of-use Assets	3	46.48		63.63	
	d) Biological Assets other than bearer plants	4	54.97		50.78	
	e) Financial Assets					
	i) Investments	5	309.56		171.23	
	ii) Trade Receivables	6	3061.24		5318.91	
	iii) Other Financial Assets	7	989.78		1562.37	
	f) Other Non-Current Assets	8	1532.77		2077.30	
				<b>124223.11</b>		<b>119151.77</b>
	<b>2) CURRENT ASSETS</b>					
	a) Inventories	9	100878.71		97217.64	
	b) Biological Assets	10	17.21		10.35	
	c) Financial Assets					
	i) Trade Receivables	11	13416.19		14094.61	
	ii) Cash and Cash Equivalents	12	637.00		567.97	
	iii) Bank Balance other than Cash and Cash Equivalents	13	59.93		62.53	
	iv) Loans	14	128.88		120.06	
	v) Other Financial Assets	15	863.39		997.67	
	d) Other Current Assets	16	3224.11		3645.23	
	e) Current Tax Assets (Net)	17	47.01		-	
				<b>119272.43</b>		<b>116716.06</b>
	<b>TOTAL ASSETS</b>			<b>243495.54</b>		<b>235867.83</b>
II.	<b>EQUITY AND LIABILITIES</b>					
	<b>EQUITY</b>					
	a) Equity Share Capital	18	1253.97		1253.97	
	b) Other Equity	19	167586.20		153935.41	
				<b>168840.17</b>		<b>155189.38</b>
	<b>LIABILITIES</b>					
	<b>1) NON-CURRENT LIABILITIES</b>					
	a) Financial Liabilities					
	i) Borrowings	20	6730.47		15706.42	
	ii) Lease Liabilities	21	23.17		41.99	
	iii) Other Financial Liabilities	22	366.09		501.35	
	b) Provisions	23	1083.42		892.49	
	c) Deferred Tax Liabilities (Net)	24	9303.41		6209.58	
				<b>17506.56</b>		<b>23351.83</b>
	<b>2) CURRENT LIABILITIES</b>					
	a) Financial Liabilities					
	i) Borrowings	25	41827.46		42350.21	
	ii) Lease Liabilities	26	26.52		25.10	
	iii) Trade payables					
	a) Outstanding dues of Micro and Small Enterprise	27	26.77		137.04	
	b) Outstanding dues of other than (iii) (a) above	27	7893.38		7957.57	
	iv) Other Financial Liabilities	28	2034.16		1418.57	
	b) Other Current Liabilities	29	4297.88		4226.77	
	c) Provisions	30	1042.64		956.48	
	d) Current Tax Liabilities (Net)	31	-		254.88	
				<b>57148.81</b>		<b>57326.62</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>			<b>243495.54</b>		<b>235867.83</b>

Material Accounting Policies

1

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants – Firm Regn No. : 003328S

**P. R. VITTEL**

Partner

M No 018111

Place : Coimbatore

Date : 23.05.2024

**S V BALASUBRAMANIAM**

Chairman

DIN 00002405

**B SARAVANAN**

Managing Director

DIN 00002927

**C PALANISWAMY**

Company Secretary

**M RAMPRABHU**

Chief Financial Officer


**STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2024**

(₹ in Lakhs)

SI No	PARTICULARS	Note No.	Year ended 31.03.2024		Year ended 31.03.2023	
			Details	Total	Details	Total
<b>I</b>	<b>INCOME :</b>					
	Revenue from Operations	32	222031.81		252557.59	
	Other Income	33	669.83		3935.92	
	<b>TOTAL INCOME</b>			<b>222701.64</b>		<b>256493.51</b>
<b>II</b>	<b>EXPENSES :</b>					
	Cost of Materials Consumed	34	153365.45		170202.52	
	Purchase of Stock-in-Trade	35	199.86		408.35	
	Changes in Inventories of Finished Goods and Work-in-Progress	36	(2226.63)		4996.11	
	Employee Benefit Expenses	37	14900.48		14387.48	
	Finance Costs	38	3164.61		4932.32	
	Depreciation and Amortisation Expenses	39	5759.30		7403.75	
	Other Expenses	40	25152.49		32141.53	
	<b>TOTAL EXPENSES</b>			<b>200315.56</b>		<b>234472.06</b>
<b>III</b>	<b>PROFIT BEFORE EXCEPTIONAL ITEMS AND TAX (I- II)</b>			<b>22386.08</b>		<b>22021.45</b>
<b>IV</b>	Exceptional Items			–		–
<b>V</b>	<b>PROFIT BEFORE TAX (III - IV)</b>			<b>22386.08</b>		<b>22021.45</b>
<b>VI</b>	Tax Expenses:					
	a. Current Tax	41	4055.61		4427.18	
	b. Deferred Tax		3100.25		3255.13	
				7155.86		7682.31
<b>VII</b>	<b>PROFIT FOR THE PERIOD (V - VI)</b>			<b>15230.22</b>		<b>14339.14</b>
<b>VIII</b>	<b>OTHER COMPREHENSIVE INCOME</b>					
	Items that will not be reclassified to profit or loss					
	i) Remeasurement of the defined benefit plans		(156.73)		(412.04)	
	ii) Equity Instruments through Other Comprehensive Income		138.33		49.82	
	Income Tax relating to items that will not be reclassified to profit or loss		6.43		126.57	
				(11.97)		(235.65)
<b>IX</b>	<b>TOTAL COMPREHENSIVE INCOME FOR THE PERIOD (VII + VIII)</b>			<b>15218.25</b>		<b>14103.49</b>
<b>X</b>	<b>EARNINGS PER SHARE - BASIC AND DILUTED (₹)</b>	50		<b>121.46</b>		<b>114.35</b>

Material Accounting Policies

1

The accompanying notes are an integral part of the financial statements

As per our report of even date attached

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants – Firm Regn No. : 003328S

**S V BALASUBRAMANIAM**  
Chairman  
DIN 00002405

**B SARAVANAN**  
Managing Director  
DIN 00002927

**P. R. VITTEL**  
Partner  
M No 018111

 Place : Coimbatore  
Date : 23.05.2024

**C PALANISWAMY**  
Company Secretary

**M RAMPRABHU**  
Chief Financial Officer



# BANNARI AMMAN SUGARS LIMITED

## STATEMENT OF CHANGES IN EQUITY

FOR THE YEAR ENDED 31.03.2024

### A. Equity Share Capital

(₹ in Lakhs)

Year Ended	Balance at the beginning of the reporting period	Changes during the year	Balance at the end of the reporting period
31.03.2024	1253.97	- -	1253.97
31.03.2023	1253.97	- -	1253.97

### B. Other Equity

(₹ in Lakhs)

Particulars	Reserves and Surplus					Other Comprehensive Income		Total
	Capital Reserve	Securities Premium	Capital redemption Reserve	General Reserve	Retained earnings	Equity Instruments	Defined benefit obligation	
Balance as at 01.04.2023	756.25	8503.35	1846.00	137244.81	5828.65	91.77	(335.42)	153935.41
Movements during the year ended 31.03.2024								
Total Comprehensive Income for the year					15230.22	89.99	(101.96)	15218.25
Dividend					(1567.46)			(1567.46)
Transfer to General Reserve				10000.00	(10000.00)			
Balance as at 31.03.2024	756.25	8503.35	1846.00	147244.81	9491.41	181.76	(437.38)	167586.20
Balance as at 01.04.2022	756.25	8503.35	1846.00	127244.81	2743.48	59.36	(67.36)	141085.89
Movements during the year ended 31.03.2023								
Total Comprehensive Income for the year					14339.14	32.41	(268.06)	14103.49
Dividend					(1253.97)			(1253.97)
Transfer to General Reserve				10000.00	(10000.00)			
Balance as at 31.03.2023	756.25	8503.35	1846.00	137244.81	5828.65	91.77	(335.42)	153935.41

As per our report of even date attached

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants – Firm Regn No. : 003328S

**P. R. VITTEL**  
Partner  
M No 018111

Place : Coimbatore  
Date : 23.05.2024

**S V BALASUBRAMANIAM**  
Chairman  
DIN 00002405

**C PALANISWAMY**  
Company Secretary

**B SARAVANAN**  
Managing Director  
DIN 00002927

**M RAMPRABHU**  
Chief Financial Officer


**STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31.03.2024**

( ₹ in lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
<b>A. OPERATING ACTIVITIES :</b>				
<b>Profit Before Tax</b>		<b>22386.08</b>		<b>22021.45</b>
Adjustments for :				
Depreciation and Amortisation Expenses	5759.30		7403.75	
Finance costs	3164.61		4932.32	
Interest Income	(141.47)		(3529.49)	
Dividend Income	(5.54)		(3.77)	
Net gain on modification/termination of lease			(0.48)	
Provision for Expected Credit Loss and Impairment (net)	681.01		3543.56	
Fair value change in Biological Assets	(4.44)		4.92	
Profit on sale of Property, Plant & Equipment	(88.81)		(0.92)	
		<b>9364.66</b>		<b>12349.89</b>
Operating Profit before Working Capital Changes		<b>31750.74</b>		<b>34371.34</b>
Adjustments/Changes in Working Capital :				
Inventories	(3661.07)		3352.74	
Biological Assets - Standing Crop	(6.86)		5.40	
Trade Receivables	1651.22		13413.03	
Other Financial Assets	126.40		504.58	
Other Current and Non-Current Assets	1316.56		2332.50	
Trade Payables	(174.46)		(572.75)	
Other Financial Liabilities	585.22		(518.70)	
Other Current and Non-Current Liabilities	71.11		1437.50	
Current and Non-current Provisions	120.36		333.74	
		<b>28.48</b>		<b>20288.04</b>
Cash generated from Operations		31779.22		54659.38
Less: Income Tax paid (Net of refund)		4356.79		4427.64
<b>Net Cash from / (used in) Operating Activities</b>		<b>27422.43</b>		<b>50231.74</b>



# BANNARI AMMAN SUGARS LIMITED

## STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31.03.2024 (Contd.,)

(₹ in lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
<b>B. INVESTING ACTIVITIES :</b>				
Purchase of Property, Plant and Equipment	(14110.42)		(6488.73)	
Sale of Property, Plant and Equipment	143.44		68.25	
(Increase)/Decrease in Biological Assets	0.25		(27.78)	
Interest Received	967.96		778.42	
Dividend Received	5.54		3.77	
<b>Net Cash from / (used in) Investing Activities</b>		<b>(12993.23)</b>		<b>(5666.07)</b>
<b>C. FINANCING ACTIVITIES :</b>				
Proceeds from/(Repayment of) Non-Current Borrowings (net)	(9161.99)		8351.98	
Proceeds from/(Repayment of) Current Borrowings (net)	(336.71)		(46291.66)	
Finance Costs paid	(3263.81)		(5055.18)	
Principal Payment of Lease Liabilities	(24.51)		(27.61)	
Interest paid on Lease Liabilities	(5.69)		(5.59)	
Dividend Paid	(1567.46)		(1253.97)	
<b>Net Cash from/(used in) Financing Activities</b>		<b>(14360.17)</b>		<b>(44282.03)</b>
<b>Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C)</b>		<b>69.03</b>		<b>283.64</b>
<b>Reconciliation :</b>				
Opening Cash and Cash Equivalents	567.97		284.33	
Closing Cash and Cash Equivalents	637.00		567.97	
<b>Net Increase/(Decrease) in Cash and Cash Equivalents</b>		<b>69.03</b>		<b>283.64</b>

As per our report of even date attached

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants – Firm Regn No. : 003328S

**P. R. VITTEL**  
Partner  
M No 018111

Place : Coimbatore  
Date : 23.05.2024

**S V BALASUBRAMANIAM**  
Chairman  
DIN 00002405

**C PALANISWAMY**  
Company Secretary

**B SARAVANAN**  
Managing Director  
DIN 00002927

**M RAMPRABHU**  
Chief Financial Officer

**Notes forming part of the Financial Statements for the year ended 31.03.2024****NOTE 1:****Statement of Material Accounting Policies followed by the Company****COMPANY BACKGROUND**

Bannari Amman Sugars Limited (the 'Company') is a Public Limited Company domiciled and incorporated in India under the Companies Act, 1956. The registered office of the Company is located at 1212 Trichy Road, Coimbatore 641 018. The Company has five sugar factories with aggregate capacity of 23700 MT of sugarcane crushing per day and 129.80 MW of Cogen Power. It has two Distillery units with the aggregate production capacity of 217.50 KLPD besides having Agri Natural Fertilizers, Granite Processing units. The company has seven Wind Mills with a total capacity of 8.75 MW. The company's Shares are listed in BSE and NSE.

Pursuant to the Companies (Indian Accounting Standards) Amendment Rules, 2023 effective from 01.04.2023, the company is required to disclose "material accounting policy information" instead of the previously required "significant accounting policies".

The Company has conducted a materiality assessment of its accounting policy information. This process involves the application of professional judgement, considering both quantitative and qualitative factors. The assessment takes into account the size, nature and condition of the item or event. Additionally, it evaluates the characteristics of transactions, events, or conditions that could significantly impact the decisions of financial statement users.

**a) Basis of Preparation****i) Compliance with IND AS**

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') notified under Section 133 of the Companies Act 2013 (the Act) read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The accounting policies are applied consistently to all the periods presented in the financial statements

**ii) Historical Cost Convention**

The financial statements have been prepared on a historical cost basis, except for certain financial assets and liabilities that are measured at fair value at the end of the each reporting period.

Historical cost is generally based on the value of consideration given in exchange of goods and services. Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. The fair value of an asset or liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

Fair value for measurement and/or disclosure purposes in these financial statement is determined on such a basis except for leasing transactions that are within the scope of Ind AS 116 and measurements that have similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 (Inventories) or value in use in Ind AS 36 (Impairment of Assets).

**iii) Current and Non - Current Classification**

All assets and liabilities have been classified as current or non current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act 2013.

Deferred Tax assets and liabilities are classified as Non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents.



The company has identified Twelve months as its operating cycle.

**iv) Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded to the nearest lakhs and two decimal thereof as per the requirement of Schedule III, unless otherwise stated.

**b) Use of Estimates and Judgements**

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after the date but provide additional evidence about conditions existing as at the reporting date.

**c) Property, Plant and Equipment**

Property, Plant and Equipment that qualifies for recognition as an asset is measured at cost net of tax / duty credit availed less accumulated depreciation and accumulated impairment losses, if any. The Cost includes deemed cost as on the date of transition. Freehold land is not depreciated.

Cost includes related taxes, duties, freight, insurance etc., attributable to acquisition and installation of assets and borrowing cost incurred up to the date of commencing operations, but excludes duties and taxes that are recoverable from taxing authorities.

Subsequent cost are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefit associated with the item will flow to

the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. Cost in the nature of repairs and maintenance are recognised in the Statement of Profit and Loss during the reporting period in which they are incurred.

Assets which are not ready for their intended use and other capital work in progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest. Advances given towards acquisition of Property, Plant and Equipment outstanding at each balance sheet date are disclosed as Capital Advances under Other Non-Current Assets.

**Depreciation**

Straight line method has been adopted for providing depreciation on fixed assets other than Co-Generation Division and Wind Mill Division. For the assets of Co-Generation Division and Wind Mill Division, depreciation has been provided under written down value method. The assets are depreciated over the useful life as prescribed in Schedule II of the Companies Act, 2013. Depreciation on additions / deletions on Property, Plant and Equipment is computed on pro-rata basis from the date of purchase of such addition or upto the date of such deletion as the case may be. The residual values are not more than 5% of the original cost of the asset. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of changes in estimate accounted for on a prospective basis.

**Derecognition**

The carrying amount of an item of Property, Plant and Equipment shall be derecognised on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the derecognition of an item of property, plant and equipment shall be determined as the difference

between the net disposal proceeds, if any, and the carrying amount of the item. The same is recognised in the statement of profit and loss.

**d) Biological Assets**

Livestock are measured at fair value less cost to sell. Costs to sell include the transportation charges for transporting the cattle to the market but excludes finance costs and income taxes. Changes in fair value of livestock are recognised in the statement of profit and loss. Costs such as vaccination, fodder and other expenses are expensed as incurred.

Biological assets other than live stock are measured at fair value less cost to sell or at cost whichever is applicable. Changes in fair value of biological assets is recognised in the statement of profit and loss.

**e) Impairment of Non financial Assets**

Non financial assets are tested for impairment at the end of each reporting period as to whether events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets' carrying amount exceeds its recoverable amount. The recoverable amount is higher of an assets' fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash generating units). Non financial assets that suffered an impairment in prior periods are reviewed for possible reversal of the impairment at the end of the each reporting period.

**f) Derivative financial Instruments**

Derivative financial instruments such as forward contracts, to hedge its foreign currency risks are initially recognised at fair value on the date, a derivative contract is entered into. The same is subsequently remeasured at their fair value with changes in fair value recognised in the statement of profit and loss in the period when they arise.

**g) Financial Instruments**

A Financial Instrument is any contract that give rise to a financial asset of one entity and Financial Liability or equity instrument of another entity. Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

**Financial Assets**

Financial assets, except trade receivables, are initially measured at fair value. Trade receivables are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the financial assets, on initial recognition.

**Investment in Equity instruments at Fair Value Through Other Comprehensive Income (FVTOCI)**

**Initial Recognition**

The Company measures investments in equity instruments at FVTOCI. These equity instruments are neither held for trading nor are contingent consideration recognised under a business combination. These elected investments are initially measured at fair value plus transaction costs.

**Subsequent measurement**

Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in other comprehensive income.

**Dividend**

Dividend on investments in equity instruments are recognised in profit or loss unless the dividend does not represent a recovery of part of cost of the investment. Dividend is recognised only when the company's right to receive the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity and



the amount of dividend can be measured reliably. The Company has recognised dividend in Statement of profit and loss under 'Other Income'.

**Derecognition**

A financial asset is derecognised when the contractual rights to the cash flows from the financial asset expires or the Company transfers the financial asset and substantially all the risks and rewards of ownership of the asset.

If the Company neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset, but retains control of the financial asset, the Company continues to recognise the transferred asset to the extent of its continuing involvement. The extent of the Company's continuing involvement in the financial asset is the extent to which it is exposed to changes in the value of the transferred asset. In such cases, the Company also recognises an associated liability. The financial asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

On derecognition of such financial assets, the cumulative gain / loss previously recognised in Other Comprehensive Income is not reclassified from the equity to the Statement of Profit and Loss.

However, the company may transfer such cumulative gain / loss into the retained earnings within equity.

**Impairment of Financial Asset**

The Company applies expected credit loss model for recognising impairment loss on financial assets measured at fair value through other comprehensive income (FVTOCI), trade receivables and other financial assets measured at amortised cost.

The Company follows a simplified approach wherein an amount equal to lifetime expected credit losses is measured and recognised as loss allowance in the case of trade receivables and lease receivables.

In case of other financial assets measured at fair value through other comprehensive income or at amortised cost, the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk has not increased significantly, an amount equal to 12-month expected credit losses is measured as loss allowance and when the credit risk has increased significantly, an amount equal to lifetime expected credit losses is measured and recognised as loss allowance.

**Financial Liabilities****Initial Recognition**

Financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the issue of financial liabilities (other than financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial liabilities, on initial recognition.

**Subsequent measurement**

Financial Liabilities are subsequently carried at amortised cost using the effective interest method, which is subsequently measured at fair value through profit or loss. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value to the short maturity of these instruments.

**Derecognition**

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability is substantially modified, such an exchange or modification is treated as the extinguishment of the original liability and the recognition of a new financial liability. The difference between the carrying amount of a financial liability extinguished and the consideration paid is recognised in the Statement of Profit and Loss.



**h) Valuation of Inventories :**

- |  |   |  |
|--|---|--|
| <p>i) Finished Goods</p> <ul style="list-style-type: none"> <li>Sugar</li> <li>Granite Products</li> <li>Molasses</li> <li>Bagasse</li> <li>Alcohol</li> <li>Agrinatural Fertilizer</li> </ul> | } | <p>Lower of Weighted Average Cost and Net Realisable value</p> |
| <p>Process stock</p>   | } | <p>Lower of Cost and Net Realisable Value</p>                  |
| <p>Raw material, consumables, stores &amp; spares and others</p>   | } | <p>Lower of Weighted Average Cost and Net Realisable value</p> |
- ii) The cost of the finished goods and process stock comprises all cost of purchase, cost of conversion, duties and taxes (other than those subsequently recovered from tax authorities) and other costs incurred in bringing the inventories to their present location and condition.
- iii) Due allowance is estimated and made for defective and obsolete items wherever necessary.

**i) Fair value measurement**

The Company measures financial instruments, such as, investments at fair value at each balance sheet date. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy that categorises into three levels, described as follows, the inputs to valuation techniques used to measure value.

**Level 1:** quoted prices (unadjusted) in active markets for identical assets or liabilities

**Level 2:** inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly

**Level 3:** inputs that are unobservable for the asset or liability.

For Assets and liabilities that are recognised in the financial statement on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by

reassessing the categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

**ii) Revenue Recognition**

Revenue from contracts with customers is recognised on transfer of control of promised goods or service to a customer at an amount that reflects the consideration to which the company is expected to be entitled to in exchange for those goods or services. The company recognises the revenue at the amount of transaction price allocated to the performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract.

Revenue is recognised only to the extent that is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

**Sale of Goods :**

Revenue is recognised when the performance obligations are satisfied and the control of the product is transferred, being when the goods are delivered as per the relevant terms of the contract at



which point in time the Company has a right to payment for the asset, customer has legal title of the asset, customer bears significant risk and rewards of ownership and the customer has accepted the asset or the Company has objective evidence that all criteria for acceptance have been satisfied. Payment for the sale is made as per the credit terms in the agreements with the customers. The credit period is generally short term, thus there is no significant financing component.

Revenue is measured based on the transaction price, which is the consideration, net of customer incentives, discounts, variable considerations, payments made to customers, other similar charges, as specified in the contract with the customer. Additionally, revenue excludes taxes collected from customers, which are subsequently remitted to Government authorities.

Export incentives under various schemes are accounted in the year of export at the estimated realisable value.

#### **Sale of Services**

The Company recognises its revenue from sale of services based on the recognition criteria that the outcome of a transaction involving the rendering of services can be estimated reliably.

Stage of completion of transactions is measured by determining the services performed till balance sheet date as a percentage of total services to be performed as per the contract. The credit period is generally short term, thus there is no significant financing component.

#### **Dividend and Interest Income**

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably).

Interest income from financial asset is recognised when it is probable that the economic benefits will flow to the entity and the amount of income can be

measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial assets' net carrying amount on initial recognition.

#### **Rental Income**

Rental Income arising from operating leases are accounted over the lease terms and is recognised in the statement of profit and loss.

#### **k) Foreign Currency Transactions**

The financial statements are presented in Indian Rupee which is company's functional and presentation currency. Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transaction settled during the year are recognised in the statement of profit and loss. Foreign currency monetary items as at the balance sheet date are translated using the closing rate. The gain or loss arising out of these translations are recognized in the statement of profit and loss.

#### **l) Provisions and Contingencies**

Provision is recognised only when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources embodying economic benefits to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Contingent liabilities are disclosed when there is a possible obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of obligation cannot be measured reliably. When the possible obligation in respect of which the outflow of resources embodying economic benefits is remote, it is not been disclosed as Contingent Liability.

#### **m) Income Tax**

Tax expense is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

### **Current Tax**

Current tax is the amount of income tax payable in respect of taxable profit for the year. The taxable profit differs from profit before tax as reported in Statement of Profit and Loss because of items of income or expenses that are taxable or deductible in other years and items that are never taxable or deductible under the Income Tax Act, 1961. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period for the amount expected to be paid to / recovered from the taxation authorities.

Minimum Alternate Tax (MAT) credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the sufficient taxable profit will be available against which the MAT credit can be utilised.

### **Deferred Tax**

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statement and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised on all temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. Deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial recognition of an asset or liability in a transaction (other than a business combination) affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets are recognised for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised based on the review at the end of each reporting period by the company considering the likely timing and the level of

future taxable profits together with future tax planning strategies.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities.

As per the company's assessment on uncertainty over tax treatment on recognising Income tax with respect to Appendix C amendment, there are no material uncertainties over tax treatments.

### **Presentation of Current and Deferred Tax**

Current and deferred tax is recognised in the statement of profit and loss except to the extent it relates to items recognised in other comprehensive income or directly in equity. In such cases, the tax is also recognised in other comprehensive income.

The company offsets current tax assets and current tax liabilities, where it is legally enforceable right to set off the recognised amount and where it intends either to settle on a net basis or to realize the assets and settle the liabilities simultaneously.

In case of deferred tax assets and deferred tax liabilities, the company offsets only when they relate to income taxes levied by the same taxation authorities and it has legally enforceable right to set off current tax assets against current tax liabilities..

## **n) Employee Benefits**

### **Short Term Employee Benefits**

All employee benefits payable within twelve months of rendering service are classified as short term employee benefits and are recognised in the period



in which the employee renders the related service. The Company recognises the undiscounted amount of short term employee benefits expected to be paid as a liability after deducting the amount already paid.

**Post-employment Benefits**

The Company operates the following post-employment schemes:

- a) defined contribution plans such as provident fund; and
- b) defined benefit plans such as gratuit

**Defined Contribution Plans**

Defined Contribution Plans are Provident Fund, Employee State Insurance scheme and Government administered Pension Fund scheme for all applicable employees.

The company recognises contribution payable to a defined contribution plan as expenses in the statement of profit and loss when the employee renders services to the company during the reporting period. If the contribution payable for services received from employee before the reporting date exceeds the contribution already paid, the deficit payable is recognised as a liability after deducting the contribution already paid.

**Defined Benefit Plans****Gratuity obligations**

Defined Contribution Plans are Provident Fund, Employee State Insurance scheme and Government administered Pension Fund scheme for all applicable employees. The company recognises contribution payable to a defined contribution plan as expenses in the statement of profit and loss when the employee renders services to the company during the reporting period. If the contribution payable for services received from employee before the reporting date exceeds the contribution already paid, the deficit payable is recognised as a liability after deducting the contribution already paid..

The Company operates a defined benefit plan for employees. The Company contributes to a separate entity (a fund), towards meeting the gratuity obligation. The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by Independent actuaries using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows at a predetermined rate of interest based on the market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation.

Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income.

**Other long-term employee benefit obligations**

The liabilities for earned leave which is not expected to be settled wholly within 12 months are measured as the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted at a predetermined rate of interest based on yields on Government Bonds that have terms approximating to the terms of the related obligation. Remeasurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

**o) Operating Segments**

Operating segments are identified in accordance with the criteria set out in paragraphs 5 to 10 of Ind AS 108 viz. a component of an entity that engages in business activities from which the company earns revenues and incur expenses and the operating results are regularly reviewed by the entity's Chief

Operating Decision Maker (CODM) to make decisions about resources to be allocated to the segment and assess the performance for which discrete financial information is available.

The operating segments are reported after taken into consideration of aggregation criteria and quantitative threshold as mentioned in Para 12 and 13 of Ind AS 108.

Operating segments are reported in a manner consistent with the internal reporting provided to the CODM of the company. The CODM is responsible for allocating the resources and assessing the performance of the operating segments of the company.

#### **p) Leases**

The Company's significant leasing arrangements are operating leases and cancelable in nature.

##### **Company as Lessor**

The lease rental income under agreements are recognised in the statement of profit and loss as per the terms of the lease. The rental income from operating lease is generally recognised on a straight line basis over the term of relevant lease. When the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rental income arising under operating leases are recognised as income in the period in which they accrue.

##### **Company as Lessee**

The Company's lease asset classes primarily consists of leases for land and building. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the Company assesses whether: (i) the right to obtain substantially all of the economic

benefits from use of the identified asset through the period of the lease and (ii) the right to direct the use of the asset.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received

The Right-of-Use-Asset is subsequently measured at cost less any accumulated depreciation thereon. The right-of-use asset is depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property plant and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related Right-of-Use asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

Lease liability and Right-of-Use asset have been presented in the Balance Sheet and lease payments have been classified as cash flows from financing activities. The Interest expense and depreciation relating to Right-of- Use Asset have also been disclosed in the statement of profit and loss.



The Company has elected not to recognise right-of-use assets and lease liabilities for short-term leases and leases of low-value assets. The Company recognises such lease payments relating to these leases as an expense on a straight-line basis over the lease term.

**q) Cash Flow Statement**

Cash flows are reported using the indirect method, whereby profit or loss is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

For the purpose of presentation of cash flow statement, cash and cash equivalents includes cash on hand, cheques on hand, bank balances, demand deposit with banks where the original maturity is three months or less and other short term highly liquid investments.

**r) Borrowings**

Borrowings are initially recognised at net of transaction costs incurred and are subsequently measured at amortised cost.

**s) Borrowing Costs**

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale are added to the cost of those assets. Borrowing costs capitalisation be commenced by the company when (i) incurs expenditure for the asset (ii) incurs borrowing cost (iii) incurs activities that are necessary to prepare the asset for its intended use or sale. All other borrowing costs are recognised as an expense in the statement of profit and loss in the period in which they are incurred.

**t) Events occurring after balance sheet date**

Where events occurring after the Balance Sheet date

provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.

**u) Recent Accounting Pronouncements and Application:**

Ministry of Corporate Affairs ("MCA") vide notification dated March 31, 2023 has amended the Companies (Indian Accounting Standards) Rules, 2015 by issuing the Companies (Indian Accounting Standards) Amendment Rules, 2023 and the amendments are applicable with effect from April 1, 2023. The amendments are as follows :

**Ind AS 1 - Presentation of Financial Statements**

This amendment prescribes "Disclosure of accounting policy information", which requires the entity to disclose material accounting policies instead of significant accounting policies in the financial statements. The Company has assessed that this amendment has no significant impact on the financial statements.

**Ind AS 8 - Accounting policies, Changes in Accounting estimates and errors**

This amendment replaces the definition of a change in accounting estimates with the new definition of accounting estimates to clarify the entity on the accounting estimates, treatment of change in accounting estimates and accounting policies. The Company has assessed that this amendment has no significant impact on the financial statements.

**Ind AS 12 - Income Tax**

This amendment has narrowed the exceptions on initial recognition that the exception is not applicable to the transactions which give rise to equal taxable and deductible temporary differences on initial recognition. The Company has assessed that this amendment has no impact on the financial statements.



## NOTES FORMING PART OF THE FINANCIAL STATEMENTS NON-CURRENT ASSETS

### NOTE : 2 PROPERTY, PLANT AND EQUIPMENT

(₹ in Lakhs)

Particulars	Freehold Land	Buildings	Plant and Equipment	Furniture and Fixtures	Motor Vehicles	Office and other Equipments	Total	Capital Work in progress
<b>Gross Carrying amount</b>								
<b>Balance as at 01.04.2022</b>	5829.14	54746.29	97080.48	410.25	1552.75	581.57	160200.48	6080.79
Additions	98.68	3297.76	6482.30	72.88	345.42	98.18	10395.22	2533.03
Deduction/Adjustments	--	(17.22)	(110.11)	(0.05)	(23.03)	(4.96)	(155.37)	(6439.52)
<b>Balance as at 31.03.2023</b>	5927.82	58026.83	103452.67	483.08	1875.14	674.79	170440.33	2174.30
Additions	456.83	2823.79	1509.25	32.59	102.51	113.54	5038.51	10497.22
Deduction/Adjustments	--	--	(86.95)	--	(55.09)	(1.38)	(143.42)	(1425.31)
<b>Balance as at 31.03.2024</b>	6384.65	60850.62	104874.97	515.67	1922.56	786.95	175335.42	11246.21
<b>Accumulated Depreciation</b>								
<b>Balance as at 01.04.2022</b>	--	13508.44	40485.67	311.27	722.94	389.70	55418.02	--
Depreciation for the year	--	2317.22	4814.08	13.83	146.01	85.96	7377.10	--
Withdrawn	--	(6.39)	(64.03)	--	(14.08)	(3.54)	(88.04)	--
<b>Balance as at 31.03.2023</b>	--	15819.27	45235.72	325.10	854.87	472.12	62707.08	--
Depreciation for the year	--	1664.44	3816.58	17.68	166.62	69.71	5735.03	--
Withdrawn	--	--	(61.05)	--	(26.60)	(1.14)	(88.79)	--
<b>Balance as at 31.03.2024</b>	--	17483.71	48991.25	342.78	994.89	540.69	68353.32	--
<b>Net Carrying amount</b>								
<b>Balance as at 31.03.2023</b>	5927.82	42207.56	58216.95	157.98	1020.27	202.67	107733.25	2174.30
<b>Balance as at 31.03.2024</b>	6384.65	43366.91	55883.72	172.89	927.67	246.26	106982.10	11246.21

**Note :** All immovable properties are held in the name of the Company. Certain movables and immovable properties have been given as security for the borrowings. Details are furnished in Note No. 20 and 25.


**CAPITAL WORK-IN-PROGRESS AGEING SCHEDULE:**

(₹ in Lakhs)

PARTICULARS	Amount in CWIP for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
<b>As on 31.03.2024</b>					
Projects in Progress	10471.98	519.80	254.43	--	11246.21
Projects temporarily suspended	--	--	--	--	--
<b>As on 31.03.2023</b>					
Projects in Progress	1301.74	872.56	--	--	<b>2174.30</b>
Projects temporarily suspended	--	--	--	--	--

Note : The Company does not have any project overdue or that exceeded its originally planned cost.

**NOTE 3. RIGHT-OF-USE ASSETS**

(₹ in Lakhs)

PARTICULARS	Land	Building	Total
<b>COST</b>			
<b>Balance as at 01.04.2022</b>	103.50	39.68	143.18
Add: Additions	13.04	18.33	31.37
Adjustments/Deletion	--	(12.83)	(12.83)
<b>Balance as at 31.03.2023</b>	116.54	45.18	161.72
Additions	7.11	--	7.11
Adjustments/Deletion	--	--	--
<b>Balance as at 31.03.2024</b>	123.65	45.18	168.83
<b>ACCUMULATED DEPRECIATION</b>			
<b>Balance as at 01.04.2022</b>	55.95	25.11	81.06
Depreciation for the year	18.25	8.40	26.65
Withdrawn	--	(9.62)	(9.62)
<b>Balance as at 31.03.2023</b>	74.20	23.89	98.09
Depreciation for the year	18.18	6.08	24.26
Withdrawn	--	--	--
<b>Balance as at 31.03.2024</b>	92.38	29.97	122.35
<b>NET CARRYING AMOUNT AS AT 31.03.2024</b>	<b>31.27</b>	<b>15.21</b>	<b>46.48</b>
<b>NET CARRYING AMOUNT AS AT 31.03.2023</b>	<b>42.34</b>	<b>21.29</b>	<b>63.63</b>

Expenses relating to leases of low value assets and variable lease payments not included in the measurement of lease liabilities of ₹ 84.26 Lakhs (₹ 70.92 Lakhs) are shown under Other Expenses.


**NOTE 4. BIOLOGICAL ASSETS OTHER THAN BEARER PLANTS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Live stock - Cattle	54.97	50.78
<b>TOTAL</b>	<b>54.97</b>	<b>50.78</b>

Reconciliation of carrying amount	Matured	Immatured	Total
<b>AS ON 31.03.2024</b>			
Balance at the beginning of the year	48.08	2.70	50.78
Cattles purchased	--	--	--
Cattles sold	(0.25)	--	(0.25)
Change in Fair Value	2.60	1.84	4.44
Balance at the end of the year	50.43	4.54	54.97
<b>AS ON 31.03.2023</b>			
Balance at the beginning of the year	24.16	3.76	27.92
Cattles purchased	34.25	--	34.25
Cattles sold	(6.47)	--	(6.47)
Change in Fair Value	(3.86)	(1.06)	(4.92)
Balance at the end of the year	48.08	2.70	50.78

- Number of Cattles as on 31.03.2024 is 237. (199 Cattles)
- The Fair value of Cattles is classified as Level 2 Fair value hierarchy as they are determined based on the best available quote from the market on the basis age of cows and calves

**NOTE 5. FINANCIAL ASSETS - INVESTMENTS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>I. QUOTED INVESTMENTS - AT FVTOCI</b>		
<b>INVESTMENT IN EQUITY INSTRUMENTS :</b>		
i) 84375 Equity Shares (P.Y : 84375) of Sakthi Finance Ltd of ₹ 10 each	40.47	24.21
ii) 50000 Equity Shares (P.Y : 50000) of Bank of Baroda of ₹ 2 each	132.10	84.40
iii) 73400 Equity Shares (P.Y : 73400) of Indraprastha Medical Corporation Ltd of ₹ 10 each	126.06	57.05
iv) 14300 Equity Shares (P.Y : 14300) of Indian Overseas Bank of ₹ 10 each	8.58	3.22
<b>TOTAL</b>	<b>307.21</b>	<b>168.88</b>


**NOTE 5. FINANCIAL ASSETS - INVESTMENTS (Contd...)**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>II. UN QUOTED INVESTMENTS - AT COST</b>		
<b>IN EQUITY INSTRUMENTS OF OTHER ENTITIES:</b>		
Bannari Amman Sugars Employees' Co-operative Stores Limited	2.35	2.35
<b>TOTAL</b>	<b>2.35</b>	<b>2.35</b>
<b>TOTAL (QUOTED &amp; UNQUOTED)</b>	<b>309.56</b>	<b>171.23</b>
Aggregate cost of Quoted Investments	49.36	49.36
Aggregate market value of Quoted Investments	307.21	168.88
Aggregate cost of unquoted Investments	2.35	2.35
Aggregate provision for impairment	--	--

**NOTE 6. TRADE RECEIVABLES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024		As at 31.03.2023	
Undisputed, unsecured - considered good	3061.24		5318.91	
Undisputed, unsecured - credit impaired	1198.91		1242.40	
		4260.15		6561.31
Less: Provision for expected credit loss		1198.91		1242.40
<b>TOTAL</b>		<b>3061.24</b>		<b>5318.91</b>

**Trade Receivables Ageing Schedule**

(₹ in Lakhs)

PARTICULARS	NOT DUE	OUTSTANDING FOR THE FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
		LESS THAN 6 MONTHS	6 MONTHS - 1 YEAR	1 - 2 YEARS	2 - 3 YEARS	MORE THAN 3 YEARS	
<b>AS ON 31.03.2024</b>							
<b>Undisputed Trade Receivables</b>							
Undisputed considered good	--	--	--	--	3061.24	--	<b>3061.24</b>
Undisputed which have significant credit risk	--	--	--	--	--	--	--
Undisputed credit impaired	--	--	--	--	1198.91	--	<b>1198.91</b>
<b>Disputed Trade Receivables</b>	--	--	--	--	--	--	--


**Trade Receivables Ageing Schedule (Contd...)**

(₹ in Lakhs)

PARTICULARS	NOT DUE	OUTSTANDING FOR THE FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
		LESS THAN 6 MONTHS	6 MONTHS - 1 YEAR	1 - 2 YEARS	2 - 3 YEARS	MORE THAN 3 YEARS	
<b>AS ON 31.03.2023</b>							
<b>Undisputed Trade Receivables</b>							
Undisputed considered good	--	--	--	5310.84	8.07	--	<b>5318.91</b>
Undisputed which have significant credit risk	--	--	--	--	--	--	--
Undisputed credit impaired	--	--	--	1240.34	2.06	--	<b>1242.40</b>
<b>Disputed Trade Receivables</b>	--	--	--	--	--	--	--

**NOTE 7. OTHER FINANCIAL ASSETS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Interest accrued on loans and advances	1099.76	1924.59
Less: Provision for Expected Credit Loss	109.98	362.22
<b>TOTAL</b>	<b>989.78</b>	<b>1562.37</b>

**NOTE 8. OTHER NON-CURRENT ASSETS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>UNSECURED, CONSIDERED GOOD</b>		
Capital Advances	423.89	1026.34
Security Deposits with Government Bodies and others	263.48	204.86
Balance with Government Authorities	845.40	846.10
<b>TOTAL</b>	<b>1532.77</b>	<b>2077.30</b>


**CURRENT ASSETS**
**NOTE 9. INVENTORIES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024		As at 31.03.2023	
	Details	Total	Details	Total
<b>RAW MATERIALS :</b>				
Molasses	2327.28		1280.61	
Granite Rough Blocks	565.93		387.60	
Press mud	3.73		2.23	
		<b>2896.94</b>		<b>1670.44</b>
<b>WORK IN PROGRESS :</b>				
Sugar	1045.10		2119.56	
Molasses	167.54		232.70	
Press mud	34.95		47.31	
		<b>1247.59</b>		<b>2399.57</b>
<b>FINISHED GOODS :</b>				
Sugar	81236.33		78245.84	
Molasses	2395.26		2326.16	
Bagasse	515.07		1027.64	
Granite Products	4418.80		4395.44	
Alcohol	2348.70		1540.86	
Agrinatural Fertilizers	73.28		72.89	
		90987.44		87608.83
Stores, Spares and others		5746.74		5538.80
<b>TOTAL</b>		<b>100878.71</b>		<b>97217.64</b>

**NOTE 10. BIOLOGICAL ASSETS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>UNSECURED, CONSIDERED GOOD</b>		
Standing Crop	17.21	10.35
<b>TOTAL</b>	<b>17.21</b>	<b>10.35</b>
<b>Reconciliation of carrying amount</b>		
Balance at the beginning of the year	10.35	15.75
Movement during the year	6.86	(5.40)
Balance at the end of the year	17.21	10.35

**NOTE 11. TRADE RECEIVABLES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024		As at 31.03.2023	
Undisputed, unsecured - considered good	13416.19		14094.61	
Undisputed, unsecured - credit impaired	2592.84		1264.48	
		16009.03		15359.09
Less: Provision for expected credit loss		2592.84		1264.48
<b>TOTAL</b>		<b>13416.19</b>		<b>14094.61</b>


**Trade Receivables Ageing Schedule**

(₹ in Lakhs)

PARTICULARS	NOT DUE	OUTSTANDING FOR THE FOLLOWING PERIODS FROM DUE DATE OF PAYMENT					TOTAL
		LESS THAN 6 MONTHS	6 MONTHS - 1 YEAR	1 - 2 YEARS	2 - 3 YEARS	MORE THAN 3 YEARS	
<b>AS ON 31.03.2024</b>							
<b>Undisputed Trade Receivables</b>							
Undisputed considered good	6172.94	1425.29	7.06	1660.60	3421.59	728.71	<b>13416.19</b>
Undisputed which have significant credit risk	--	--	--	--	--	--	--
Undisputed credit impaired	--	--	--	145.24	1722.83	724.77	<b>2592.84</b>
<b>Disputed Trade Receivables</b>	--	--	--	--	--	--	--
<b>AS ON 31.03.2023</b>							
<b>Undisputed Trade Receivables</b>							
Undisputed considered good	2906.28	2.12	2117.01	7887.41	784.98	396.81	<b>14094.61</b>
Undisputed which have significant credit risk	--	--	--	--	--	--	--
Undisputed credit impaired	--	--	81.22	740.10	230.05	213.11	<b>1264.48</b>
<b>Disputed Trade Receivables</b>	--	--	--	--	--	--	--

**NOTE 12. CASH AND CASH EQUIVALENTS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Balance with Banks in Current Accounts	614.37	549.16
Cash on hand	22.63	18.81
<b>TOTAL</b>	<b>637.00</b>	<b>567.97</b>

**NOTE 13. BANK BALANCE OTHER THAN CASH AND CASH EQUIVALENTS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Balance in Unpaid Dividend Accounts	59.93	62.53
<b>TOTAL</b>	<b>59.93</b>	<b>62.53</b>

**NOTE 14. LOANS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>UNSECURED CONSIDERED GOOD</b>		
Loan to Staff	128.88	120.06
<b>TOTAL</b>	<b>128.88</b>	<b>120.06</b>


**NOTE 15. OTHER FINANCIAL ASSETS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Security deposits	38.23	133.01
Subsidies receivable	--	37.82
Interest accrued on loans and advances	825.16	826.84
<b>TOTAL</b>	<b>863.39</b>	<b>997.67</b>

**NOTE 16. OTHER CURRENT ASSETS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>UNSECURED - CONSIDERED GOOD</b>		
Advance recoverable in cash or kind	1993.11	2175.68
Prepaid expenses	655.26	644.13
Advance to staff	5.97	7.06
Balance with Government Authorities	569.77	818.36
<b>TOTAL</b>	<b>3224.11</b>	<b>3645.23</b>

**NOTE 17. CURRENT TAX ASSETS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Advance Income Tax - Current Year	4055.91	--
Less : Provision for Income Tax - Current Year	4008.90	--
<b>Current Tax Assets (Net)</b>	<b>47.01</b>	<b>--</b>

**NOTE 18. EQUITY SHARE CAPITAL**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>AUTHORISED</b>		
4,40,00,000 Equity Shares of ₹ 10/- each (4,40,00,000 of Equity Shares of ₹ 10/- each)	4400.00	4400.00
21,00,000 Redeemable Preference Shares of ₹ 100/- each (21,00,000 Redeemable Preference Shares of ₹ 100/-each)	2100.00	2100.00
<b>TOTAL</b>	<b>6500.00</b>	<b>6500.00</b>
<b>ISSUED, SUBSCRIBED AND FULLY PAID UP</b>		
1,25,39,700 Equity Shares of ₹ 10/- each (1,25,39,700 Equity Shares of ₹ 10/- each)	1253.97	1253.97
<b>TOTAL</b>	<b>1253.97</b>	<b>1253.97</b>


**a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period**

PARTICULARS	As at 31.03.2024		As at 31.03.2023	
	No. of shares	Amount (₹ in Lakhs)	No. of shares	Amount (₹ in Lakhs)
<b>EQUITY SHARES</b>				
At the beginning of the period	12539700	1253.97	12539700	1253.97
At the end of the period	12539700	1253.97	12539700	1253.97

**b. Details of shareholders holding more than 5% shares in the company**

NAME OF THE SHAREHOLDERS	As at 31.03.2024		As at 31.03.2023	
	No. of shares	% of holdings	No. of shares	% of holdings
i. S V Balasubramaniam	1056232	8.42	1056232	8.42
ii. SVB Holdings Private Limited	5517841	44.00	5517841	44.00
iii. Gagandeep Credit Capital Pvt Ltd	687242	5.48	687242	5.48

**c. Terms/rights attached to equity shares**

The company has issued only one class of equity shares having face value of ₹ 10/- each. One equity share carries one vote. The members are entitled to vote in accordance with their shareholding. The Company declares and pays dividend in Indian rupees. The dividend recommended by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

**d. Details of shares held by Promoters at the end of the year**

PARTICULARS	As at 31.03.2024		As at 31.03.2023		Changes during the year	
	No. of Shares	% of Total Shares held	No. of Shares	% of Total Shares held	No. of Shares	% of Total Shares held
S V Balasubramaniam	1056232	8.42%	1056232	8.42%	Nil	
B Soundaram	479349	3.83%	479349	3.83%		
B Saravanan	175758	1.40%	175758	1.40%		
B Murali - HUF	126196	1.01%	126196	1.01%		
SVB Holdings Private Limited	5517841	44.00%	5517841	44.00%		
Kerala Alcoholic Products Private Limited	4900	0.04%	4900	0.04%		
<b>Total</b>	<b>7360276</b>	<b>58.70%</b>	<b>7360276</b>	<b>58.70%</b>		


**NOTE 19. OTHER EQUITY**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024		As at 31.03.2023	
	Details	Total	Details	Total
Capital Reserve		756.25		756.25
Securities Premium account		8503.35		8503.35
Capital Redemption Reserve		1846.00		1846.00
General Reserve				
Opening Balance	137244.81		127244.81	
Add : Transfer from statement of profit and loss	10000.00		10000.00	
Closing Balance		147244.81		137244.81
Retained Earnings				
Opening balance	5828.65		2743.48	
Add : Profit for the period	15230.22		14339.14	
	21058.87		17082.62	
Less : Appropriations :				
Dividend on Equity Shares paid	1567.46		1253.97	
Transfer to General Reserve	10000.00		10000.00	
	11567.46		11253.97	
Closing balance		9491.41		5828.65
Other Comprehensive Income				
Opening Balance	(243.65)		(8.00)	
Add : Other Comprehensive Income for the period	(11.97)		(235.65)	
Closing Balance		(255.62)		(243.65)
<b>TOTAL</b>		<b>167586.20</b>		<b>153935.41</b>

**Description of nature and purpose of Reserve :**

**Capital Reserve** is utilised in accordance with the Act and not available for distribution by way of dividend

**Securities Premium** represents premium on issue of shares. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.

**Capital Redemption Reserve** is created for redemption of Preference Shares and it is not available for distribution by way of dividend

**General Reserve** is created out of retained earnings from time to time.

**Retained Earnings:** Retained Earnings are the profits that the company has earned till date of the balance sheet less any transfers to other reserves and dividend paid to the shareholders, if any.

**Other Comprehensive Income:** Other Comprehensive Income represents the cumulative gain/loss arising on measurement of Equity Instruments at fair value and remeasurement of Defined Benefit Obligation. This would not be reclassified to the statement of profit and loss

## NON-CURRENT LIABILITIES

### NOTE 20. LONG TERM BORROWINGS

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>SECURED :</b>		
Term Loan from Banks	3625.00	10125.00
Term Loan from Sugar Development Fund	3070.29	5478.18
Interest Free Sales Tax Loan - Govt of Karnataka	35.18	103.24
<b>TOTAL</b>	<b>6730.47</b>	<b>15706.42</b>

20.1 Rupee term loan of Nil (₹ 300 Lakhs) from HDFC Bank Ltd is secured by pari passu first charge on the movable fixed assets of Sugar Unit-I.

The loan carries Interest at the rate of 1 Year MCLR and repayable in 20 equal quarterly instalments starting from December 2018.

The loan amount repayable within twelve months of Nil (₹ 300 Lakhs) is grouped under Short Term Borrowings.

20.2 Rupee term loan of ₹ 2625 Lakhs (₹ 4125 Lakhs) from HDFC Bank Ltd is secured by pari passu first charge on the movable fixed assets of Distillery Plant at Unit-II.

The loan carries Interest at the rate of 0.30% over applicable six months MCLR and repayable in 20 equal quarterly instalments from March 2021.

The loan amount repayable within twelve months of ₹ 1500 Lakhs (₹ 1500 Lakhs) is grouped under Short Term Borrowings.

20.3 Working Capital Rupee term loan of ₹ 7500 Lakhs (₹ 12500 Lakhs) from The Federal Bank Ltd is secured by way of exclusive charge against receivable from TANGEDCO for supply of power from Cogeneration units and Wind mills.

The loan carries Interest at the rate of Repo Rate plus spread of 1.40% and repayable in 12 equal quarterly instalments from December 2022

The loan amount repayable within twelve months of ₹ 5000 Lakhs (₹ 5000 Lakhs) is grouped under Short Term Borrowings.

20.4 Loan from Sugar Development Fund (Government of India) availed for modernisation of Sugar Unit-I, amounting to ₹ 1025.66 Lakhs (₹ 1139.62 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Sugar Plant at Unit-I.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement. Repayment of principal and payment of interest thereon commences after the expiry of one year from the repayment of bank term loan and interest thereon or on the expiry of a period of 5 years reckoned from the date of disbursement whichever is earlier in ten half yearly instalments.

The loan amount repayable within twelve months of ₹ 227.92 Lakhs (₹ 113.96 Lakhs) is grouped under Short Term Borrowings.

20.5 Loan from Sugar Development Fund (Government of India) availed for modernisation cum expansion of Sugar Unit-III, amounting to ₹ 1520.12 Lakhs (₹ 2128.17 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Sugar Plant at Unit-III.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement and repayable in ten half yearly instalments from December 2021.

The loan amount repayable within twelve months of ₹ 608.04 Lakhs (₹ 608.04 Lakhs) is grouped under Short Term Borrowings.

20.6 Loan from Sugar Development Fund (Government of India) availed for setting up of 20 MW bagasse based cogeneration plant at Sugar Unit-III, amounting to ₹ 631.65 Lakhs (₹ 1053.20 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Cogeneration Plant at Unit-III.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement. Interest shall be paid half yearly for the first three years from the date of each disbursement after which it shall be paid half yearly alongwith repayment of principal.

Repayment of principal shall commence after expiry of three years reckoned from the date of each disbursement and it shall be paid in ten half yearly instalments.

The loan amount repayable within twelve months of ₹ 421.55 Lakhs (₹ 421.55 Lakhs) is grouped under Short Term Borrowings.

20.7 Loan from Sugar Development Fund (Government of India) availed for expansion of distillery plant at Sugar Unit-II from 60 KLPD to 150 KLPD for production of ethanol from molasses with spent wash incineration to achieve ZLD, amounting to ₹ 2300.75 Lakhs (₹ 3451.13 Lakhs) is secured by way of pari passu first charge basis on the immovable and movable properties of Sugar Unit - II.

The loan carries interest at the rate of 2% below the bank rate prevailing on the date of disbursement. Repayment of loan shall commence after the expiry of one year from the date of each disbursement of the loan and shall be in eight half yearly instalment. The interest shall be paid annually for the first year from the date of disbursement after which it shall be paid half yearly alongwith instalments.



## BANNARI AMMAN SUGARS LIMITED

The loan amount repayable within twelve months of ₹ 1150.38 Lakhs (₹1150.38 Lakhs) is grouped under Short Term Borrowings.

- 20.8 The purchase tax of ₹ 103.24 Lakhs (₹ 171.29 Lakhs) payable to Government of Karnataka for purchase of Sugarcane to Sugar Unit III during the years ended 31.03.2015 and 31.03.2016 has been converted into interest free loan. The loan is secured by issue of Bank Guarantee from ICICI Bank Limited. The loan is repayable

in five annual instalments from the sixth year of Conversion into Loan.

The loan amount repayable within twelve months is ₹ 68.05 Lakhs (₹ 68.05 Lakhs) is grouped under Short Term Borrowings.

- 20.9 None of the Directors has given any Security or Guarantee to any borrowings.

### NOTE 21. LEASE LIABILITIES (NON-CURRENT)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Lease Liabilities – Ind AS 116	23.17	41.99
<b>TOTAL</b>	<b>23.17</b>	<b>41.99</b>

### NOTE 22. OTHER NON-CURRENT FINANCIAL LIABILITIES

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Interest accrued but not due on borrowings	366.09	501.35
<b>TOTAL</b>	<b>366.09</b>	<b>501.35</b>

### NOTE 23. PROVISIONS (NON-CURRENT)

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Provision for employee benefits	1083.42	892.49
<b>TOTAL</b>	<b>1083.42</b>	<b>892.49</b>

### NOTE 24. DEFERRED TAX LIABILITIES (NET)

The major components of deferred tax liabilities / (assets) arising on account of timing differences are as follows :

**Year ended 31.03.2024**

(₹ in Lakhs)

PARTICULARS	As at 01.04.2023	Recognised in Statement of Profit & Loss	Recognised in Other Comprehensive Income	As at 31.03.2024
<b>Deferred Tax Liabilities</b>				
Difference in WDV of PPE and treatment of expenses in Income tax Act	12196.01	(230.01)	--	11966.01
<b>Total Deferred Tax Liabilities (A)</b>	<b>12196.01</b>	<b>(230.01)</b>	<b>--</b>	<b>11966.01</b>
<b>Deferred Tax Assets</b>				
Remeasurement benefit of the defined benefit plans and Equity Investments	147.62	--	6.43	154.05
MAT Credit Entitlement	5838.81	(3330.26)	--	2508.55
<b>Total Deferred Tax Assets (B)</b>	<b>5986.43</b>	<b>(3330.26)</b>	<b>6.43</b>	<b>2662.60</b>
<b>DEFERRED TAX LIABILITIES (NET) (A-B)</b>	<b>6209.58</b>	<b>3100.25</b>	<b>(6.43)</b>	<b>9303.41</b>


**NOTE 24. DEFERRED TAX LIABILITIES (NET)(Contd...)**

(₹ in Lakhs)

Year ended 31.03.2023

PARTICULARS	As at 01.04.2022	Recognised in Statement of Profit & Loss	Recognised in Other Comprehensive Income	As at 31.03.2023
<b>Deferred Tax Liabilities</b>				
Difference in WDV of PPE and treatment of expenses in Income tax Act	12892.75	(696.74)	--	12196.01
<b>Total Deferred Tax Liabilities (A)</b>	<b>12892.75</b>	<b>(696.74)</b>	<b>--</b>	<b>12196.01</b>
<b>Deferred Tax Assets</b>				
Remeasurement benefit of the defined benefit plans and Equity Investments	21.05	--	126.57	147.62
MAT Credit Entitlement	9790.68	(3951.87)	--	5838.81
<b>Total Deferred Tax Assets (B)</b>	<b>9811.73</b>	<b>(3951.87)</b>	<b>126.57</b>	<b>5986.43</b>
<b>DEFERRED TAX LIABILITIES (NET) (A-B)</b>	<b>3081.02</b>	<b>3255.13</b>	<b>(126.57)</b>	<b>6209.58</b>

**CURRENT LIABILITIES**
**NOTE 25. SHORT TERM BORROWINGS**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
<b>SECURED :</b>		
Cash Credit Loan from banks repayable on demand	17851.52	20688.23
Current maturities of long term borrowings	8975.94	9161.98
<b>UNSECURED :</b>		
Short Term Loan from banks	15000.00	12500.00
<b>TOTAL</b>	<b>41827.46</b>	<b>42350.21</b>

25.1 Cash Credit and other Working Capital Limits/ Demand Loan sanctioned by Punjab National Bank consortium consists of Punjab National Bank, The Federal Bank Ltd, The Karur Vysya Bank Ltd, Indian Overseas Bank, State Bank of India, Bank of India, Axis bank Ltd, ICICI Bank Ltd and The HDFC Bank Ltd to the company are secured by way of hypothecation of current assets and other movable block assets of the sugar units I, II, III, IV and V and third mortgage on the immovable properties of the Sugar units I, II, III, IV and V.

The credit limit availed as at 31.03.2024 is ₹ 17851.52 Lakhs (₹ 20688.23 Lakhs)

The availed limits are repayable on demand and carries interest rates between Bank's MCLR plus 0% and 1.85% per annum.

23.2 The Unsecured short term loan of Nil (₹ 12500 lakhs) from The Federal Bank Ltd is repayable within ninety days from the date of availment and carries interest at 7.35% per annum.

The Unsecured short term loan of ₹ 3500 lakhs (Nil) from The Federal Bank Ltd is repayable within one hundred and eighty days from the date of availment and carries interest at 7.45% per annum.

The Unsecured short term loan of ₹ 8500 lakhs (Nil) from The Federal Bank Ltd is repayable within one hundred and eighty days from the date of availment and carries interest at 7.50% per annum.

The Unsecured short term loan of ₹ 3000 lakhs (Nil) from The Federal Bank Ltd is repayable within one hundred and eighty days from the date of availment and carries interest at 7.60% per annum.


**NOTE 26. LEASE LIABILITIES (CURRENT)**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Lease Liabilities - Ind AS 116	26.52	25.10
<b>TOTAL</b>	<b>26.52</b>	<b>25.10</b>

**NOTE 27. TRADE PAYABLES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Micro and Small Enterprises	26.77	137.04
Others	7893.38	7957.57
<b>TOTAL</b>	<b>7920.15</b>	<b>8094.61</b>

The outstanding dues to Micro and Small Enterprises has been determined based on the information collected by the company.

There are no dues of Micro and Small Enterprises exceeding 45 days from the date of acceptance.

**Additional Disclosure**

PARTICULARS	As at 31.03.2024	As at 31.03.2023
a) Principal amount and Interest due thereon remaining unpaid to any supplier at the end of the period	26.77	137.04
b) Interest paid by the Company in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the period	--	--
c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding the interest specified under this Act	--	--
d) Interest accrued and remaining unpaid as at the end of the period	--	--
e) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	--	--


**TRADE PAYABLES AGEING SCHEDULE:**

(₹ in Lakhs)

PARTICULARS	Not due	Outstanding for following periods from due date of payments				Total
		Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>As at 31.03.2024</b>						
<b>Undisputed Dues:</b>						
i) Micro and Small Enterprises	26.77	--	--	--	--	26.77
ii) Others	7234.92	195.81	302.80	65.41	94.44	7893.38
<b>Disputed Dues:</b>	--	--	--	--	--	--
<b>Total</b>	<b>7261.69</b>	<b>195.81</b>	<b>302.80</b>	<b>65.41</b>	<b>94.44</b>	<b>7920.15</b>
<b>As at 31.03.2023</b>						
<b>Undisputed Dues:</b>						
i) Micro and Small Enterprises	137.04	--	--	--	--	137.04
ii) Others	6660.26	749.28	423.24	60.21	64.58	7957.57
<b>Disputed Dues:</b>	--	--	--	--	--	--
<b>Total</b>	<b>6797.30</b>	<b>749.28</b>	<b>423.24</b>	<b>60.21</b>	<b>64.58</b>	<b>8094.61</b>

**NOTE 28. OTHER CURRENT FINANCIAL LIABILITIES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Payable on purchase of Property, Plant & Equipment	1338.90	583.30
Trade or security deposits received	422.84	590.62
Interest accrued but not due on borrowings	212.49	182.12
Unpaid Dividend	59.93	62.53
<b>TOTAL</b>	<b>2034.16</b>	<b>1418.57</b>

**NOTE 29. OTHER CURRENT LIABILITIES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Advance from customers	968.62	578.79
Statutory remittances	1045.65	1273.55
Other payables	2283.61	2374.43
<b>TOTAL</b>	<b>4297.88</b>	<b>4226.77</b>

**NOTE 30. PROVISIONS (CURRENT)**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
For employee benefits	1042.64	956.48
<b>TOTAL</b>	<b>1042.64</b>	<b>956.48</b>

**NOTE 31. CURRENT TAX LIABILITIES**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Provision for Income Tax	--	4396.13
Less : Advance Income Tax	--	4141.25
<b>Current Tax Liabilities (Net)</b>	<b>--</b>	<b>254.88</b>

**NOTE 32. REVENUE FROM OPERATIONS**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
<b>SALE OF PRODUCTS</b>				
<b>MANUFACTURED GOODS</b>				
Sugar	163571.37		186592.02	
Molasses	7338.12		4192.06	
Bagasse	217.59		2374.86	
Granite Products	2146.94		2104.18	
Alcohol	23791.14		30865.49	
Power	21922.91		22574.92	
Agrinatural Fertilizers	2240.69		1927.81	
Pressmud	11.21		11.56	
		<b>221239.97</b>		<b>250642.90</b>
<b>TRADED GOODS</b>				
Granite Products	13.71		308.09	
Fertiliser & Pesticides	244.50		273.22	
		<b>258.21</b>		<b>581.31</b>
<b>SALE OF SERVICES</b>				
Handling and Hire charges		<b>295.01</b>		<b>719.49</b>
<b>OTHER OPERATING REVENUE</b>				
Sale of Scrap and Store material	238.62		351.62	
Other Claims	--		262.27	
		<b>238.62</b>		<b>613.89</b>
<b>TOTAL</b>		<b>222031.81</b>		<b>252557.59</b>


**NOTE 33. OTHER INCOME**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
<b>Interest Income :</b>				
Late Payment Surcharge on receivables from TANGEDCO (Refer Note No. 61)	--		3289.36	
On deposits and other loans & advances	141.47		240.13	
		141.47		3529.49
Dividend income from long term investments		5.54		3.77
<b>Other non-operating Income :</b>				
Rent receipts from operating leases	295.86		281.32	
Profit on sale of Property, Plant & Equipment (Net)	88.81		0.91	
Gain on Exchange Flucutation (net)	26.05		48.22	
Other Service receipts	93.62		69.19	
Net gain on Modification / termination of Lease	--		0.48	
Change in Fair Value - Biological Assets	4.44		--	
Miscellaneous income	14.04		2.54	
		522.82		402.66
<b>TOTAL</b>		<b>669.83</b>		<b>3935.92</b>

**NOTE 34. COST OF MATERIALS CONSUMED**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
Opening Stock of Raw Materials:				
Molasses	1280.61		--	
Granite rough blocks	387.60		423.48	
Pressmud	2.23		24.27	
		1670.44		447.75
Add: Purchase of Raw Materials :				
Sugarcane	151724.74		167265.03	
Molasses	338.19		386.78	
Granite rough blocks	388.04		1008.26	
Press-Mud	101.31		14.40	
		152552.28		168674.47
		<b>154222.72</b>		<b>169122.22</b>


**NOTE 34. COST OF MATERIALS CONSUMED (Contd...)**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
Less: Closing Stock of Raw Materials :				
Molasses	2327.28		1280.61	
Granite rough Blocks	565.93		387.60	
Pressmud	3.73		2.23	
		2896.94		1670.44
Raw Material Consumed		151325.78		167451.78
Packing Material Consumed		2039.67		2750.74
<b>TOTAL</b>		<b>153365.45</b>		<b>170202.52</b>

**NOTE 35. PURCHASE OF STOCK - IN - TRADE**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Granite Products	25.92	159.58
Fertiliser & Pesticides	173.94	248.77
<b>TOTAL</b>	<b>199.86</b>	<b>408.35</b>

**NOTE 36. CHANGES IN INVENTORIES**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
<b>I. FINISHED GOODS :</b>				
<b>a. Opening Stock :</b>				
Sugar	78245.84		83857.50	
Molasses	2326.16		4247.00	
Bagasse	1027.64		662.86	
Granite Products	4395.44		3709.32	
Alcohol	1540.86		382.54	
Agri Natural Fertilizers	72.89		44.07	
	<b>87608.83</b>		<b>92903.29</b>	


**NOTE 36. CHANGES IN INVENTORIES (Contd...)**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
<b>b. Closing Stock :</b>				
Sugar	81236.33		78245.84	
Molasses	2395.26		2326.16	
Bagasse	515.07		1027.64	
Granite Products	4418.80		4395.44	
Alcohol	2348.70		1540.86	
Agrinatural Fertilizers	73.28		72.89	
	<b>90987.44</b>		<b>87608.83</b>	
<b>(a) - (b)</b>		<b>(3378.61)</b>		<b>5294.46</b>
<b>II. WORK IN PROGRESS :</b>				
<b>a. Opening Stock :</b>				
Sugar	2119.56		1812.29	
Molasses	232.70		227.13	
Press-mud	47.31		61.80	
	<b>2399.57</b>		<b>2101.22</b>	
<b>b. Closing Stock :</b>				
Sugar	1045.10		2119.56	
Molasses	167.54		232.70	
Press-mud	34.95		47.31	
	<b>1247.59</b>		<b>2399.57</b>	
<b>(a) - (b)</b>		<b>1151.98</b>		<b>(298.35)</b>
<b>TOTAL</b>		<b>(2226.63)</b>		<b>4996.11</b>

**NOTE 37. EMPLOYEE BENEFIT EXPENSES**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Salaries, wages and allowances	12431.58	12040.64
Contribution to Provident and other funds	1151.68	1134.13
Staff Welfare expenses	1317.22	1212.71
<b>TOTAL</b>	<b>14900.48</b>	<b>14387.48</b>

**NOTE 38. FINANCE COSTS**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Interest Expenses	3113.95	4868.27
Interest on lease liabilities - Ind AS 116	5.69	5.59
Other borrowing costs	44.97	58.46
<b>TOTAL</b>	<b>3164.61</b>	<b>4932.32</b>


**NOTE 39. DEPRECIATION AND AMORTISATION EXPENSES**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Depreciation and Amortisation on account of Property, Plant and Equipment	5735.03	7377.10
Right-of Use Assets	24.27	26.65
<b>TOTAL</b>	<b>5759.30</b>	<b>7403.75</b>

**NOTE 40. OTHER EXPENSES**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
	Details	Total	Details	Total
Consumption of stores and spare parts		4821.46		5227.76
Power and fuel		4564.42		8664.29
Water charges		259.53		305.57
Rent		84.26		70.92
Cane development expenses		1507.89		1701.75
Repairs and maintenance :-				
Buildings	1504.39		1324.15	
Plant and Machinery	6037.72		6000.63	
Vehicles	757.02		775.08	
Others	297.38		311.49	
		8866.51		8411.35
Effluent disposal expenses		614.82		704.69
Insurance charges		484.02		445.68
Rates and taxes		770.22		582.06
Telephone charges		64.90		55.59
Travelling expenses		308.82		355.96
Printing and Stationery		69.21		79.88
Directors' sitting fees		3.25		3.20
Advertisement		7.37		10.25
Other Administrative expenses		220.27		170.64
Freight and forwarding		283.74		644.31
Selling and distribution expenses		955.27		746.18
Sales commission		13.84		8.55
Donations		7.71		2.03
Corporate Social Responsibility expenses (Refer Note No.43)		346.19		247.40
Legal and professional charges		137.66		98.93
Agricultural expenses (Net)		41.97		4.01
Expected Credit Loss and Impairment (Net)		681.01		3543.16
Net Fair value change in Biological Assets		--		4.92
Auditor's Remuneration				
Statutory Audit	20.00		20.00	
Tax representation	9.30		23.33	
Certification and other services	8.65		8.92	
Reimbursement of expenses	0.20	38.15	0.20	52.45
<b>TOTAL</b>		<b>25152.49</b>		<b>32141.53</b>



## NOTE 41. TAX EXPENSES

### i) Tax Expenses recognised in the Statement of Profit & Loss

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Current Tax		
On Taxable Income for the year	4008.90	4396.13
Adjustments in respect of earlier years	46.71	31.05
<b>Total Current Tax expenses</b>	<b>4055.61</b>	<b>4427.18</b>
Deferred Tax		
In respect of current year	(230.01)	(696.74)
MAT credit utilised - Current year	3095.15	3951.87
MAT credit utilised - Earlier years	235.11	--
<b>Total Deferred Tax expenses</b>	<b>3100.25</b>	<b>3255.13</b>
<b>Income Tax Expenses recognised in Statement of Profit and Loss</b>	<b>7155.86</b>	<b>7682.31</b>

### ii) Tax Expenses recognised in Other Comprehensive Income

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
<b>Deferred Tax Expense / (Benefit) on</b>		
Fair Value Gain / (Loss) on Equity Instruments through OCI	48.34	17.41
Remeasurement of Defined Benefit Plan	(54.77)	(143.98)
<b>Tax Expenses/(Benefits) recognised in Other Comprehensive Income</b>	<b>(6.43)</b>	<b>(126.57)</b>

### iii) Reconciliation of Income Tax Expenses and Accounting Profit

The Income tax expense for the year can be reconciled to the accounting profit as follows :

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Profit before tax	22386.08	22021.45
Income Tax Rate	34.944%	34.944%
<b>Income tax expenses calculated on accounting profit</b>	<b>7822.59</b>	<b>7695.18</b>
Tax effect of the amounts which are not deductible / (taxable) in calculating taxable income		
- Expenses that are not deductible in determining taxable profit	2591.58	3433.10
- Expenses that are deductible in determining taxable profit	(2800.16)	(2705.20)
Income exempted from Income Taxes	14.66	1.40
Incentive tax credits	(754.62)	(773.22)
Adjustments in respect of earlier years	281.82	31.05
<b>Income tax recognised in the statement of profit and loss</b>	<b>7155.86</b>	<b>7682.31</b>

The Company has made an assessment on the impact of section 115 BAA of the Income Tax Act, 1961 and decided to continue with the existing tax structure until utilization of accumulated MAT credit.


**NOTE 42. DETAILS OF UNDISCLOSED INCOME, IF ANY : Nil**
**NOTE 43. EXPENDITURE INCURRED ON CORPORATE SOCIAL RESPONSIBILITIES**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024	Year ended 31.03.2023
Amount required to be spent by the Company during the year	330.91	244.59
Amount of Expenditure Incurred	346.19	247.40
Shortfall at the end of the year	--	--
Total of Previous years shortfall	--	--

**Nature of CSR Activities**

(₹ in Lakhs)

PARTICULARS	Schedule	Year ended 31.03.2024	Year ended 31.03.2023
Preventive Health Care, Sanitation and supply of Oxygen Plants	i	124.52	0.69
Promoting Education	ii	102.07	103.60
Conservation of Natural Resources and Ensuring Environmental Sustainability	iv	31.28	43.83
Rural Development Projects	x	87.41	99.28
Disaster Relief	xii	0.91	--
<b>Total Expenditure Incurred</b>		<b>346.19</b>	<b>247.40</b>
<b>Balance to be carried forward</b>		<b>15.28</b>	<b>2.81</b>

**Other Disclosures with respect to Corporate Social Responsibility Expenditure**

- The Company has not made any contribution to Related Parties in relation to CSR Expenditure.
- The Company has not made any provision in relation to CSR Expenditure during the year and any previous years

**NOTE 44. DETAILS OF CRYPTO CURRENCY OR VIRTUAL CURRENCY, IF ANY : Nil**
**NOTE 45. CONTINGENT LIABILITIES AND COMMITMENTS (to the extent not provided for)**  
**CONTINGENT LIABILITIES**

45. 1. The company has preferred a Writ Appeal before the Division Bench of the Hon'ble High Court, Madras challenging the Order pronounced in Writ Petition No. 4030/2002 dated 28.02.2006 in connection with increase in rate of water charges and the method of computation of water charges pursuant to the G.O. No.474 dated 13.11.2001 for the water drawn for industrial purposes. The approximate amount under dispute is ₹ 594.89 Lakhs.

45.2. The Company has received a demand for payment of excise duty for ₹ 148.44 lakhs on the machineries purchased for co-generation plant in Sugar Unit-II which have been cleared by the manufacturers based on the certificates alleged to have been forged by an Official in the Ministry of Finance. The Company has remitted the amount under protest. The company opted for obtaining a valid certificate for which steps have been taken through a writ petition filed in Hon'ble High Court of Madras.



45.3 The Company has Income Tax demand of ₹ 139.36 lakhs for the assessment years from 2015-16 to 2018-19 and ₹ 358.45 lakhs for the assessment year 2021-22. The Company has filed appeal before Commissioner of Income Tax (Appeals) in respect of the income tax

proceedings of the above mentioned assessment years.

#### COMMITMENTS

45.4. Estimated amount of contracts remaining to be executed on capital account - Tangible Assets not provided for is ₹ 4801.54 Lakhs (₹ 8120.07 lakhs).

#### NOTE 46. DISCLOSURE OF NON-CASH TRANSACTIONS AS PER Ind AS 7

As at 31.03.2024

(₹ in Lakhs)

PARTICULARS	As at 01.04.2023	Net Proceeds/ (Payment)	Non Cash Changes	As at 31.03.2024
Non-Current borrowings including current maturities	24868.40	(9161.99)	--	15706.41
Current Borrowings	33188.23	(336.71)	--	32851.52
Lease liabilities	67.09	(30.20)	12.80	49.69

As at 31.03.2023

(₹ in Lakhs)

PARTICULARS	As at 01.04.2022	Net Proceeds/ (Payment)	Non Cash Changes	As at 31.03.2023
Non-Current borrowings including current maturities	16516.42	8351.98	--	24868.40
Current Borrowings	79479.89	(46291.66)	--	33188.23
Lease liabilities	67.01	(33.20)	33.28	67.09

#### NOTE 47. LEASES :

##### Company as Lessee:

##### A. Movement in Right of Use Assets

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Opening Balance	63.63	62.12
Additions during the year	7.11	31.37
Adjustments / Deletions during the year	--	(3.21)
Depreciation	(24.26)	(26.65)
Closing Balance	46.48	63.63

The depreciation on Right of use assets is included under Depreciation & Amortisation expenses in the Statement of Profit & Loss


**B. Movement in Lease Liabilities**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Opening Balance	67.09	67.01
Additions during the year	7.11	31.37
Adjustments/deletions during the year	--	(3.68)
Interest on lease liabilities	5.69	5.59
Payment of lease liabilities	(30.20)	(33.20)
Closing Balance	49.69	67.09

- i) The Interest on lease liabilities is included under Finance Costs in the Statement of Profit & Loss
- ii) The payment of Principal and Interest on lease liabilities has been disclosed under Financing activities in the Statement of Cash Flow.

**C. Break-up of current and non-current lease liabilities**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Lease Liabilities - Non Current	23.17	41.99
Lease Liabilities- Current	26.52	25.10
<b>TOTAL</b>	<b>49.69</b>	<b>67.09</b>

**D. Contractual Maturity Analysis of lease liabilities on an undiscounted basis**

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Less than one year	30.20	30.20
One to five years	25.80	46.00
<b>TOTAL</b>	<b>56.00</b>	<b>76.20</b>

**NOTE 48. DISCLOSURE UNDER IND AS 19 :**
**i) DEFINED CONTRIBUTION PLAN :**

The Company has defined contribution plan like Provident Fund and Employees State Insurance Scheme for the benefit of employees. Contributions are made at the specified rate of percentage to payroll cost as per the regulations to fund the benefits. The expenses recognised in the statement of profit and loss is ₹ 836.08 Lakhs (₹ 770.10 Lakhs).

**NOTE 48. DISCLOSURE UNDER IND AS 19 Contd.... :****ii) DEFINED BENEFIT PLAN :****GRATUITY**

The company provides the Gratuity benefit through annual contributions to the fund managed by Life Insurance Corporation of India (LIC).

The defined benefit plans expose to the actuarial risks such as:

**a) Interest Rate Risk:**

The present value of the defined benefit plan obligation is calculated using a discount rate determined by reference to government bond yields. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the obligation.

**b) Salary Risk:**

The present value of the defined benefit plan is calculated based on the salary of plan participants in the future. Accordingly, an increase in salary of the plan participants will increase the defined benefit obligation and will have an exponential effect.

**c) Investment Risk:**

The present value of the defined benefit plan obligation is calculated using a discount rate determined by reference to government bond yields. If there are significant changes in the discount rate during the inter valuation period, it can result in wide fluctuations in the net liability or plan assets.

**d) Variability in mortality rates:**

The present value of the defined benefit plan obligation is calculated by reference to the best estimate of the mortality of plan participants both during and after their employment. If actual mortality rates are higher than the assumed mortality rate assumption, there is a risk of payment of gratuity benefits earlier than expected.

The following table sets out the details of the defined benefits obligations and amount recognised in the financial statements.

PARTICULARS	GROUP GRATUITY	
	31.03.2024	31.03.2023
<b>PRINCIPAL ACTUARIAL ASSUMPTIONS</b>		
Discount Rate (%)	7.23	7.54
Salary Escalation rate (%)	6.50	6.50
Expected Return on Plan Assets (%)	7.54	7.49
Attrition Rate (%)	3.00	3.00

**A NET ASSET/ (LIABILITY) RECOGNISED IN BALANCE SHEET AT THE BEGINNING OF THE YEAR**  
(₹ in Lakhs)

Present value of Defined Benefit Obligation	4592.77	3908.72
Fair Value of Plan Assets	4024.71	3908.72
<b>Net Asset/(Liability) Recognised in Balance Sheet</b>	<b>(568.06)</b>	<b>--</b>


**NOTE 48. DISCLOSURE UNDER IND AS 19 Contd.... :**

(₹ in Lakhs)

PARTICULARS	GROUP GRATUITY	
	31.03.2024	31.03.2023

**B DISCLOSURE OF EMPLOYER EXPENSE**

Current Service Cost (including risk Premium for fully insured benefits)	273.61	244.67
Net Interest Expenses / (Income)	33.14	(3.20)
<b>Total Employer Expense Recognised in the Statement of Profit &amp; Loss</b>	<b>306.75</b>	<b>241.47</b>

**C OTHER COMPREHENSIVE INCOME**

Remeasurement of Defined Benefit Obligation		
Effect of Changes in Financial assumptions	146.95	(18.28)
Effect of Changes in Experience adjustments	18.89	431.23
(Return) / Loss on Plan Assets	(9.11)	(0.91)
<b>Net Cost in Other comprehensive Income</b>	<b>156.73</b>	<b>412.04</b>

**D CHANGE IN OBLIGATIONS AND ASSETS**
**Change in Obligations**

Present Value of Defined Benefit Obligation at the Beginning of the period	4592.77	3908.72
Employer Service Cost	273.61	244.67
Interest Cost	335.04	283.15
Actuarial(Gains)/Losses	165.84	412.95
Benefits Payments	(298.28)	(256.72)
<b>Present Value of Defined Benefit Obligation at the end of Period</b>	<b>5068.98</b>	<b>4592.77</b>

**Change in Assets**

Fair value of Plan Assets at Beginning of Period	4024.71	3908.72
Expected Return on Plan Assets	301.90	286.35
Actuarial Gain/(Loss)	9.11	0.91
Actual Company Contributions Less Risk Premium	256.93	85.45
Benefit payments	(298.28)	(256.72)
<b>Fair value of Plan Assets at the end of Period</b>	<b>4294.37</b>	<b>4024.71</b>


**NOTE 48. DISCLOSURE UNDER IND AS 19 Contd.... :**

(₹ in Lakhs)

PARTICULARS	GROUP GRATUITY	
	31.03.2024	31.03.2023

**E NET ASSET / (LIABILITY) RECOGNISED IN BALANCE SHEET AT THE END OF THE YEAR**

Present Value of Defined Benefit Obligation	5068.98	4592.77
Fair value of Plan Assets	4294.37	4024.71
<b>NET ASSET / (LIABILITY) RECOGNISED IN BALANCE SHEET</b>	<b>(774.61)</b>	<b>(568.06)</b>

**F SENSITIVITY ANALYSIS**

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate and expected salary increase. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The defined benefit obligation increases / (decrease) as follows :

(₹ in Lakhs)

PARTICULARS	31.03.2024	31.03.2023
Discount Rate		
+100 basis points	(406.13)	(365.40)
-100 basis points	474.00	424.91
Salary Growth		
+100 basis points	452.14	404.46
-100 basis points	(396.92)	(357.29)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligations as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumption may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligations has been calculated using the Projected Unit Credit Method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

The expected contribution to the plan for the next Annual reporting period is ₹ 247.99 Lakhs (₹ 208.40 lakhs)


**NOTE 48. DISCLOSURE UNDER IND AS 19 Contd.... :**

Maturity Profile of the Defined Benefit Obligation :

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Less than 1 year	344.47	326.10
1-2 years	382.00	301.34
2-3 years	350.16	340.91
3-4 years	365.47	305.50
4-5 years	293.33	303.69
More than 5 years	3333.55	3015.23
<b>Defined Benefit Obligation</b>	<b>5068.98</b>	<b>4592.77</b>

**LONG TERM COMPENSATED ABSENCES**

The assumption used for computing the long term accumulated compensated absences on actuarial basis are as follows:

ASSUMPTION	31.03.2024	31.03.2023
Discount Rate (%)	7.23	7.54
Salary Escalation rate (%)	6.50	6.50
Expected Return on Plan Assets (%)	7.54	7.49
Attrition Rate (%)	3.00	3.00

**NOTE 49. SEGMENT INFORMATION FOR THE YEAR ENDED 31ST MARCH 2024**

Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment/manpower efforts.

Income or Expenses which are not attributable or allocable to segments have been disclosed as unallocable Income / Expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. Geographical revenues are allocated based on the location of the customer.

The Company has the following operating segments, which are its reportable segments. Operating segment disclosures are consistent with the information provided to and reviewed by the Chief Operating Decision Maker (CODM).

Segment	Sugar	Power	Distillery	Granite Products
Product	Sugar	Power	Alcohol	Granite Products



(₹ in Lakhs)

PARTICULARS	Sugar		Power		Distillery		Granite Products		Unallocated		TOTAL	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023	31.03.2024	31.03.2023
<b>PRIMARY</b>												
Segment Revenue	218709.39	245069.66	50895.92	54350.42	24015.16	31341.77	2183.11	2458.95			295803.58	333220.80
Intersegment Revenue	44786.74	48930.82	28973.01	31728.16	12.02	4.23					73771.77	80663.21
	173922.65	196138.84	21922.91	22622.26	24003.14	31337.54	2183.11	2458.95			222031.81	252557.59
<b>RESULT</b>												
Segment Result	8180.81	6414.62	11799.79	13195.08	6627.75	8338.00	(1456.75)	(1353.38)			25151.60	26594.32
Add: Un-allocable Income											399.09	359.45
Operating Profit											25550.69	26953.77
Less: Finance Costs											3164.61	4932.32
Tax expenses											7155.86	7682.31
<b>Profit after Tax</b>											<b>15230.22</b>	<b>14339.14</b>
<b>OTHER INFORMATION</b>												
Segment Assets	156806.72	156586.27	29717.39	33741.73	42338.26	31604.78	9523.74	8924.92	5062.44	5010.15	243448.55	235867.85
Segment Liabilities	46033.89	47861.80	8448.92	13907.11	6454.76	8067.29	358.50	236.56	13312.31	10605.71	74608.38	80678.47
Capital expenditure	2950.87	1864.62	74.59	65.26	1435.00	8420.19	578.05	45.15			5038.51	10395.22
Depreciation	3334.01	3682.62	1005.34	1110.63	1185.71	2207.13	234.23	403.37			5759.29	7403.75
<b>SECONDARY</b>												
Revenue by Geographical Market												
India	173172.65	163395.10	21922.91	22622.26	24003.14	31337.54	489.60	360.64			219588.30	217715.54
Outside India*	750.00	32743.74					1693.51	2098.31			2443.51	34842.05

All non-current assets of the Company are located in India.

There are no transactions with single external customer which amounts to 10% or more of the Company's revenue.

\* Includes merchant exports.



## NOTE 50. RELATED PARTY DISCLOSURES AS REQUIRED UNDER IND AS-24 ISSUED BY THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA ARE GIVEN BELOW :

### A KEY MANAGEMENT PERSONNEL :

Sri S V Balasubramaniam, Chairman  
Sri B Saravanan, Managing Director  
Sri C Palaniswamy, Company Secretary  
Sri M Ramprabhu, Chief Financial Officer

### B RELATIVES OF KEY MANAGEMENT PERSONNEL

Smt B Soundaram      Wife of Sri S V Balasubramaniam, Chairman and  
Mother of Sri B Saravanan, Managing Director

### C COMPANY HAVING SIGNIFICANT INFLUENCE

SVB Holdings Private Limited

### D NON EXECUTIVE INDEPENDENT DIRECTORS

Sri A K Perumalsamy  
Sri T Gundan  
Sri M P Vijayakumar  
Dr Radha Ramani

### E ENTERPRISE OVER WHICH KEY MANAGERIAL PERSONNEL ARE ABLE TO EXERCISE SIGNIFICANT INFLUENCES (OTHER RELATED PARTIES)

- |  |  |
|--|--|
| 1. Annamallai Enterprise Private Limited         | 11. Kumaraguru Enterprises Private Limited       |
| 2. Annamallai Estates Private Limited            | 12. Mehru Enterprises Private Limited            |
| 3. Bannari Amman Enterprises Private Limited     | 13. Mylvagana Enterprises Private Limited        |
| 4. Bannari Amman Exports Private Limited         | 14. Shiva Cargo Movers Private Limited           |
| 5. Bannari Enterprises Private Limited           | 15. Shiva Distilleries Private Limited           |
| 6. Bannari Amman Finance Private Limited         | 16. Shiva Hi-Tech Infrastructure Private Limited |
| 7. BIT Techno Products Private Limited           | 17. Soundram Enterprises Private Limited         |
| 8. Goldmine Corporate Investment Private Limited | 18. SVB Enterprise Private Limited               |
| 9. Kandiamman Enterprises Private Limited        | 19. Velmuruga Enterprises Private Limited        |
| 10. Kerala Alcoholic Products Private Limited    |  |


**RELATED PARTY TRANSACTIONS FOR THE YEAR ENDED 31.3.2024**

(₹ in Lakhs)

PARTICULARS	Key Managerial Personnel	Relative of Key Managerial Personnel	Non Executive Independent Directors	Company having Significant Influence	Other Related parties
Purchase of Goods					Nil (5.80)
Sale of Goods	2.69 (7.18)	1.95 (0.94)		0.04 (0.39)	14085.24 (8769.90)
Remuneration	1529.42 (1646.62)				
Directors sitting fees			3.25 (3.20)		
Availing services					9.06 (78.42)
Rent paid					31.50 (35.04)
Rent receipt				0.14 (0.14)	2.55 (2.91)
Payable as on 31.3.2024	1213.64 (1345.69)				

**Whole time Directors' Remuneration**

(₹ in Lakhs)

PARTICULARS	Year ended 31.03.2024		Year ended 31.03.2023	
<b>CHAIRMAN</b>				
Short Term Employee Benefit	846.22	854.86	923.17	931.81
Post Employment Benefit	8.64		8.64	
<b>MANAGING DIRECTOR</b>				
Short Term Employee Benefit	575.65	582.85	628.45	635.65
Post Employment Benefit	7.20		7.20	
<b>TOTAL</b>		<b>1437.71</b>		<b>1567.46</b>

**Non - Whole time Directors' Remuneration**

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2024	31.03.2023
Directors Sitting Fee	3.25	3.20

**NOTE 51. EARNINGS PER SHARE**

PARTICULARS	For the Year Ended	
	31.03.2024	31.03.2023
a) Net Profit after tax available for equity shareholders (₹ in Lakhs)	15230.22	14339.14
b) Weighted average number of equity shares of ₹ 10/- each		
i) Number of shares at the beginning of the year	12539700	12539700
ii) Number of shares at the end of the year	12539700	12539700
iii) Weighted average number of equity shares outstanding during the year	12539700	12539700
c) Basic and diluted earnings per share (₹)	121.46	114.35

**NOTE 52. DETAILS OF RESEARCH AND DEVELOPMENT EXPENDITURE RECOGNISED AS AN EXPENSE**

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2024	31.03.2023
Materials	116.67	146.74

**NOTE 53. FOREIGN CURRENCY EXPOSURES THAT ARE NOT HEDGED BY A DERIVATIVE INSTRUMENT OR OTHERWISE ARE AS UNDER :-**

PARTICULARS	As at 31.03.2024		As at 31.03.2023	
	US DOLLAR	EURO	US DOLLAR	EURO
Receivables	34657	309640	Nil	99872
Payables	134741	2369	48090	1572

The dividend is paid to Non Resident shareholders in Indian Rupee by crediting to their Rupee Bank account.


**NOTE 54. VALUE OF RAW MATERIALS**

PARTICULARS	Consumption (₹ in Lakhs)	% to total consumption
<b>54.1 Imported Value of</b>		
Spares and Components	449.02 (306.41)	2.17% (1.12%)
<b>54.2 Indigenous Value of</b>		
a Sugarcane	151724.75 (167265.03)	100% (100%)
b Granite Rough Blocks	1140.56 (1044.14)	100% (100%)
c Molasses	10976.22 (12193.42)	100% (100%)
d Pressmud	110.10 (41.16)	100% (100%)
e Spares and Components	20235.03 (26977.31)	97.83% (98.88%)

**NOTE 55. VALUE OF IMPORTS ON C.I.F. BASIS :**

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2024	31.03.2023
a. Capital Goods	532.94	102.91
b. Spare and Components	400.50	265.88

**NOTE 56. EXPENDITURE IN FOREIGN CURRENCY :**

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2024	31.03.2023
1. Travelling	--	6.85
2. Subscription	--	1.07

**NOTE 57. EARNINGS IN FOREIGN EXCHANGE :**

(₹ in Lakhs)

PARTICULARS	For the Year Ended	
	31.03.2024	31.03.2023
F.O.B Value of Exports	1533.58	1919.51


**NOTE 58. FINANCIAL INSTRUMENTS**
**a) Financial Instruments by category**
**As at 31st March 2024**

(₹ in Lakhs)

PARTICULARS	Note No.	Carrying Value		Total fair Value
		Amortised Cost	FVTOCI	
<b>FINANCIAL ASSETS</b>				
<b>NON-CURRENT</b>				
Investments	5	2.35	307.21	309.56
Trade Receivables	6	3061.24	--	3061.24
Other Financial Assets	7	989.78	--	989.78
<b>CURRENT</b>				
Trade Receivables	11	13416.19		13416.19
Cash and Cash Equivalents	12	637.00		637.00
Bank Balance other than Cash and Cash equivalents	13	59.93		59.93
Loans	14	128.88		128.88
Other Financial Assets	15	863.39		863.39
<b>Total</b>		<b>19158.76</b>	<b>307.21</b>	<b>19465.97</b>
<b>FINANCIAL LIABILITIES</b>				
<b>NON - CURRENT</b>				
Borrowing	20	6730.47		6730.47
Lease Liabilities	21	23.17		23.17
Other Financial Liabilities	22	366.09		366.09
<b>CURRENT</b>				
Borrowing	25	41827.46		41827.46
Lease Liabilities	26	26.52		26.52
Trade Payables	27	7920.15		7920.15
Other Financial Liabilities	28	2034.16		2034.16
<b>Total</b>		<b>58928.02</b>	<b>--</b>	<b>58928.02</b>



As at 31st March 2023

(₹ in Lakhs)

PARTICULARS	Note No.	Carrying Value		Total fair Value
		Amortised Cost	FVTOCI	
<b>FINANCIAL ASSETS</b>				
<b>NON-CURRENT</b>				
Investments	5	2.35	168.88	171.23
Trade Receivables	6	5318.91		5318.91
Other Financial Assets	7	1562.37		1562.37
<b>CURRENT</b>				
Trade Receivables	11	14094.61		14094.61
Cash and Cash Equivalents	12	567.97		567.97
Bank Balance other than Cash and Cash equivalents	13	62.53		62.53
Loans	14	120.06		120.06
Other Financial Assets	15	997.67		997.67
<b>Total</b>		<b>22726.47</b>	<b>168.88</b>	<b>22895.35</b>
<b>FINANCIAL LIABILITIES</b>				
<b>NON - CURRENT</b>				
Borrowing	20	15706.42		15706.42
Lease Liabilities	21	41.99		41.99
Other Financial Liabilities	22	501.35		501.35
<b>CURRENT</b>				
Borrowing	25	42350.21		42350.21
Lease Liabilities	26	25.10		25.10
Trade Payables	27	8094.61		8094.61
Other Financial Liabilities	28	1418.57		1418.57
<b>Total</b>		<b>68138.25</b>	<b>--</b>	<b>68138.25</b>

## b) Fair Value Hierarchy

### Fair Value Measurement Hierarchy of Financial Instruments :

The Company uses the following Fair Value Hierarchy for determining and disclosing the fair value of the financial instruments.

Level 1 : quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2 : inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly

Level 3 : inputs that are unobservable for the asset or liability.



(₹ in Lakhs)

PARTICULARS	Note No.	Level 1	Level 2	Level 3	Total fair Value
Financial Assets at FVTOCI - 31.03.2024	5	307.21	--	--	307.21
Financial Assets at FVTOCI - 31.03.2023	5	168.88	--	--	168.88

**Fair Value Measured at amortised Cost:**

The carrying amount of financial assets and liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the company does not anticipate that the carrying amount would be significantly different from the values that would eventually be received or settled.

**NOTE 59. FINANCIAL RISK MANAGEMENT - OBJECTIVES & POLICIES**

The Company's principal financial liabilities includes borrowings, trade payable and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments, trade receivables, cash and cash equivalents, Bank Balance other than cash and cash equivalent, loans and other financial assets that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management under the supervision of Risk management committee / Board of Directors oversees the management of these risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives.

**a) Market risk**

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market price. Market risk comprises three types of risk: interest rate risk, currency risk and other risks, such as regulatory risk and commodity price risk. Financial Instruments affected by market risk includes investment, borrowings, trade receivable, trade payable and loans.

**i) Interest rate risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rate. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings obligations with floating interest rate. Interest rate risk is managed by maintaining a combination of fixed and floating rate debt and cash management policies.

The carrying amount of Company's borrowings at the end of the reporting period is as under:

(₹ in Lakhs)

PARTICULARS	As at 31.03.2024	As at 31.03.2023
Borrowings with fixed rate of Interest	5581.42	7943.40
Borrowings with floating rate of Interest	42976.51	50113.23
<b>Total Borrowings</b>	<b>48557.93</b>	<b>58056.63</b>

The company determines the sensitivity of 25 basis points increase (or) decrease on borrowings with floating rate of interest. The impact on the Profit after tax at the reporting date, assuming outstanding balance and other factors remain constant for the whole year, except the rate of interest, would be ₹ 107.44 Lakhs (₹ 125.28 Lakhs).

**ii) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rate. The Company's exposure to the risk of changes in foreign exchange rate relates primarily to the Company's foreign currency denominated financial assets and financial liabilities.

The carrying amounts of the Company's foreign currency denominated monetary assets and liabilities at the end of the reporting period is as under.

(₹ in Lakhs)

Foreign Currency	Liabilities		Assets	
	31.03.2024	31.03.2023	31.03.2024	31.03.2023
US Dollar	112.74	39.63	28.81	--
Euro	2.13	1.42	275.58	85.64
<b>TOTAL</b>	<b>114.87</b>	<b>41.05</b>	<b>304.39</b>	<b>85.64</b>

The above table represents total exposure of the Company towards foreign exchange denominated assets and liabilities. The details of unhedged exposures are given as part of Note No.53.

The company determines the sensitivity of 10% increase or decrease in the foreign currency rate. The impact on the profit after tax and total equity at the reporting date, assuming other factors constant except the exchange difference will be ₹ 18.95 Lakhs (₹ 4.46 Lakhs)

**iii) Other price risk**

Other price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded price. The Company is exposed to price risk arising mainly from investments in equity instruments recognised at FVTOCI. As at 31st March, 2024, the carrying value of such equity instruments recognised at FVTOCI amounts to ₹ 307.21 Lakhs (₹ 168.88 Lakhs). The details of such investments in equity instruments are given in Note No 5.

**b) Credit risk**

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument leading to a financial loss. Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. The Company had managed the credit risk with respect to trade receivables by selling majority of sugar sales covering minimal portion on credit basis.

The Company's exposure and credit ratings of its counterparties are continuously monitored and the aggregate value of transactions is reasonably spread amongst the counterparties. The company manages the risk by credit



approval. Credit quality of a customer is assessed based on a detailed study of credit worthiness and accordingly individual credit limits are defined/modified.

The impairment for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each balance sheet date. The company has recognised provision for Expected Credit Loss on the financial assets in the statement of Profit & Loss.

Financial assets are written off when there is no reasonable expectation of recovery. However, the Company continues to attempt to recover the receivables and are recognised in the Statement of Profit and Loss when recovered.

**c) Liquidity risk**

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result for an inability to sell a financial asset quickly close to its fair value.

The Company has an established liquidity risk management framework for managing its short term, medium term and long term funding. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

(₹ in Lakhs)

Particulars	Less than 1 year	Between 1 and 5 years	More than 5 years	Total
<b>As at 31.03.2024</b>				
Borrowing	41827.46	6730.47	--	48557.93
Trade Payables	7920.15	--	--	7920.15
Lease Liabilities (Ind AS 116)	26.52	23.17	--	49.69
Other Financial Liabilities	2034.16	366.09	--	2400.25
	<b>51808.29</b>	<b>7119.73</b>	<b>--</b>	<b>58928.02</b>
<b>As at 31.03.2023</b>				
Borrowing	42350.21	15592.46	113.96	58056.63
Trade Payables	8094.61	--	--	8094.61
Lease Liabilities (Ind AS 116)	25.10	41.99	--	67.09
Other Financial Liabilities	1418.57	501.35	--	1919.92
	<b>51888.49</b>	<b>16135.80</b>	<b>113.96</b>	<b>68138.25</b>

#### **NOTE 60. CAPITAL MANAGEMENT**

The objective of Capital Management is to safeguard its ability to continue as a going concern and optimise the returns to shareholders. Capital includes paid up equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company and debt refers to Long Term Borrowings, Short Term Borrowings and Interest accrued thereon for the purpose of Capital Management of the Company.

The Company manages its capital structure and makes adjustments in light of changes in the financial condition and the requirements of the financial covenants. The capital structure of the Company consist of net debt and total equity of the Company.

In order to achieve this overall objectives, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. The Company has complied with these covenants and there have been no breaches in the financial covenants of any interest-bearing loans and borrowings.

**The following table summarizes the capital of the Company :**

(₹ in Lakhs)

<b>PARTICULARS</b>	<b>31.03.2024</b>	<b>31.03.2023</b>
Equity	166493.54	152830.78
Debt	49136.51	58740.10
Less : Cash and Cash Equivalents	637.00	567.97
Net Debt	48499.51	58172.13
Net Debt to Equity Ratio	29.13%	38.06%

#### **NOTE 61. RECOGNITION OF LATE PAYMENT SURCHARGE (LPSC)**

The Company has recognised Nil (₹ 3289.36 Lakhs) towards Late Payment surcharge (LPSC) upto 03.06.2022 on the receivable as on 31.03.2022 from TANGEDCO vide The Electricity (Late Payment Surcharge and Related Matters) Rules, 2022 under Other Income. The total outstanding including LPSC will be paid by TANGEDCO in 48 monthly installments from August, 2022. The carrying amount of LPSC has been classified under Other Financial Assets in the Balance Sheet. The installments comprising receivables and LPSC beyond next twelve months is classified under non-current assets in the Balance sheet. The original due date of such trade receivables has been considered for the purpose of ageing schedule. The Expected Credit Loss on such receivables has been disclosed under Other Expenses in Statement of Profit & Loss.

#### **NOTE 62. ADDITIONAL REGULATORY INFORMATION**

- i) **Title Deed of Immovable Properties not held in the name of the Company:**  
All immovable properties of the Company are held in the name of the Company.
- ii) **Fair Value of Investment Property :**  
The Company as on the reporting date doesn't have any Investment Property.



- iii) **Revaluation of Property, Plant and Equipment :**  
The Company has not revalued the Property, Plant and Equipment during the year.
- iv) **Revaluation of Intangible Assets :**  
Not Applicable.
- v) **Loans and advances granted to Promoters, Directors, KMPs and the related parties :**  
The Company has not granted any loans to promoters, directors, KMPs and the related parties as defined under Companies Act, 2013 either jointly or severally with any other person that are repayable on demand or without specifying any terms or period of repayment.
- vi) **Capital Work-in-Progress :**  
The ageing schedule of Capital Work-in-Progress has been disclosed in Note No. 2 - Property, Plant and Equipment.
- vii) **Intangible Assets under development :**  
Not Applicable.
- viii) **Details of Benami Property :**  
Nil
- ix) **Reconciliation of Statement of Current Assets filed by the Company with banks for Working Capital facilities availed by the Company:**  
  
Name of the Bank : Punjab National Bank (Consortium Leader).  
  
Particulars of Security Provided : Current Assets of Sugar and Granite Division.

**Year ended 31.03.2024**

(₹ in Lakhs)

Quarter Ended	Amount as per Books of Accounts	Amount as reported in the quarterly statement filed with banks	Difference	Reason for Difference
30.06.2023	82214.20	80656.85	1557.35	The difference in value arises due to the fact that the valuation of Sugar stock as per statement provided to bank is based on the Circular issued by Reserve Bank of India RBI/2015-16 /95 dated July 1, 2015 whereas the valuation of sugar stock is in accordance with Ind AS 2 in the books of accounts and the exclusion of certain current assets of the company in the statement filed with the bank.
30.09.2023	80388.64	74702.05	5686.59	
31.12.2023	85202.72	79517.63	5685.09	
31.03.2024	92878.88	88977.08	3901.80	


**Year ended 31.03.2023**

(₹ in Lakhs)

Quarter Ended	Amount as per Books of Accounts	Amount as reported in the quarterly statement filed with banks	Difference	Reason for Difference
30.06.2022	95710.65	81533.38	14177.27	The difference in value arises due to the fact that the valuation of Sugar stock as per statement provided to bank is based on the Circular issued by Reserve Bank of India RBI/2015-16/95 dated July 1, 2015 whereas the valuation of sugar stock is in accordance with Ind AS 2 in the books of accounts and the exclusion of certain current assets of the company in the statement filed with the bank.
30.09.2022	104424.67	97768.25	6656.42	
31.12.2022	85036.87	81904.27	3132.60	
31.03.2023	90510.44	88700.55	1809.89	

- x) **Wilful Defaulter** : The Company has not been declared wilful defaulter.
- xi) **Relationship with struck off companies** : Nil
- xii) **Registration/ Satisfaction of charges with Registrar of Companies** : The Company does not have any charges yet to be registered or file the satisfaction of charges with Registrar of Companies beyond the statutory period.
- xiii) **Layers of Companies** : The Company does not have any subsidiary or associate company.
- xiv) **Approved Scheme of Arrangements**: Nil
- xv) **Utilisation of Borrowed funds and Share premium**:
  - A) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
  - B) The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the funding party (ultimate beneficiaries) or provide any guarantee, security or the like on behalf of the ultimate beneficiaries.



**xvi) Key Financial Ratios**

Particulars	Numerator	Denominator	31.03.2024	31.03.2023	Variance	Reason for Variance
Current Ratio (in times)	Current Assets	Current Liabilities	2.09	2.04	2.45%	--
Debt-Equity Ratio (in times)	Long term + Short Term Borrowings + interest accrued thereon	Shareholder's Equity	0.30	0.38	(21.05%)	--
Debt Service Coverage Ratio (in times)	Earnings available for Debt Services (Net Profit after tax + depreciation + interest and other non-cash adjustments)	Interest & Lease Payments + Principal Repayments	1.99	2.58	(22.87%)	--
Return on Equity Ratio (in %)	Net Profit After Taxes	Average Shareholder's Equity	9.54	9.80	(2.65%)	--
Inventory turnover ratio (in times)	Sale of Goods	Average Inventory	2.24	2.54	(11.81%)	--
Trade Receivables turnover ratio (in times)	Revenue from Operations	Trade Receivables and Subsidy Receivables	13.47	12.98	3.78%	--
Trade payables turnover ratio (in times)	Total Purchases	Trade Payables	19.29	20.89	(7.66%)	--
Net capital turnover ratio (in times)	Revenue from Operations	Working Capital	3.57	4.25	(16.00%)	--
Net profit ratio (in %)	Net Profit After Taxes	Revenue from Operations	6.86	5.68	20.77%	--
Return on Capital employed (in %)	Earnings Before Interest and Taxes (EBIT)	Capital employed	11.36	12.38	(8.24%)	--
Return on investment (in %)	Earnings Before Interest, Depreciation and Taxes (EBIDTA)	Investment (Total Assets)	12.86	14.57	(11.74%)	--



**NOTE 63.** Previous year's figures have been regrouped / reclassified wherever necessary.

**NOTE 64. EVENTS OCCURRING AFTER BALANCE SHEET DATE - PROPOSED DIVIDEND**

The Board of Directors at its meeting held on 23<sup>rd</sup> May 2024 has recommended a payment of final dividend of ₹ 12.50/- per equity share for the year ended 31<sup>st</sup> March, 2024 amounting to ₹ 1567.46 lakhs.

The above is subject to approval at the ensuing Annual General Meeting of the Company and hence is not recognised as a liability.

**NOTE 65. APPROVAL OF FINANCIAL STATEMENTS**

The Financial statements are reviewed and recommended by Audit Committee and approved for issue by the Board of Directors at their meeting held on 23<sup>rd</sup> May 2024.

As per our report of even date attached

**For P N RAGHAVENDRA RAO & CO.,**  
Chartered Accountants – Firm Regn No. : 003328S

**S V BALASUBRAMANIAM**  
Chairman  
DIN 00002405

**B SARAVANAN**  
Managing Director  
DIN 00002927

**P. R. VITTEL**  
Partner  
M No 018111

**C PALANISWAMY**  
Company Secretary

**M RAMPRABHU**  
Chief Financial Officer

Place : Coimbatore  
Date : 23.05.2024


**Financial Performance - Year Wise**

(₹ in Lakhs)

Financial Year	Equity Share Capital	Reserves & Surplus	Turnover*	Profit before Depreciation	Depreciation	Profit before Tax	Dividend on Equity Shares (%)
1985-1986	373.26	85.15	1421.08	247.65	192.32	55.33	15
1986-1987	374.81	150.60	1585.78	258.56	117.68	140.88	15
1987-1989 (18 months)	374.95	558.79	3157.49	743.55	200.87	542.68	25
1989-1990	375.00	821.84	2941.28	479.29	127.04	352.25	18
1990-1991	375.00	1097.53	3035.74	470.31	169.05	301.26	20
1991-1992	375.00	1381.32	4354.55	572.49	244.04	328.45	21
1992-1993	375.00	1526.96	6154.24	623.38	415.35	208.03	21
1993-1994	753.97	3004.49	5502.34	486.04	382.17	103.87	21
1994-1995	953.97	4937.00	12219.55	853.98	403.98	450.00	22
1995-1996	953.97	6107.79	15686.98	1895.45	533.78	1361.67	24
1996-1997	953.97	7201.67	16133.02	1884.43	560.90	1323.53	25
1997-1998	953.97	8704.64	14229.49	2292.81	568.50	1724.31	25
1998-1999	953.97	9737.98	20572.87	2009.33	598.43	1410.60	25
1999-2000	953.97	11071.16	23242.80	2425.92	675.51	1750.41	25
2000-2001	953.97	12728.83	30792.42	3655.88	1710.46	1945.42	27
2001-2002	953.97	12296.57	36158.79	4727.63	1652.41	3075.22	33
2002-2003	953.97	13265.96	34823.17	4429.97	2160.88	2269.09	30
2003-2004	953.97	16192.33	45778.58	7298.47	2705.14	4593.33	36
2004-2005	953.97	20070.14	38318.31	8826.31	3200.10	5626.21	45
2005-2006	953.97	27158.61	49408.86	13878.66	4307.00	9571.66	70
2006-2007	953.97	40572.76	69116.18	14570.19	3734.83	10835.36	70
2007-2008	1143.97	43825.26	60608.73	7397.92	3481.86	3916.06	70
2008-2009	1143.97	54270.49	67404.42	16597.74	3408.23	13189.51	100
2009-2010	1143.97	67301.16	85346.50	23807.83	3834.06	19973.77	100
2010-2011	1143.97	71273.33	111880.26	12692.25	7083.08	5609.17	100
2011-2012	1143.97	80355.33	126046.54	17920.15	6676.92	11243.23	100
2012-2013	1143.97	93055.51	148321.54	23430.89	5995.44	17435.45	125
2013-2014	1143.97	94256.37	107709.57	8410.18	5195.53	3214.65	125
2014-2015	1143.97	94044.97	96109.23	5159.42	5125.55	33.87	25
2015-2016	1143.97	90805.37	142741.00	9139.79	6154.07	2985.72	75
2016-2017	1253.97	105453.78	141571.72	25630.74	6945.21	18685.53	125
2017-2018	1253.97	112302.75	107504.40	18198.47	6960.50	11237.97	100
2018-2019	1253.97	118334.43	152012.66	15961.35	6677.49	9283.86	100
2019-2020	1253.97	126239.52	164553.52	19098.42	6494.04	12604.38	100
2020-2021	1253.97	134354.49	159447.43	18025.72	6572.13	11453.59	100
2021-2022	1253.97	141085.89	200186.89	18958.60	6785.67	12172.93	100
2022-2023	1253.97	153935.41	247561.48	29425.20	7403.75	22021.45	125
2023-2024	1253.97	167586.20	224258.44	28145.38	5759.30	22386.08	125

\* Turnover = Net Sales + Closing Stock – Opening Stock

\* Excludes inter-segment transfers





## **BANNARI AMMAN SUGARS LIMITED**

Regd. Off. : 1212 Trichy Road Coimbatore - 641 018 India

Phone : 0422 - 2204100 Fax : 0422 - 2309999

E-mail : [shares@bannari.com](mailto:shares@bannari.com) Website : <https://www.bannari.com>

CIN : L15421TZ1983PLC001358