

SIMBHAOLI SUGARS LIMITED



Regd. Office : Simbhaoli- 245207 Dist. Ghaziabad (U.P.)
FINANCIAL RESULTS FOR THE QUARTER/ YEAR ENDED
SEPTEMBER 30, 2010

(Rs. in Million)

Consolidated		Particulars	Quarter ended		Year ended	
Year Ended			September 30, 2010	September 30, 2009	September 30, 2010	September 30, 2009
September 30, 2010	September 30, 2009		I	II	III	IV
Audited	Audited		Unaudited	Unaudited	Audited	Audited
14,920.6	10,009.3	Gross Sales	2,811.8	3,042.9	14,920.6	10,007.9
2,304.0	2,944.7	Excise duty	505.0	660.2	2,304.0	2,944.7
12,616.6	7,064.6	Net Sales	2,306.8	2,382.7	12,616.6	7,063.2
221.0	62.4	Exchange fluctuation gain	53.0	25.3	221.0	62.4
353.9	124.0	Other operating Income	22.2	94.1	349.6	121.1
13,191.5	7,251.0	Total income	2,382.0	2,502.1	13,187.2	7,246.7
		Expenditure				
(949.7)	(518.1)	Decrease/(Increase) in stock in trade	911.2	(15.1)	(949.7)	(518.1)
12,134.1	5,092.2	Consumption of raw materials	1,251.3	1,638.6	12,134.1	5,091.0
533.6	538.5	Consumption of stores, oils & chemicals	113.2	117.3	533.6	538.5
5.8	5.6	Purchase of traded goods	4.8	1.0	5.8	5.6
427.2	179.2	Power and fuel	153.3	126.3	427.2	179.2
405.9	318.0	Employee cost	94.8	73.2	405.9	318.0
400.9	365.6	Depreciation (net of revaluation reserve)	102.4	77.7	400.9	365.6
712.1	689.8	Other expenditure	130.3	193.4	706.4	688.4
13,669.9	6,670.8	Total expenditure	2,761.3	2,212.4	13,664.2	6,668.2
(478.4)	580.2	Profit/(loss) from operations before other income, interest and tax	(379.3)	289.7	(477.0)	578.5
63.9	740.7	Other income	18.8	111.0	63.9	740.7
(414.5)	1,320.9	Profit/(loss) before interest and tax	(360.5)	400.7	(413.1)	1,319.2
847.2	631.1	Interest	239.9	176.5	847.2	631.1
(1,261.6)	689.8	Profit/(Loss) before exceptional Item (5-6)	(600.4)	224.2	(1,260.3)	688.1
(1,261.7)	689.8	Profit/(loss) before tax	(600.4)	224.2	(1,260.3)	688.1
(513.3)	(29.7)	Tax expense/ (benefit)	(208.6)	(11.6)	(513.3)	(29.7)
(748.4)	719.5	Net Profit/(loss) after tax	(391.8)	235.8	(747.0)	717.8
233.3	233.0	Paid up equity share capital (face value Rs.10/- each)	233.3	233.0	233.3	233.0
759.5	930.8	Reserves (excluding revaluation reserve)	-	-	760.0	929.2
		Earning Per Share (Basic & diluted) (Rs.)				
(32.27)	33.19	Basic	(16.89)	10.47	(32.21)	33.11
(32.27)	33.13	Diluted	(16.89)	10.45	(32.21)	33.05
		Public shareholding				
		- Number of shares	13,187,587	12,983,038	13,187,587	12,983,038
		- Percentage of shareholding	56.85	56.04	56.85	56.04
		Promoters and promoter group shareholding				
		a) Pledged/ Encumbered				
		- Number of shares	2,265,770	3,110,950	2,265,770	3,110,950
		- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	22.64	30.55	22.64	30.55
		- Percentage of shares (as a % of the total share capital of the company)	9.77	13.43	9.77	13.43
		b) Non - encumbered				
		- Number of shares	7,742,543	7,073,772	7,742,543	7,073,772
		- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	77.36	69.45	77.36	69.45
		- Percentage of shares (as a % of the total share capital of the company)	33.38	30.53	33.38	30.53

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED, UNDER CLAUSE 41 OF THE LISTING AGREEMENT						
(Rs. in Million)						
Consolidated		Particulars	Quarter ended		Year ended	
Year Ended			September 30,	September 30,	September 30,	September 30,
September 30,	September 30,		2010	2009	2010	2009
Audited	Audited		I	II	III	IV
			Unaudited	Unaudited	Audited	Audited
		(A). Segment Revenue				
13,070.2	6,869.2	(a) Sugar	2,405.4	2,173.0	13,065.9	6,859.0
1,832.9	1,212.7	(b) Distillery	442.6	292.7	1,832.9	1,212.7
1,848.5	1,093.3	(c) Power	192.9	143.7	1,848.5	1,093.3
16,751.6	9,175.2	Total	3,040.9	2,609.4	16,747.3	9,165.0
3,560.1	1,924.2	Less: Inter Segment Revenue	658.9	107.3	3,560.1	1,918.3
13,191.5	7,251.0	Total	2,382.0	2,502.1	13,187.2	7,246.7
		(B). Segment Results				
		Profit/(loss) before unallocated expenditure, interest and				
(509.9)	570.1	(a) Sugar	(257.4)	329.2	(508.5)	568.4
(102.2)	(5.1)	(b) Distillery	(55.8)	1.1	(102.2)	(5.1)
254.9	121.3	(c) Power	(36.7)	(4.9)	254.9	121.4
(357.2)	686.3	Total	(349.9)	325.4	(355.8)	684.7
847.2	631.1	Less: (i) Interest	239.9	176.5	847.2	631.1
57.3	(634.6)	(ii) Other un-allocated expenses (net of income)	10.6	(75.3)	57.3	(634.5)
(1,261.7)	689.8	Total Profit/(loss) before tax	(600.4)	224.2	(1,260.3)	688.1
		(C). Capital Employed				
2,881.8	3,383.4	(a) Sugar	2,881.8	3,377.9	2,881.8	3,377.9
1,634.2	1,620.9	(b) Distillery	1,634.2	1,620.9	1,634.2	1,620.9
1,986.9	2,075.6	(c) Power	1,986.9	2,075.6	1,986.9	2,075.6
1,032.9	322.4	(d) Unallocated assets/(liabilities) (net)	1,036.9	326.4	1,036.9	326.4
7,535.8	7,402.3	Total Capital Employed	7,539.8	7,400.8	7,539.8	7,400.8
STATEMENT OF ASSETS AND LIABILITIES						
(Rs. in Million)						
Consolidated		Particulars	As at			
As at			September 30,	September 30,	September 30,	September 30,
September 30,	September 30,		2010	2009	2010	2009
Audited	Audited		I	II	Audited	Audited
		Shareholders' funds:				
237.6	255.1	(a) Capital			237.6	255.2
803.7	976.4	(b) Reserves and surplus			804.1	974.8
7,071.1	6,170.8	Loan funds			7,071.2	6,170.8
8,112.4	7,402.3	Total liabilities			8,112.9	7,400.8
5,869.5	6,027.5	Fixed assets			5,869.5	6,027.5
0.0	0.0	Investments			4.0	4.0
704.0	192.7	Deferred tax assets			704.0	192.7
		Current assets, loans and advances				
4,005.0	4,299.7	(a) Inventories			4,005.0	4,299.7
727.4	571.4	(b) Sundry debtors			727.4	569.5
1,394.7	563.0	(c) Cash and bank balances			1,392.4	561.0
-	-	(d) Other current assets			-	-
1,623.1	1,357.3	(e) Loans and advances			1,621.5	1,355.5
7,750.2	6,791.4				7,746.3	6,785.7
		Less: Current liabilities and provision				
6,691.9	5,442.8	(A) Liabilities			6,691.9	5,443.1
92.1	166.5	(B) Provisions			92.0	166.0
966.2	1,182.1	Net current assets			962.4	1,176.6
		Miscellaneous expenditure (not written off or adjusted)			-	-
572.7	-	Profit and loss account			573.0	-
-	-					
8,112.4	7,402.3	Total assets			8,112.9	7,400.8

Notes:

1. The above results, as reviewed by the audit committee were approved by the Board of Directors at its meeting held on November 29, 2010 at New Delhi.
2. Sugar, one of the major businesses of the Company, is a part of seasonal industry. The results may vary from quarter to quarter.
3. The cane purchases for sugar season 2007-08 were accounted for at Rs. 110 per quintal, the rate at which payment was made to the cane growers as per the interim order of the Hon'ble Allahabad High Court and Hon'ble Supreme Court, against the state advised price of Rs. 125 per quintal. Necessary adjustments will be made in accordance with subsequent orders of the Hon'ble courts in the matter.
4. Deferred tax assets (net) amounting to Rs. 704.0 million (Rs. 208.8 million during the quarter) has been recognized on the basis of future projections taken on record by the Board of Directors that there is a virtual certainty that sufficient future taxable income will be available against which these assets would be realized.
5. A vessel carrying 22,500 MT of raw sugar purchased by the Company sank in July 2009 for which an insurance claim for Rs. 478.0 million has been filed with the insurance Company. Following the repudiation of insurance claim by Cargo insurers, recently in an arbitrary manner, the Company has initiated legal proceedings against this decision. Simultaneously, in the London arbitration proceedings against the vessel owner/shipping company, an undertaking has been obtained from the P&I club of vessel owner for the compensation to the extent of USD 14.5 million, in case proceedings are decided in favour of the Company. Based on expert advice, management is confident that the insurance claim would be settled in the favour of the Company and no loss would arise in this regard.
6. On November 18, 2010, the Company has issued and allotted 32,910 equity shares at an exercise price of Rs. 39/- (including premium of Rs. 29/-) per equity share under Simbhaoli Sugars Limited-Employees Stock Option Scheme 2007 in accordance with the provisions of SEBI (Employee stock option scheme and employee stock purchase scheme) Guidelines, 1999.
7. The Company considered the results of subsidiary 'Simbhaoli Global Commodities DMCC, Dubai.' incorporated on November 16, 2008 in its consolidated financial statements.
8. Pursuant to making controlling investment, Integrated Casetech Consultants Private Limited, an existing sugar technology and consultancy Company became its subsidiary with effect from November 29, 2010.
9. During the quarter, 2 investor complaints were received and resolved. No complaint was pending at the beginning and at the end of the quarter.
10. The previous period's figures have been regrouped/rearranged wherever necessary.

For **SIMBHAOLI SUGARS LIMITED**

(G S C Rao)
CEO & Whole Time Director

Place: New Delhi
Date: November 29, 2010

Website: www.simbhaolisugars.com