

**SIMBHAOLI SUGARS LIMITED**  
**AUDITED FINANCIAL RESULTS FOR THE QUARTER / TWELVE MONTHS ENDED**  
**MARCH 31, 2014**

(Rs. In lacs)

Standalone		PART-I  Particulars	Consolidated				
Twelve months ended			Quarter ended			Twelve months ended	
March 31, 2014	March 31, 2013		March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
I	II		III	IV	V	VI	VII
Audited	Audited	Audited*	Unaudited	Audited*	Audited	Audited	
86,382	91,187	(1) Income from operations					
3,172	2,762	Gross Sales	33,429	22,769	29,610	124,931	101,369
83,210	88,425	Excise duty	3,472	7,711	1,016	26,986	3,759
368	70	Net Sales/ income from operations	29,957	15,058	28,594	97,945	97,610
83,578	88,495	Other operating Income	143	60	26	240	156
		<b>Total income from operations</b>	<b>30,100</b>	<b>15,118</b>	<b>28,620</b>	<b>98,185</b>	<b>97,766</b>
		(2) Expenses					
68,676	73,686	(a) Cost of materials consumed	42,920	11,073	47,372	70,988	76,021
19	59	(b) Purchase of stock-in-trade	773	371	100	1,452	292
3,908	2,849	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(24,769)	1,133	(22,360)	4,125	3,201
4,677	4,352	(d) Employee benefits expense	2,297	1,514	1,736	6,411	5,676
2,795	3,591	(e) Depreciation and amortisation expense (net of revaluation reserve)	1,031	1,047	1,017	4,144	4,094
2,531	2,601	(f) Consumption of stores, oils & chemicals	1,639	1,293	1,677	5,693	4,159
913	923	(g) Power and fuel	4	326	149	1,000	1,165
(27)	(117)	(h) Exchange fluctuation loss/(gain)	(1)	26	6	(18)	(109)
4,830	7,424	(i) Other expenses	2,661	2,727	4,330	8,927	9,539
		(j) Own Expenses capitalised	23	(116)	(71)	(177)	(151)
88,322	95,368	<b>Total expenses</b>	<b>26,578</b>	<b>19,394</b>	<b>33,956</b>	<b>102,545</b>	<b>103,887</b>
(4,744)	(6,873)	(3) Profit/(loss) from operations before other income, finance costs, exceptional items and tax	3,522	(4,276)	(5,336)	(4,360)	(6,121)
2,786	1,587	(4) Other income	77	149	14	467	766
(1,958)	(5,286)	(5) Profit/(loss) from ordinary activities before finance costs, exceptional items and tax	3,599	(4,127)	(5,322)	(3,893)	(5,355)
14,181	11,198	(6) Finance cost	3,149	3,397	3,149	14,804	11,778
(16,139)	(16,484)	(7) Profit/(Loss) from ordinary activities before exceptional items and tax	450	(7,524)	(8,471)	(18,697)	(17,133)
(1,058)	17,486	(8) Exceptional items (net)	1,058	-	-	1,058	-
(17,197)	1,002	(9) Profit/(loss) from ordinary activities before tax	(608)	(7,524)	(8,471)	(19,755)	(17,133)
23	4,949	(10) Tax expense/ (benefit)	240	(482)	7,596	(824)	5,181
-	201	Current tax	13	31	201	105	316
-	4,748	Deferred tax (benefit)/ charge	227	(536)	7,395	(952)	4,865
23	-	Tax relating to previous year	-	23	-	23	-
(17,220)	(3,947)	(11) Net Profit/(loss) from ordinary activities after tax before minority interest	(848)	(7,042)	(16,067)	(18,931)	(22,314)
-	-	(12) Minority interest	243	(494)	17	(928)	46
(17,220)	(3,947)	(13) Net Profit/(loss) from ordinary activities after tax and minority interest	(1,091)	(6,548)	(16,084)	(18,003)	(22,360)
2,836	2,836	(14) Paid up equity share capital (face value Rs.10/- each)	2,836	2,836	2,836	2,836	2,836
(22,540)	(5,431)	(15) Reserves (excluding revaluation reserve)	-	-	-	(54,630)	(36,751)
(58.32)	(75.81)	(16) Earning Per Share (Rs.) (not annualized)	(0.38)	(23.46)	(56.99)	(61.09)	(79.84)
(62.07)	(14.10)	Basic and diluted EPS before exceptional item	(4.13)	(23.46)	(56.99)	(64.83)	(79.84)
		Basic and diluted EPS after exceptional item					
		<b>PART II: SELECT INFORMATION FOR THE QUARTER AND TWELVE MONTHS ENDED MARCH 31, 2014</b>					
		<b>(A) PARTICULARS OF SHAREHOLDING</b>					
15,319,941	15,319,941	1) Public shareholding					
54.27	54.27	- Number of shares	15,319,941	15,319,941	15,319,941	15,319,941	15,319,941
		- Percentage of shareholding	54.27	54.27	54.27	54.27	54.27
2,250,000	2,250,000	2) Promoters and promoter group shareholding					
17.43	17.43	a) Pledged/ Encumbered					
7.97	7.97	- Number of shares	2,250,000	2,250,000	2,250,000	2,250,000	2,250,000
		- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	17.43	17.43	17.43	17.43	17.43
		- Percentage of shares (as a % of the total share capital of the company)	7.97	7.97	7.97	7.97	7.97
10,658,869	10,658,869	b) Non - encumbered					
82.57	82.57	- Number of shares	10,658,869	10,658,869	10,658,869	10,658,869	10,658,869
37.76	37.76	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	82.57	82.57	82.57	82.57	82.57
		- Percentage of shares (as a % of the total share capital of the company)	37.76	37.76	37.76	37.76	37.76

Particulars	Quarter ended March 31, 2014
<b>(B) INVESTOR COMPLAINTS</b>	
Pending at the beginning of the quarter	-
Received during the quarter	2
Disposed off during the quarter	2
Remaining unsolved at the end of quarter	-



## STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lacs)

Standalone		Particulars	Consolidated	
As at			As at	
March 31, 2014	March 31, 2013		March 31, 2014	March 31, 2013
Audited	Audited		Audited	Audited
I	II		III	IV
<b>A. EQUITY AND LIABILITIES</b>				
<b>1. Shareholders' funds</b>				
6,036	6,036	(a) Share capital	6,036	6,036
(22,382)	(5,236)	(b) Reserves and surplus	(54,472)	(36,555)
<b>(16,346)</b>	<b>800</b>	<b>Sub-total - Shareholders' funds</b>	<b>(48,436)</b>	<b>(30,519)</b>
<b>2. Minority interest</b>				
			2,444	843
<b>3. Non-current liabilities</b>				
7,823	14,291	(a) Long-term borrowings	16,209	18,257
-	-	(b) Deferred tax liabilities (net)	-	5
39	89	(c) Other long-term liabilities	39	89
192	176	(d) Long-term provisions	297	226
<b>8,054</b>	<b>14,556</b>	<b>Sub-total - Non-current liabilities</b>	<b>16,545</b>	<b>18,577</b>
<b>4. Current liabilities</b>				
96,621	50,637	(a) Short-term borrowings	99,420	54,870
45,358	86,816	(b) Trade payables	48,383	88,273
15,277	11,199	(c) Other current liabilities	19,551	13,754
54	25	(d) Short-term provisions	662	638
<b>157,310</b>	<b>148,677</b>	<b>Sub-total - Current liabilities</b>	<b>168,016</b>	<b>157,535</b>
<b>149,018</b>	<b>164,033</b>	<b>TOTAL - EQUITY AND LIABILITIES</b>	<b>138,569</b>	<b>146,436</b>
<b>B. ASSETS</b>				
<b>1. Non-current assets</b>				
33,667	35,058	(a) Fixed assets	49,204	51,830
-	-	(b) Goodwill on consolidation	1,600	1,600
300	920	(c) Capital work-in-progress	13,976	5,433
-	-	(d) Pre-operative expenditure pending allocation	2,213	969
37,490	32,995	(d) Non-current investments	2	2
-	-	(e) Deferred tax assets (net)	952	5
489	569	(f) Long-term loans and advances	858	848
1,081	3,641	(g) Other non-current assets	-	-
<b>73,027</b>	<b>73,183</b>	<b>Sub-total - Non-current assets</b>	<b>68,805</b>	<b>60,687</b>
<b>2. Current assets</b>				
-	-	(a) Current investments	2	-
45,659	54,416	(a) Inventories	47,650	56,411
6,500	7,403	(b) Trade receivables	7,347	8,945
3,431	8,334	(c) Cash and Bank balances	6,638	13,106
5,092	4,429	(d) Short-term loans and advances	6,225	5,506
15,309	16,268	(e) Other current assets	1,902	1,781
<b>75,991</b>	<b>90,850</b>	<b>Sub-total - Current assets</b>	<b>69,764</b>	<b>85,749</b>
<b>149,018</b>	<b>164,033</b>	<b>TOTAL - ASSETS</b>	<b>138,569</b>	<b>146,436</b>



**SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED, UNDER  
CLAUSE 41 OF THE LISTING AGREEMENT**

(Rs. in lacs)

Standalone		Particulars	Consolidated				
Twelve months ended			Quarter ended			Twelve months ended	
March 31, 2013	March 31, 2014		March 31, 2014	December 31, 2013	March 31, 2013	March 31, 2014	March 31, 2013
I	II		III	IV	V	VI	VII
Audited	Audited	Audited *	Unaudited	Audited *	Audited	Audited	
<b>(A). Segment Revenue</b>							
79,465	86,099	(a) Sugar	24,984	10,831	27,352	79,284	86,182
7,678	7,983	(b) Distillery	3,368	3,303	3,226	16,981	16,414
-	9,631	(c) Power	2,334	397	5,427	3,721	11,312
-	-	(d) Others	1,903	1,114	530	4,395	1,901
<b>87,143</b>	<b>103,713</b>	<b>Total</b>	<b>32,589</b>	<b>15,645</b>	<b>36,535</b>	<b>104,381</b>	<b>115,809</b>
3,565	15,218	Less: Inter Segment Revenue	2,489	527	7,915	6,196	18,043
<b>83,578</b>	<b>88,495</b>	<b>Net sales/ Income from operations</b>	<b>30,100</b>	<b>15,118</b>	<b>28,620</b>	<b>98,185</b>	<b>97,766</b>
<b>(B). Segment Results</b>							
Profit/(loss) before finance costs, unallocated expenditure, exceptional items and tax from each segment							
(4,860)	(8,034)	(a) Sugar	2,129	(3,096)	(4,713)	(4,985)	(7,702)
1,331	1,081	(b) Distillery	24	(616)	(1,483)	424	36
-	1,749	(c) Power	1,484	(570)	1,641	513	2,525
-	-	(d) Others	(14)	101	175	258	340
<b>(3,529)</b>	<b>(5,204)</b>	<b>Total</b>	<b>3,623</b>	<b>(4,181)</b>	<b>(4,380)</b>	<b>(3,790)</b>	<b>(4,801)</b>
14,181	11,198	Less: (i) Finance cost	3,149	3,397	3,149	14,804	11,778
(1,571)	82	(ii) Other un-allocated expenses (net of income)	24	(54)	942	103	554
1,058	(17,486)	(iii) Exceptional Items (Net)	1,058	-	-	1,058	-
<b>(17,197)</b>	<b>1,002</b>	<b>Total Profit/(loss) from ordinary activities before tax</b>	<b>(608)</b>	<b>(7,524)</b>	<b>(8,471)</b>	<b>(19,755)</b>	<b>(17,133)</b>
<b>(C). Capital Employed</b>							
48,818	25,039	(a) Sugar	59,291	17,248	10,713	59,291	10,713
9,973	9,313	(b) Distillery	12,751	11,602	17,214	12,751	17,214
-	5,215	(c) Power	18,363	15,240	21,091	18,363	21,091
-	-	(d) Others	607	723	431	607	431
36,566	31,590	(e) Unallocated assets/(liabilities) (net)	(12,417)	(13,110)	396	(12,417)	396
<b>95,357</b>	<b>71,157</b>	<b>Total Capital Employed</b>	<b>78,595</b>	<b>31,703</b>	<b>49,845</b>	<b>78,595</b>	<b>49,845</b>

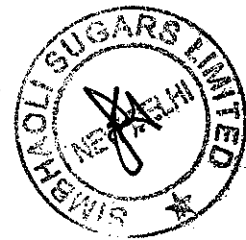
\*Refer note 11



## Notes to the Consolidated Results:

1. The above results for the year ended on March 31, 2014, as reviewed by the audit committee were taken on record by the Board of Directors at its meeting held on May 27, 2014 at New Delhi.
2. A vessel carrying raw sugar purchased by the Company sank in July 2009 for which an insurance claim was repudiated against cargo insurers. Subsequent to completion of recovery proceedings against ship owner, the Company is continuing to pursue its ongoing legal proceedings against the Cargo insurers for balance claim amount of Rs. 769 lacs. Based on expert advice, management is confident that the proceedings against insurer would be settled in favour of the Company and no loss would arise in this regard.
3. A Scheme of Amalgamation of the Company with Simbhaoli Spirits Limited (SISPL), the wholly owned subsidiary company (Scheme), as approved by the Board of both companies, has been filed with the Stock Exchanges and SEBI to seek their consent. With effect from the Appointed Date i.e the close of the business hours on March 31, 2014 or such other date as may be sanctioned by the Hon'ble High Court and upon the Scheme becoming effective, the entire business and undertaking of the Company, shall be and stand transferred to and vested in or be deemed to have been transferred to and vested in SISPL, as a going concern without any further act and deed. The shares in SISPL will be listed subject to the approval of SEBI. Pending sanction of the Scheme, no financial effect has been considered in these financial statements.
4. The Indian sugar industry, particularly in the state of Uttar Pradesh, has been facing financial difficulties on account of higher sugar cane prices in prior years, lower realization of sugar and high finance cost. The Company continues to incur cash losses, which has resulted in erosion of its net worth and its current liabilities being significantly higher than its current assets. The State and Central Govt, having recognized the importance of the sugar industry had taken various steps to strengthen the industry, which include no increase in cane price for 2013-14 sugar season, remission of society commission, purchase tax and entry tax in the state, subsidy on interest cost on specified loans and consideration of linking the sugarcane price with sugar realizations in ensuing sugar season. The Company had also initiated a number of measures which included business and financial restructuring of its business divisions into new SPVs and planned growth in operations and disinvestments of the shares in such SPVs, etc. for de-risking its businesses and improving its financial position. On the basis of aforesaid Scheme as stated in Note 3 above and after considering expected outcome of such initiatives both by Governments and the Company, these financial results have been prepared by the Company on a going concern basis.
5. (a) During the year, shortage of finished goods in the sugar units of the Company amounting to Rs. 1,058.36 lacs have been detected based upon internal enquiries by the Management of the Company relating to certain irregularities by senior executives and the resultant loss has been written off in the books of account and included under the head 'Exceptional Items'. Following its internal policies in this regard, requisite legal actions including termination of employment of these executives for misappropriation of the Company's assets, financial irregularities and breach of fiduciary duties committed by them have been taken.

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- (b) During the year, in one of the subsidiary company i.e. Integrated Casetech Consultants Private Limited (ICCPL), the services of certain directors/senior executives have been terminated on account of certain malafide activities resulting from breach of fiduciary duties. The appropriate legal proceedings have been initiated to make recoveries from such directors/senior executives and necessary injunction has been obtained.
6. Sugar, one of the major businesses of the Group (Company, its subsidiaries and jointly controlled entity), is a part of seasonal industry. The results may vary from quarter to quarter.
  7. Uttar Pradesh Pollution Control Board (UPPCB) has withheld the annual consent application for the year 2014 and operations of the distillery plant of Simbhaoli Spirits Limited, a wholly owned subsidiary company situated at Simbhaoli has been suspended w.e.f Feb 20, 2014 in view of a matter pending before the Hon'ble National Green Tribunal, New Delhi (NGT) against it. Based on the legal advice, Management is confident of obtaining a favorable order /consent from the NGT /UPPCB, thereby resuming the operations.
  8. Pursuant to the transfer of power cogeneration business in a subsidiary company "Simbhaoli Power Private Limited" as part of its business and financial restructuring during the quarter ended March 31, 2013, segment revenue and results of power segment are not directly comparable with the previous period.
  9. For the year ended March 31, 2013, exceptional item of standalone accounts includes Rs. 11,780 lacs as profit on sale of land to Simbhaoli Spirits Ltd and Rs. 5,707 lacs as profit on transfer of power undertakings/asset on lease to Simbhaoli Power Private Ltd.
  10. The previous period's figures have been regrouped/rearranged wherever necessary.
  11. The figure for the last quarter are the balancing figures between the audited figures in respect of full financial year and the published unaudited year to date figures upto the third quarter of the financial year.

**CERTIFIED TRUE COPY**

For SIMBHAOLI SUGARS LIMITED

  
Omel Samtani  
Company Secretary

For SIMBHAOLI SUGARS LIMITED

  
Gursimran Kaur Mann  
Managing Director

Place: New Delhi

Date: May 27, 2014

Company Website: [www.simbhaolisugars.com](http://www.simbhaolisugars.com)

