

Ref: SSL: Stock Exchange  
November 14, 2019



# SIMBHAOLI SUGARS

**Simbhaoli Sugars Limited**

CIN-L15122UP2011PLC044210  
(An FSSC 22000 : 2011, ISO 9001 : 2008  
& 14001 : 2004 Certified Company)

Corporate Office :

A-112, Sector-63, Noida-201307 (Delhi NCR) INDIA

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GSTIN: 09AAPCS7569A1ZV

Bombay Stock Exchange Limited  
PhirozeJeejeebhoy Towers  
Dalal Street, Fort  
Mumbai  
Fax No. 022-22723121/2037/2041

The National Stock Exchange of India Limited  
Exchange Plaza, Bandra -Kurla Complex,  
Mumbai- 400051  
Fax No. 022-26598237/38

Scrip Code: NSE: SIMBHALS BSE: 539742

**Re: Outcome of the meeting of the Board of Directors held on November 14, 2019**

Dear Sir/Madam,


The Board of Directors of the Company, in their meeting held on today i.e., Thursday, November 14, 2019 which commenced at 04:30 PM and concluded at 7:00 PM, has inter alia considered and approved the following:

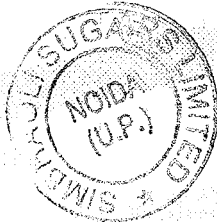
- The Board has considered and approved unaudited financial results for the three months/ quarter ended on September 30, 2019 and June 30, 2019 Copies of the financial results along-with the Limited Review report of the auditors are enclosed herewith.
- Mr. Atul Mahindru is appointed as a director to the Board of Simbhaoli Sugars Limited. He. will be an Independent Director within the meaning of Sections 149, 152, 161 read with Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014 read with the corporate governance norms of the Listing Agreement with the Stock Exchange under the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.

Mr. Mahindru does not have any relationship with the promoters and any other Director of the Company and/ or its subsidiary/ associate companies. A brief profile to Mr. Mahindru is given as Annexure A.

We request you to take the above information on your records.

Thanking you,  
Yours sincerely,  
For Simbhaoli Sugars Limited

  
(Kamal Samtani)  
Company Secretary  
Membership No. F5140



*\*M/s Simbhaoli Spirits Limited known as M/s Simbhaoli Sugars Limited in pursuance to Scheme of Amalgamation, as sanctioned by the Hon'ble High Court of Judicature at Allahabad*

Specialty Sugars

Potable Alcohol

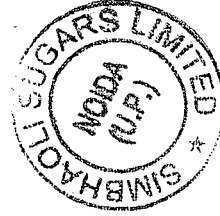
Ethanol

Power

REG. OFFICE : SIMBHAOLI, DISTT. HAPUR, UTTAR PRADESH-245207

Annexure - A

*Shri Atul Mahindru is B. Com, L.L.B and has been practicing as Advocate based in Dharamsala, Himachal Pradesh. He has been dealing in all types of cases such as Civil/Revenue, Criminal etc. Further, he is defending cases of State Bank of India, HP Housing Board (Now known as HIMUDA), Cantonment Board and HP Civil Supply Corporation. He has the experience of around 30 years in legal profession. He does not hold any share in the share capital of Simbhaoli Sugars Limited.*



A handwritten signature in black ink, appearing to be "Atul Mahindru".

**SIMBHAOLI SUGARS LIMITED**  
(Formerly known as 'Simbhaoli Spirits Limited')  
Regd. Office : Simbhaoli Dist. Hapur (U.P.) - 245207  
CIN - L15122UP2011PLC044210 E-mail: info@simbhaolisugars.com Website: www.simbhaolisugars.com  
**STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED**  
**SEPTEMBER 30, 2019**

Sl. No.	Particulars	Quarter ended			Six months ended		Year ended
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
		Unaudited	Unaudited (Revised)	Unaudited/Unreviewed	Unaudited	Unaudited/Unreviewed	Audited/Recasted
1	<b>Income</b>						
	(a) Revenue from operations	25,636	31,727	17,619	57,363	47,089	1,24,120
	(b) Other income	35	72	30	107	143	318
	<b>Total revenue</b>	<b>25,671</b>	<b>31,799</b>	<b>17,649</b>	<b>57,470</b>	<b>47,232</b>	<b>1,24,438</b>
2	<b>Expenses</b>						
	(a) Cost of materials consumed	225	13,103	190	13,328	19,679	92,274
	(b) Purchase of stock-in-trade	763	663	419	1,416	737	2,180
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	14,543	0,299	12,553	20,842	11,187	(14,590)
	(d) Excise duty	6,780	4,521	2,300	11,301	5,688	15,887
	(e) Employee benefits expense	1,570	1,583	1,627	3,153	3,072	7,139
	(f) Finance costs	1,339	1,295	1,545	2,834	2,786	5,609
	(g) Depreciation and amortisation expense	1,190	1,166	1,203	2,356	2,397	4,788
	(h) Other expenses	2,631	3,941	1,503	8,572	4,301	12,800
	<b>Total expenses</b>	<b>29,031</b>	<b>32,571</b>	<b>21,340</b>	<b>61,602</b>	<b>49,827</b>	<b>1,26,097</b>
3	<b>Profit/(loss) before exceptional items and tax (1-2)</b>	<b>(3,360)</b>	<b>(772)</b>	<b>(3,691)</b>	<b>(4,132)</b>	<b>(2,595)</b>	<b>(1,659)</b>
4	Exceptional items	-	-	-	-	-	1,019
5	<b>Profit/(loss) before Tax (3-4)</b>	<b>(3,360)</b>	<b>(772)</b>	<b>(3,691)</b>	<b>(4,132)</b>	<b>(2,595)</b>	<b>(2,678)</b>
6	<b>Tax expense :</b>						
	- Current tax	(64)	73	(157)	9	(7)	447
	- Deferred tax	3	-	9	3	9	3
	- Income Tax Adjustment	-	-	-	-	-	0
	<b>Total tax expenses</b>	<b>(61)</b>	<b>73</b>	<b>(148)</b>	<b>12</b>	<b>2</b>	<b>450</b>
7	<b>Net Profit/(loss) from ordinary activities after tax (5-6)</b>	<b>(3,299)</b>	<b>(845)</b>	<b>(3,543)</b>	<b>(4,144)</b>	<b>(2,597)</b>	<b>(3,127)</b>
8	<b>Other Comprehensive Income (net of tax)</b>						
	A) I. Items that will not be reclassified to profit & loss	-	-	-	-	-	65
	II. Income Tax relating to Items that will not be reclassified to profit or loss	-	-	-	-	-	86
	B) I. Items that will be reclassified to profit & loss	-	-	(0)	-	-	(1)
	II. Income Tax relating to Items that will be reclassified to profit or loss	-	-	-	-	-	(0)
9	<b>Total Comprehensive Income (net of tax) (7+8)</b>	<b>(3,299)</b>	<b>(845)</b>	<b>(3,543)</b>	<b>(4,144)</b>	<b>(2,597)</b>	<b>(3,062)</b>
	<b>Profit/Loss for the year attributable to :</b>						
	1) Owners of the parent	(2,720)	(1,009)	(2,947)	(3,729)	(2,394)	(3,871)
	2) Non-Controlling Interest	(579)	164	(596)	(415)	(203)	745
	<b>Other Comprehensive Income attributable to:</b>						
	1) Owners of the parent	-	-	-	-	-	72
	2) Non-Controlling Interest	-	-	-	-	-	(8)
	<b>Total Comprehensive income attributable to:</b>						
	1) Owners of the parent	(2,720)	(1,009)	(2,947)	(3,729)	(2,394)	(3,799)
	2) Non-Controlling Interest	(579)	164	(596)	(415)	(203)	737
10	Paid up equity share capital (face value Rs. 10/- each)	4,128	4,128	3,928	4,128	3,928	4,128
11	Other Equity	-	-	-	-	-	(3,072)
12	<b>Basic and Diluted Earning Per Share (Rs.) (not annualized)</b>						
	- EPS before exceptional item	(7.99)	(2.05)	(9.02)	(10.04)	(6.61)	(5.36)
	- EPS after exceptional item	(7.99)	(2.05)	(9.02)	(10.04)	(6.61)	(7.56)



**SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES**  
**UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.**  
**FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2019**

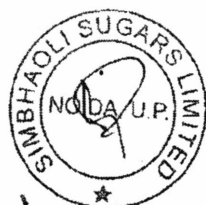
Particulars	Quarter ended			Six months ended		(Rs. Lacs)
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
	Unaudited	Unaudited (Revised)	Unaudited/Unreviewed	Unaudited	Unaudited/Unreviewed	Audited/recasted
<b>(A). Segment Revenue</b>						
(a) Sugar	15,191	22,226	13,329	37,417	32,118	84,470
(b) Distillery	10,558	9,106	5,068	19,664	11,600	29,015
(c) Power	154	2,404	7	2,558	4,553	15,224
(d) Others	298	286	231	582	546	1,823
<b>Total</b>	<b>26,198</b>	<b>34,022</b>	<b>18,635</b>	<b>60,220</b>	<b>48,817</b>	<b>1,30,332</b>
Less: Inter Segment Revenue	582	2,295	1,018	2,857	1,728	6,212
<b>Net sales/income from operations</b>	<b>25,636</b>	<b>31,727</b>	<b>17,619</b>	<b>57,363</b>	<b>47,089</b>	<b>1,24,120</b>
<b>(B). Segment Results</b>						
Profit/ (loss) before finance costs, unallocated expenditure, exceptional items and tax from each segment						
(a) Sugar	(802)	(879)	(1,434)	(1,881)	(2,560)	(5,088)
(b) Distillery	(372)	577	302	205	1,430	3,408
(c) Power	(659)	996	(725)	337	1,733	6,403
(d) Others	36	6	25	42	40	22
<b>Total</b>	<b>(1,797)</b>	<b>700</b>	<b>(1,832)</b>	<b>(1,097)</b>	<b>643</b>	<b>4,745</b>
Less:						
(a) Finance cost	1,338	1,295	1,545	2,634	2,786	5,609
(b) Other un-allocated expenses/ (income) (net)	225	177	314	401	452	794
(c) Exceptional item	-	-	-	-	-	1,019
<b>Total Profit/ (loss) before tax</b>	<b>(3,360)</b>	<b>(772)</b>	<b>(3,691)</b>	<b>(4,132)</b>	<b>(2,595)</b>	<b>(2,878)</b>
<b>(C). Segment Assets</b>						
(a) Sugar	1,28,451	1,40,621	1,19,410	1,28,451	1,19,410	1,48,032
(b) Distillery	39,932	41,252	39,044	39,932	39,044	40,359
(c) Power	35,698	37,615	37,830	35,698	37,830	39,960
(d) Others	880	773	749	880	749	899
(e) Unallocated	5,251	4,839	3,252	5,251	3,252	4,022
<b>Total</b>	<b>2,08,201</b>	<b>2,25,100</b>	<b>2,00,285</b>	<b>2,08,201</b>	<b>2,00,285</b>	<b>2,33,272</b>
<b>(D). Segment Liabilities</b>						
(a) Sugar	59,963	73,174	35,100	59,963	35,100	80,004
(b) Distillery	2,556	2,249	2,245	2,556	2,245	2,017
(c) Power	1,021	1,156	1,705	1,021	1,705	2,568
(d) Others	682	608	457	682	457	730
(e) Unallocated	23,770	23,008	32,574	23,770	32,574	21,547
(d) Borrowings	1,11,308	1,12,709	1,14,921	1,11,308	1,14,921	1,13,369
<b>Total</b>	<b>1,99,300</b>	<b>2,12,904</b>	<b>1,87,002</b>	<b>1,99,300</b>	<b>1,87,002</b>	<b>2,20,235</b>



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STATEMENT OF ASSETS AND LIABILITIES		
(Rs. lacs)		
Particulars	Consolidated	
	As at September 30, 2019	As at March 31, 2019
	Unaudited	Audited/ Recasted
<b>ASSETS</b>		
<b>Non-current assets</b>		
a) Property, Plant and Equipment	1,55,584	1,58,236
b) Capital work-in-progress	964	136
c) Right to use Asset	9	-
d) Intangible Assets	36	27
e) Goodwill	1,311	1,311
f) Financial Assets		
i) Investments	2	2
ii) Other financial assets	170	243
g) Tax Assets	937	780
h) Other non - current assets	475	560
i) Deferred Tax Assets	112	116
<b>Total non - current assets</b>	<b>1,59,600</b>	<b>1,61,411</b>
<b>Current assets</b>		
a) Inventories	27,449	48,179
b) Financial Assets		
i) Current Investments	1,688	313
ii) Trade receivables	8,835	14,491
iii) Cash and cash equivalents	2,037	1,388
iv) Bank balances other than above	1,149	1,113
v) Other financial assets	402	862
c) Other current assets	7,041	5,515
<b>Total current assets</b>	<b>48,601</b>	<b>71,861</b>
<b>Total assets</b>	<b>2,08,201</b>	<b>2,33,272</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
a) Equity share capital	4,128	4,128
b) Other equity	(6,793)	(3,072)
c) Non controlling interest	11,566	11,981
<b>Share holder's Funds</b>	<b>8,901</b>	<b>13,037</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
a) Financial Liabilities		
i) Borrowings	4,945	6,137
ii) Other financial liabilities	3,397	2,962
b) Provisions	476	434
<b>Total non - current Liabilities</b>	<b>8,818</b>	<b>9,533</b>
<b>Current liabilities</b>		
a) Financial Liabilities		
i) Borrowings	-	138
ii) Trade payables		
- Total outstanding dues to micro and small enterprises	53	58
- Total outstanding dues of other than micro and small enterprises	60,914	80,772
iii) Other financial liabilities	1,27,645	1,27,290
b) Provisions	145	173
c) Other current liabilities	903	1,444
d) Current Tax Liabilities (Net)	822	827
<b>Total current Liabilities</b>	<b>1,90,482</b>	<b>2,10,702</b>
<b>Total Equity and Liabilities</b>	<b>2,08,201</b>	<b>2,33,272</b>



**SIMBHAOLI SUGARS LIMITED**

(Formerly known as 'Simbhaoli Spirits Limited')

**CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED SEPTEMBER 30, 2019**

Particular	Period ended	Period ended
	September 30, 2019	September 30, 2018
	Rs. lacs	Rs. lacs
	Unaudited	Unaudited/ Unreviewed
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net profit/(loss) before tax and exceptional items	(4,132)	(2,595)
Adjustments for:		
Depreciation and amortization (net of revaluation reserve)	2,356	2,397
Finance costs	2,634	2,786
Interest income on financial assets	(44)	(30)
Rental income	(1)	-
Liability/provisions no longer required written back	(23)	(33)
Bad Debts and advances written off	12	1
Loss/ (profit) from sale of property, plant and equipment (net)	451	-
Fair value gain on investments at fair value through profit or loss	(25)	(39)
Provision for doubtful debts and advances	35	-
Molasses Storage Fund	7	4
<b>Operating profit/(loss) before working capital changes</b>	<b>1,270</b>	<b>2,491</b>
Adjustments for (increase)/decrease in operating assets:		
Changes in trade and other receivables	5,608	3,402
Changes in other non current and current financial asset	558	-
Changes in other non current and other current assets	(1,434)	(345)
Changes in inventories	20,731	11,006
Changes in trade and other payables	(19,838)	(9,774)
Changes in other non-current and other current financial liabilities	472	(621)
Changes in other non-current and other current liabilities	(552)	(1,108)
Changes in long term and short term provision	14	84
<b>Cash (used)/generated from operations</b>	<b>6,829</b>	<b>5,135</b>
Direct taxes (paid)/refund	(173)	(18)
<b>Net cash (used) / from operating activities</b>	<b>6,656</b>	<b>5,117</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Additions to property, plant and equipment	(995)	(195)
purchase of/(Investments) in mutual funds	(1,349)	431
Purchase of national savings certificate	-	1
Interest received on debentures/ fixed deposits	(6)	161
Rental income	1	-
Changes in fixed deposit placed with Banks	(12)	308
<b>Net cash (used) / from investing activities</b>	<b>(2,361)</b>	<b>706</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Interest expenses	(1,586)	(1,792)
Repayment of long term borrowings	(110)	(2)
Proceeds/(repayment) of short term borrowings( net)	(1,950)	(1,390)
<b>Net cash (used) / from financing activities</b>	<b>(3,646)</b>	<b>(3,684)</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>649</b>	<b>2,139</b>
<b>E. Cash and cash equivalents (opening balance)</b>	<b>1,388</b>	<b>2,575</b>
<b>F. Cash and cash equivalents (closing balance) (D+E)</b>		
Cash and bank balances (D+E)	<b>2,037</b>	<b>4,714</b>



## Notes to Consolidated Results:

1. Indian sugar industry has been facing difficulties on account of high sugar production in the country in the sugar year 2018-19 resulting in glut of sugar thereby Central Government has fixed quota for domestic sale while Minimum Indicative Export Quota (MIEQ) on sugar mill basis was fixed for all the sugar mills operating in the country for depletion of sugar stock outside India. For the quarter and six months ended September 30, 2019 and previous periods, the Company has incurred losses due to high raw material cost fixed by the Government and relatively market driven lower price of finished goods i.e. sugar which is external factors. Due to continuous losses, the Company failed in meeting its payment obligations to lenders and farmers, though the Company continues to operate its capacities at sub optimal levels.

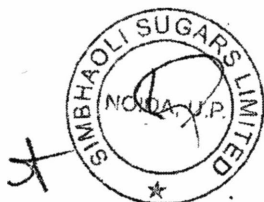
The Government has implemented various measures to improve the financial health of the sugar industry, including support for liquidation of cane arrears, fixing obligation for export to reduce the sugar inventory, fixation of Minimum Support Price (MSP) for Sugar Realization, providing subsidy on production of sugar, interest subvention on loan for creation of additional manufacturing facilities for ethanol production and increase in the realization of ethanol price etc. All these measures are expected to turnaround operations of the sugar industry on sustainable basis. Further pursuant to an Order of Hon'ble High Court of Uttar Pradesh in favour of sugar industry, the Company is confident to receive amount on account of accrued benefits under the Sugar Promotion Policy 2004.

The debt restructuring exercise of the loan liabilities of the Company has been delayed by the lenders by virtue of Circular dated February 12, 2018 issued by RBI, which has been quashed by Hon'ble Supreme Court vide its judgement dated April 02, 2019 terming it as ultra vires. The lenders to the Company, in the meanwhile initiated recovery steps at various forums and certain bankers have filed application before National Company Law Tribunal under Insolvency and Bankruptcy Code, 2016. One of the such bankers had declared The Company and The Guarantors as Wilful defaulters against which the Company and the Guarantors have contested such declaration in the Hon'ble High Court and the matter is sub-judice. Against criminal complaint filed by one of the lenders with the investigating agency, recently Enforcement Directorate had issued a provisional attachment order on certain assets of the Company to the extent of Rs. 109.80 Crores in current period. The Company has contested such impugned provisional order at the appropriate adjudicating authority. However, considering the nature of industry and ongoing discussions with the lenders, the Company is hopeful that debt resolution will be attained through One Time Settlement mechanism (OTS)/ ARC/realignment along with waiver of outstanding interest on certain loan accounts, while some loan liabilities would be realigned commensurate with its available cash flow, for which discussions are going on.

In view of the above, these financial statements are continued to be presented on going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business and therefore, impairment of assets if any, has not been ascertained and provided for.

2. The loans availed by the Company have been classified as Non-Performing Assets (NPA) by all the lenders to the Company and interest thereon is not being charged to the loan accounts as per prevailing practices. The Company is hopeful of Resolution of Debt through One Time Settlement (OTS) including waiver of un-paid interest on certain loan accounts. Accordingly, interest expenses for the ensuing quarter and six months ended September 30, 2019 amounting to Rs. 3,284 lacs and Rs. 6,444 lacs (previous quarter and six months ended September 30, 2018 Rs. 3,526 lacs and Rs. 6,628 lacs) has not been recognized in the books of accounts. A total amount of Rs. 30,752 lacs towards outstanding interest has not been provided for in the books of accounts.
3. The Hon'ble High Court of Uttar Pradesh has directed the State Government to determine the interest liability for the delayed payment of sugarcane price for sugar season 2012-13, 2013-14 and 2014-15. Considering that no notice of demand has been made in this regard and the amount not being ascertainable, no provision has been made in this regards.
4. Effective from April 01, 2019, the Company has adopted Ind AS 116 "Leases", and applied to all lease contracts existing on April 01, 2019 using the prospective method.
5. From April 01, 2019 the Company has revised the policy of deferring the off season expenditure in accordance with the requirement of Ind AS 34 'Interim Financial Reporting'. Accordingly, during current period off season expenses have been charged as expense. Comparative figures for the quarter and six months ended September 30, 2018 have been restated to give effect to this change in policy. Consequently, loss for quarter and six months ended September 30, 2018 is higher by Rs. 2,126 lacs and Rs. 2,587 Lacs.
6. During the quarter-ended September 30, 2019, Uttar Pradesh Electricity Regulatory Commission ('UPERC') has notified UPERC (Captive and Renewable Energy Generating Plants) Regulations, 2019 ('CRE Regulations 2019') which has, inter alia, reduced the tariff applicable to bagasse based generation plants in the state of Uttar Pradesh w.e.f. April 1, 2019 which is significantly lower than the prevailing tariff. As per CRE Regulations such tariff was made by UPERC citing lower fixed and variable costs for these power plants. This reduction in tariff may have an adverse impact on the business and operations of Simbhaoli Power private Limited ("SPPL"). The management of SPPL believes that there are anomalies in the process of tariff fixation and this reduced tariff notified by UPERC is based on unrealistic assumptions and is contrary to past practices. Subsequent to the quarter ended September 30, 2019, SPPL along with bagasse based co-generators operating in the state, have filed a writ petition with High Court of Allahabad, Lucknow Bench, challenging CRE Regulations 2019 which have been accepted by the court. The writ petition has challenged the validity of these regulations due to lack of necessary quorum of UPERC for notifying the regulations, retrospective application of CRE Regulations 2019, cost of bagasse etc.

The management based on opinion of legal counsel is confident of relief from the High Court and suitable modification in CRE Regulations 2019 and thus does not expect the financial implications of this, if any, to be material. Thus SPPL continues to account for revenues from operations of Rs 1781 lacs for the quarter and six months ended September 30, 2019 at pre CRE Regulations 2019 tariff rates. Revenue from operations for the quarter and six months ended September 30, 2019 would have been lower by Rs 680 Lacs, if revenue were



accounted for at reduced tariff as per CRE Regulations 2019. Considering the current status and the matter is sub-judice, it is not possible for the management to estimate the extent of the change, if any, in the tariff.

7. The standalone results are available on Company's website [www.simbhaolisugars.com](http://www.simbhaolisugars.com). The particulars in respect of standalone results are as under:

Particulars (Standalone)	Quarter ended:			Six months ended:		Year ended
	30.09.2019	30.06.2019	30.09.2018	30.09.2019	30.09.2018	31.03.2019
Net Sales/Income from operations	18,594	25,050	16,069	43,644	37,771	95,212
Profit/(Loss) before tax	(1,910)	(959)	(2147)	(2,869)	(2,752)	(4730)
Profit/ (Loss) after tax	(1,910)	(959)	(2147)	(2,869)	(2,752)	(4915)
Other Comprehensive Income	-	-	-	-	-	(2,261)
Total Comprehensive Income	(1,910)	(959)	(2147)	(2,869)	(2,752)	(7,176)
EBITDA	(209)	696	(332)	487	726	2294

8. With reference to Note no. 8 & 9 of financial results published on August 14, 2019, Results for the quarter ended June 30, 2019 are being given after consolidation of SPPL, a material subsidiary. Accordingly, Financial results for the quarter ending June 30, 2019, June 30, 2018 and March 31, 2019 are annexed herewith by supplementary sheet. However, consolidated results for the quarter ending June 30, 2019 are now reviewed by the auditors.
9. With reference to note no. 8 of financial results published on August 14, 2019, in previous year ended March 31, 2019, consolidated financial statements have been prepared on the basis of unaudited management accounts of SPPL which are now restated incorporating the revised audited financial statements of SPPL. The reconciliation of previous year's published accounts with the restated accounts figures are as under:

Particulars	(Rs. in Lacs)	
	Published Figure (March 31, 2019)	Restated Figure (March 31, 2019)
Total Revenue	1,24,438	1,24,438
Net profit/(Loss)	(2,982)	(3,127)
Total Comprehensive Income	(2,918)	(3,062)
Total Assets	2,33,272	2,33,272
Total Equity and Liabilities	2,33,272	2,33,272
Equity Share and Other Equity	1,129	1,056
Non-Controlling Interest	12,052	11,981

10. Figures for the quarter and six months ended September 30, 2018 and cash flow for six months ended September 30, 2018 have not been reviewed by auditors.
11. Sugar, one of the major businesses of the Company, is a part of seasonal industry. The results may vary from quarter to quarter.
12. The previous periods figures have been regrouped/rearranged wherever necessary.
13. The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on November 14, 2019.

For SIMBHAOLI SUGARS LIMITED

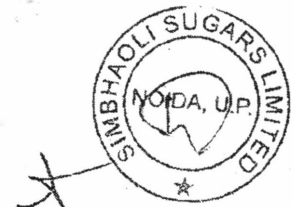
*Gursimran Kaur Mann*

Gursimran Kaur Mann  
Managing Director

Place: Noida

Date: November 14, 2019

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





**SIMBHAOLI SUGARS LIMITED**  
 (Formerly known as 'Simbhaoli Spirits Limited')  
 Regd. Office : Simbhaoli Dist. Hapur (U.P.) - 245207  
 CIN - L15122UP2011PLC044210 E-mail: info@simbhaolisugars.com Website: www.simbhaolisugars.com  
**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED**  
**SEPTEMBER 30, 2019**

(Rs. Lacs)

Sl. No.	Particulars	Quarter ended			Six Months Ended		Year ended
		September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>1</b>	<b>Income</b>						
	(a) Revenue from operations	25,374	29,571	18,369	54,945	43,459	1,11,109
	(b) Other income	428	413	291	841	745	1,585
	<b>Total revenue</b>	<b>25,802</b>	<b>29,984</b>	<b>18,660</b>	<b>55,786</b>	<b>44,204</b>	<b>1,12,694</b>
<b>2</b>	<b>Expenses</b>						
	(a) Cost of materials consumed	224	12,423	162	12,647	18,294	87,478
	(b) Purchase of stock-in-trade	743	655	418	1,398	736	2,154
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	14,498	6,367	12,492	20,865	11,132	(14,631)
	(d) Excise duty	6,780	4,521	2,300	11,301	5,688	15,897
	(e) Employee benefits expense	1,232	1,221	1,283	2,453	2,410	5,400
	(f) Finance costs	794	750	892	1,544	1,639	3,354
	(g) Depreciation and amortisation expense	907	905	923	1,812	1,839	3,670
	(h) Other expenses	2,534	4,101	2,337	6,635	5,218	14,102
	<b>Total expenses</b>	<b>27,712</b>	<b>30,943</b>	<b>29,807</b>	<b>58,655</b>	<b>46,956</b>	<b>1,17,424</b>
<b>3</b>	<b>Profit/(loss) before exceptional items and tax (1-2)</b>	<b>(1,910)</b>	<b>(959)</b>	<b>(2,147)</b>	<b>(2,869)</b>	<b>(2,752)</b>	<b>(4,730)</b>
<b>4</b>	<b>Exceptional items</b>	-	-	-	-	-	185
<b>5</b>	<b>Profit/(loss) before Tax (3-4)</b>	<b>(1,910)</b>	<b>(959)</b>	<b>(2,147)</b>	<b>(2,869)</b>	<b>(2,752)</b>	<b>(4,815)</b>
<b>6</b>	<b>Tax expense :</b>						
	- Current tax	-	-	-	-	-	-
	- Deferred tax	-	-	-	-	-	-
	<b>Total tax expenses</b>	-	-	-	-	-	-
<b>7</b>	<b>Net Profit/(loss) from ordinary activities after tax (5-6)</b>	<b>(1,910)</b>	<b>(959)</b>	<b>(2,147)</b>	<b>(2,869)</b>	<b>(2,752)</b>	<b>(4,815)</b>
<b>8</b>	<b>Other Comprehensive Income (net of tax)</b>						
	A) I. Items that will not be reclassified to profit & loss	-	-	-	-	-	(2,261)
	II. Income Tax relating to Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B) I. Items that will be reclassified to profit & loss	-	-	-	-	-	-
	II. Income Tax relating to Items that will be reclassified to profit or loss	-	-	-	-	-	-
<b>9</b>	<b>Total Comprehensive Income (net of tax) (7+8)</b>	<b>(1,910)</b>	<b>(959)</b>	<b>(2,147)</b>	<b>(2,869)</b>	<b>(2,752)</b>	<b>(7,176)</b>
<b>10</b>	<b>Paid up equity share capital (face value Rs. 10/- each)</b>	<b>4,128</b>	<b>4,128</b>	<b>3,928</b>	<b>4,128</b>	<b>3,928</b>	<b>4,128</b>
<b>11</b>	<b>Other Equity</b>						<b>(2,943)</b>
<b>12</b>	<b>Basic and Diluted Earning Per Share (Rs.) (not annualized)</b>						
	- EPS before exceptional item	(4.63)	(2.32)	(5.47)	(6.95)	(7.01)	(12.04)
	- EPS after exceptional item	(4.63)	(2.32)	(5.47)	(6.95)	(7.01)	(12.61)



**SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES**  
**UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.**  
**FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2019**

Particulars	Quarter ended			Six Months Ended		(Rs. Lacs)
	September 30, 2019	June 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018	March 31, 2019
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>(A). Segment Revenue</b>						
(a) Sugar	15,191	22,226	13,329	37,417	32,118	84,470
(b) Distillery	10,558	9,106	5,068	19,664	11,600	29,015
<b>Total</b>	<b>25,749</b>	<b>31,332</b>	<b>18,397</b>	<b>57,081</b>	<b>43,718</b>	<b>1,13,485</b>
Less: Inter Segment Revenue	375	1,761	28	2,136	259	2,376
<b>Net sales/Income from operations</b>	<b>25,374</b>	<b>29,571</b>	<b>18,369</b>	<b>54,945</b>	<b>43,459</b>	<b>1,11,109</b>
<b>(B). Segment Results</b>						
Profit/ (loss) before finance costs, unallocated expenditure, exceptional items and tax from each segment						
(a) Sugar	(802)	(879)	(1,427)	(1,681)	(2,558)	(5,006)
(b) Distillery	(372)	577	302	205	1,430	3,408
<b>Total</b>	<b>(1,174)</b>	<b>(302)</b>	<b>(1,125)</b>	<b>(1,476)</b>	<b>(1,128)</b>	<b>(1,598)</b>
Less:						
(a) Finance cost	794	750	892	1,544	1,639	3,354
(b) Other un-allocated expenses/ (income) (net)	(58)	(93)	130	(151)	(15)	(222)
(c) Exceptional item	-	-	-	-	-	185
<b>Total Profit/ (loss) before tax</b>	<b>(1,910)</b>	<b>(959)</b>	<b>(2,147)</b>	<b>(2,869)</b>	<b>(2,752)</b>	<b>(4,915)</b>
<b>(C). Segment Assets</b>						
(a) Sugar	1,30,876	1,44,796	1,23,397	1,30,876	1,23,397	1,52,803
(b) Distillery	39,932	41,250	39,044	39,932	39,044	40,359
(c) Unallocated	14,772	14,368	16,987	14,772	16,987	13,574
<b>Total</b>	<b>1,85,580</b>	<b>2,00,414</b>	<b>1,79,428</b>	<b>1,85,580</b>	<b>1,79,428</b>	<b>2,06,836</b>
<b>(D). Segment Liabilities</b>						
(a) Sugar	59,842	73,053	46,443	59,842	46,443	79,883
(b) Distillery	2,557	2,249	2,245	2,557	2,245	2,017
(c) Unallocated	20,291	18,830	17,916	20,291	17,916	18,790
(d) Borrowings	1,04,687	1,05,051	1,07,052	1,04,567	1,07,052	1,04,961
<b>Total</b>	<b>1,87,257</b>	<b>2,00,183</b>	<b>1,73,656</b>	<b>1,87,257</b>	<b>1,73,656</b>	<b>2,05,651</b>

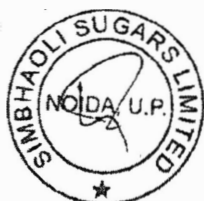


STATEMENT OF ASSETS AND LIABILITIES		
(Rs. lacs)		
Particulars	Standalone	
	As at September 30, 2019	As at March 31, 2019
	Unaudited	Audited
<b>ASSETS</b>		
<b>Non-current assets</b>		
a) Property, Plant and Equipment	1,27,297	1,29,423
b) Capital work-in-progress	605	138
c) Right to use Asset	6	-
d) Intangible Assets	23	13
e) Financial Assets		
i) Investments	11,196	11,223
ii) Other financial assets	138	3,256
f) Tax Assets	693	544
g) Other non - current assets	291	331
<b>Total non - current assets</b>	<b>1,40,249</b>	<b>1,44,926</b>
<b>Current assets</b>		
a) Inventories	27,310	48,095
b) Financial Assets		
i) Current Investments	759	-
ii) Trade receivables	4,326	5,668
iii) Cash and cash equivalents	1,417	1,307
iv) Bank balances other than above	1,080	1,023
v) Other financial assets	3,614	492
c) Other current assets	6,825	5,325
<b>Total current assets</b>	<b>45,331</b>	<b>61,910</b>
<b>Total assets</b>	<b>1,85,580</b>	<b>2,06,836</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
a) Equity share capital	4,128	4,128
b) Other equity	(5,805)	(2,943)
<b>Share holder's Funds</b>	<b>(1,677)</b>	<b>1,185</b>
<b>Liabilities</b>		
<b>Non-current liabilities</b>		
a) Financial Liabilities		
i) Borrowings	452	525
ii) Other financial liabilities	62	75
b) Provisions	457	416
<b>Total non - current Liabilities</b>	<b>971</b>	<b>1,016</b>
<b>Current liabilities</b>		
a) Financial Liabilities		
i) Borrowings	-	138
ii) Trade payables		
-Total outstanding dues to micro and small enterprises	53	58
-Total outstanding dues of other than micro and small enterprises	60,322	79,220
iii) Other financial liabilities	1,25,111	1,24,053
b) Provisions	42	90
c) Other current liabilities	758	1,076
<b>Total current Liabilities.</b>	<b>1,86,286</b>	<b>2,04,635</b>
<b>Total Equity and Liabilities</b>	<b>1,85,580</b>	<b>2,06,836</b>



**SIMBHAOLI SUGARS LIMITED**  
(Formerly known as 'Simbhaoli Spirits Limited')  
**CASH FLOW STATEMENT FOR THE PERIOD ENDED SEPTEMBER 30, 2019**

Particular	Period ended	Period ended
	September 30, 2019	September 30, 2018
	Rs. lacs	Rs. lacs
	Unaudited	Unaudited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES :</b>		
Net profit/(loss) before tax and exceptional items	(2,869)	(2,752)
<b>Adjustments for:</b>		
Depreciation and amortization	1,812	1,839
Finance costs	1,544	1,639
Interest income on financial assets	(626)	(544)
Rental income	(29)	(18)
Liability/provisions no longer required written back	(23)	(33)
Bad Debts and advances written off	12	1
Loss/ (profit) from sale of property, plant and equipment (net)	451	0
Provision for doubtful debts and advances	35	-
Mollasses Storage Fund	8	4
<b>Operating profit/(loss) before working capital changes</b>	<b>315</b>	<b>136</b>
<i>Adjustments for (increase)/decrease in operating assets:</i>		
Changes in trade and other receivables	1,295	932
Changes in other non current and current financial asset	119	(615)
Changes in other non current and other current assets	(1,451)	(211)
Changes in inventories	20,785	11,045
Changes in trade and other payables	(18,880)	(9,458)
Changes in other non-current and other current financial liabilities	99	(173)
Changes in other non-current and other current liabilities	(325)	(663)
Changes in long term and short term provision	(6)	70
<b>Cash (used)/generated from operations</b>	<b>1,951</b>	<b>1,063</b>
Direct taxes (paid)/refund	(150)	(5)
<b>Net cash (used) / from operating activities</b>	<b>1,801</b>	<b>1,058</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES :</b>		
Additions to property, plant & equipment and intangible assets	(622)	(169)
Proceeds from maturity of national savings certificate	-	(306)
Interest received on debentures/ fixed deposits/inter corporate deposits	492	639
Rental income	29	18
Investment in Mutual funds	(759)	-
Changes in fixed deposit placed with Banks	(32)	461
<b>Net cash (used) / from investing activities</b>	<b>(892)</b>	<b>643</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES :</b>		
Payment of lease liability	(3)	-
Interest expenses	(403)	(731)
Repayment of long term borrowings	(110)	(2)
Proceeds/(repayment) of short term borrowings( net)	(283)	(781)
<b>Net cash (used) / from financing activities</b>	<b>(799)</b>	<b>(1,514)</b>
<b>D. Net increase/(decrease) in cash and cash equivalents (A+B+C)</b>	<b>110</b>	<b>187</b>
<b>E. Cash and cash equivalents (opening balance)</b>	<b>1,307</b>	<b>803</b>
<b>F. Cash and cash equivalents (closing balance) (D+E)</b>		
Cash and bank balances (D+E)	<b>1,417</b>	<b>990</b>



## Notes to Standalone Results:

1. Indian sugar industry has been facing difficulties on account of high sugar production in the country in the sugar year 2018-19 resulting in glut of sugar thereby Central Government has fixed quota for domestic sale while Minimum Indicative Export Quota (MIEQ) on sugar mill basis was fixed for all the sugar mills operating in the country for depletion of sugar stock outside India. For the quarter and six months ended September 30, 2019 and previous periods, the Company has incurred losses due to high raw material cost fixed by the Government and relatively market driven lower price of finished goods i.e. sugar which are external factors. Due to continuous losses, the Company failed in meeting its payment obligations to lenders and farmers, though the Company continues to operate its capacities at sub optimal levels.

The Government has implemented various measures to improve the financial health of the sugar industry, including support for liquidation of cane arrears, fixing obligation for export to reduce the sugar inventory, fixation of Minimum Support Price (MSP) for Sugar Realization, providing subsidy on production of sugar, interest subvention on loan for creation of additional manufacturing facilities for ethanol production and increase in the realization of ethanol price etc. All these measures are expected to turnaround operations of the sugar industry on sustainable basis. Further pursuant to an Order of Hon'ble High Court of Uttar Pradesh in favour of sugar industry, the Company is confident to receive amount on account of accrued benefits under the Sugar Promotion Policy 2004.

The debt restructuring exercise of the loan liabilities of the Company has been delayed by the lenders by virtue of Circular dated February 12, 2018 issued by RBI, which has been quashed by Hon'ble Supreme Court vide its judgement dated April 02, 2019 terming it as ultra vires. The lenders to the Company, in the meanwhile initiated recovery steps at various forums and certain bankers have filed application before National Company Law Tribunal under Insolvency and Bankruptcy Code, 2016. One of such bankers had declared the Company and the Guarantors as Wilful defaulters against which the Company and the Guarantors have contested such declaration in the Hon'ble High Court and the matter is sub-judice. Against criminal complaint filed by one of the lenders with the investigating agency, recently Enforcement Directorate had issued a provisional attachment order on certain assets of the Company to the extent of Rs. 109.80 Crores in current period. The Company has contested such impugned provisional order at the appropriate adjudicating authority. However, considering the nature of industry and ongoing discussions with the lenders, the Company is hopeful that debt resolution will be attained through One Time Settlement mechanism (OTS)/ARC/Realignment along with waiver of outstanding interest on certain loan accounts, while some loan liabilities would be realigned commensurate with its available cash flow, for which discussions are going on.

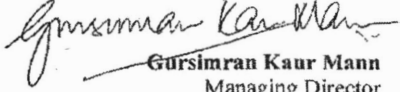
In view of the above, these financial statements are continued to be presented on going concern basis, which contemplates realisation of assets and settlement of liabilities in the normal course of business and therefore, impairment of assets if any, has not been ascertained and provided for.

2. The loans availed by the Company have been classified as Non Performing Assets (NPA) by all the lenders to the Company and interest thereon is not being charged to the loan accounts as per prevailing practices. The Company is hopeful of Resolution of Debt through One Time Settlement (OTS) including waiver of un-paid interest on certain loan accounts. Accordingly, interest expenses for the quarter and six months ended September 30, 2019 amounting to Rs. 3,284 lacs and Rs. 6,444 lacs (previous quarter and six months ended September 30, 2018 Rs. 3,526 lacs and Rs. 6,628 lacs) has not been recognized in the books of accounts. A total amount of Rs. 30,752 lacs towards outstanding interest has not been provided for in the books of accounts.
3. The Hon'ble High Court of Uttar Pradesh has directed the State Government to determine the interest liability for the delayed payment of sugarcane price for sugar season 2012-13, 2013-14 and 2014-15. Considering that no notice of demand has been received in this regard and the amount not being ascertainable, no provision has been made on this account.
4. Effective from April 01, 2019, the Company has adopted Ind AS 116 "Leases", and applied to all lease contracts existing on April 01, 2019 using the prospective method.
5. From April 01, 2019 the Company has revised the policy of deferring the off season expenditure in accordance with the requirement of Ind AS 34 'Interim Financial Reporting'. Accordingly, during current period off season expenses have been charged as expense. Comparative figures for the quarter and six months ended September 30, 2018 have been restated to give effect to this change in policy. Consequently, loss for quarter and six months ended September 30, 2018 is higher by Rs. 2,126 lacs and Rs. 2,587 lacs respectively.
6. Sugar, one of the major businesses of the Company, is a part of seasonal industry. The results may vary from quarter to quarter.
7. The previous periods figures have been regrouped/rearranged wherever necessary.



8. The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors of the Company at their meetings held on November 14, 2019.

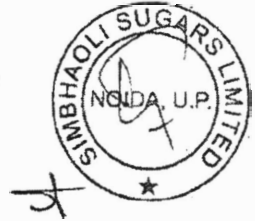
For SIMBHAOLI SUGARS LIMITED

  
Gursimran Kaur Mann  
Managing Director

Place: Noida

Date: November 14, 2019

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



**SIMBHAOLI SUGARS LIMITED**

(Formerly known as 'Simbhaoli Spirits Limited')

Regd. Office : Simbhaoli Dist. Hapur (U.P.) - 245207

CIN - L15122UP2011PLC044210 E-mail: info@simbhaolisugars.com Website: www.simbhaolisugars.com

**REVISED STATEMENT OF CONSOLIDATED UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2019**

Sl. No.	Particulars	Quarter ended			Rs. lacs
		June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
		Unaudited	Unaudited/ Recasted	Unaudited/ Unreviewed	Audited/ Recasted
1	<b>Income</b>				
	(a) Revenue from operations	31,727	47,144	29,470	1,24,120
	(b) Other income	72	108	113	318
	<b>Total revenue</b>	<b>31,799</b>	<b>47,252</b>	<b>29,583</b>	<b>1,24,438</b>
2	<b>Expenses</b>				
	(a) Cost of materials consumed	13,103	45,545	19,489	92,274
	(b) Purchase of stock-in-trade	663	603	318	2,180
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	6,299	(16,404)	(1,386)	(14,590)
	(d) Excise duty	4,521	4,840	3,388	15,897
	(e) Employee benefits expense	1,583	2,153	1,445	7,139
	(f) Finance costs	1,295	1,485	1,241	5,609
	(g) Depreciation and amortisation expense	1,166	1,184	1,194	4,788
	(h) Other expenses	3,941	3,814	2,798	12,800
	<b>Total expenses</b>	<b>32,571</b>	<b>43,220</b>	<b>28,487</b>	<b>1,26,097</b>
3	<b>Profit/ (loss) before exceptional items and tax (1-2)</b>	<b>(772)</b>	<b>4,032</b>	<b>1,096</b>	<b>(1,659)</b>
4	Exceptional items	-	1,019	-	1,019
5	<b>Profit/ (loss) before Tax (3-4)</b>	<b>(772)</b>	<b>3,013</b>	<b>1,096</b>	<b>(2,678)</b>
6	<b>Tax expense :</b>				
	- Current tax	73	458	150	447
	- Deferred tax	-	(12)	-	3
	<b>Total tax expenses</b>	<b>73</b>	<b>446</b>	<b>150</b>	<b>450</b>
7	<b>Net Profit/(loss) from ordinary activities after tax (5-6)</b>	<b>(845)</b>	<b>2,567</b>	<b>946</b>	<b>(3,127)</b>
8	<b>Other Comprehensive Income (net of tax)</b>				
	A) I. Items that will not be reclassified to profit & loss	-	66	-	66
	II. Income Tax relating to Items that will not be reclassified to profit or loss	-	-	-	(1)
	B) I. Items that will be reclassified to profit & loss	-	-	-	(0)
	II. Income Tax relating to Items that will be reclassified to profit or loss	-	-	-	-
9	<b>Total Comprehensive Income (net of tax) (7+8)</b>	<b>(845)</b>	<b>2,633</b>	<b>946</b>	<b>(3,062)</b>
	<b>Profit/Loss for the year attributable to :</b>				
	1) Owners of the parent	(1,009)	2,454	553	(3,871)
	2) Non-Controlling Interest	164	115	393	745
	<b>Other Comprehensive Income attributable to:</b>				
	1) Owners of the parent	-	72	-	72
	2) Non-Controlling Interest	-	(8)	-	(8)
	<b>Total Comprehensive Income attributable to:</b>				
	1) Owners of the parent	(1,009)	2,526	553	(3,799)
	2) Non-Controlling Interest	164	107	393	737
10	Paid up equity share capital (face value Rs. 10/- each)	4,128	4,128	3,928	4,128
11	Other Equity				(3,072)
12	<b>Basic and Diluted Earning Per Share (Rs.) (not annualized)</b>				
	- EPS before exceptional item	(2.05)	9.13	2.41	(5.36)
	- EPS after exceptional item	(2.05)	6.53	2.41	(7.96)



*JTR*



**SEGMENT WISE REVENUE, RESULTS, ASSETS AND LIABILITIES REVISED  
UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015.  
FOR THE QUARTER ENDED JUNE 30, 2019**

Particulars	Consolidated			
	Quarter ended		Year ended	
	June 30, 2019	March 31, 2019	June 30, 2018	March 31, 2019
	Unaudited	Unaudited/ Recasted	Unaudited/ Unreviewed	Audited/ Recasted
<b>(A). Segment Revenue</b>				
(a) Sugar	22,226	34,117	18,789	84,470
(b) Distillery	9,106	9,464	6,532	29,015
(c) Power	2,404	6,220	4,546	15,224
(e) Others	286	689	315	1,623
<b>Total</b>	<b>34,022</b>	<b>50,490</b>	<b>30,182</b>	<b>1,30,332</b>
Less: Inter Segment Revenue	2,295	3,346	712	6,212
<b>Net sales/income from operations</b>	<b>31,727</b>	<b>47,144</b>	<b>29,470</b>	<b>1,24,120</b>
<b>(B). Segment Results</b>				
Profit/ (loss) before finance costs, unallocated expenditure, exceptional items and tax from each segment				
(a) Sugar	(879)	640	(1,126)	(5,088)
(b) Distillery	577	1,327	1,128	3,408
(c) Power	996	3,307	2,458	6,403
(d) Others	6	(34)	15	22
<b>Total</b>	<b>700</b>	<b>5,240</b>	<b>2,475</b>	<b>4,745</b>
<b>Less:</b>				
(a) Finance cost	1,295	1,485	1,241	5,609
(b) Other un-allocated expenses/ (income) (net)	177	(278)	138	794
(c) Exceptional item	-	1,019	-	1,019
<b>Total Profit/ (loss) before tax</b>	<b>(772)</b>	<b>3,013</b>	<b>1,096</b>	<b>(2,678)</b>
<b>(C). Segment Assets</b>				
(a) Sugar	1,40,621	1,48,032	1,32,266	1,48,032
(b) Distillery	41,252	40,359	40,655	40,359
(c) Power	37,615	39,960	40,263	39,960
(d) Others	773	899	754	899
(c) Unallocated	4,839	4,022	3,028	4,022
<b>Total</b>	<b>2,25,100</b>	<b>2,33,272</b>	<b>2,16,966</b>	<b>2,33,272</b>
<b>(D). Segment Liabilities</b>				
(a) Sugar	73,174	80,004	59,483	80,004
(b) Distillery	2,249	2,017	3,119	2,017
(c) Power	1,156	2,568	2,212	2,568
(d) Others	608	730	482	730
(c) Unallocated	23,008	21,547	21,307	21,547
(d) Borrowings	1,12,709	1,13,369	1,13,538	1,13,369
<b>Total</b>	<b>2,12,904</b>	<b>2,20,235</b>	<b>2,00,141</b>	<b>2,20,235</b>



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# MITTAL GUPTA & CO.

CHARTERED ACCOUNTANTS

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## **Independent Auditor's Review Report on Standalone Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

**To**

**The Board of Directors**

**Simbhaoli Sugars Limited**

1. We have reviewed the accompanying statement of unaudited standalone Financial Results of Simbhaoli Sugars Limited ('the Company') for the quarter and six months ended September 30, 2019, (the "Statement") attached herewith. The Statement has been prepared by the company pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the Listing Regulation 2015) as amended to date, which has been initialed by us for identification us. Attention is drawn to the fact that the statement of cash flows for the corresponding period from 1<sup>st</sup> April 2018 to 30<sup>th</sup> September, 2018 as reported in these unaudited standalone Financial Results have been approved by the Board of Director of the Company, but have not been subject to review or audit.
2. The statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This



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2. 305 Kushal Bazar, 32-33 Nehru Place, New Delhi - 110019



standard requires that we plan and perform the review to obtain moderate assurance so as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

**Basis for Qualified Opinion**

4. We draw attention to Note No.1 of the Statement regarding non provisions for impairment in the carrying value of Property, Plant and Equipments. We are not made available of appropriate impairment assessment carried out by the management and accordingly, we are unable to comment on the same including compliance with the Ind AS-36 ('Impairment of Assets') and any consequential adjustments that may arise in this regard in these financial results.
5. We draw attention to Note No. 2 of the Statement regarding non-provision of interest expenses amounting Rs.3,284 Lakhs for the quarter and Rs. 6,444 Lakhs for the six month ended September 30, 2019, respectively on certain borrowings for the reasons stated in the said note. The aggregate amount of interest expense not provided for in the accounts aggregates to Rs.30,752 Lakhs till September 30 2019. Consequently, financial cost and loss for the quarter and six months ended September 30, 2019 has been understated by the aforesaid amount. Further other equity as at September 30, 2019 has been overstated and Current Financial Liabilities as at September 30, 2019 has been understated by Rs. 30,752 Lakhs.

Our conclusion is qualified on the above matters.

**Material Uncertainty related to Going Concern:**

6. As stated in Note No. 1, Statement has been prepared on going concern basis. Events or conditions as set forth in Note No. 1 indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as going concern as well as on the carrying amount of fixed assets appearing in the financial statements. The ability of the Company to continue depends on the outcome of Corporate Insolvency and Resolution Process (CIRP) application filed by the lenders against the company with National Company Law Tribunal (NCLT) and the Company's ability to restructure its





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borrowings as stated in the said note and turnaround of the sugar operation on sustainable basis.

Our conclusion is not modified in respect of the above matter.

7. Based on our review conducted as above, and except for the matters referred to in paragraph 4 & 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in all material respects in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Emphasis of matter:**

8. We draw attention to Note No.3, of the Statement regarding non- provision of interest liability in respect of delayed payment of sugarcane price for the reasons stated in the said note. The amount of interest not provided for in the books has not been ascertained.

Our conclusion is not modified in respect of this matter.

For **MITTAL GUPTA & CO.**

Chartered Accountants

FRN: 01874C

*Bihari Gupta*

(B. L. Gupta)

Partner

Membership No.: 073794



Place: Noida

Dated: 14.11.2019

UDIN: 19073794AAAEJ1486



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## **Independent Auditor's Review Report on Consolidated Quarterly and Year to Date Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015**

To

**The Board of Directors**

**Simbhaoli Sugars Limited**

1. We have reviewed the accompanying statement of unaudited Consolidated Financial Results of Simbhaoli Sugars Limited ('the Company'), its subsidiaries (hereinafter referred to as 'the Group') and its Associate for the quarter and six months ended on 30<sup>th</sup> September, 2019 ("the Statement") attached herewith. The Statement has been prepared by the company pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 (the Listing Regulation 2015) as amended to date, which has been initialed by us for identification us.
2. The statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to issue a report on the Statement based on our review..
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance so as to whether the Statement is free of material misstatement. A review is limited primarily





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to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We also perform procedures in accordance with the circular issued by SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, as amended, to the extent applicable.

Attention is drawn to the Note No. 8 & 10 of the Statement which state that consolidated figures for the corresponding quarter and six months ended September 30, 2018, Consolidated figures for the quarter ended June 30, 2018 and the Statement of Cash Flow for the corresponding six month ended September 30, 2018 as reported in the accompanying Statement have been approved by the Parent's Board of Directors, but have not been subjected to review.

## **Basis for Qualified Opinion**

4. We draw attention to Note No.1 of the Statement regarding non provisions for impairment in the carrying value of Property, Plant and Equipments. We are not made available of appropriate impairment assessment carried out by the management and accordingly, we are unable to comment on the same including compliance with the Ind AS-36 ('Impairment of Assets') and any consequential adjustments that may arise in this regard in these financial results.
5. We draw attention to Note No. 2 of the Statement regarding non-provision of interest expenses amounting Rs.3,284 Lakhs for the quarter and Rs. 6,444 Lakhs for the six month ended September 30, 2019, respectively on certain borrowings for the reasons stated in the said note. The aggregate amount of interest expense not provided for in the accounts aggregates to Rs.30,752 Lakhs till September 30 2019. Consequently, financial cost and loss for the quarter and six months ended September 30, 2019 has been understated by the aforesaid amount. Further other equity as at September 30, 2019 has been overstated and Current Financial Liabilities as at September 30, 2019 has been understated by Rs. 30,752 Lakhs.





Our conclusion is qualified on the above matters.

**Material Uncertainty related to Going Concern:**

6. As stated in Note No. 1, Statement has been prepared on going concern basis. Events or conditions as set forth in Note No. 1 indicate that a material uncertainty exists that may cast significant doubt on the company's ability to continue as going concern as well as on the carrying amount of fixed assets appearing in the financial statements. The ability of the Company to continue depends on the outcome of Corporate Insolvency and Resolution Process (CIRP) application filed by the lenders against the company with National Company Law Tribunal (NCLT) and the Company's ability to restructure its borrowings as stated in the said note and turnaround of the sugar operation on sustainable basis.

Our conclusion is not modified in respect of the above matter.

7. Based on our review conducted as above, and except for the matters referred to in paragraph 4, & 5 above, nothing has come to our attention that causes us to believe that the accompanying Statement prepared in all material respects in accordance with applicable Indian Accounting Standards specified under Section 133 of the Companies Act, 2013, and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in accordance with requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Emphasis of matter:**

8. We draw attention to the Note No 6 of the Statement which states that during the quarter ended September 30, 2019, Uttar Pradesh Electricity Regulatory Commission ('UPREC') has notified UPREC (Captive and Renewable Energy Generation Plants) Regulations, 2019 ('CRE Regulation 2019') which has, inter alia, reduced the tariff applicable to bagasse based generation plants in the state of Uttar Pradesh w.e.f. April 1, 2019. Subsequent to the quarter ended September 30, 2019, Simbhaoli Power Pvt. Ltd., the subsidiary company (SPPL) along with bagasse based co-generation operating in the state, have filed a writ petition with High Court challenging CRE Regulations 2019





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which have been accepted by the Court. Based on writ petition filed and legal opinion obtained, SPPL has recorded revenue from operations of Rs. 1781 Lakhs for the quarter and six months ended September 30, 2019 at pre CRE Regulations 2019 tariff instead at the reduced tariff as per CRE Regulations 2019. Management's computation, as reviewed by the statutory auditors of SPPL, shows that revenue from operations for the quarter and six months ended September 30, 2019 would have been lower by Rs. 680 Lakhs, if revenue were accounted for at reduced tariff as per CRE Regulations 2019. These conditions as discussed in detail in Note No 6 indicate the existence of material uncertainty in relation to tariff under CRE Regulations 2019 and its consequential impact on the financial statements, if any.

9. We draw attention to Note No.3 of the Statement regarding non- provision of interest liability in respect of delayed payment of sugarcane price for the reasons stated in the said note. The amount of interest not provided for in the books has not been ascertained. Our conclusion is not modified in respect of above matters.
10. The statement includes the results of the following subsidiary Companies:- (i) Integrated Casetech Consultants Private Limited (ii) Simbhaoli Specialty Sugars Private Limited (iii) Simbhaoli Power Pvt. Ltd.
11. We did not review the interim financial statement of the one subsidiary, included in the consolidated unaudited financial results, whose interim financial results reflects total assets of Rs. 35,699 lakhs as at September 30, 2019, and total revenue of Rs. 238 lakhs and Rs. 2,587 lakhs for the quarter and six months ended September 30, 2019 respectively, total net loss after tax of Rs. 1,190 Lac and Rs. 858Lac for the quarter and six months ended September 30, 2019 respectively and total comprehensive loss of Rs. 1,190 lakhs and Rs. 858 lakhs for the quarter and six months ended September 30, 2019 respectively and net cash flow of Rs. 515 lakhs for the six months ended September 30, 2019, respectively as considered in the Statement. These interim financial statement has been reviewed by other auditors whose report has been furnished to us by the Management and our conclusion on the Statement, in so far it relates to the amounts and disclosures included in respect of the subsidiary, is based solely on the report of the other auditor and the procedure performed by us as stated in paragraph 3 above.





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· C H A R T E R E D   A C C O U N T A N T S

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Our conclusion on the Statement is not modified in respect of these matters.

12. The consolidated financial unaudited financial results includes the interim financial results of one subsidiary, which have not been reviewed by their auditors, whose interim financial results reflects total assets of Rs. 140 lakhs as at September 30, 2019, and total revenue of Rs. 2 lakhs and Rs. 3 lakhs for the quarter and six months ended September 30, 2019 respectively, total net profit after tax of Rs. 1 lakh and Rs. 1 lakh for the quarter and six months ended September 30, 2019 respectively and total comprehensive income of Rs. 1 lakhs and Rs. 1 lakhs for the quarter and six months ended September 30, 2019 respectively and net cash flow of Rs. Nil for the six months ended September 30, 2019, respectively as considered in the Statement. According to the information and explanation given by the management, these interim financial results are not material to the Group.

Our conclusion on the Statement is not modified in respect of our reliance on the interim financial results certified by the management

For **MITTAL GUPTA & CO.**

Chartered Accountants

FRN: 01874C

*Bilani W*

(B. L. Gupta)

Partner

Membership No.: 073794

Place: Noida

Dated: 14.11.2019

UDIN: 19073794AAAAEI3010

