



K.C.P. SUGAR AND INDUSTRIES CORPORATION LTD.

Regd. Office : "Ramakrishna Buildings", Post Box No. 727, No.239, (Old No.183), Anna Salai, Chennai - 600 006.
Ph : 044 2855 5171 to 5176, 6551 4966 Fax : 044 2854 6617 / 2855 5863 E-mail : kcpsugar@vsnl.com
CIN - L15421TN1995PLC033198

Ref : KSICL/STK.EX./2018-19

11.11.2019

VICE PRESIDENT LISTING DEPARTMENT The National Stock Exchange of India Ltd. Exchange Plaza, 5th Floor Plot No.C/1, G Block Bandra-Kurla Complex Bandra (E) – MUMBAI 400051.	Manager - Corporate Relationship Dept of Corp.Services Bombay Stock Exchange Ltd. Floor 25, P.J. Towers Dalal Street - Mumbai 400001
Scrip ID: KCPSUGIND –EQ	Scrip ID / Code: KCPSUGIND / 533192

Dear Sir,

Sub: Outcome of Board Meeting held on 11.11.2019 – reg

This is to inform you that the Board of Directors, interalia, approved the Unaudited Financial Results (Standalone and Consolidated) of the Company for the Quarter and Half year ended 30th September 2019 as recommended by the Audit Committee at their respective meetings held today (11.11.2019).

We are enclosing the following, which were approved by the Board of Directors.

1. Unaudited Financial Results (Standalone and consolidated) of the Company for the Quarter and Half year ended 30th September 2019 as per the Regulation 33 of SEBI (LODR) Regulations, 2015.
2. Unaudited Cash Flow Statements (Standalone and Consolidated) for the six months ended 30.09.2019.
3. Unaudited Balance Sheet both Standalone and Consolidated as at 30.09.2019.
4. Limited Review Report on both Standalone and Consolidated on the above results issued by M/s Suri & Siva, Chartered Accountants, Chennai, Statutory Auditors of the Company as Regulation 33 of SEBI (LODR) Regulations, 2015.
5. The Unaudited Financial Results (Standalone and Consolidated) will be uploaded on the Company's website www.kcpsugar.com and NSE / BSE website www.nseindia.com and www.bseindia.com as per Regulation 46 of SEBI(LODR) Regulations, 2015.
6. The Unaudited Results for the Quarter and Half Year ended 30.09.2019, will be published in the Newspaper, The Financial Express (English) and Malaisudar (Tamil) on 13.11.2019 as per Regulations 47 (1) (b) of SEBI (LODR) Regulations, 2015.
7. The Meeting of Board of Directors of commenced at 15.30 hrs (IST) and concluded at 16.30(IST).
8. We request you to take above on record and note the compliance under above referred regulations of SEBI(LODR) Regulations, 2015.

Kindly take the same on your records.

Yours faithfully,

For **K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED**

**S CHIDAMBARAM
GENERAL MANAGER (ACCOUNTS) AND COMPANY SECRETARY**

Encl : a/a

◇ Leading Manufacturers of Premium Grade Sugars, Rectified Spirit, Anhydrous Alcohol, Extraneutral Alcohol, Co2, Calcium Lactate, Bio-Fertilizers, Bio-Compost and Mycorrhiza Inoculum.

Factories at - Vuyyuru, Krishna Dist., A.P. - 521 165. Tel : 08676 232001 Fax : 08676 232640
- Lakshmipuram, Krishna Dist., A.P. - 521 131. Tel : 08671 222046 Fax : 08671 222640

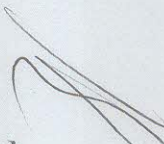
SL NO	PARTICULARS	STANDALONE						CONSOLIDATED					
		Quarter ended		Half Year ended		Year ended	Quarter ended		Half Year ended		Year ended		
		30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)	30.09.2019 (Unaudited)	30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	31.03.2019 (Audited)
I	Revenue from Operations:	8774.02	8986.96	6122.67	17760.98	13373.83	31783.39	9988.23	9786.29	6567.02	19774.52	16427.31	35943.83
II	Other Income	141.52	126.54	339.10	268.06	471.03	1276.71	211.19	222.86	368.12	434.05	516.82	1563.30
III	Total Income (I + II)	8915.54	9113.50	6461.77	18029.04	13844.86	33060.10	10199.42	10009.15	6935.14	20208.57	16944.13	37507.12
IV	Expenses												
	Cost of Materials consumed	53.96	2415.43	41.09	2469.39	952.61	35973.18	687.49	2628.14	318.45	3315.63	1755.39	37385.67
	Purchase of stock-in-trade	0.00	77.95	-	77.95	0.00	-	0.00	77.95	-	77.95	-	-
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	7687.10	5047.33	3995.96	12734.43	7791.28	-16224.88	7706.77	5061.83	3931.62	12768.60	8204.27	-15991.05
	Employee Benefits Expense	114.50	309.01	122.20	423.51	298.57	3611.26	256.08	450.73	256.78	706.81	576.22	4257.73
	Finance Costs	590.94	467.36	461.91	1058.30	898.08	1863.78	604.47	477.26	523.09	1081.73	967.30	1976.40
	Depreciation and amortisation expenses	52.06	88.13	57.66	140.19	125.80	827.38	63.79	101.37	67.21	165.16	144.47	869.64
	Other Expenses	350.81	307.47	1262.56	658.28	2330.89	4453.30	576.17	519.52	1311.24	1095.69	3205.83	5615.05
	Total Expenses	8849.37	8712.68	5941.38	17562.05	12397.23	30504.03	9894.77	9316.80	6408.39	19211.57	14853.48	34113.44
V	Profit / (Loss) before Exceptional Items & Tax (III - IV)	66.17	400.82	520.39	466.99	1447.63	2556.07	304.65	692.35	526.75	997.00	2090.65	3393.68
VI	Exceptional Items	-	-	-	-	-	-	-	-	-	-	-	-
VII	Profit / (Loss) before Tax (V - VI)	66.17	400.82	520.39	466.99	1447.63	2556.07	304.65	692.35	526.75	997.00	2090.65	3393.68
VIII	Tax Expense												
	Current Tax	30.00	70.00	-	100.00	-	510.00	95.65	151.29	1.06	246.94	178.27	745.00
	Deferred Tax	-367.08	219.53	477.01	-147.55	1121.65	1026.13	-367.08	219.53	477.01	-147.55	1121.65	1017.32
IX	Profit / (Loss) for the period from continuing Operations (VII - VIII)	403.25	111.29	43.38	514.54	325.98	1019.94	576.08	321.53	48.68	897.61	790.73	1631.36
X	Profit / (Loss) from Discontinued Operations	-	-	-	-	-	-	-	-	-	-	-	-
XI	Tax Expense of Discontinued operations	-	-	-	-	-	-	-	-	-	-	-	-
XII	Profit / (Loss) from Discontinued Operations after Tax (X - XI)	-	-	-	-	-	-	-	-	-	-	-	-
XIII	Profit / (Loss) for the period (IX + XII)	403.25	111.29	43.38	514.54	325.98	1019.94	576.08	321.53	48.68	897.61	790.73	1631.36



K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED
REGD OFFICE : "RAMAKRISHNA BUILDINGS"
NO.239, ANNA SALAI, CHENNAI 600 006

UNAUDITED STANDALONE AND CONSOLIDATED QUARTERLY REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED PURSUANT TO REGULATION 33 OF SEBI (LODR) REGULATIONS, 2015.

SL NO	PARTICULARS	STANDALONE					CONSOLIDATED					Rs. In Lakhs	
		30.09.2019 (Unaudited)	Quarter ended 30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	30.09.2019 (Unaudited)	30.09.2018 (Unaudited)	Year ended 31.03.2019 (Audited)	30.09.2019 (Unaudited)	Quarter ended 30.06.2019 (Unaudited)	30.09.2018 (Unaudited)	Half Year ended 30.09.2019 (Unaudited)		30.09.2018 (Unaudited)
1	SEGMENT WISE REVENUE												
	a) Sugar	8243.61	8482.41	5571.12	16726.02	12157.25	31488.97	8243.61	8482.41	5571.12	16726.02	12157.25	31488.97
	b) Chemicals	1288.40	1686.56	1049.63	2974.96	2567.51	6324.87	1288.40	1686.56	1049.63	2974.96	2567.51	6324.87
	c) Power & Fuel	-	519.22	0.00	519.22	153.99	5200.81	-	519.22	0.00	519.22	153.99	5200.81
	d) Engineering	-	-	-	-	-	-	1,209.46	799.20	445.53	2,008.66	3037.70	4142.92
	e) Others	183.86	112.54	148.02	296.40	278.33	573.12	188.61	112.67	146.84	301.28	294.11	590.65
	f) Unallocated	0.43	1.03	0.02	1.46	1.20	1.88	0.43	1.03	0.02	1.46	1.20	1.88
	TOTAL	9716.30	10801.76	6766.79	20518.06	15158.28	43589.65	10930.51	11601.09	7213.14	22531.60	18211.76	47750.09
	Less: Inter Segment Revenue	942.28	1814.80	646.12	2757.08	1784.45	11806.26	942.28	1814.80	646.12	2757.08	1784.45	11806.26
	Sales / Income from Operations	8774.02	8986.96	6122.67	17760.98	13373.83	31783.39	9988.23	9786.29	6567.02	19774.52	16427.31	35943.83
2	SEGMENT RESULT - PROFIT / LOSS BEFORE TAX AND INTEREST FROM EACH SEGMENT												
	a) Sugar	482.34	281.40	1606.32	763.74	3583.42	2772.67	482.34	281.40	1606.32	763.74	3583.42	2769.89
	b) Chemicals	250.57	455.07	215.61	705.64	492.47	1368.32	250.57	455.07	215.61	705.64	492.47	1367.60
	c) Power & Fuel	-0.39	121.92	-1.90	121.53	29.04	845.02	-0.39	121.92	-1.90	121.53	29.04	844.98
	d) Engineering	-	-	-	-	-	-	249.53	302.08	65.02	551.61	710.03	952.93
	e) Others	118.13	60.28	91.13	178.41	157.53	307.03	120.61	59.63	93.65	180.24	159.74	307.86
	f) Unallocated	-	-	-	-	-	-873.19	-	-	-	-	-	-873.18
	Sub Total	850.65	918.67	1911.16	1769.32	4262.46	4419.85	1102.66	1220.10	1978.70	2322.76	4974.70	5370.08
	Less: (1) Finance Cost	590.94	467.36	461.91	1058.30	898.08	1863.78	604.47	477.26	523.09	1081.73	967.30	1976.40
	(2) Other un-allocable expenditure net off unallocable income	193.54	50.49	928.86	244.03	1916.75	0.00	193.54	50.49	928.86	244.03	1916.75	0.00
	Sub Total	784.48	517.85	1390.77	1302.33	2814.83	1863.78	788.01	527.75	1451.95	1325.76	2884.05	1976.40
	Total Profit Before Tax	66.17	400.82	520.39	466.99	1447.63	2556.07	304.65	692.35	526.75	997.00	2090.65	3393.68
	Tax	-337.08	289.53	477.01	-47.55	1121.65	1536.13	-271.43	370.82	478.07	99.39	1299.92	1762.32
	Profit After Tax	403.25	111.29	43.38	514.54	325.98	1019.94	576.08	321.53	48.68	897.61	790.73	1631.36


VINOD R. SETHI
EXECUTIVE CHAIRMAN



SL NO	PARTICULARS	STANDALONE					CONSOLIDATED						
		Quarter ended 30.09.2019 (Unaudited)	Quarter ended 30.06.2019 (Unaudited)	Quarter ended 30.09.2018 (Unaudited)	Half Year ended 30.09.2019 (Unaudited)	Quarter ended 30.09.2018 (Unaudited)	Year ended 31.03.2019 (Audited)	Quarter ended 30.09.2019 (Unaudited)	Quarter ended 30.06.2019 (Unaudited)	Quarter ended 30.09.2018 (Unaudited)	Half Year ended 30.09.2019 (Unaudited)	Quarter ended 30.09.2018 (Unaudited)	Year ended 31.03.2019 (Audited)
3	Segment Assets												
	a) Sugar	34970.03	40585.16	26152.27	34970.03	26152.27	44570.97	34970.03	40585.16	26152.27	34970.03	26152.27	44570.97
	b) Chemicals	1777.95	1706.61	2245.6	1777.95	2245.6	1889.17	1777.95	1706.61	2245.60	1777.95	2245.60	1889.17
	c) Power & Fuel	2363.20	2283.06	2236.01	2363.20	2236.01	2212.83	2363.20	2283.06	2236.01	2363.20	2212.83	2112.83
	d) Engineering	-	-	-	-	-	-	5.395.16	4947.43	5128.29	5.395.16	5128.29	4.725.34
	e) Others	294.44	307.20	312.57	294.44	312.57	301.24	758.24	749.68	739.81	758.24	739.81	748.88
	f) Unallocated	16111.72	16061.97	14631.51	16111.72	14631.51	15249.29	15826.72	15776.97	14346.51	15826.72	14346.51	14864.29
	Total	55517.34	60944.00	45577.96	55517.34	45577.96	64223.50	61091.30	66048.91	50848.49	61091.30	50848.49	69111.48
	Segment Liabilities												
	a) Sugar	20248.79	24901.02	11377.82	20248.79	11377.82	29234.54	20248.79	24901.02	11377.82	20248.79	11377.82	29234.54
	b) Chemicals	318.73	278.32	237.45	318.73	237.45	275.08	318.73	278.32	237.45	318.73	237.45	275.08
	c) Power & Fuel	62.93	54.40	66.50	62.93	66.5	51.00	62.93	54.40	66.50	62.93	66.50	51.00
	d) Engineering	-	-	-	-	-	-	1,890.48	1613.11	2160.31	1,890.48	2160.31	1601.90
	e) Others	76.48	80.85	67.25	76.48	67.25	65.13	77.34	81.64	67.97	77.34	67.97	65.28
	f) Unallocated	8008.69	9094.25	8133.60	8008.69	8133.6	8173.87	8008.69	9094.25	8133.60	8008.69	8133.60	8173.87
	Total	28715.62	34408.84	19882.62	28715.62	19882.62	37799.62	30606.96	36022.74	22043.65	30606.96	22043.65	39401.67
4	CAPITAL EMPLOYED (Segment Assets - Liabilities)												
	a) Sugar	14721.24	15684.14	14774.45	14721.24	14774.45	15336.42	14721.24	15684.14	14774.45	14721.24	14774.45	15336.42
	b) Chemicals	1459.22	1428.29	2008.15	1459.22	2008.15	1614.08	1459.22	1428.29	2008.15	1459.22	2008.15	1614.08
	c) Power & Fuel	2300.27	2228.66	2169.51	2300.27	2169.51	2161.84	2300.27	2228.66	2169.51	2300.27	2169.51	2161.84
	d) Engineering	-	-	-	-	-	-	3,504.68	3334.32	2967.98	3,504.68	2967.98	3123.44
	e) Others	217.96	226.35	245.32	217.96	245.32	236.11	680.9	668.04	671.84	680.9	671.84	683.60
	f) Unallocated	8103.03	6967.72	6497.91	8103.03	6497.91	7075.42	7818.03	6682.72	6212.91	7818.03	6212.91	6790.42
	Total Capital Employed in Segments	26801.72	26535.16	25695.34	26801.72	25695.34	26423.88	30484.34	30026.17	28804.84	30484.34	28804.84	29709.81

Note:

- The above statement has been prepared to the extent applicable, in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised Accounting Practices and Policies adopted by the Company w.e.f. 01.04.2017.
- The above Unaudited Standalone and Consolidated Financial Results were reviewed by the Audit Committee and approved by the Board of Directors of the Company at its meeting held on 11th November 2019.
- Cost of materials consumed for the current quarter (standalone)excludes inter-segment expenditure of Rs. 816.37 lakhs (Corres Qtr in P.Y.: Rs.567.10 lakhs) and other expenditure for the current quarter (standalone)excludes inter-segment expenditure of Rs. 125.91 lakhs (Corres Qtr in prev.yr.: Rs. 79.02 lakhs).
- The Statutory Auditors of the Company have carried out a Limited Review of the above Unaudited Standalone and Consolidated Financial Results for the Quarter ended 30.09.2019 and their report were placed before the Board.

// BY ORDER OF THE BOARD //

Place: Chennai
Dated: 11.11.2019

VINOD R. SETHI
EXECUTIVE CHAIRMAN



K.C.P.Sugar and Industries Corporation Ltd

**Unaudited Standalone and Consolidated Cash Flow as at 30.09.2019 and 31.03.2019
pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015.**

CASH FLOW-STANDALONE

Rs -Lakhs

Sl.No	Particulars	For the period ended September 30, 2019	For Year Ended March 31, 2019
1	Cash flows from Operating activities	-4,686.28	-4,846.84
2	Cash flow from Investing activities	358.27	2,964.27
3	Cash flows from financing activities	4,634.09	1,875.93
4	Net increase/(decrease) in cash and cash equivalents	306.08	-6.64
5	Cash and cash equivalents at beginning of period	223.95	230.59
6	Cash and cash equivalents at end of period	530.03	223.95

CASH FLOW-CONSOLIDATION

Sl.No	Particulars	For the period ended September 30, 2019	For Year Ended March 31, 2019
1	Cash flows from Operating activities	-3,757.40	-5,469.19
2	Cash flow from Investing activities	-454.77	3,035.43
3	Cash flows from financing activities	4,610.66	1,875.93
4	Net increase/(decrease) in cash and cash equivalents	398.49	-557.83
5	Cash and cash equivalents at beginning of period	639.49	1,197.32
6	Cash and cash equivalents at end of period	1,037.98	639.49



For K.C.P. Sugar and Industries Corporation Ltd.

Vinod R. Sethi
Executive Chairman

VINOD R. SETHI
EXECUTIVE CHAIRMAN

K.C.P. Sugar and Industries Corporation Ltd

Unaudited Standalone and Consolidated Balance Sheet as at 30.09.2019 and 31.03.2019
pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015.

Rs Lakhs

Particulars	STANDALONE		CONSOLIDATED	
	As at September 30, 2019	As at March 31, 2019	As at September 30, 2019	As at March 31, 2019
ASSETS				
Non-current assets				
(a) Property, plant and equipment	8601.06	9121.94	9307.24	9832
(b) Capital work-in-progress	7.97	0.00	9.88	1.91
(c) Intangible assets	187.79	49.20	229.8	77.94
(d) Financial assets				
(i) Investments	8065.41	8153.69	8588.49	8664.65
(ii) Loans	39.88	39.93	45.63	45.8
(e) Deferred tax assets, (net)	-	-	27.95	-
(f) Other non current assets	415.24	412.94	443.24	440.94
Current assets				
(a) Inventories	24155.13	36913.00	25061.36	37868.78
(b) Financial Assets				
(i) Investments	5641.39	5503.05	6485.24	6154.08
(ii) Trade receivables	2273.63	2053.79	3363.82	2843.28
(iii) Cash and cash equivalents	530.03	223.95	1037.98	639.49
(iv) Bank Balances other than (iii) above	699.37	909.11	924.63	1130.35
(v) Other financial assets	1623.71	541.62	1627.76	541.62
(c) Other current assets	3276.73	955.52	3938.29	1496.93
Total Assets	55517.34	64877.73	61091.31	69737.77
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	1133.85	1133.85	1133.85	1133.85
(b) Other equity	25667.87	25290.03	29350.5	28575.96
LIABILITIES				
Non-current liabilities				
(a) Financial Liabilities				
(i) Borrowings	11362.35	4134.13	11362.35	4134.13
(ii) Other Financial liabilities	228.81	113.36	228.81	113.36
(b) Provisions	37.21	500.99	462.81	840.67
(c) Deferred tax liabilities (net)	561.34	708.89	561.34	680.95
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	13691.83	15227.66	13691.83	15227.66
(ii) Trade payables				
a) Total outstanding dues of micro enterprises and small enterprises	-	-	-	-
b) Total outstanding dues of creditors other than micro enterprises and small enterprises	648.48	13221.69	1245.58	13530.58
(iii) Other financial liabilities	1088.49	3630.83	1095.6	3740.42
(b) Other current liabilities	457.04	384.64	1073.5	943.25
(c) Provisions	574.13	125.25	680.37	254.74
(d) Current Tax Liabilities (Net)	65.94	406.41	204.77	562.20
Total Equity and Liabilities	55517.34	64877.73	61091.31	69737.77



For K.C.P. Sugar and Industries Corporation Ltd.

(7)

Vinod R. Sethi
Executive Chairman

**INDEPENDENT AUDITOR'S REVIEW REPORT TO THE BOARD OF DIRECTORS OF
K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED**

1. We have reviewed the accompanying statement of Standalone unaudited financial results of **K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED**, ('the Company') for the quarter and six-month period ended 30th September, 2019. ('the Statement'), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review. The financial statement has been prepared in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under section 133 of the Companies Act 2013 read with relevant rules issued thereunder.
2. We conducted our review of the Statement 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 Accounts of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review is limited to making inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.



3. In respect of the company's Sugar units, the incidental Co-generation units attached to the Sugar units and Research and Development unit, part of the expenses incurred towards staff costs and manufacturing expenses (included in other expenses) and depreciation have been recognized as such during the quarter ending 30thSeptember, 2019 only to the extent they are relatable to the production of sugar manufactured and electric energy generated during the said quarter. In the opinion of the Company's Management, the remaining expenses are relatable to the sugar to be produced and electric energy to be generated in the coming season, which commences and predominantly extends through the last two quarters of the year. The expenses so deferred are as follows.

Rupees in Lakhs.

i) Other Expenditure	1806.01
ii) Depreciation	243.28

4. It has been explained to us by the Company's Management that, the Sugar Industry and the incidental co-generation activity being a seasonal in nature and since the sugar season does not match with the Company's financial year, recognition of expenses strictly in the period in which they have been incurred would result in substantial distortion of the financial results in different quarters of the financial year. It is therefore, the consistent practice followed by the company, to identify such expenses incurred during the off-season that are relatable to the coming season, and to defer them and recognize them only in the season period.



Independent Auditor's Review Report on consolidated unaudited quarterly and year to date financial results of the Company

(Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

TO THE BOARD OF DIRECTORS OF K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of K.C.P Sugar and Industries Corporation Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group") for the quarter ended 30th September 2019 and for the period from 1st July 2019 to 30th September 2019 ("the Statement"), being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. Attention is drawn to the fact that the consolidated figures for the corresponding quarter ended 30th September 2018 and the corresponding period from 1st July 2018 to 30th September 2018, as reported in these financial results have been approved by the Parent's Board of Directors.

2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



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

4. The Statement includes the results of the following entities:

- a) K.C.P. SUGAR AND INDUSTRIES CORPORATION LIMITED
- b) THE EIMCO-KCP LTD
- c) KCP Sugars Agricultural Research Farms Limited

5. *In respect of the K.C.P. Sugar And Industries Corporation Limited Sugar units, the incidental Co-generation units attached to the Sugar units and Research and Development unit, part of the expenses incurred towards staff costs and manufacturing expenses (included in other expenses) and depreciation have been recognized as such during the quarter ending 30th September, 2019 only to the extent they are relatable to the production of sugar manufactured and electric energy generated during the said quarter. In the opinion of the Company's Management, the remaining expenses are relatable to the sugar to be produced and electric energy to be generated in the coming season, which commences and predominantly extends through the last two quarters of the year. The expenses so deferred are as follows.*

	<u>Rupees in Lakhs.</u>
i) Other Expenditure	1806.01
ii) Depreciation	243.28

6. *It has been explained to us by the Company's Management that, the Sugar Industry and the incidental co-generation activity being a seasonal in nature and since the sugar season does not match with the Company's financial year, recognition of expenses strictly in the period in which they have been incurred would result in substantial distortion of the financial results in different quarters of the financial year. It is therefore, the consistent practice followed by the company, to identify such expenses incurred during the off-season that are relatable to the coming season, and to defer them and recognize them only in the season period.*

