



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.Q3BMTG/2019-20

07.02.2020

**THE VICE PRESIDENT
CAPITALMARKET(OPERATIONS)
THE NATIONAL STOCK EXCHANGE
OF INDIA LIMITED**

Exchange Plaza, 5th floor
Plot No.C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051.

**MANAGER
CORPORATE RELATIONSHIP
DEPT OF CORP.SERVICES
BOMBAY STOCK EXCHANGE LTD.**
Floor 25, P.J.Towers
Dalal Street,
Mumbai 400001.

KCPSUGIND -EQ

Scrip ID: KCPSUGIND

Dear Sir,

Sub : Out of come Board Meeting held on 07.02.2020
Ref : Our letter dt. 28.01.2020.

1. Further to the above cited letter, we are pleased to enclose in the prescribed format under Clause 41 of the Listing Agreement, the **Unaudited Financial Results** (Standalone & Consolidated) and segmental results for the third quarter and nine months ended 31st **December, 2019** together with the Limited Review Report, as **reviewed by the Audit Committee** and taken on record by the **Board of Directors** at their respective Meetings held today.
2. We are arranging to **publish the same in the English and Tamil Newspapers** in due course.
3. Based on the recommendation of Nomination and Remuneration Committee the Board of Directors has re-appointed Smt Irmgard Velagapudi as Managing Director for a period of five years from 29.03.2020 to 28.03.2025, not-liable to retire by rotation, subject to the approval of the Special Resolution to be passed at the ensuing 25th Annual General Meeting by the Shareholders.
4. Based on the recommendation of Nomination and Remuneration Committee the Board of Directors has re-appointed Shri Vinod R Sethi as Executive Chairman for a period of five years from 08.04.2020 to 07.04.2025, liable to retire by rotation, subject to the approval of the Ordinary Resolution to be passed at the ensuing 25th Annual General Meeting by the Shareholders.
5. Based on the recommendation of the Audit Committee, the Board of Directors has appointed Ms Jayashree S Iyer, Practicing Company Secretary as Secretarial Auditor of the Company for the Financial Year 2019-2020.
6. The Meeting of Board of Directors commenced at 15.30hrs (IST) and concluded at 17.00hrs (IST)
7. We request to take the above on record and note the compliance under SEBI (LODR), Regulations, 2015.

Thanking you,

Yours faithfully,

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

**S CHIDAMBARAM
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
	- Lakshmiapuram,	Krishna Dist., A.P. - 521 131.	Tel : 08671 222046	Fax : 08671 222640

K.C.P.SUGAR AND INDUSTRIES CORPORATION LIMITED
REGD OFFICE : "RAMAKRISHNA BUILDINGS", NO.239,ANNA SALAI, CHENNAI 600 006
CIN: L15421TN1995PLC033198

Unaudited Standalone and Consolidated Financial Results for the Quarter ended 31.12.2019 pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015.

Rs. In Lakhs

SL NO	PARTICULARS	STANDALONE						CONSOLIDATED						
		Quarter ended			Nine Month ended			Quarter ended			Nine Month ended			Year ended
		31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019	31.12.2019	30.09.2019	31.12.2018	31.12.2019	31.12.2018	31.03.2019	
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	
I	Revenue from Operations:	9482.48	8774.02	8285.73	27243.46	21659.56	31783.39	10452.90	9988.23	9028.52	30227.42	25455.83	35943.83	
II	Other Income	983.80	141.52	856.05	1251.86	1327.08	1276.71	1018.95	211.19	985.97	1452.10	1502.79	1563.30	
III	Total Income (I + II)	10466.28	8915.54	9141.78	28495.32	22986.64	33060.10	11471.85	10199.42	10014.49	31679.52	26958.62	37507.12	
IV	Expenses													
	Cost of Materials consumed	5376.82	53.96	8888.32	7846.21	9840.93	35973.18	5956.06	687.49	9266.25	9268.48	11021.64	37385.67	
	Purchase of stock-in-trade	0.00	0.00	-	77.95	0.00	-	-	-	-	77.95	-	-	
	Changes in inventories of finished goods, work-in-progress and stock-in-trade	2528.12	7687.10	-1033.88	15262.55	6757.40	-16224.88	2594.88	7706.77	-1096.56	15363.48	7107.71	-15991.05	
	Employee Benefits Expense	1000.33	114.50	1032.58	1423.84	1331.15	3611.26	1155.95	256.08	1176.97	1862.76	1753.19	4257.73	
	Finance Costs	548.66	590.94	372.02	1606.96	1270.10	1863.78	555.19	604.47	414.24	1636.92	1381.54	1976.40	
	Depreciation and amortisation expenses	221.31	52.06	221.32	361.50	347.12	827.38	237.65	63.79	234.37	402.81	378.84	869.64	
	Other Expenses	692.70	350.81	800.24	1350.98	3131.13	4453.30	904.86	576.17	1001.18	2002.86	4207.01	5615.05	
	Total Expenses	10367.94	8849.37	10280.60	27929.99	22677.83	30504.03	11404.59	9894.77	10996.45	30615.26	25849.93	34113.44	
V	Profit / (Loss) before Exceptional Items & Tax (III - IV)	98.34	66.17	-1138.82	565.33	308.81	2556.07	67.26	304.65	-981.96	1064.26	1108.69	3393.68	
VI	Exceptional Items	-	-	-	-	-	-	-	-	-	-	-	-	
VII	Profit / (Loss) before Tax (V - VI)	98.34	66.17	-1138.82	565.33	308.81	2556.07	67.26	304.65	-981.96	1064.26	1108.69	3393.68	
VIII	Tax Expense													
	Current Tax	-100.00	30.00	-	0.00	-	510.00	-105.64	95.65	39.26	141.30	217.53	745.00	
	Deferred Tax	-165.88	-367.08	-	-313.43	1121.65	1026.13	-165.88	-367.08	0.00	-313.43	1121.65	1017.32	
IX	Profit / (Loss) for the period from continuing Operations (VII - VIII)	364.22	403.25	-1138.82	878.76	-812.84	1019.94	338.78	576.08	-1021.22	1236.39	-230.49	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)	364.22	403.25	(1,138.82)	878.76	-812.84	1019.94	338.78	576.08	-1021.22	1236.39	-230.49	1631.36	
XIV	Other Comprehensive Income													
	A. Items that will not be reclassified to Profit / (Loss)													
	(i) Remeasurement of defined benefit plan - Actuarial gains / (Losses)	-	-	-	-	-	53.14	-	-	-	-	-	63.62	
	(ii) Income Tax relating on above	-	-	-	-	-	-18.57	-	-	-	-	-	-21.59	
	(iii) Equity instruments through other comprehensive income	-	-	-	-	-	-	23.11	18.78	(1.02)	36.72	(29.29)	(5.98)	
	Other Comprehensive Income-Total	-	-	-	-	-	34.57	23.11	18.78	(1.02)	36.72	(29.29)	36.05	
XV	Total comprehensive income (comprising profit and other comprehensive income for the period)	364.22	403.25	-1138.82	878.76	-812.84	1054.51	361.89	594.86	-1022.24	1273.11	-259.78	1667.41	
XVI	Paid up Equity Share Capital (Face Value Re.1/-)	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	1133.85	
XVII	Other Equity excl. revaluation reserves as at previous balance sheet date	-	-	-	-	-	-	-	-	-	-	-	-	
XVIII	Earnings per Share (EPS) (a) Basic and diluted EPS before Extraordinary items for the period, for the year to-date and for the previous year	0.32	0.36	-1.00	0.78	-0.72	0.90	0.30	0.51	-0.90	1.09	-0.20	1.44	
	(b) Basic and diluted EPS after Extraordinary items for the period, for the year to-date and for the previous year (not to be annualized)	0.32	0.36	-1.00	0.78	-0.72	0.90	0.30	0.51	-0.90	1.09	-0.20	1.44	


 IRMGARD VELAGAPUDI
 MANAGING DIRECTOR

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

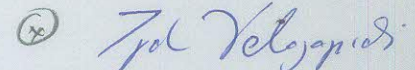
UNAUDITED STANDALONE AND CONSOLIDATED QUARTERLY REPORTING OF SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED PURSUANT TO REGULATION 33 OF SEBI (LODR) REGULATIONS,2015.

Rs. In Lakhs

SL NO	PARTICULARS	STANDALONE						CONSOLIDATED					
		Quarter ended			Nine Month ended			Quarter ended			Nine Month ended		
		31.12.2019 (Unaudited)	30.09.2019 (Unaudited)	31.12.2018 (Unaudited)	31.12.2019 (Unaudited)	31.12.2018 (Unaudited)	31.03.2019 (Audited)	31.12.2019 (Unaudited)	30.09.2019 (Unaudited)	31.12.2018 (Unaudited)	31.12.2019 (Unaudited)	31.12.2018 (Unaudited)	Year ended 31.03.2019 (Audited)
1	SEGMENT WISE REVENUE												
	a) Sugar	9500.91	8243.61	8307.14	26226.93	20464.39	31488.97	9500.91	8243.61	8307.14	26226.93	20464.39	31488.97
	b) Chemicals	1055.46	1288.40	1322.14	4030.42	3889.65	6324.87	1055.46	1288.40	1322.14	4030.42	3889.65	6324.87
	c) Power & Fuel	738.24	-	1308.43	1,257.46	1462.42	5200.81	738.24	0.00	1308.43	1,257.46	1462.42	5200.81
	d) Engineering	-	-	-	-	-	-	963.26	1209.46	1161.00	2,971.92	4214.48	4142.92
	e) Others	138.90	183.86	155.86	435.30	434.19	573.12	144.60	188.61	-260.72	447.34	17.61	590.65
	f) Unallocated	-	0.43	0.43	1.46	1.63	1.88	1.46	0.43	-1.20	1.46	0.00	1.88
	TOTAL	11433.51	9716.30	11094.00	31951.57	26252.28	43589.65	12403.93	10930.51	11836.79	34935.53	30048.55	47750.09
	Less: Inter Segment Revenue	1951.03	942.28	2808.27	4708.11	4592.72	11806.26	1951.03	942.28	2808.27	4708.11	4592.72	11806.26
	Sales / Income from Operations	9482.48	8774.02	8285.73	27243.46	21659.56	31783.39	10452.90	9988.23	9028.52	30227.42	25455.83	35943.83
2	SEGMENT RESULT - PROFIT / LOSS BEFORE TAX AND INTEREST FROM EACH SEGMENT												
	a) Sugar	-326.72	482.34	-1716.86	437.02	1866.56	2772.67	(326.72)	482.34	-1716.86	437.02	1866.56	2769.89
	b) Chemicals	105.31	250.57	240.12	810.95	732.59	1368.32	105.31	250.57	240.12	810.95	732.59	1367.60
	c) Power & Fuel	41.37	-0.39	125.83	162.90	154.87	845.02	41.37	-0.39	125.83	162.90	154.87	844.98
	d) Engineering	-	-	-	-	-	-	(25.27)	249.53	199.54	526.34	909.57	952.93
	e) Others	72.61	118.13	89.06	251.02	246.59	307.03	73.33	120.61	88.60	253.57	248.34	307.86
	f) Unallocated	-	-	-	-	-	-873.19	-	-	-	-	-	-873.18
	Sub Total	-107.43	850.65	-1261.85	1661.89	3000.61	4419.85	-131.98	1102.66	-1062.77	2190.78	3911.93	5370.08
	Less: (1) Finance Cost	548.66	590.94	372.02	1606.96	1270.10	1863.78	555.19	604.47	414.24	1636.92	1381.54	1976.40
	(2) Other un-allocable expenditure net off unallocable Income	-754.43	193.54	-495.05	-510.40	1421.70	0.00	-754.43	193.54	-495.05	-510.40	1421.70	0.00
	Sub Total	-205.77	784.48	-123.03	1096.56	2691.80	1863.78	-199.24	798.01	-80.81	1126.52	2803.24	1976.40
	Total Profit Before Tax	98.34	66.17	-1138.82	565.33	308.81	2556.07	67.26	304.65	-981.96	1064.26	1108.69	3393.68
	Tax	-265.88	-337.08	0	-313.43	1121.65	1536.13	-271.52	-271.43	39.26	-172.13	1339.18	1762.32
	Profit After Tax	364.22	403.25	-1138.82	878.76	-812.84	1019.94	338.78	576.08	-1021.22	1236.39	-230.49	1631.36
3	Segment Assets												
	a) Sugar	31464.31	34970.03	28405.41	31464.31	28405.41	44570.97	31464.31	34970.03	28405.41	31464.31	28405.41	44570.97
	b) Chemicals	1966.28	1777.95	2457.03	1966.28	2457.03	1889.17	1966.28	1777.95	2457.03	1966.28	2457.03	1889.17
	c) Power & Fuel	2405.04	2363.20	2341.21	2405.04	2341.21	2212.83	2405.04	2363.20	2341.21	2405.04	2341.21	2212.83
	d) Engineering	-	-	-	0	-	-	5285.27	5395.16	4798.17	5285.27	4798.17	4,725.34
	e) Others	286.57	294.44	305.99	286.57	305.99	301.24	774.24	758.24	731.79	774.24	731.79	748.88
	f) Unallocated	16990.28	16111.72	15252.74	16990.28	15252.74	15249.29	16705.28	15826.72	14967.74	16705.28	14967.74	14964.29
	Total	53112.48	55517.34	48762.38	53112.48	48762.38	64223.50	58600.42	61091.30	53701.35	58600.42	53701.35	69111.48
	Segment Liabilities												
	a) Sugar	17714.85	20248.79	15460.11	17714.85	15460.11	29234.54	17714.85	20248.79	15460.11	17714.85	15460.11	29234.54
	b) Chemicals	264.56	318.73	316.39	264.56	316.39	275.08	264.56	318.73	316.39	264.56	316.39	275.08
	c) Power & Fuel	55.05	62.93	48.90	55.05	48.90	51.00	55.05	62.93	48.90	55.05	48.90	51.00
	d) Engineering	-	-	-	0	-	-	1806.76	1890.48	1,712.12	1806.76	1,712.12	1601.90
	e) Others	72.45	76.48	70.80	72.45	70.80	65.13	73.35	77.34	71.56	73.35	71.56	65.28
	f) Unallocated	7839.63	8008.69	8309.66	7839.63	8309.66	8173.87	7839.63	8008.69	8309.66	7839.63	8309.66	8173.87
	Total	25946.54	28715.62	24205.86	25946.54	24205.86	37799.62	27754.20	30606.96	25918.74	27754.20	25918.74	39401.67
4	CAPITAL EMPLOYED (Segment Assets - Liabilities)												
	a) Sugar	13749.46	14721.24	12945.30	13749.46	12945.30	15336.42	13749.46	14721.24	12945.30	13749.46	12945.30	15336.42
	b) Chemicals	1701.72	1459.22	2140.64	1701.72	2140.64	1614.08	1701.72	1459.22	2140.64	1701.72	2140.64	1614.08
	c) Power & Fuel	2349.99	2300.27	2292.31	2349.99	2292.31	2161.84	2349.99	2300.27	2292.31	2349.99	2292.31	2161.84
	d) Engineering	-	-	-	0.00	-	-	3478.51	3504.68	3086.05	3478.51	3086.05	3123.44
	e) Others	214.12	217.96	235.19	214.12	235.19	236.11	700.89	680.90	660.23	700.89	660.23	683.80
	f) Unallocated	9150.65	8103.03	6943.08	9150.65	6943.08	7075.42	8865.65	7818.03	6658.08	8865.65	6658.08	6790.42
	Total Capital Employed in Segments	27165.94	26801.72	24556.52	27165.94	24556.52	26423.88	30846.22	30484.34	27782.61	30846.22	27782.61	29709.81

Note:
1 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.
2 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 7th Feb' 2020.
3 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 31.12.2019 and their report were placed before the Board.

// BY ORDER OF THE BOARD //


IRMGARD VELAGAPUDI M.RAO
MANAGING DIRECTOR

Place: Chennai
Date: 07.02.2020

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

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 nine-month period ended 31st December, 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, as amended. 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 31st December, 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 remaining period of the current sugar season and will be absorbed at the end of the last quarter. The expenses so deferred are as follows.

Rupees in Lakhs.

i) Other Expenditure	1520.54
ii) Depreciation	206.49

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.
5. Based on our review conducted as explained in paragraph 2 above and after duly considering the practice of recognizing the expenses in the manner explained in paragraphs 3 and 4 above, nothing has come to our attention that causes us to believe that the Statement of unaudited standalone financial results has not been prepared in accordance with recognition and measurement principles laid down in the applicable Ind AS specified under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognised accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SURI & SIVA
Chartered Accountants
FRN: 004284S


G. N. Mitha
Partner
M No 228942
UDIN: 20228942AAAADU4185



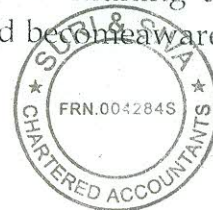
Place : Chennai.
Date : 07-02-2020

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 31st December 2019 and for the period from 1st April 2019 to 31st December 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 31st December 2018 and the corresponding period from 1st April 2018 to 30st December 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 31st December, 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 remaining period of the current sugar season and will be absorbed at the end of the last quarter. The expenses so deferred are as follows.

Rupees in Lakhs.

i) Other Expenditure	1520.54
ii) Depreciation	206.49

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.

7. Based on our review conducted and procedures performed as stated in paragraph 3 above, and after duly considering the practice of recognizing the expenses in the manner explained in paragraphs 5 and 6 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33



of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For SURI & SIVA
Chartered Accountants
FRN: 004284S


C Nirmitha
Partner

M No 228942

UDIN: 20228942AAAADV3734



Place : Chennai.

Date : 07-02-2020