

June 26, 2020

BSE Limited
P.J.Towers
Dalal Street
Mumbai – 400 001

National Stock Exchange of India Limited
Bandra Kurla Complex
Bandra East
Mumbai – 400 051.

Sirs

Sub: Financial results for the quarter and financial year ended 31st March 2020.

In compliance with Regulation 33 of SEBI (LODR) Regulations, 2015, we herewith enclose the following for the quarter and financial year ended 31st March 2020.

- 1) Audited financial results and Auditors' report thereon.
- 2) Declaration from Wholetime Director stating that the Audit Reports issued on the financial results are unmodified.

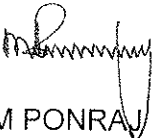
The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors in its meeting held today, the 26th June 2020. The Board meeting was conducted / commenced at 12.05 PM and concluded at 1.25 PM today, the 26th June 2020.

Further, pursuant to the relaxations given by the SEBI vide circular dated 12th May 2020 for publishing the audited results in the newspapers and considering the lockdown restriction, the company will not be publishing the same for the year / quarter under review.

We request you to take the same on record.

Thanking you

For and on behalf of
RAJSHREE SUGARS & CHEMICALS LIMITED



M PONRAJ
Company Secretary

Enc: as above



Rajshree Sugars & Chemicals Limited

The Uffizi, 338/8, Avanashi Road, Peelamedu, Coimbatore - 641004, TN, India.

T: +91 - 422 4226222, 2580981-82 F: +91 - 422 2577929 E: rscl@rajshreesugars.com W: www.rajshreesugars.com

CIN: L01542TZ1985PLC001706

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National Stock Exchange of India Limited
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Mumbai – 400 051

Sirs

Sub: Audited Financial results for the quarter and financial year ended 31st March 2020 – Declaration – reg.

Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby declares that the Statutory Auditors of the Company have issued their Audit reports on the Audited Financial results of the company for the quarter and financial year ended 31st March 2020 with unmodified opinion.

We request you to take the same on record.

Thanking you

For and on behalf of
RAJSHREE SUGARS & CHEMICALS LIMITED


R. VARADARAJAN
Wholetime Director



Rajshree Sugars & Chemicals Limited

The Uffizi, 338/8, Avanashi Road, Peelamedu, Coimbatore - 641004, TN, India.

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CIN: L01542TZ1985PLC001706

PARTNERS

K.N. SREEDHARAN F.C.A.
K. RAGHU F.C.A., A.C.S
B. KRISHNAMOORTHY F.C.A.
V. INDIRA F.C.A.

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL RESULTS OF RAJSHREE SUGARS AND CHEMICALS LIMITED FOR THE QUARTER AND THE FINANCIAL YEAR ENDED 31ST MARCH 2020 PURSUANT TO REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015.

To

The Board of Directors of Rajshree Sugars and Chemicals Limited,
Coimbatore.

Opinion

We have audited the accompanying financial results of **RAJSHREE SUGARS AND CHEMICALS LIMITED** (the "Company"), for the quarter and year ended 31.03.2020 ('the statement') attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, these financial results:

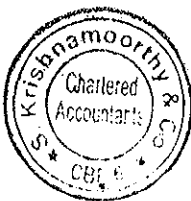
- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations; and.
- b. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net loss and other comprehensive loss and other financial information for the year ended 31ST March, 2020.

Basis of Opinion

We conducted our audit of the Statement in accordance with the Standards on Auditing ("SA"s) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Results* section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

The loan accounts of the Company with banks have become Non Performing asset with effect from 28.06.2018 and continues to be so. The Company has recognized a liability towards accrued interest, as per terms of sanction read with CDR Concessions. However, the concerned bankers have not applied the interest accrued and due/applied at varying rates resulting in variation in the amount of outstanding loan and interest.



Management's Responsibilities for the Financial Results

This statement has been prepared on the basis of annual financial statements. The Company's management and Board of Directors are responsible for the preparation and presentation of the statement that give a true and fair view of the net loss and other comprehensive loss and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.

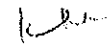


- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

For **S.KRISHNAMOORTHY & CO.**
Chartered Accountants
Regn. No. 001496S


K. Raghu

Partner, Auditor
Membership No.011178

Place: Coimbatore
Date : 26.06.2020

UDIN - 2001178 AAAACK7584

RAJSHREE SUGARS & CHEMICALS LIMITED

Regd. Office: "The Uffizi", 338/8 Avanashi Road, Peelamedu, Coimbatore 641 004

T (0422) 4226222 F (0422) 2577929 CIN L01542TZ1985PLC001706

E: rscl@rajshreesugars.com Website: www.rajshreesugars.com

(Rs. in lakhs)						
Statement of Audited Financial Results for the quarter and year ended 31st March 2020						
Sl. No.	Particulars	Quarter ended			Year ended (Audited)	
		31.3.2020 (Audited)	31.12.2019 (Unaudited)	31.3.2019 (Audited)	31.3.2020	31.3.2019
1	Income					
	Revenue from operations	11,059.40	2,872.56	13,421.98	32,748.26	39,945.36
	Other Income	41.02	28.47	168.22	343.69	299.84
	Total Income	11,100.42	2,901.03	13,590.20	33,091.95	40,245.20
2	Expenditure					
	a) Cost of materials consumed	10,797.71	1,004.41	15,541.09	18,833.61	26,415.22
	b) Purchase of stock-in-trade	-	-	-	-	-
	c) Changes in inventories of finished goods, work in progress and stock-in-trade	(4,130.18)	1,156.25	(7,375.82)	4,555.79	2,434.75
	d) Employees benefits expense	824.16	817.24	838.33	3,344.61	3,441.17
	e) Finance costs	1,525.15	1,450.44	1,505.08	5,778.83	5,796.23
	f) Depreciation and amortisation expense	637.38	618.35	597.05	2,483.91	2,469.53
	g) Other expenses	1,914.23	1,051.82	2,215.49	5,138.04	6,217.05
	Total expenses	11,568.45	6,098.51	13,321.22	40,134.79	46,773.95
3	Profit / (Loss) before exceptional items (1-2)	(468.03)	(3,197.48)	268.98	(7,042.84)	(6,528.75)
4	Exceptional items - Gain/(Loss)	-	-	-	-	-
5	Profit / (Loss) before tax (3+4)	(468.03)	(3,197.48)	268.98	(7,042.84)	(6,528.75)
6	Tax expense					
	Current Tax	-	-	(24.20)	-	(24.20)
	Deferred Tax	(2,107.60)	-	(2,320.29)	(2,107.60)	(2,320.29)
	Total Tax Expenses	(2,107.60)	-	(2,344.49)	(2,107.60)	(2,344.49)
7	Profit / (Loss) for the period (5-6)	1,639.57	(3,197.48)	2,613.47	(4,935.24)	(4,184.26)
8	Other comprehensive Income/(expenses) net of Tax					
	a) Items that will not be reclassified to profit or loss	(91.76)	-	1.14	(91.76)	1.14
	b) Items that will be reclassified to profit or loss	-	-	-	-	-
	Total other comprehensive income/ (expenses) - net of tax	(91.76)	-	1.14	(91.76)	1.14
9	Total comprehensive income (7+/-8)	1,547.81	(3,197.48)	2,614.61	(5,027.00)	(4,183.12)
10	Paid-up equity share capital (Face value of Rs.10/- per share)	2,816.77	2,816.77	2,816.77	2,816.77	2,816.77
11	Reserves excluding revaluation reserves as per balance sheet of previous accounting year	-	-	-	1,136.75	6,163.75
12	Earnings Per Share (of Rs.10/- each) (not annualized)					
	a) Basic	5.82	(11.35)	9.28	(17.52)	(14.85)
	b) Diluted	5.82	(11.35)	9.28	(17.52)	(14.85)
13	Debt Equity Ratio	11.93	19.15	5.10	11.93	5.10
14	Debt service coverage ratio	0.05	0.02	0.10	0.05	0.10
15	Interest service coverage ratio	0.21	0.11	0.30	0.21	0.30

See accompanying notes to the financial results

Segmentwise Revenue, Results, Assets and Liabilities (Rs in lakhs)

Sl. No.	Particulars	Quarter ended			Year ended (Audited)	
		31.3.2020 (Audited)	31.12.2019 (Unaudited)	31.3.2019 (Audited)	31.3.2020	31.3.2019
1	a) Sugar	8,705.95	1,696.30	9,131.05	24,635.47	28,380.16
	b) Cogeneration	1,380.72	87.14	2,789.44	2,679.16	4,683.06
	c) Distillery	2,934.86	1,158.32	3,438.48	8,461.60	10,212.13
	d) Unallocated	-	-	-	-	-
	Total	13,021.53	2,941.76	15,358.97	35,776.23	43,275.35
	Less: Inter Segment Revenue	1,962.13	69.20	1,936.99	3,027.97	3,329.99
	Net Sales/Income from Operations	11,059.40	2,872.56	13,421.98	32,748.26	39,945.36
2	Segment Results (Profit / (Loss) before tax and interest from each segment)					
	a) Sugar	786.79	(1,216.14)	(1,545.77)	(3,237.24)	(5,980.53)
	b) Cogeneration	655.15	(277.70)	1,739.33	562.20	2,158.64
	c) Distillery	27.87	41.99	1,976.26	2,511.43	4,472.18
	d) Unallocated	-	-	-	-	-
	Total	1,469.81	(1,451.85)	2,169.82	(163.61)	650.29
	Less: i) Interest	1,525.15	1,450.44	1,505.08	5,778.83	5,796.23
ii) Other un-allocable expenditure net off unallocable income	412.69	295.19	395.76	1,100.40	1,382.81	
Add: Exceptional Income	-	-	-	-	-	
	Segment Results (Profit / (Loss) before tax and interest from each segment)	(468.03)	(3,197.48)	268.98	(7,042.84)	(6,528.75)
3	Capital Employed (Segment assets)					
	a) Sugar	40,080.76	34,253.87	44,196.48	40,080.76	44,196.48
	b) Cogeneration	15,296.23	14,621.03	17,695.79	15,296.23	17,695.79
	c) Distillery	12,049.28	11,016.88	11,875.21	12,049.28	11,875.21
	d) Unallocated	541.00	541.00	541.00	541.00	541.00
	e) Assets with respect to discontinuing operation	-	-	-	-	-
Total	67,967.27	60,432.78	74,308.48	67,967.27	74,308.48	
4	Capital Employed (Segment liabilities)					
	a) Sugar	53,187.77	45,980.74	53,828.55	53,187.77	53,828.55
	b) Cogeneration	3,439.75	3,136.91	3,302.09	3,439.75	3,302.09
	c) Distillery	7,386.23	8,909.41	8,197.32	7,386.23	8,197.32
	d) Unallocated	-	-	-	-	-
	e) Liabilities directly associated with assets Classified as held for sale	-	-	-	-	-
Total	64,013.75	58,027.06	65,327.96	64,013.75	65,327.96	

Rajshree Sugars & Chemicals Limited
Statement of Assets and Liabilities (Rs. in lakhs)

Sl. No.	Particulars	As at 31.3.2020 (Audited)	As at 31.3.2019 (Audited)
	Assets		
1	Non-current assets		
	Property, plant and equipment	48,081.11	50,423.00
	Right of use	158.50	-
	Capital work in progress	102.23	214.38
	Investment properties	11.50	11.89
	Other intangible assets	24.17	24.17
	Financial assets		
	Other financial assets	151.13	142.19
	Deferred Tax Assets (Net)	5,594.29	3,445.07
	Other non-current assets	474.37	486.52
	Total non-current assets	54,597.29	54,747.21
2	Current assets		
	Inventories	7,267.39	11,349.55
	Financial assets		
	i. Trade receivables	4,283.29	6,285.89
	ii. Cash and cash equivalents	506.66	246.85
	iii. Bank balances other than cash and cash equivalents	19.39	116.24
	iv. Other financial assets	195.22	482.88
	Current tax asset - Net	201.81	208.47
	Other current assets	896.22	871.39
	Total current assets	13,369.98	19,561.27
	Total Assets	67,967.27	74,308.48
1	Equity and liabilities		
	Equity		
	Equity share capital	2,816.77	2,816.77
	Other Equity	1,136.75	6,163.75
	Total equity	3,953.52	8,980.52
2	Liabilities		
	Non-current liabilities		
	Financial liabilities		
	i. Borrowings	13,680.81	21,210.04
	ii. Lease Liabilities	140.31	-
	Provisions	212.20	57.18
	Total non-current liabilities	14,033.32	21,267.22
	Current liabilities		
	Financial liabilities		
	i. Borrowings	6,698.26	6,964.79
	ii. Trade payables		
	Total outstanding dues of micro enterprises and small enterprise	151.15	112.53
	Total outstanding dues of creditors other than micro enterprises and small enterprises	14,566.87	17,134.60
	iii. Other financial liabilities	27,124.55	18,008.94
	iv. Lease Liabilities	31.52	-
	Other current liabilities	1,219.18	1,654.57
	Provisions	188.89	185.30
	Total current liabilities	49,980.43	44,060.73
	Total liabilities	64,013.75	65,327.95
	Total equity and liabilities	67,967.27	74,308.48


Rajshree Sugars and Chemicals Limited
Statement of cash flows

(Rs. in lakhs)

	March 31, 2020 Audited	March 31, 2019 Audited
Cash flow from operating activities		
Profit before income tax	(7,042.84)	(6,528.75)
Adjustments for		
Depreciation and amortisation expense	2,483.91	2,469.53
(Gain)/loss on disposal of property, plant and equipment	6.41	(1.63)
Derecognition of Finance Lease	(192.18)	
Finance costs	5,778.83	5,796.23
Finance cost on right of use asset	24.08	-
Change in operating assets and liabilities		
(Increase)/Decrease in trade receivables	2,002.60	(1,527.60)
(increase) / Decrease in inventories	4,082.16	2,640.86
Increase / (Decrease) in trade payables	(2,529.11)	4,416.23
(Increase) / Decrease in other financial assets	384.50	58.55
(Increase)/decrease in other non-current assets	12.15	3.08
(Increase)/decrease in other current assets	(45.43)	589.94
Increase/(decrease) in provisions	25.24	(10.54)
(Increase)/decrease in security deposits	15.19	(29.97)
Increase / (Decrease) in other current liabilities	(435.39)	(779.16)
Cash generated from operations	4,570.12	7,096.76
Income taxes paid	6.66	(19.89)
Net cash inflow from operating activities	4,576.78	7,076.86
Cash flows from investing activities		
Payments for property, plant and equipment	(761.63)	(178.41)
Proceeds from sale of property, plant and equipment	5.51	2.09
Net cash outflow from investing activities	(756.11)	(176.32)
Cash flows from financing activities		
Proceeds from Borrowings	(3,768.52)	(5,537.11)
Interest paid	254.96	(1,393.58)
Payment of Lease liabilities	(47.30)	-
Net cash inflow (outflow) from financing activities	(3,560.86)	(6,930.69)
Net increase (decrease) in cash and cash equivalents	259.81	(30.14)
Cash and cash equivalents at the beginning of the financial year	246.85	276.99
Cash and cash equivalents at end of the year	506.66	246.85

Notes to the financial results:

- 1) This statement has been reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on June 26, 2020.
- 2) The figures of last quarter are derived figures from the Audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the current financial year.
- 3) The Company classifies its businesses into three categories viz., Sugar, Cogeneration and Distillery. This reporting complies with the Ind AS segment reporting principles. The comparative figures for the previous periods for segment reporting have been restated to conform to the Ind AS.
- 4) The loan accounts of the Company have become Non-Performing Assets in the month of June 2018. The company is in discussion with the lenders for debt restructuring and the process has been delayed due to Covid-19 lockdown.
- 5) Effective April 1, 2019, the Company adopted IND AS 116 "Leases" and applied the standard to its lease contract existing on April 1, 2019 using the modified retrospective approach under which the ROU Asset is measured at an amount equal to lease liability, which in turn is measured based the remaining lease payments. Consequently, the Company recorded the lease liability at the present value of remaining lease payments discounted at the incremental borrowing rate.
- 6) Impacts of Covid-19 lockdown on the operations and financial results are furnished below:
 - a) The company was forced to shut down its operations in all the units due to announcement of nationwide lockdown with effect from 24th March 2020. Though the company was permitted to operate by the Government, sugar being an essential commodity, operations were suspended due to non-availability of work force. With the objective to save the farmers from incurring losses, the company resumed crushing early in the second week of April 2020 with great difficulty and after taking all precautionary safety measures. But, the distillery operations recommenced only on 25th April, 2020 (after 1 month). The Company incurs higher compliance cost to conform to Standard Operating Procedures under Covid-19 Guidelines.
 - b) Cane crushing at our factories was extended upto May 2020, which is peak summer in Tamil Nadu and has caused recovery loss and resulted increase in operational cost. Production and sale of alcohol was completely stopped during the lockdown period.
 - c) There has been sharp reduction in demand of sugar and no off take of alcohol during the lockdown period, leading to higher inventory of sugar, molasses and alcohol.
 - d) The financial impact is not readily quantifiable as the nature and duration of the Covid-19 pandemic is uncertain. The company will continue to monitor any future economic changes.
 - e) The management believes that no material uncertainty exists about the company's ability to continue as a going concern and accordingly the management has prepared these financial results on a going concern basis.
- 7) Previous year figures have been changed / regrouped wherever necessary to confirm to current years classification.


R VARADARAJAN
Wholetime Director
DIN: 00001738

Place : Coimbatore
Date : 26th June 2020