

August 08, 2020

DCS-CRD BSE Limited First Floor, New Trade Wing, Rotunda Building, Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai 400 023 Stock Code: 500032	National Stock Exchange of India Ltd. Exchange Plaza, 5th Floor Plot No. C/1, 'G' Block Bandra- Kurla Complex Bandra East Mumbai 400 051 Stock Code: BAJAJHIND
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Dear Sirs,

Re: Outcome of the Board Meeting held on August 08, 2020

Sub: Unaudited Standalone and Consolidated Financial Results for the first quarter ended June 30, 2020 of the Financial Year 2020-2021

Pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Standalone and Consolidated Financial Results for the first quarter ended June 30, 2020 of the Financial Year 2020-2021. The above unaudited standalone and consolidated results were reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company at its meeting held today i.e. August 08, 2020, commenced at 11.30 A.M. and concluded at 1.55 P.M.

We would further like to inform that the auditors have carried out "Limited Review" of the above said results for the first quarter ended June 30, 2020 and the said Limited Review reports are enclosed.

The same may please be taken on record and suitably disseminated to all concerned.

Thanking you,

Yours faithfully,
For Bajaj Hindusthan Sugar Limited



Kausik Adhikari
Company Secretary &
Compliance Officer
(Membership No. ACS 18556)

Encl: As above

bajaj SUGAR

Bajaj Hindusthan Sugar Ltd.

CIN: L15420UP1931PLC065243

Regd. Office: Golagokarannath, Lakhimpur-Kheri, District Kheri, Uttar Pradesh- 262802

Tel.:+91-5876-233754/5/7/8, 233403, Fax:+91-5876-233401, Website:www.bajajhindusthan.com

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

₹(crore)

Sl. No.	Particulars	Standalone			
		3 Months ended	Preceding 3 Months ended	Corresponding 3 Months ended	Previous year ended
		30.06.2020	31.03.2020	30.06.2019	31.03.2020
		Unaudited	Audited	Unaudited	Audited
1.	Income				
	(a) Revenue from operations	1,336.98	1,861.94	1,653.96	6,665.60
	(b) Other income	2.14	2.21	4.65	11.01
	Total income	1,339.12	1,864.15	1,658.61	6,676.61
2.	Expenses				
	a) Cost of materials consumed	935.28	2,928.12	656.20	5,363.34
	b) Changes in inventories of finished goods, by-products and work-in-progress	145.78	(1,550.65)	711.70	60.17
	c) Employee benefits expense	73.63	99.84	66.09	299.11
	d) Finance costs	87.44	66.20	79.27	300.75
	e) Depreciation and amortisation expense	53.66	53.62	53.69	215.87
	f) Other expenses	116.49	162.93	110.14	484.39
	Total expenses	1,392.26	1,760.06	1,677.09	6,723.63
3.	Profit/ (Loss) before exceptional items and tax (1-2)	(53.14)	104.09	(18.48)	(47.02)
4.	Exceptional items provision for diminution in the value of investment and loans & advances	-	60.71	-	60.71
5.	Profit/(Loss) before tax (3-4)	(53.14)	43.38	(18.48)	(107.73)
6.	Tax expense	-	(2.38)	-	(2.36)
7.	Net Profit/ (Loss) for the period after tax (5-6)	(53.14)	45.74	(18.48)	(105.37)
8.	Other comprehensive income (net of tax)	-	(43.83)	-	(43.83)
9.	Total comprehensive income for the period comprising profit/ (loss) for the period (after tax) and other comprehensive income (after tax) (7+8)	(53.14)	1.91	(18.48)	(149.20)
10.	Paid-up equity share capital (Face Value - Re.1/- per share)	113.36	113.36	113.36	113.36
11.	Other equity	NA	NA	NA	3,144.21
12.	Earnings per share (EPS) (of Re.1/- each) (not annualised)				
	(a) Basic (Rs. Per share)	(0.48)	0.41	(0.17)	(0.96)
	(b) Diluted (Rs. Per share)	(0.48)	0.41	(0.17)	(0.96)
	See accompanying notes to the Financial Results				



UNAUDITED STANDALONE SEGMENT- WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER ENDED JUNE 30, 2020

₹(crore)

Sl. No.	Particulars	Standalone			
		3 Months ended	Preceding 3	Corresponding	Previous
		30.06.2020	Months ended	3 Months ended	year ended
		31.03.2020	30.06.2019	31.03.2020	
		Unaudited	Audited	Unaudited	Audited
1.	Segment Revenue				
	a. Sugar	1,458.57	2,226.77	1,650.29	7,180.11
	b. Distillery	47.50	48.29	134.82	275.92
	c. Power	192.87	532.83	178.62	1,002.81
	d. Others	2.27	1.90	1.92	7.63
	Total	1,701.21	2,807.79	1,965.65	8,466.47
	Less : Inter- segment revenue	384.23	945.85	311.69	1,800.87
	Revenue from operations	1,336.98	1,861.94	1,653.96	6,665.60
2.	Segment Results (Profit/(Loss) before tax and interest)				
	a. Sugar	19.22	143.93	(14.39)	189.31
	b. Distillery	8.31	(19.71)	67.16	59.56
	c. Power	(7.43)	66.25	16.58	50.43
	d. Others	(0.93)	(1.19)	(1.16)	(4.79)
	Total	19.17	189.28	68.17	294.51
	Less: (i) Finance costs	(67.44)	(66.20)	(79.27)	(300.75)
	(ii) Interest Income	0.25	0.24	0.15	0.91
	(iii) Other Un-allocable Income net off Un-allocable Expenditure	(5.12)	(79.94)	(7.53)	(102.40)
	Total Profit / (Loss) before Tax	(53.14)	43.38	(18.48)	(107.73)
3.	Segment Assets				
	a. Sugar	8,410.82	8,569.88	7,938.34	8,569.88
	b. Distillery	944.16	889.27	884.54	889.27
	c. Power	1,170.36	1,168.43	1,196.12	1,168.43
	d. Others	203.25	203.98	206.96	203.98
	e. Unallocated	3,183.44	3,257.74	3,367.88	3,257.74
	Total	13,911.83	14,089.30	13,593.84	14,089.30
4.	Segment Liabilities				
	a. Sugar	4,211.56	4,406.66	3,444.81	4,406.66
	b. Distillery	30.79	29.69	29.48	29.69
	c. Power	11.91	5.61	7.38	5.61
	d. Others	0.58	0.54	0.54	0.54
	e. Unallocated	6,455.84	6,392.52	6,725.51	6,392.52
	Total	10,710.68	10,835.02	10,207.72	10,835.02



- 1 Given the seasonal nature of industry, the results of any quarter may not be a true and/or proportionate reflection of the annual performance of the Company.
- 2 The Optionally Convertible Debentures (OCDs) aggregating to Rs. 3483.25 Crore issued by Company to the Joint Lender's Forum (JLF) of the Company in accordance with the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) towards conversion of a part of the unsustainable debt, provides the holder an option to exercise the right to convert the outstanding OCDs into the equity shares of the Company at a price in accordance with applicable laws (including the ICDR Regulations). There is a contractual obligation related to premium payable on OCD at the time of redemption of OCD stipulates that the YTM (Yield to maturity) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCD redeemable in 13 equal instalments commencing from the Financial Year 2024-25. The company considers such premium to be paid is contingent on the occurrence of the event of redemption of OCDs, the YTM of Rs. 1043.98 Crore from the date of allotment of OCDs till June 30, 2020 (Including Rs. 114.96 crore for the quarter ended June 30, 2020) is treated as contingent liability and would be accounted for as finance cost at the time of redemption of respective OCDs. Auditors have drawn qualification for non-provision of YTM premium up to 30.06.2020.
- 3 The Company has exposure aggregating to Rs. 1683.38 Crore, in its wholly-owned subsidiaries, Rs. 770.37 Crore in other companies which are related to group and Rs. 637.77 crore in other companies, aggregating to Rs. 3091.52 crore, by way of investments, loans, accumulated interest on these loans and receivables. Management is of the view that sufficient efforts are being undertaken to revive the said subsidiary and other companies in the foreseeable future so as to recover carrying value of the investment and the diminution, if any exists, is only of temporary nature. Further management believes that the loans and advances given to power business subsidiary are considered good and recoverable based on the future favourable view of the government for power industries & for other subsidiaries based on their future business plan, and on-going efforts towards obligation casted on the company and its promoters to recover the outstanding loans in phased manner in terms of the agreements executed to give effect to the debt restructuring scheme from time to time and accordingly no provision, other than those already accounted for, has been considered necessary. Further on the basis of principle of conservatism and prudence, the company has not recognised interest income of Rs 36.31 crore, on inter corporate debts, for the quarter ended June 30, 2020, as and when it is recoverable it will be recognized in the books. Auditors have drawn emphasis of matter in their limited review report.
- 4 The Company has considered all the possible impact of COVID-19 and associated internal and external factors, known to the management, in preparation of financial results for the quarter, to assess and finalize the carrying amount of its assets and liabilities. Accordingly, as on date, no material impact is anticipated in the carrying values of the assets and their recoverability. As the situation continues to evolve, the Company will closely monitor and assess any material impact in the financial of the Company. The auditors have referred the matter in their limited review report.
- 5 For the Quarter ended 30.06.2020 and earlier years, company had incurred losses resulting into reduction of net worth to that extent. The losses were mainly attributable to high raw material i.e. sugarcane prices and other inputs cost, and relatively lower realisation of finished products i.e. sugar and molasses which is determined by market forces based on the demand-supply situation and other market dynamics, which are external factors. The Company has dues payable to farmers for sugar cane purchases. The Company is continuously striving for improvement in the operational efficiency in other parameters. The above factors indicate a material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern. The company continue to operate at optimum levels and expects improvement in the operational efficiency in form of improvement in sugar recovery, reduction of overheads, finance and other costs, monetisation of certain non-core assets etc. The debt restructuring as per RBI's S4A Scheme, would result into improved liquidity during next 8 years. The Government has taken different measures to improve the financial health of sugar industry, including maintenance of buffer stock of sugar and subsidy thereon, fixing obligation for export of sugar (MIEQ - minimum indicative export quota) to reduce sugar availability, fixation of minimum support price (MSP) for sugar. All these measures are expected to turnaround the operations of sugar industry on sustainable basis. The Company also expects to receive accrued benefits under the Sugar Industries Promotion policy 2004 for which it is entitled to. In view of the above, the management expects to generate positive cash flow from operation and accordingly, the 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. This matter has been referred by auditors in their limited review report.



- 6 The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year 2019-20.
- 7 The above results have been reviewed by the audit committee and approved by the Board of Directors at their respective meetings held on August 08, 2020.
- 8 Previous periods figures have been regrouped/ rearranged/ reworked/ restated wherever necessary to conform to the current quarter classification.

Place: Mumbai
Dated: August 08, 2020



For Bajaj Hindusthan Sugar Limited

A handwritten signature in black ink, appearing to read "D. K. Shukla".

D. K. Shukla
Director
DIN 00025409



Limited Review Report on Standalone Unaudited Financial Results of Bajaj Hindusthan Sugar Limited for the Quarter ended June 30, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Bajaj Hindusthan Sugar Limited

1. We have reviewed the accompanying statement of Standalone unaudited financial results of Bajaj Hindusthan Sugar Limited ("the Company") for the quarter ended June 30, 2020 ("the standalone financial results") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) 2015 as amended. Attention is hereby drawn to the fact that the figures for the quarter ended March 31, 2020 as reported in the standalone financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
2. The standalone financial results is the responsibility of the Company's Management and has been approved by the Board of Directors in their meeting held on August 8, 2020, has been prepared in accordance with the recognition and measurement principles laid down in Indian accounting Standards (IND AS) 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India. Our responsibility is to issue a Conclusion on the standalone financial results 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 as to whether the financial results are 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.
4. We draw attention to Note No.2 of the standalone financial results, regarding the non-provision of premium payable on Optionally Convertible Debentures (OCDs) at the time of redemption of OCDs issued to lenders pursuant to the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) which stipulates that the yield to maturity (YTM) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCDs redeemable in 13 equal installments commencing from the Financial year 2024-25. The Company considers such YTM/ redemption premium as contingent liability and has not provided for the same in the books of account for the quarter ended June 30, 2020 amounting to Rs. 114.96 crore. The aggregate liability for such YTM from the date of allotment of OCDs till period ended June 30, 2020 is Rs. 1043.98 crore from date of allotment of OCDs. Had such



interest been provided on OCD's, the reported loss for the quarter ended June 30, 2020 would have been Rs. 168.10 crore and Net worth of the Company would have been Rs. 2,157.17 Crore.

5. Based on our review conducted as stated above, and except for our comments in para 4 above, nothing has come to our attention that causes us to believe that the accompanying standalone financial results, prepared in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015 as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. a) As stated in Note No 5 of the standalone financial results, the Company during the last few years has incurred losses due to high raw material cost and lower price of finished goods, resulting into reduction of net worth of the Company .The Company has dues payable to farmers for sugar cane purchases. The Company is continuously striving for improvement in the operational efficiency in other parameters. The above factors indicate a material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern. The company continues to operate at optimum levels and expects improvement in the operational efficiency in form of improvement in sugar recovery, reduction of overheads, finance and other costs, monetization of certain non-core assets etc. The debt restructuring as per RBI's S4A Scheme, would result into improved liquidity during next 6 years and the Government has taken different measures to improve the financial health of sugar industry. All these measures are expected to turnaround the operations of sugar industry on sustainable basis. The Company also expects to receive accrued benefits under the Sugar Industries Promotion policy 2004 for which it is entitled to. In view of the above, the management expects to generate positive cash flow from operation and accordingly, the financial results are continued to be presented on going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business.
- b) As stated in Note No 3 to the standalone financial results, the Company has exposure aggregating to Rs. 1,683.38 crore, in its wholly-owned subsidiaries, Rs. 770.37 crore in other companies which are related to group and Rs. 637.77 crore in other companies, aggregating to Rs. 3,091.52 crore, by way of investments, loans, accumulated interest on these loans and receivables. Management believes that the investments, loans and advances given to power business subsidiary are considered good and recoverable based on the future favorable view of government for power industries & for other subsidiaries based on their future business plan, and on-going efforts towards obligation casted on the Company and its promoters to recover the outstanding loans in phased manner in terms of the agreements executed to give effect to the debt restructuring schemes from time to time and accordingly no provision other than those already accounted for, has been considered necessary.



c) We draw your attention to Note No 4 to the standalone financial results which explain the uncertainties and the management's assessment of the financial impact due to the lockdowns and other restrictions and conditions related to COVID 19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon the circumstances as they evolve.

Our opinion on the standalone financial results is not modified in respect of the above matters.

For Chaturvedi and Shah LLP

Chartered Accountants

Firm's Registration No: 101720W/W100355

R. Mhalsekar

Lalit R. Mhalsekar

Partner

Membership No: 103418

UDIN No: 20103418AAAAEK5049



Date: August 8, 2020

Place: Mumbai

bajaj SUGAR

Bajaj Hindusthan Sugar Limited

Regd. Office: Golagokarnnath, Lakhimpur-Kheri, District Kheri, Uttar Pradesh- 262802

Tel.:+91-5876-233754/5778, 233403, Fax:+91-5876-233401, Website:www.bajajhindusthan.com

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

₹(crore)

Sl. No.	Particulars	Consolidated			
		3 Months ended 30.06.2020 Unaudited	Preceding 3 Months ended 31.03.2020 Audited	Corresponding 3 Months ended 30.06.2019 Unaudited	Previous year ended 31.03.2020 Audited
1.	Income from operations				
	(a) Revenue from operations	1,335.18	1,863.32	1,654.62	6,669.34
	(b) Other income	2.22	2.71	4.86	11.98
	Total Income	1,337.40	1,866.03	1,659.48	6,681.32
2.	Expenses				
	a) Cost of materials consumed	935.26	2,928.12	666.20	5,383.34
	b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	145.78	(1,550.65)	711.70	60.17
	c) Employee benefits expense	73.81	100.02	66.23	299.78
	d) Finance costs	67.48	66.24	79.28	300.87
	e) Depreciation and amortisation expense	53.80	53.76	53.82	216.41
	f) Other expenses	114.15	165.23	111.75	493.11
	Total expenses	1,390.28	1,762.72	1,678.98	6,733.68
3.	Profit/(Loss) before tax (1-2)	(52.88)	103.31	(19.50)	(62.36)
4.	Tax expense	-	(2.36)	-	(2.36)
5.	Net Profit / (Loss) for the period after tax (3-4)	(52.88)	105.67	(19.50)	(60.00)
6.	Non controlling interest	0.01	(0.01)	-	(0.01)
7.	Net Profit/ (Loss) after taxes, non controlling interest and share of profit/ (loss) of associates(5-6)	(52.89)	105.68	(19.50)	(49.89)
8.	Other comprehensive income (net of tax)	(0.95)	(43.10)	(0.18)	(43.72)
9.	Total comprehensive income for the period comprising profit/ (loss) for the period (after tax) and other comprehensive income (after tax) (7+8)	(53.84)	62.58	(19.68)	(93.71)
10.	Paid-up equity share capital (Face Value - Re.1/- per share)	113.36	113.36	113.36	113.36
	Other equity	NA	NA	NA	2,587.05
11.	Earnings per share (EPS)				
	(of Re.1/- each) (not annualised)				
	(a) Basic (Rs. Per share)	(0.48)	0.96	(0.18)	(0.45)
	(b) Diluted (Rs. Per share)	(0.48)	0.96	(0.18)	(0.45)
	See accompanying notes to the Financial Results				



UNAUDITED CONSOLIDATED SEGMENT-WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER ENDED JUNE 30, 2020

₹(crore)

Sl. No.	Particulars	Consolidated			
		3 Months ended 30.06.2020 Unaudited	Preceding 3 Months ended 31.03.2020 Audited	Corresponding 3 Months ended 30.06.2019 Unaudited	Previous year ended 31.03.2020 Audited
1.	Segment Revenue				
	a. Sugar	1,458.57	2,226.77	1,660.29	7,180.11
	b. Distillery	47.50	48.29	134.82	275.92
	c. Power	192.87	532.83	178.62	1,002.81
	d. Others	0.47	3.26	2.58	11.37
	Total	1,699.41	2,809.17	1,966.31	8,470.21
	Less: Inter-segment revenue	364.23	945.85	311.69	1,800.87
	Revenue from operations	1,335.18	1,863.32	1,654.62	6,669.34
2.	Segment Results (Profit/(Loss) before tax and interest)				
	a. Sugar	19.22	143.93	(14.39)	189.31
	b. Distillery	8.31	(19.71)	67.16	59.56
	c. Power	(7.43)	86.25	16.56	50.43
	d. Others	(0.70)	57.41	(2.17)	49.24
	Total	19.40	247.88	67.16	348.54
	Less: (i) Finance costs	(67.48)	(66.24)	(79.26)	(300.87)
	(ii) Interest income	0.32	1.61	0.15	2.37
	(iii) Other Un-allocable income net off Un-allocable Expenditure	(5.12)	(79.94)	(7.53)	(102.40)
	Total Profit / (Loss) before Tax	(52.88)	103.31	(19.60)	(52.36)
3.	Segment Assets *				
	a. Sugar	8,410.62	8,569.88	7,938.34	8,569.88
	b. Distillery	944.16	889.27	884.64	889.27
	c. Power	1,706.74	1,704.81	1,731.83	1,704.81
	d. Others	226.25	226.49	245.43	226.49
	e. Unallocated	2,080.75	2,157.91	2,191.60	2,157.91
	Total	13,368.52	13,548.36	12,991.84	13,548.36
4.	Segment Liabilities				
	a. Sugar	4,211.66	4,406.66	3,444.81	4,406.66
	b. Distillery	30.79	29.89	29.48	29.89
	c. Power	11.91	5.61	1,586.81	5.61
	d. Others	173.50	173.29	161.36	173.29
	e. Unallocated	6,297.49	6,236.01	4,996.91	6,236.01
	Total	10,725.25	10,851.26	10,219.37	10,851.26

The consolidated financial results include results of the following companies:

Name of the Subsidiary Companies

Bajaj Aviation Private Ltd. #
 Bajaj Power Generation Private Ltd. #
 Bajaj Hindusthan (Singapore) Private Ltd., Singapore #
 PT. Batu Bumi Persada, Indonesia #
 PT. Jangkar Prima, Indonesia #

Holding as on
 June 30, 2020

100.00%
 100.00%
 100.00%
 99.00%
 99.88%

Management has compiled the accounts as at June 30, 2020 in order to consolidate the accounts with that of the Holding Company.



- 1 Given the seasonal nature of industry, the results of any quarter may not be a true and/or proportionate reflection of the annual performance of the Group.
- 2 The Optionally Convertible Debentures (OCDs) aggregating to Rs. 3483.25 Crore issued by Company to the Joint Lender's Forum (JLF) of the Company in accordance with the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) towards conversion of a part of the unsustainable debt, provides the holder an option to exercise the right to convert the outstanding OCDs into the equity shares of the Company at a price in accordance with applicable laws (including the ICDR Regulations). There is a contractual obligation related to premium payable on OCD at the time of redemption of OCD stipulates that the YTM (Yield to maturity) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCD redeemable in 13 equal instalments commencing from the Financial Year 2024-25. The company considers such premium to be paid is contingent on the occurrence of the event of redemption of OCDs, the YTM of Rs. 1043.98 Crore from the date of allotment of OCDs till June 30, 2020 (including Rs. 114.96 crore for the quarter ended June 30, 2020) is treated as contingent liability and would be accounted for as finance cost at the time of redemption of respective OCDs. Auditors have drawn qualification for non-provision of YTM premium up to 30.06.2020.
- 3 The Parent Company has exposure Rs. 770.37 Crore in other companies which are related to group and Rs. 1205.49 crore in other companies, aggregating to Rs. 1975.86 crore, by way of investments, loans, accumulated interest on these loans and receivables. Management is of the view that sufficient efforts are being undertaken to revive the other companies in the foreseeable future so as to recover carrying value of the investment and the diminution, if any exists, is only of temporary nature. Further management believe that the investment in power business are considered good and recoverable based on the future favourable view of the government for power industries & their future business plan, and on-going efforts towards obligation casted on the company and its promoters to recover the outstanding loans in phased manner in terms of the agreements executed to give effect to the debt restructuring scheme from time to time and accordingly no provision other than those already accounted for, has been considered necessary. Further on the Basis of principle of conservatism and prudence, group has not recognised interest income on inter corporate debts Rs. 19.55 Crore for the Quarter ended June 30, 2020 as and when it is recoverable it will be recognised in the books. Auditors have drawn emphasis of matter in their audit report.
- 4 The Company has considered all the possible impact of COVID-19 and associated internal and external factors, known to the management, in preparation of financial results for the quarter, to assess and finalize the carrying amount of its assets and liabilities. Accordingly, as on date, no material impact is anticipated in the carrying values of the assets and their recoverability. As the situation continues to evolve, the Company will closely monitor and assess any material impact in the financial of the Company. The auditors have referred the matter in their limited review report.
- 5 For the Quarter ended 30.06.2020 and earlier years, company had incurred losses resulting into reduction of net worth to that extent. The losses were mainly attributable to high raw material i.e. sugarcane prices and other inputs cost, and relatively lower realisation of finished products i.e. sugar and molasses which is determined by market forces based on the demand –supply situation and other market dynamics, which are external factors. The Company has dues payable to farmers for sugar cane purchases. The Company is continuously striving for improvement in the operational efficiency in other parameters. The above factors indicate a material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern. The company continue to operate at optimum levels and expects improvement in the operational efficiency in form of improvement in sugar recovery, reduction of overheads, finance and other costs, monetisation of certain non-core assets etc. The debt restructuring as per RBI's S4A Scheme, would result into improved liquidity during next 6 years. The Government has taken different measures to improve the financial health of sugar industry, including maintenance of buffer stock of sugar and subsidy thereon, fixing obligation for export of sugar (MIEQ – minimum indicative export quota) to reduce sugar availability, fixation of minimum support price (MSP) for sugar. All these measures are expected to turnaround the operations of sugar industry on sustainable basis. The Company also expects to receive accrued benefits under the Sugar Industries Promotion policy 2004 for which it is entitled to. In view of the above, the management expects to generate positive cash flow from operation and accordingly, the 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. This matter has been referred by auditors in their limited review report.



- 6 The figures for the quarter ended June 2020 included in the statement of consolidated financial results have been approved by the holding company's Board of Directors, pursuant to Regulation 33(8) of SEBI (Listing obligations and Disclosure Requirement) Regulations, 2015 as amended. The figures of the Indian subsidiaries and foreign subsidiaries for the quarter ended June 30, 2020 are management certified figures.
- 7 The figures for the quarter ended March 31, 2020 are the balancing figures between the audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the financial year 2019-20.
- 8 The above results have been reviewed by the audit committee and approved by the Board of Directors at their respective meeting held on August 08, 2020.
- 9 Previous periods figures have been regrouped/rearranged/reworked/restated wherever necessary to conform to the current quarter classification.

For Bajaj Hindusthan Sugar Limited



D. K. Shukla
Director
DIN 00025409

Place: Mumbai
Dated: August 08, 2020



Limited Review Report on Consolidated Unaudited Financial Results of Bajaj Hindusthan Sugar Limited for the Quarter ended June 30, 2020 pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Bajaj Hindusthan Sugar Limited

1. We have reviewed the accompanying statement of Consolidated Unaudited Financial Results of Bajaj Hindusthan Sugar Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), and its share of the net loss after tax and total comprehensive loss for the quarter ended June 30, 2020 ("consolidated financial results"), being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Regulations"). Attention is drawn to the fact that the figures quarter ended March 31, 2020 as reported in the consolidated financial results are the balancing figures between audited figures in respect of the full previous financial year and the published year to date figures up to the third quarter of the previous financial year. The figures up to the end of the third quarter of previous financial year had only been reviewed and not subjected to audit.
2. The consolidated financial results, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors in their meeting held on August 8, 2020, 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 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the consolidated financial results based on our review.
3. We draw attention to Note No. 2 to the consolidated financial results regarding the non-provision of premium payable on Optionally Convertible Debentures (OCDs) at the time of redemption of OCDs issued to lenders pursuant to the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) which stipulates that the yield to maturity (YTM) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCDs redeemable in 13 equal instalments commencing from the Financial year 2024-25. The Company considers such YTM/ redemption premium as contingent liability and has not provided for the same in the books of account for the quarter ended June 30, 2020 amounting to Rs. 114.96 crore. The aggregate liability for such YTM from the date of allotment of OCDs till quarter ended June 30, 2020 is Rs. 1,043.98 crore from date of allotment of OCDs. Had such interest been provided, the reported loss for the quarter ended June 30, 2020 would have been Rs. 167.85 crore and Net worth of the Group would have been Rs. 1,599.29 crore.



4. We conducted our review of the consolidated financial results 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.

5. The consolidated financial results includes the results of the following entities:

Subsidiaries

- a. Bajaj Aviation private Ltd
 - b. Bajaj Power Generation Private Ltd
 - c. Bajaj Hindusthan (Singapore) Private Ltd, Singapore
 - d. PT Batu Bumi Persada, Indonesia
 - e. PT Jangkar Prima, Indonesia
6. Based on our review conducted and procedures performed as stated in paragraph 4 above and except for the effects of the matters described in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying consolidated financial results, 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.
7. a) As stated in Note no. 5 of the consolidated financial results, the Parent Company during the last few years has incurred losses due to high raw material cost and lower price of finished goods, resulting into reduction of net worth of the Parent Company. The Parent Company has dues payable to farmers for sugar cane purchases. The Parent Company is continuously striving for improvement in the operational efficiency in other parameters. The above factors indicate a material uncertainty, which may cast significant doubt about the Parent Company's ability to continue as a going concern. The Parent Company continues to operate at optimum levels and expects improvement in the operational efficiency in form of improvement in sugar recovery, reduction of overheads, finance and other costs, monetization of certain non-core assets etc. The debt restructuring as per RBI's S4A Scheme, would result into improved liquidity during next 6 years and the Government has taken different measures to improve the financial health of sugar industry. All these measures are expected to turnaround the operations of sugar industry on sustainable basis. The Parent Company also expects to receive accrued benefits under the Sugar



Industries Promotion policy 2004 for which it is entitled to. In view of the above, the management expects to generate positive cash flow from operation and accordingly, the financial results are continued to be presented on going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business.

b) As stated in Note No 3 to the consolidated financial results, the Company has exposure aggregating to Rs. 770.37 crore in other companies which are related to group and Rs. 1,205.49 crore in other companies, aggregating to Rs. 1,975.86 crore, by way of investments, loans, accumulated interest on these loans and receivables. Management believes that the investment in power business company is considered good and recoverable based on the future favourable view of government for power industries & for other companies based on their future business plan, and on-going efforts towards obligation casted on the Company and its promoters to recover the outstanding loans in phased manner in terms of the agreements executed to give effect to the debt restructuring schemes from time to time and accordingly no provision other than those already accounted for, has been considered necessary.

c) We draw your attention to Note No 4 to the consolidated financial results which explain the uncertainties and the management's assessment of the financial impact due to the lockdowns and other restrictions and conditions related to COVID 19 pandemic situation, for which a definitive assessment of the impact in the subsequent period is highly dependent upon the circumstances as they evolve.

Our opinion on the consolidated financial results is not modified in respect of the above matters.

8. The consolidated unaudited financial results includes the interim financial results of 5 subsidiaries which have not been reviewed by their auditors, whose interim financial results reflect total revenue of Rs. 0.08 crore, net loss after tax of Rs. 2.03 crore and total comprehensive loss of Rs. 2.98 crore, for the quarter ended June 30, 2020, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group. Our opinion on the consolidated financial results is not modified in respect of the above matters.

For Chaturvedi and Shah LLP

Chartered Accountants

Firm's Registration No: 101720W/W100355

Lalit R. Mhalsekar

Partner

Membership No:103418

UDIN No: 20103418AAAAEL9498



Date: August 08, 2020

Place: Mumbai