



K. M. Sugar Mills Ltd.

Corporate Office and works : Moti Nagar, Faizabad-224 201 (U.P.)

Phone No. : 05278-254059, 254094, 254027; Fax no. : 05278-254575

CIN No. : L15421UP1971PLC003492, Mail ID : kmsugar@gmail.com

Website : www.kmsugar.com



Bombay Stock Exchange Limited, 25 th Floor, Phiroz Jejeebhoy Towers, Dalal Street, Fort, Mumbai-400001 Phone no. 022-22728527	National Stock Exchange of India Limited, Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (E), Mumbai-400051 Phone no. 022-26598100
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Date:29th May,2019

Dear Sir,

Re: Regulation 30 - Outcomes of Board Meeting held on 29-05-2019

The Board of Directors of M/s K M Sugar Mills Limited in their meeting held on May 29, 2019, inter-alia considered the following and;

1. Approved the Audited Financial Results for the Quarter/Year ended 31st March 2019 as recommended and approved by the Audit Committee;
2. Approved the Audited Financial statement for the year ended at 31st March, 2019;
 - a) Subject to the approval of the shareholders of the Company in terms of the provisions of Section 185, 188 of the Companies Act, 2013 read with regulation 23 of the SEBI (LODR) Regulations, 2015, approved the investment in Sonar Castings Limited up to Rs. 20 crores and also Corporate Guarantee up to Rs. 80 crores for securing credit facilities to Sonar Castings Limited.
 - b) Subject to the approval of the shareholders of the Company in terms of the provisions of Section 186 of the Companies Act, 2013, approved the increase in limits up to sum of Rs. 200 Crores (Rupees Two Hundred Crores only) applicable for making investments / extending loans and giving guarantees or providing securities in connection with loans to Persons / Bodies Corporate
 - c) Subject to the approval of the shareholders of the Company in terms of the provisions of section 196, 197 read with Schedule V of the Companies Act, 2013, approved the re-appointment of Mr. L K Jhunjunwala as Chairman, Mr. Aditya Jhunjunwala as Managing Director, Mr. Sanjay Jhunjunwala as Joint Managing Director & Mr. S C Agarwal as Executive Director, w.e.f. 01.04.2019.
 - d) Approved the resignation of R.S Shukla as the Independent Director of the company w.e.f. 29.05.2019.
 - e) Recommended the appointment of Mr. H.P Singhania, Mrs. Madhu Mathur, Mr. S.K Gupta for second term of 5 Years subject to the approval by the shareholders in the AGM.

Regd. Office : 11, Moti Bhawan, Collectorganj, Kanpur - 208001 (U.P.) Phone : 0512-2310762

Branch Office : 76, Eldeco Green, Gomtinagar, Lucknow-226 010 Phone : 0522-4079561 Fax : 2308772

K. M. SUGAR MILLS LIMITED

Regd. Office: 11, Moti Bhawan, Collectorganj, Kanpur-208 001 (U.P.)

CIN No.: L15421UP1971PLC003492

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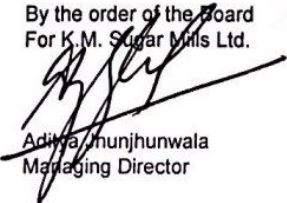
Extract of Standalone and Consolidated Audited Financial Results for the Quarter and Year ended 31/03/2019

		Rs. In Lacs					
Sl. No.	Particulars	Standalone				Consolidated	
		Quarter ended		Year ended		Year ended	
		31.03.2019	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Audited	Audited	Audited	Audited	Audited	Audited
1	Total income from operations	10,940	16,513	40,421	50,632	40,421	50,632
2	Net Profit/(Loss) for the period (before tax & exceptional items)	1,110	443	3,214	2,909	3,204	2,909
3	Net Profit/(Loss) for the period before tax (after exceptional items)	1,110	443	3,214	2,909	3,204	2,909
4	Net Profit/(Loss) for the period after tax (after exceptional items)	755	311	2,435	1,887	2,425	1,887
5	Total Comprehensive Income for the period [Comprising Profit/(Loss) for the period (after tax) and Other Comprehensive Income (after tax)]	6,813	304	8,471	1,887	8,461	1,887
6	Equity share capital	1,840	1,840	1,840	1,840	1,840	1,840
7	Other equity			15,072	6,599	15,062	6,599
8	Earnings Per Share (of Rs.2/- each) (for continued and discontinued operations)						
a)	Basic	0.82	0.34	2.65	2.05	2.64	2.05
b)	Diluted	0.82	0.34	2.65	2.05	2.64	2.05

Notes:

- 1 Note: The above is an extract of the detailed format of Quarterly Financial Results filed with the Stock Exchanges under Regulation 33 of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015. The full format of the Quarterly Financial Results are available on the Stock Exchanges websites, www.nseindia.com and www.bseindia.com and the Company's website, www.kmsugar.com
- 2 The financial results of the Company has been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) (Amendment) Rules, 2016 and other accounting principles generally accepted in India.
- 3 The Company has elected to continue with carrying value of all property, plant and equipment under the previous GAAP as deemed cost as at the transition date i.e. 1st April 2016 while implementing Ind AS in F.Y. 2017-18. Under the previous GAAP, property, plant and equipment were stated at their original cost less accumulated depreciation. Now, the company has revalued the entire factory lease hold land as on 31.03.2019 at its fair value. Because of the same, the increase in carrying amount of land by Rs.6047 lakhs has been recognised in other comprehensive income and accumulated in equity under revaluation surplus.
- 4 Sugar being seasonal industry, the performance of the Company varies from quarter to quarter.

By the order of the Board
For K. M. Sugar Mills Ltd.


Aditya Munjhunwala
Managing Director

Place: Lucknow
Date: 29.05.2019

K.M.SUGAR MILLS LIMITED

Regd. Office: 11, Moti Bhawan, Collectorganj, Kanpur-208 001 (U.P.)

Corp. Office & Works: P.O. Moti Nagar, Faizabad-224 201 (U.P.)

CIN No.: L15421UP1971PLC003492

Statement of Standalone and Consolidated Audited Financial Results for the quarter and year ended 31/03/2019

Rs. In Lacs

Sl. No.	Particulars	Standalone				Consolidated	
		Quarter ended	Quarter ended	Quarter ended	Year ended		Year ended
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019
	Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	Income						
	a) Revenue from operations						
	b) Other income	10,203	4,898	14,688	39,006	46,978	39,006
	Total Income	10,940	5,317	16,513	40,421	50,632	40,421
2	Expenses						
	a) Cost of material consumed	22,779	10,051	22,431	36,642	33,923	36,642
	b) Purchase of stock-in-trade	380	1,305	389	2,399	389	2,399
	c) Changes in inventories of finished goods and work in progress	(16,492)	(8,759)	(9,006)	(10,276)	5,056	(10,276)
	d) Excise duty on sale of goods	-	-	-	-	701	-
	e) Employees benefit expense	379	331	353	1,256	1,178	1,256
	f) Finance cost	348	144	222	762	1,121	762
	g) Depreciation and amortisation expense	326	307	389	1,240	1,345	1,240
	h) Other expenses	2,110	1,301	1,292	5,184	4,010	5,194
	Total expenses	9,830	4,680	16,070	37,207	47,723	37,217
3	Profit/(Loss) before exceptional items and tax (1-2)	1,110	637	443	3,214	2,909	3,204
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(Loss) before tax (3-4)	1,110	637	443	3,214	2,909	3,204
6	Tax expense						
	Current tax						
	Deferred tax	234	(70)	92	651	594	651
7	Profit/(Loss) after tax (5-6)	121	(82)	40	128	428	128
8	Other comprehensive income (OCI)	755	789	311	2,435	1,887	2,425
	(i) Items that will not be classified to profit or loss	6,046	(45)	(11)	6,030	-	6,030
	(ii) Income tax relating to items that will not be reclassified to profit or loss	12	(1)	4	6	-	6
9	Total comprehensive income (7+8)	6,813	743	304	8,471	1,887	8,461
10	Paid up equity share capital (Face value of the share is Rs. 2 each)	1,840	1,840	1,840	1,840	1,840	1,840
11	Other Equity	15,072			15,072	6,599	15,062
12	Earnings Per Share (before and after extraordinary items) (of Rs. 2/- each) (not annualised)						
	a) Basic	0.82	0.86	0.34	2.65	2.05	2.64
	b) Diluted	0.82	0.86	0.34	2.65	2.05	2.64



Unaudited Segment Wise Revenue, Results and Capital Employed

Rs. In Lacs

No.		Standalone					Consolidated	
		Quarter ended	Quarter ended	Quarter ended	Year ended		Year ended	
		31.03.2019	31.12.2018	31.03.2018	31.03.2019	31.03.2018	31.03.2019	31.03.2018
		Audited	Unaudited	Audited	Audited	Audited	Audited	Audited
1	Segment Revenue							
a	Sugar	11,170	4,929	15,286	38,111	46,051	38,111	
b	Distillery	685	1,174	1,330	4,621	4,225	4,621	
c	Power	3,791	1,847	3,345	6,815	5,489	6,815	
	Total	15,646	7,950	19,961	49,547	55,765	49,547	
	Less: Inter Segment Revenue	5,443	3,052	5,273	10,541	8,787	10,541	
	Net Segment Revenue	10,203	4,898	14,688	39,006	46,978	39,006	
2	Segment results							
	Profit/(Loss) before tax and finance costs							
a	Sugar	968	399	(509)	2,875	1,045	2,875	
b	Distillery	(303)	8	815	83	2,390	83	
c	Power	871	296	359	1,018	595	1,018	
c	Others	-	-	-	-	-	(10)	
	Total	1,536	703	665	3,976	4,030	3,966	
	Less:(i) Finance costs	426	66	222	762	1,121	762	
	(ii) Other unallocable expenditure net off	-	-	-	-	-	-	
	Add:(iii) Un-allocable income	-	-	-	-	-	-	
	Profit/(loss) before tax	1,110	637	443	3,214	2,909	3,204	
3	Capital employed (Segment Assets)							
a	Sugar	39,269	18,366	22,278	39,175	22,278	38,395	
b	Distillery	5,076	5,502	5,134	5,076	5,134	5,076	
c	Power	4,417	3,043	3,798	4,417	3,798	4,417	
d	Unallocated	-	-	-	-	-	770	
	Total	48,762	26,911	31,210	48,668	31,210	48,658	
	(Segment Liabilities)							
a	Sugar	26,848	11,529	18,156	26,848	18,156	26,848	
b	Distillery	464	618	484	464	484	464	
c	Power	24	27	10	24	10	24	
d	Unallocated	-	4	-	-	-	10	
	Total	27,336	12,178	18,650	27,336	18,650	27,336	

Statement of Assets and Liabilities

Rs. In Lacs

Sl no.	Particulars	Standalone		Consolidated	
		As at 31.03.2019	As at 31.03.2018	As at 31.03.2019	As at 31.03.2018
		Audited	Audited	Audited	Audited
A	ASSETS				
1.	Non-current assets				
(a)	Property, plant and equipment	15,259	9,401	15,825	9,401
(b)	Capital work in progress	702	9	708	9
(c)	Intangible assets	4	3	4	3
(d)	Financial assets				
(i)	Loan	366	321	366	321
(ii)	Investments	1,406	726	627	726
(ii)	Other financial assets	-	-	-	-
(e)	Deferred tax assets (net)	-	86	-	86
(f)	Non-current tax assets (net)	99	172	99	172
(g)	Other non-current assets	45	216	215	216
	Sub-total Non-Current Assets	17,881	10,934	17,844	10,934
2.	Current assets				
(a)	Inventories	26,598	16,317	26,598	16,317
(b)	Financial assets				
(i)	Investment	94	-	94	-
(ii)	Trade and other receivables	2,750	2,232	2,750	2,232
(iii)	Cash and cash equivalents	303	1,067	331	1,067
(iv)	Bank balances other than cash and cash equivalents	678	346	678	346
(v)	Other financial assets	4	31	4	31
(c)	Current Tax Assets (net)	-	-	-	-
(d)	Other Current assets	1,044	422	1,044	422
	Sub-total Current Assets	31,471	20,415	31,499	20,415
	TOTAL ASSETS	49,352	31,349	49,343	31,349

B EQUITY AND LIABILITIES				
1. Equity				
(a) Equity Share capital	1,840	1,840	1,840	1,840
(b) Other equity	15,072	6,599	15,062	6,599
Sub-total - Equity	16,912	8,439	16,902	8,439
2. Liabilities				
Non-current liabilities				
(a) Financial liabilities	3,589	3,153	3,589	3,153
(i) Borrowings	28	-	28	-
(ii) Other financial liabilities	497	493	497	493
(b) Provisions	36	-	36	-
(c) Deferred tax liabilities (net)	585	87	585	87
(d) Other non-current liabilities	4,733	3,733	4,733	3,733
Sub total-Non-Current Liabilities				
Current liabilities				
(a) Financial liabilities	6,470	5,753	6,470	5,753
(i) Borrowings	18,521	10,957	18,522	10,957
(ii) Trade and other payables	1,726	1,501	1,726	1,501
(iii) Other financial liabilities	950	936	950	936
(b) Other current liabilities	40	30	40	30
(c) Provisions	27,707	19,177	27,708	19,177
Sub total-Current Liabilities				
TOTAL EQUITY AND LIABILITIES	49,352	31,349	49,343	31,349

Notes:

- The above Audited financial results were approved and taken on record in the Board meeting held on 29.05.2019 after being reviewed and recommended by the Audit Committee. The above results for the year ended March 31, 2019 have been audited by statutory auditors of the Company in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.
- The above results have been prepared in accordance with Indian Accounting Standard (Ind AS) referred to in the Companies (Indian Accounting Standard) Rules, 2015 prescribed under Section 133 of the Companies Act, 2013.
- Goods and Service Tax ("GST") has been implemented with effect from 01 July, 2017. Accordingly, revenue from operations are presented net of Excise Duty, on implementation of Goods and Service Tax Act. Revenue from operations for the year ended 31st March, 2018 include Excise Duty Rs.701 lacs, which is now subsumed in GST.
- The Government of UP has notified financial assistance for sugar season 2017-18 at Rs.4.50 per qtl. of cane crushed. Hence, the cost of material consumed for the year ended 31st March, 2019 is net of financial assistance Rs.521 lacs.
- Effective April 1, 2018, the Company adopted Ind AS 115 'Revenue from Contracts with Customers'. The standard is applied retrospectively with the cumulative effect of initially applying this standard as an adjustment to the opening balance of retained earnings at the date of initial application. The adoption of this Ind AS 115 did not have any impact on the overall results (including opening balance of retained earnings).
- The Company has two subsidiaries namely, Sonar Casting Ltd. and K M Spirits and Allied Industries Ltd.
- The Company has elected to continue with carrying value of all property, plant and equipment under the previous GAAP as deemed cost as at the transition date i.e. 1st April 2016 while implementing Ind AS in F.Y. 2017-18. Under the previous GAAP, property, plant and equipment were stated at their original cost less accumulated depreciation. Now, the company has revalued the entire factory lease hold land as on 31.03.2019 at its fair value. Because of the same, the increase in carrying amount of land by Rs.6047 lakhs has been recognised in other comprehensive income and accumulated in equity under revaluation surplus.
- An income of Rs. 318.63 lakhs included in 'other income' is recognized on account of refund due from Govt. of Uttar Pradesh of administrative charges recovered from company during July, 1995 to Sep, 2011 on molasses transferred internally for captive consumption as per favorable order of Hon'ble Allahabad High Court passed on 15.04.2019 and 14.05.2019 in writ petitions filed by the company challenging the Notification No SSE-2XII-251-83 dated 16th January, 1995. The Hon'ble High Court Lucknow Bench has relied upon their own judgments and the judgment of Hon'ble Supreme Court rendered earlier on the same issue.
- The figures for the quarter ended 31st March, 2019 and 31st March, 2018 are balancing figures between audited figures in respect of the full financial year ended 31st March, 2019 and 31st March, 2018 respectively and the unaudited published year to date figures upto 31st December, 2018 and 31st December, 2017, respectively, being the end of the third quarter of the respective financial year, which were subject to limited review.
- Sugar being seasonal industry, the performance of the Company varies from quarter to quarter.
- Previous period figures have been regrouped /rearranged, wherever considered necessary, to make them comparable with the current period.

By the order of the Board
For K.M. Sugar Mills Ltd.

Aditya Singhania
Managing Director

Place: Lucknow
Date: 29.05.2019



Agiwal & Associates

CHARTERED ACCOUNTANTS

Lal Kothi, 2nd Floor, 3830, Pataudi House Road, Above Bank of Baroda, Darya Ganj, New Delhi-110 002 (INDIA)
Phones : (91-011) 23267461, 23283162, 23278579 Website : www.agiwalassociates.in
E-mail : office@agiwalassociates.in, caagiwal68@gmail.com

Independent Auditor's Report on Consolidated Financial Results of K.M. Sugar Mills Ltd., pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of K M Sugar Mills Ltd.

[1] We have audited the accompanying Statement of Annual Consolidated Financial Results of K M Sugar Mills Ltd. ('the Company') and its subsidiaries (the Company and its subsidiaries together referred to as "the Group") for the year ended March 31, 2019, together with the notes thereon ("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 modified by SEBI Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016.

[2] This statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been compiled from the related consolidated Ind AS financial statements, which has been prepared in accordance with the Indian Accounting Standard prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder ('Ind AS') and other accounting principle generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such standalone financial statements.

[3] We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free of material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting principles used and reasonableness of the significant accounting estimates made by Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Statement.

[4] In our Opinion, and to the best of our information, and according to the explanations given to us, the Statement:-

[i] includes the financial result of subsidiaries i.e. Sonar Casting Ltd. and K. M. Spirit & Allied Industries Ltd.;



[ii] is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by the SEBI Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016; and

[iii] give a true and fair view in conformity with the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, of the net profit and total comprehensive Income and other financial information of the Company for the year ended March 31, 2019.

[5] We did not audit the financial statements of subsidiaries of the company viz. K.M. Spirits & Allied Industries Ltd. and Sonar Casting Ltd. considered in the preparation of the Consolidated Financial Statements and which, together, constitutes total assets of Rs.771.15 lakhs as at March 31, 2019, total revenue of Rs.Nil and total comprehensive loss (comprising of loss and other comprehensive loss) of Rs.9.78 lakhs for the year ended March 31, 2019. These financial statements and other financial information have been audited by other firm of Chartered Accountants, whose reports have been furnished to us, and our conclusion on the statement to the extent they have been derived from such financial statement is based solely on the report of such firm of Chartered Accountants.

[6] The statement includes the results for the quarter ended 31st March, 2019, being the balancing figure between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year, which were subject to limited review by us.

For Agiwal & Associates
Chartered Accountants
FRN: 000181N



CA P.C. Agiwal
Partner
M. No. 080475

Place: Lucknow
Date: 29.05.2019



Agiwal & Associates

CHARTERED ACCOUNTANTS

Lal Kothi, 2nd Floor, 3830, Pataudi House Road, Above Bank of Baroda, Darya Ganj, New Delhi-110 002 (INDIA)
Phones : (91-011) 23267461, 23283162, 23278579 Website : www.agiwalassociates.in
E-mail : office@agiwalassociates.in, caagiwal68@gmail.com

Independent Auditor's Report on Standalone Financial Results of K M Sugar Mills Ltd., pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of K M Sugar Mills Ltd.

[1] We have audited the accompanying Statement of Annual Standalone Financial Results of **K M Sugar Mills Ltd.** ('the Company') for the year ended March 31, 2019, together with the notes thereon ("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 modified by SEBI Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016.

[2] This statement, which is the responsibility of the Company's management and approved by the Board of Directors, has been compiled from the related standalone In AS financial statements, which has been prepared in accordance with the Indian Accounting Standard prescribed under section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder ('Ind AS') and other accounting principle generally accepted in India. Our responsibility is to express an opinion on the statement based on our audit of such standalone financial statements.

[3] We conducted our audit in accordance with the Standards on Auditing specified under section 143(10) of the Act and other applicable authoritative pronouncements issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free of material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts disclosed in the Statement. An audit also includes evaluating the appropriateness of the accounting principles used and reasonableness of the significant accounting estimates made by Management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on the Statement.

[4] In our Opinion, and to the best of our information, and according to the explanations given to us, the Statement:-

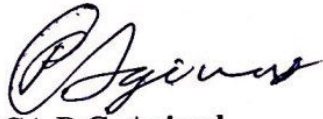
[i] is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as modified by the SEBI Circular No.CIR/CFD/FAC/62/2016 dated July 5, 2016; and



[ii] give a true and fair view in conformity with the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, of the net profit and total comprehensive Income and other financial information of the Company for the year ended March 31, 2019.

[5] The statement includes the results for the quarter ended 31st March, 2019, being the balancing figure between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the current financial year, which were subject to limited review by us.

For Agiwal & Associates
Chartered Accountants
FRN: 000181N



CA P.C. Agiwal
Partner
M. No. 080475



Place: Lucknow
Date: 29.05.2019