

DOOGAR & ASSOCIATES

CHARTERED ACCOUNTANTS

LIMITED REVIEW REPORT

The Board of Directors
SBEC Sugar Limited


We have reviewed the accompanying statement of unaudited financial results of **SBEC Sugar Limited** for the quarter ended 30th June 2015, except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the Management and have not been audited by us. This statement is the responsibility of the company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with 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. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements 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.

During the quarter the company has not made provision for interest, on late payment of cane dues amounting to Rs. 879.53 lacs. Accordingly the expenses and loss for the quarter ended on 30th June 2015 would have been higher by Rs. 879.53 lacs and its consequential impact on EPS.

Based on our review, *except for our observation in para supra*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable Accounting Standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Doogar & Associates
Chartered Accountants
Firm Regn. No. 000561N


Mukul Marwah
Partner
M.No. 511239



Place: New Delhi
Date: 13/08/2015

SBEC SUGAR LIMITED
 Regd. Off. : Village Loyan Malakpur, Tehsil Baraut, District Baghpat, Uttar Pradesh
 CIN-L15421UP1991PLC019160 E MAIL- Investors@sbecsugar.com TEL- 01234-259206 & 259273
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED : 30th June, 2015

(Rs. In Lakhs)

| S No. | PARTICULARS | STANDALONE | | | |
|-----------|--|------------------|------------------|------------------|-------------------|
| | | Quarter Ended | | Year Ended | |
| | | 30.06.2015 | 31.03.2015 | 30.06.2014 | 31.03.2015 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) | |
| 1 | Income from Operations | | | | |
| | (a) Net Sales / Income from Operations (Net of excise Duty) | 10,352.89 | 11,285.19 | 13,802.55 | 42,322.13 |
| | (b) Other Operating Income | 9.32 | 31.13 | 11.91 | 44.71 |
| | Total Income from Operations (net) | 10,362.20 | 11,316.32 | 13,814.46 | 42,366.84 |
| 2 | EXPENSES | | | | |
| | a) Cost of materials consumed | 3,739.24 | 16,024.15 | 6,053.55 | 28,916.58 |
| | b) Purchases of Stock in Trade | - | 1,137.85 | 1,069.78 | 4,728.30 |
| | c) Change in Inventories of Finished Goods, Work-in-Progress and Stock in Trade | 6,804.84 | (7,523.27) | 6,092.73 | 7,527.81 |
| | d) Employees benefits expense | 210.23 | 296.40 | 196.00 | 965.53 |
| | e) Depreciation and amortisation expense | 77.81 | 80.59 | 86.30 | 281.15 |
| | f) Other Expenses | 449.69 | 1,080.89 | 528.71 | 2,617.41 |
| | g) Total Expenses | 11,281.81 | 11,096.60 | 14,027.07 | 45,036.77 |
| 3 | Profit(+)/Loss(-) from Operations before Other Income, Finance Costs and Exceptional Items (1-2) | (919.61) | 219.72 | (212.61) | (2,669.93) |
| 4 | Other Income | 272.89 | 151.71 | 210.10 | 729.83 |
| 5 | Profit(+)/Loss(-) from Ordinary Activities before Finance Costs and Exceptional Items (3+4) | (646.71) | 371.43 | (2.51) | (1,940.10) |
| 6 | Finance Cost | 154.73 | 343.11 | 246.57 | 921.36 |
| 7 | Profit(+)/Loss(-) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6) | (801.45) | 28.33 | (249.08) | (2,861.45) |
| 8 | Exceptional Items | - | - | - | - |
| 9 | Profit(+)/Loss(-) from Ordinary Activities before Tax (7+8) | (801.45) | 28.33 | (249.08) | (2,861.45) |
| 10 | Tax Expense | | | | |
| | Current Tax | - | - | - | - |
| | Deferred (Gain)/ Loss | - | - | - | - |
| | Income Tax(MAT) | - | - | - | - |
| 11 | Net Profit(+)/Loss(-) from Ordinary Activities after Tax(9-10) | (801.45) | 28.33 | (249.08) | (2,861.45) |
| 12 | Extraordinary Items (Net of Tax Expenses) | - | - | - | - |
| 13 | Net Profit(+)/ Loss(-) for the Period (11-12) | (801.45) | 28.33 | (249.08) | (2,861.45) |
| 14 | Paid-up Equity Share Capital(face value of Rs. 10/- each) | 4,765.39 | 4,765.39 | 4,765.39 | 4,765.39 |
| 15 | Reserve Excluding Revaluation Reserves as per Balance Sheet of previous accounting year | - | - | - | - |
| 16 | Earning Per Share (EPS) | | | | |
| | a) Earnings Per Share before Extraordinary items | | | | |
| | i) Basic | (1.68) | 0.06 | (0.52) | (6.00) |
| | ii) Diluted | (1.68) | 0.06 | (0.52) | (6.00) |
| | b) Earnings Per Share after Extraordinary items | | | | |
| | i) Basic | (1.68) | 0.06 | (0.52) | (6.00) |
| | ii) Diluted | (1.68) | 0.06 | (0.52) | (6.00) |
| A | PARTICULARS OF SHAREHOLDING | | | | |
| 1 | Public shareholding | | | | |
| | Number of shares (Fig. in Absolute Term) | 16,598,418 | 16,598,418 | 21,702,797 | 16,598,418 |
| | Percentage of Shareholding | 34.83% | 34.83% | 45.54% | 34.83% |
| 2 | Promoters and promoter group shareholding | | | | |
| | a) Pledged / Encumbered | | | | |
| | - Number of shares | - | - | 7,000,000 | - |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 0.00% | 0.00% | 26.97% | 0.00% |
| | - Percentage of shares (as a % of the total share capital of the company) | 0.00% | 0.00% | 14.69% | 0.00% |
| | b) Non encumbered | | | | |
| | - Number of shares (Fig. in Absolute Term) | 31,055,462 | 31,055,462 | 18,951,083 | 31,055,462 |
| | - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 100.00% | 100.00% | 73.03% | 100.00% |
| | - Percentage of shares (as a % of the total share capital of the company) | 65.17% | 65.17% | 39.77% | 65.17% |




| | Particulars | 3 Months ended 30/06/2015 |
|---|--|---------------------------|
| B | INVESTORS COMPLAINTS | |
| | Pending at the beginning of the quarter | NIL |
| | Received during the quarter | NIL |
| | Disposed of during the quarter | NIL |
| | Remaining unsolved at the end of the quarter | NIL |

NOTES :

- 1 Sugar Industry being seasonal in nature, the results of any quarter may not be a true and /or proportionate reflection of the annual performance of the Company.
- 2 The Company is a single product, single location company and hence the requirements of AS-17 on Segment Reporting is not relevant.
- 3 The State Government of Uttar Pradesh has, as per PNCM Cabinet Decision dated 12th November 2014, inter alia, announced cash subsidy upto Rs. 28.60 per Qlt of cane purchased for the sugar industry, linked to the average selling price of sugar and it's by products. During the period 1st April 2015 to 30th June 2015, the prices being remained below the threshold limit provided in the notification. Since the Management is virtually certain regarding realisation of subsidy, the Company has accounted for cash subsidy of Rs. 28.60 per Qlt of cane purchased by it aggregating to Rs. 457.51 lacs
- 4 The Company has not made provision for interest, on late payment of cane dues for the quarter of Rs. 879.53 lacs & for earlier years Rs. 6046.43 lacs aggregating to Rs. 6925.96 lacs. Accordingly manufacturing expense and net losses for the quarter would have been higher by Rs. 879.53 lacs and its consequential impact on current liabilities and EPS.
- 5 The company in terms of Board of Director's resolution dated 6th July 2013 has filled a reference with the Board for Industrial and Financial Reconstruction (BIFR) U/S 15(1) of the Sick Industrial Companies (Special provisions) Act 1985 (SICA) vide its letter dated 24th July 2013 and as per communication received from BIFR vide its letter No. 3/(S-22)/BC/2013 dated 21st August 2013, The said reference has been registered by BIFR as case No. 58/2013. The BIFR has declared the company as Sick u/s 3(1)(i) of SICA and appointed IDBI as operating agency u/s 17(3) of the Act. in its hearing held on dated 04.02.2014 & the Draft Rehabilitation Scheme is Under Compilation.
- 6 The above financial results have been reviewed by Statutory Auditors and Audit Committee of the Company & then approved and taken on record by the Board at their respective meeting held on the 13/08/2015
- 7 Previous Year's/Quarter's figures have been regrouped/rearranged, wherever necessary.

Date : 13th August, 2015
Place : New Delhi

For and on behalf of Board of Directors


(U.K. Modi)
Chairman & President

