

# DOOGAR & ASSOCIATES

CHARTERED ACCOUNTANTS

## LIMITED REVIEW REPORT

**The Board of Directors  
SBEC Sugar Limited**

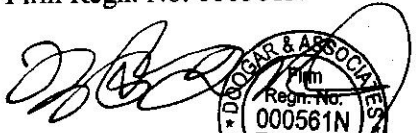
We have reviewed the accompanying statement of unaudited financial results of **SBEC Sugar Limited** for the quarter ended 30th June 2016. This statement is the responsibility of the company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

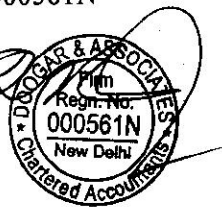
We conducted our review in accordance with Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by The Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain 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. 795.14 lacs . Accordingly the expenses and loss for the quarter ended on 30th June 2016 would have been higher by Rs. 795.14 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 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

  
**Mukesh Goyal**  
Partner  
M.No. 081810



Place: New Delhi  
Date: 12/08/2016

**UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED : 30th June, 2016**

S No.	PARTICULARS	STANDALONE			
		Quarter Ended		Year Ended	
		30.06.2016	31.03.2016	30.06.2015	31.03.2016
	( Unaudited )	( Audited )	( Unaudited )	( Audited )	
<b>1</b>	<b>Income from Operations</b>				
	(a) Net Sales / Income from Operations (Net of excise Duty)	6,506.15	19,291.41	10,352.89	38,955.81
	(b) Other Operating Income	0.75	0.86	9.32	13.45
	<b>Total Income from Operations (net)</b>	<b>6,506.90</b>	<b>19,292.27</b>	<b>10,362.20</b>	<b>38,969.26</b>
<b>2</b>	<b>EXPENSES</b>				
	a) Cost of materials consumed	961.50	16,194.70	3,739.24	27,525.92
	b) Purchases of Stock in Trade	-	-	-	-
	c) Change in Inventories of Finished Goods, Work-in-Progress and Stock in Trade	3,856.22	(795.28)	6,804.84	7,127.76
	d) Employees benefits expense	163.85	348.82	210.23	987.29
	e) Depreciation and amortisation expense	67.95	76.44	77.81	311.14
	f) Other Expenses	424.59	892.99	449.69	2,483.12
	<b>g) Total Expenses</b>	<b>5,474.11</b>	<b>16,717.67</b>	<b>11,281.81</b>	<b>38,435.23</b>
<b>3</b>	<b>Profit(+)/Loss(-) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)</b>	<b>1,032.79</b>	<b>2,574.60</b>	<b>(919.61)</b>	<b>534.02</b>
<b>4</b>	<b>Other Income</b>	<b>246.65</b>	<b>94.95</b>	<b>272.89</b>	<b>509.05</b>
<b>5</b>	<b>Profit(+)/Loss(-) from Ordinary Activities before Finance Costs and Exceptional Items (3+4)</b>	<b>1,279.44</b>	<b>2,669.56</b>	<b>(646.71)</b>	<b>1,043.07</b>
<b>6</b>	<b>Finance Cost</b>	<b>70.95</b>	<b>120.98</b>	<b>154.73</b>	<b>526.94</b>
<b>7</b>	<b>Profit(+)/Loss(-) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)</b>	<b>1,208.49</b>	<b>2,548.58</b>	<b>(801.45)</b>	<b>516.14</b>
<b>8</b>	<b>Exceptional Items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>9</b>	<b>Profit(+)/Loss(-) from Ordinary Activities before Tax (7+8)</b>	<b>1,208.49</b>	<b>2,548.58</b>	<b>(801.45)</b>	<b>516.14</b>
<b>10</b>	<b>Tax Expense</b>				
	Current Tax	-	-	-	-
	Deferred (Gain)/ Loss	-	-	-	-
	Income Tax(MAT)	-	-	-	-
<b>11</b>	<b>Net Profit(+)/Loss(-) from Ordinary Activities after Tax(9-10)</b>	<b>1,208.49</b>	<b>2,548.58</b>	<b>(801.45)</b>	<b>516.14</b>
<b>12</b>	<b>Extraordinary Items (Net of Tax Expenses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>13</b>	<b>Net Profit(+)/ Loss(-) for the Period (11-12)</b>	<b>1,208.49</b>	<b>2,548.58</b>	<b>(801.45)</b>	<b>516.14</b>
<b>14</b>	<b>Paid-up Equity Share Capital(face value of Rs. 10/- each)</b>	<b>4,765.39</b>	<b>4,765.39</b>	<b>4,765.39</b>	<b>4,765.39</b>
<b>15</b>	<b>Reserve Excluding Revaluation Reserves as per Balance Sheet of previous accounting year</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(12,704.08)</b>
<b>16</b>	<b>Earning Per Share (EPS)</b>				
	a) Earnings Per Share before Extraordinary items				
	i) Basic	2.54	5.35	(1.68)	1.08
	ii) Diluted	2.54	5.35	(1.68)	1.08
	b) Earnings Per Share after Extraordinary items				
	i) Basic	2.54	5.35	(1.68)	1.08
	ii) Diluted	2.54	5.35	(1.68)	1.08

**NOTES :**

- 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.
- The Company is a single product, single location company and hence the requirements of AS-17 on Segment Reporting is not relevant.
- The State Government of Uttar Pradesh has, as per PNCM Cabinet Decision dated 18<sup>th</sup> January 2016, inter alia, announced cash subsidy upto Rs. 23.30 per Qtl of cane purchased for the sugar industry, linked to the average selling price of sugar and it's by products. During the period 1<sup>st</sup> April 2016 to 30th June 2016, 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. 23.30 per Qtl of cane purchased by it aggregating to Rs. 86.83 lacs
- The Company has not made provision for interest, on late payment of cane dues for the Qtr of Rs. 795.14 lacs & for earlier years Rs. 3707.27 lacs aggregating to Rs. 4502.41 lacs. Accordingly had the provision being made the net Profit for the year would have been lower by Rs. 795.14 lacs and its consequential impact on current liabilities and EPS.
- The company in terms of Board of Director's resolution dated 6th July 2013 has filed 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)(d) 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 Completion.
- 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 12/08/2016
- Previous Year's/Quarter's figures have been regrouped/rearranged, wherever necessary.

Date : 12th August, 2016  
 Place : New Delhi



For and on behalf of Board of Directors  
*Neel*  
**(R.K. AGARWAL)**  
 DIN:00298252  
 Director