

Statement of Standalone and Consolidated Audited Financial Results for the quarter and year ended March 31, 2018

S.No.	Particulars	Standalone				Consolidated		
		Quarter Ended		Year Ended		Year Ended		Audited
		Audited (Refer note 12)	Unaudited	Audited (Refer note 12)	March 31, 2018	March 31, 2017	March 31, 2018	
1	2	3	4	5	6	7		
1	Revenue							
	(a) Income from operations	36953	36042	45156	134160	127012	134160	127012
	(b) Other income	133	102	230	1233	939	1210	894
	Total Revenue (a+b)	37086	36144	45386	135393	127951	135370	127906
2	Expenses							
	(a) Cost of materials consumed	52745	38403	44481	96992	77587	96992	77587
	(b) Purchase of traded goods	(20673)	(14375)	(21468)	1721	(4668)	(147)	(5374)
	(c) Changes in inventories of finished goods, by products, stock in trade and work-in-progress	-	-	3966	126	7946	126	7946
	(d) Excise duty	2016	1767	1389	6868	7199	6868	7199
	(e) Employee benefits expense	373	522	971	2099	4416	3832	5069
	(f) Finance Costs	608	576	1130	2392	3034	2392	3034
	(g) Depreciation and amortisation expenses	2383	3061	3088	12442	13220	12442	13220
	(h) Power & Fuel	3755	3481	3671	12852	9455	13059	9618
	(i) Other expenses	41207	33435	37228	135492	118169	135111	118487
	Total Expenses (a to i)	(4121)	2709	8158	(99)	9782	(741)	9419
3	Profit/(Loss) before exceptional items and tax (1-2)							
	Exceptional items - Income/(Expense) (Refer Note 4 and 5)	-	-	1,186	1,476	34,929	1,476	34,929
5	Profit/(Loss) before tax (3+4)	(4121)	2709	9344	1377	44711	735	44348
6	Tax expense							
	Current Tax	-	-	-	-	-	5	14
	Deferred Tax charge/(credit)	(1,567)	957	3155	(36)	8,421	(36)	8,421
	Adjustment of tax relating to earlier years	-	(119)	-	(211)	-	(210)	-
7	Profit/(Loss) for the period/year from continuing operations (5-6)	(2554)	1871	6189	1624	36290	976	35913
8	Other comprehensive income/(loss):							
	(i) Items that will not be reclassified to profit & loss	8	-	(70)	8	(278)	8	(278)
	(ii) Income tax (expense)/credit relating to items that will not be reclassified to profit & loss	(3)	-	24	(3)	96	(3)	96
	Total other comprehensive income/(loss):	5	-	(45)	5	(182)	5	(182)
9	Total comprehensive income/(loss) for the period/year (7+8)	(2,549)	1,871	6,144	1,629	36,108	981	35,731
10	Profit for the year attributed to :							
	Equity holders of the Parent	-	-	-	-	-	-	35,901
	Non Controlling Interest	-	-	-	-	-	-	13
11	Total Comprehensive Income attributed to :							
	Equity holders of the Parent	-	-	-	-	-	-	35,719
	Non Controlling Interest	-	-	-	-	-	-	12
12	Paid-up equity share capital (Face value of each share Rs. 10/-)	3912	3912	3912	3912	3912	3912	3912
13	Earning per share (of Rs. 10 each) (Not annualised)							
	- Basic/Diluted	(6.53)	4.78	15.82	4.15	92.77	2.46	91.78



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**Audited Segment-wise Revenue, Results, Assets and Liabilities
for the quarter and year ended March 31, 2018**



(Rs. in Lacs)

S. No.	Particulars	Standalone					Consolidated	
		Quarter ended		Year ended			Year ended	
		Audited	Unaudited	Audited	Audited		Audited	
		March 31, 2018	December 31, 2017	March 31, 2017	March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
	1	2	3	4	5	6	7	
1.	Segment Revenue							
	a Sugar	32216	34460	46638	114967	111821	114967	111821
	b Power	13438	10128	12234	25324	21156	25324	21156
	c Chemical	6649	6448	5104	25712	23329	25712	23329
	d Distillery	1949	1926	626	6015	6813	6015	6813
	Total	54252	52962	65602	172018	163119	172018	163119
	Less: Inter-Segment revenue	17299	16920	20446	37858	36107	37858	36107
	Income from Operations	36953	36042	45156	134160	127012	134160	127012
2.	Segment Results							
	Profit / (Loss) (before tax, finance cost and exceptional items) from Segment							
	a Sugar	(8690)	(376)	7574	(5610)	9019	(5610)	9019
	b Power	2791	1803	2406	4135	3376	4135	3376
	c Chemical	1846	1211	(628)	3672	465	3672	465
	d Distillery	717	999	(394)	798	944	798	944
	Total	(3336)	3637	8958	2995	13804	2995	13804
	Less: i) Finance costs	373	522	970	2,099	4,416	3,832	5,068
	ii) Other un-allocable expenditure net off un-allocable income/expenditure	411	406	(171)	995	(394)	(96)	(685)
	iii) Exceptional items (expenses)/Income net	-	-	1185	1476	34929	1476	34928
	Total Profit/(Loss) before Tax	(4120)	2709	9344	1377	44711	735	44348
3.	Segment Assets							
	a Sugar	57542	36620	52911	57542	52911	57542	52911
	b Power	12302	11739	17643	12302	17643	12302	17643
	c Chemical	7494	7786	7561	7494	7561	7494	7561
	d Distillery	9277	8509	8460	9277	8460	9277	8460
	e Unallocated	22855	22266	29745	22855	29745	23895	29696
	Total	109470	86920	116320	109470	116320	110510	116271
4.	Segment Liabilities							
	a Sugar	52847	23029	48649	52847	48649	52847	48649
	b Power	125	127	137	125	137	125	137
	c Chemical	2767	2887	2660	2767	2660	2767	2660
	d Distillery	613	731	669	613	669	613	669
	e Unallocated	17465	21916	30178	17465	30178	20069	31047
	Total	73817	48690	82293	73817	82293	76421	83162

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Mawana Sugars Limited
 Regd. Office : 5th Floor, Kirti Mahal, 19 Rajendra
 Place,
 Balance Sheet



(Rs. in lacs)

Particulars	Standalone		Consolidated	
	Audited		Audited	
	As at March 31, 2018	As at March 31, 2017	As at March 31, 2018	As at March 31, 2017
	1	2	3	4
ASSETS				
(1) Non-current assets				
(a) Property, Plant and Equipment	31,292	32,055	31,298	32,060
(b) Capital work- in- progress	838	439	838	439
(c) Financial assets				
- Investments	4,213	3,357	-	-
- Loans	-	0	-	-
- Others	1,566	1,163	1,566	1,163
(d) Deferred tax assets (net)	14,732	13,774	14,732	13,774
(e) Income tax assets (net)	411	219	420	231
(f) Other non- current assets	219	100	219	100
Total Non-current assets	53,271	51,107	49,073	47,767
(2) Current assets				
(a) Inventories	41,932	44,059	46,949	47,207
(b) Financial assets				
- Trade receivables	5,114	4,130	5,114	4,130
- Cash and cash equivalents	5,084	3,538	5,276	3,605
-Other bank balances	1,725	2,454	1,747	2,526
-Other	1,247	9,877	1,254	9,881
(c) Other current assets	1,019	1,087	1,019	1,087
(d) Assets classified as held for sale	78	68	78	68
Total current assets	56,199	65,213	61,437	68,504
Total Assets	1,09,470	1,16,320	1,10,510	1,16,271
EQUITY AND LIABILITIES				
Equity				
(a) Equity Share capital	3,912	3,912	3,912	3,912
(b) Other Equity	31,742	30,113	30,165	29,184
Equity attributable Non Controlling Interest	35,654	34,025	34,077	33,096
			13	12
Total Equity	35,654	34,025	34,090	33,108
LIABILITIES				
(1) Non- current liabilities				
(a) Financial Liabilities				
- Borrowings	9,704	14,125	9,704	14,125
-Other financial liabilities	45	68	45	68
(b) Provisions	1,110	647	1,110	647
Total non- current liabilities	10,859	14,840	10,859	14,840
(2) Current liabilities				
(a) Financial liabilities				
- Borrowings	-	-	157	157
- Trade payables	53,857	42,296	56,299	43,005
- Other financial liabilities	5,839	13,647	5,839	13,647
(b) Other current liabilities	1,974	10,272	1,979	10,274
(c) Provisions	374	323	374	323
(d) Current tax liabilities	913	917	913	917
Total current liabilities	62,957	67,455	65,561	68,323
Total Equity and liabilities	1,09,470	1,16,320	1,10,510	1,16,271

1



Notes:

1. The auditors have conducted the audit of the financial results for the quarter and year ended March 31, 2018. The audited financial results have been recommended by the Audit Committee at its meeting held on May 23, 2018 and approved by the Board of Directors at its meeting held on May 23, 2018.
2. The Company, inter-alia, manufactures Sugar which is produced during the season and sold throughout the year. As such, the performance in any quarter may not be representative of the annual performance of the Company.
3. The Company has applied to Central Government for approval of remuneration paid of Rs 542 lacs to former Managing Director/Whole Time Director/existing Whole Time Director. In respect of application of former MD/WTD, the department has declined the request of the Company, and therefore an application is being filed for reopening.
4. The Company has completely resolved the debts availed from all the lender banks, with the One Time Settlement concluded with the last lender bank during the period. The Company has recognized reversal of loan and interest liabilities with net gain of Rs. 1909 lacs under exceptional items in the financial results for the year ended March 31, 2018.
5. During the year ended, the Company had completed the transaction of sale of Titawi Sugar Complex (TSC) Unit to Indian Potash Limited (IPL), in terms of the Business Transfer Agreement executed between the Company and IPL on November 18, 2016. Whilst effecting the final settlement, the Company had to bear an expenditure of Rs. 433 lacs, thereby reducing the profit from said sale transaction envisaged in previous year. Accordingly, a loss of Rs. 433 lacs was recognized under exceptional items in the financial results for the year ended March 31, 2018. The results for year ended March 31, 2017 included results of operations of Titawi Sugar Complex Unit upto October 31, 2016, hence, the financial results for year ended March 31, 2018 are not comparable with those of corresponding previous year.
6. The Company has adopted Indian Accounting Standards (Ind-AS) from April 1, 2017. Accordingly, these results (including comparable year and quarter ended March 31, 2017) have been prepared in accordance with Ind-AS. Reconciliation of net profit between financial results as per Ind AS and as previously reported under 'Previous GAAP' for the quarter and year ended March 31, 2017 is as under:

Particulars	Standalone		Consolidated
	Quarter ended March 31, 2017	Year ended March 31, 2017	Year ended March 31, 2017
Net Profit reported under Previous GAAP	9263	45658	45304
Add/(Less):			
<i>i) Impact of recognition of assets taken on finance lease</i>	4	12	12
<i>ii) Actuarial gain/ loss on defined benefit plan reclassified to Other Comprehensive Income</i>	70	278	278
<i>iii) Measurement of interest income on investment in Preference share</i>	14	23	-
<i>iv) Impact of measurement of term loans at amortised cost</i>	707	(409)	(409)
<i>v) Prior period adjustment*</i>	(203)	(861)	(862)
<i>vi) Deferred tax adjustment</i>	(3666)	(8411)	(8411)
Net Profit under Ind AS (A)	6189	36290	35913
Other Comprehensive Income			
<i>i) Actuarial gain/(loss) on defined benefit plan</i>	(70)	(278)	(278)
<i>ii) Deferred tax adjustment</i>	24	96	96
Other Comprehensive Income (B)	(46)	(182)	(182)
Total Comprehensive Income for the period (A+B)	6143	36108	35731

*Excess/short credit taken in previous period.




Reconciliation of Equity as per Ind AS and as previously reported under 'Previous GAAP' as at March 31, 2017 is as under:

Particulars	(Rs. in lacs)	
	Standalone Year ended March 31, 2017	Consolidated Year ended March 31, 2017
Equity under previous Indian GAAP	7,529	6641
Add/(Less):		
<i>i) Impact of recognition of assets taken on finance lease</i>	(26)	(26)
<i>ii) Measurement of interest income on investment in Preference share</i>	30	-
<i>iii) Impact of measurement of term loans at amortised cost</i>	14,805	14805
<i>iv) Prior period adjustment</i>	(766)	(766)
<i>v) Deferred tax (including MAT credit)</i>	12,407	12,407
<i>vi) Transfer of molasses storage fund</i>	36	36
<i>vi) Non-Controlling interest</i>	-	1
<i>vi) Others</i>	10	10
Equity under Ind AS	34025	33108

7. Pursuant to an Order of Hon'ble High Court of Punjab & Haryana, the Company's 100% Subsidiary viz. Siel Industrial Estate Limited (Siel IE) was ordered to pay additional compensation to the farmers from whom the Land had been acquired. Having regard to the fact that Siel IE has no business activity/ income of its own, the Company during the year has subscribed the Right Issue of 80,00,000 5 % Redeemable Cumulative Preference Shares of Rs.10 each fully paid amounting to Rs. 800 lacs.
8. During the year, frauds pertaining to earlier years have been detected in sugar units where some employees (who have already left the service of the Company) have embezzled aggregate sum of Rs.298 lacs by forging documents and wrongfully withdrawing payment. FIR has been filed against these person and necessary legal action in this regard has been initiated to recover the money. No credit for the above amount has been taken in the books, which will be taken once amount is recovered.
9. In view of Allahabad High Court order dated 21.12.2017 for stay on the retrospective operation of orders of UP State Government on reduction in rate of society commission pertaining to earlier years, the Company has provided differential amount of Rs. 2854 lacs in the accounts during the current year.
- Although the Company has received the order of Allahabad High Court before finalizing the last quarter's results, however, the management was under discussion internally and with various sugar industry expert to get the waiver of above commission but could not get the success so far in the above matter. As a result, the amount has been provided during the current quarter. The major part of said liability was appearing under the contingent liability in last year's accounts.
10. In view of oversupply of sugar in the country and crash in sugar prices, Government of India issued the notification No. 1(4)/2018-S.P.-1 dated 9th May 2018 with allocating mill-wise Minimum Indicative Export Quota (MIEQ) of 20 lakh tonne for sugar season 2017-18. The Company has been allocated MIEQ of 19088 MT of sugar. Presently the international prices of sugar are much lower than the domestic prices.

Further, it has also issued notification No. 1(5)/2018-S.P.-1 dated 9th May 2018 with the scheme for assistance to sugar mills for payment of cane price dues to farmers against sugar cane crushed during the season 2017-18 @ Rs 5.50/qrtl to offset the cost of cane purchased.

As per one of the conditions of the notification, Company may find difficult to get cane subsidy. Without this, the export of sugar is not viable. Otherwise also, the cost of export obligation approximately offset with the amount of cane subsidy available under the scheme, hence Company has not given effect of above notifications in these accounts.



11. Excise duty realized is included in Revenue from operations of periods upto June 30, 2017 and Revenue from operations for the subsequent periods are net of Goods and service tax (GST).
12. The figures of last quarter are the balancing figures between audited figures in respect of full financial year and the published year to date figures upto the third quarter of the financial year. The previous financial period figures have been regrouped/rearranged wherever necessary to make them comparable.

Place : New Delhi
Date : May 23, 2018



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For Mawana Sugars Limited

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Dharam Pal Sharma
(Whole Time Director)
DIN No. 07259344