



chamundeswari  
LIFE IN HARMONY



# Sri Chamundeswari Sugars Limited

46th ANNUAL REPORT

2018-2019

 A SAKTHI GROUP VENTURE



## SRI CHAMUNDESWARI SUGARS LIMITED

### REGISTERED OFFICE

No. 88/5, Richmond Road,  
Bangalore- 560 025  
CIN : U15435KA1970PLC001974  
T +91 80 2500 2500 F +91 80 2500 2510  
Email: ho@chamundisugars.com  
Website: www.chamundeswarisugars.in

### PLANT LOCATION

#### UNIT-I

(Sugar, Distillery and Power Generation)  
Bharathinagara (K.M. Doddi)  
Maddur Taluk, Mandya District  
Karnataka - 571 422

#### UNIT-II

(Sugar Plant)  
Srinivasapura, Channarayapatna Taluk,  
Hassan District, Karnataka - 573 116

### STATUTORY AUDITORS

P.K. Nagarajan & Co.,  
Chartered Accountants  
Coimbatore

### INTERNAL AUDITORS

Brahmayya & Co  
Chartered Accountants  
Bangalore

### COST AUDITOR

Shri. M.R. Krishnamurthy  
Cost Accountant  
Bangalore

### SECRETARIAL AUDITOR

Shri G. Vasudevan  
M/s. G V Associates & Co  
Coimbatore

### BOARD OF DIRECTORS

Shri. M. Srinivaasan B.E., MBA  
MANAGING DIRECTOR

### DIRECTORS

Dr. M. Manickam M.Sc., MBA  
Shri. M. Balasubramaniam M.Com, MBA  
Shri. A. Arjunaraj B.Sc., FCA  
Dr. A. Selvakumar M.E., Ph.D.  
Dr. M.R. Desai M.B.B.S  
Smt. Susheela Balakrishnan B.A., FCA  
Shri. S. Senthil Saravanan B.Com

### CHIEF FINANCIAL OFFICER

Shri. J.U. Srinivasan  
(upto 31st July 2019)

### COMPANY SECRETARY

Shri. Murali B S

### BANKERS & FINANCIAL INSTITUTIONS

The South Canara District Central Co-Operative Bank Limited  
Indian Renewable Energy Development Agency Limited  
The Karnataka State Co-operative Apex Bank Limited  
The Hassan District Co-operative Central Bank Limited  
IDBI Bank Limited  
Bajpe VSS Bank Limited  
Allahabad Bank  
The Shimoga District Co-operative Central Bank Limited

## CONTENTS

PARTICULARS	PAGE NO
Notice to Shareholders	3
Board's Report	9
Secretarial Audit Report	22
Independent Auditors' Report	23
Balance Sheet	28
Statement of Profit and Loss	29
Cash Flow Statement	32
Notes forming part of Financial Statements	35
Performance Report	63

### NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the Forty Sixth Annual General Meeting of the Members of the Company will be held at Rohini Hall, Hotel Ajantha, 22-A, Mahathma Gandhi Road, Bangalore - 560 001 on Thursday 26th September 2019 at 2.30 p.m. to transact the following business:

#### Ordinary Business:

1. To consider and adopt the Audited Financial Statements for the year ended 31st March 2019 and the report of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Dr. M Manickam (DIN: 00102233), who retires by rotation and being eligible offers himself for re-appointment.

#### Special Business:

##### 3. Re-appointment of Dr. M R Desai as an Independent Non-Executive Director

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150 and 152 and any other applicable provisions of the Companies Act 2013 ("Act") and the Companies (Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Act, Dr. M R Desai (DIN: 01625500), Independent Non-Executive Director of the Company, who has submitted a declaration that he meets the criteria of independence as provided in section 149(6) of the Act and who is eligible for reappointment, be and is hereby re-appointed as an Independent Non-Executive Director of the Company to hold office for second term of five consecutive years with effect from 26th September 2019 to 25th September 2024 and whose office shall not be liable to retire by rotation.

RESOLVED FURTHER THAT the Managing Director and/or Company Secretary of the Company be and is hereby authorized to do all acts, deeds and things including filings and take steps as may be deemed necessary, proper or expedient to give effect to this Resolution and matters incidental thereto."

##### 4. Re-appointment of Shri. A Arjunaraj as an Independent Non-Executive Director

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150 and 152 and any other applicable provisions of the Companies Act 2013 ("Act") and the Companies (Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Act, Shri. A Arjunaraj (DIN: 00015073), Independent Non-Executive Director of the Company, who has submitted a declaration that he meets the criteria of independence as provided in section 149(6) of the Act and who is eligible for reappointment, be and is hereby re-appointed as an Independent Non-Executive Director of the Company to hold office for second term of five consecutive years with effect from 26th September 2019 to 25th September 2024 and whose office shall not be liable to retire by rotation.

RESOLVED FURTHER THAT the Managing Director and/or Company Secretary of the Company be and is hereby authorized to do all acts, deeds and things including filings and take steps as may be deemed necessary, proper or expedient to give effect to this Resolution and matters incidental thereto."

##### 5. Re-appointment of Dr. A Selvakumar as an Independent Non-Executive Director

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150 and 152 and any other applicable provisions of the Companies Act 2013 ("Act") and the Companies (Appointment and Qualification of Directors) Rules 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) read with Schedule IV to the Act, Dr. A Selvakumar (DIN: 01099806), Independent Non-Executive Director of the Company, who has submitted a declaration that he meets the criteria of independence as provided in section 149(6) of the Act and who is eligible for reappointment, be and is hereby re-appointed as an Independent Non-Executive Director of the Company to hold office for second term of five consecutive years with effect from 26th September 2019 to 25th September 2024 and whose office shall not be liable to retire by rotation.

RESOLVED FURTHER THAT the Managing Director and/or Company Secretary of the Company be and is hereby authorized to do all acts, deeds and things including filings and take steps as may be deemed necessary, proper or expedient to give effect to this Resolution and matters incidental thereto."

##### 6. Ratification of Remuneration of Cost Auditor

To consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act 2013 and the Companies (Audit and Auditors) Rules 2014 (including any modifications or re-enactment thereof for the time being in force), the Company hereby ratifies the remuneration of Rs. 50,000/- (Rupees Fifty Thousand Only) with reimbursement of conveyance expenses at actual and GST as applicable, as approved by the Board of Directors, payable to Shri. M R Krishnamurthy, Cost Accountant, M.No.F7568, appointed by Board of Directors to carry out audit of Company's cost records for year ending 31st March 2020."

##### 7. Approval for issue of Non-Convertible Debentures on private placement basis

To consider and if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Section 42 and 71 of the Companies Act 2013 ('the Act'), the Companies (Prospectus and Allotment of Securities) Rules 2014 and other applicable provisions, if any of the Act (including any statutory modifications or re-enactments thereof for the time being in force) and subject to such other approvals as may be required from regulatory authorities from time to time, consent of the members be and is hereby accorded to the Board of Directors and its Committees to offer, issue and allot in one or more tranches, Secured Non-Convertible Debentures on private placement basis during the period from 26th September 2019 to 25th September 2020 for an amount not exceeding Rs. 50,00,00,000/- (Rupees Fifty Crores only) on such terms and conditions as may be decided by the Board / Committee of Directors to such person or persons.

RESOLVED FURTHER THAT in connection with the above, the Board/ Committee of Directors be and is hereby authorized to do all such acts, deeds, matters and things as may be deemed necessary, desirable, proper or expedient for the purpose of giving effect to this Resolution and for matters connected therewith or incidental thereto."

By order of the Board  
For Sri Chamundeswari Sugars Limited

M Srinivasan  
Managing Director  
DIN: 00102387

Date : 28.08.2019  
Place : Bangalore

## Notice of the Annual General Meeting

### Notes:

1. A member entitled to attend and vote at the Annual General Meeting is entitled to appoint a Proxy. Proxy need not be a member of the Company. Proxy so appointed shall not have any right to speak at the meeting and shall not be entitled to vote except on a poll. A person can act as a proxy on behalf of not more than fifty members and holding in aggregate not more than ten percent of the total Share Capital of the Company. Members holding more than ten percent of the total Share Capital of the Company may appoint a single person as proxy, who shall not act as a proxy for any other Member. The duly completed and signed instrument of Proxy, in order to be effective, should be deposited at the Registered Office, not less than 48 hours before the commencement of the meeting. A Proxy Form is annexed to this Report. Proxies submitted on behalf of limited companies, societies, etc., must be supported by an appropriate resolution / authority, as applicable.
2. The relative Explanatory Statements as required under Section 102 of the Companies Act 2013 in respect of Special Business are annexed forming part of the Notice.
3. All the documents referred to in the accompanying notice and explanatory statement are open for inspection at the Registered Office of the Company during the business hours on all days except Saturdays, Sundays and Public Holidays between 11.00 a.m. to 1.00 p.m. up to the date of ensuing Annual General Meeting and will also be available at the meeting.
4. The Register of Members of the company will be closed from 19th September 2019 to 26th September 2019 (Both days inclusive).
5. M/s. Integrated Registry Management Services Private Limited, Bangalore are the authorized Registrars and Share Transfer Agents. Members are requested to correspond with them directly for non-receipt of share certificates, share transfers, transmission, change of address, consolidation of certificates, split of certificate, registration of Power of Attorney, and on all other queries in the following address.  
Integrated Registry Management Services Private Limited  
Unit: Sri Chamundeswari Sugars Limited,  
No.30, Ramana Residency,  
4th Cross, Sampige Road,  
Malleswaram, Bangalore – 560 003  
Ph.: 080 -23460815  
Fax: 080-23460819  
E-mail: giri@integratedindia.in
6. Email ID: Company has provided an exclusive email ID [complianceofficer@chamundisugars.com](mailto:complianceofficer@chamundisugars.com) for investors to send their requests/grievances/complaints in electronic mode.
7. The matured deposits remaining unclaimed for a period of seven years will be transferred to Investor Education and Protection Fund, if any.
8. Nomination Facility: Section 72 of the Companies Act, 2013 provides inter-alia the facility of nomination for shareholders and debenture holders. Nomination can be made by either single or joint holders.
9. Brief resume of directors proposed to be re-appointed is provided as Annexure to this notice.
10. Members are requested to bring their copies of the Annual Report to the meeting.
11. Attendance slip has to be signed and delivered at the entrance of the meeting venue.
12. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Rules made thereunder, Companies

can serve Annual Reports and other communications through electronic mode to those Members who have registered their e-mail address either with the Company or with the Depository. Members holding shares in demat form are requested to register their e-mail address with their Depository Participant(s) only. Members of the Company, who have registered their e-mail address, are entitled to receive such communication in physical form upon request. The Notice of AGM, Annual Report and Attendance Slip are being sent in electronic mode to Members whose e-mail IDs are registered with the Company or the Depository Participants. Physical copy of the Notice of AGM, Annual Report and Attendance Slip are being sent to those Members who have not registered their e-mail IDs with the Company or Depository Participant(s) and to those Members who have requested for physical copies. Members who have received the Notice of AGM, Annual Report and Attendance Slip in electronic mode are requested to print the Attendance Slip and submit a duly filled in Attendance Slip at the registration counter to attend the AGM.

13. Those shareholders who do not have access to e-voting facility, the Company has enabled a ballot paper facility in lieu of e-voting. A member desiring to exercise vote by postal ballot is requested to carefully read the instructions printed in the ballot paper form and return the form duly completed so as to reach the scrutinizer at the address "Shri. G. Vasudevan, Scrutinizer, Sri Chamundeswari Sugars Limited, No.88/5, Richmond Road, Bangalore - 560025" on or before 25th September 2019.
14. Members are provided with the facility of exercising their rights in electronic mode as required under Section 108 of the Companies Act. The procedure for e-voting is given hereunder:

### Instructions for e-voting:

1. In compliance with the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide its members, the facility to exercise their right to vote electronically on resolutions proposed to be considered at the 46th AGM to be held on Thursday, the 26th September 2019. The business may be transacted through e-voting services. The Company has engaged the services of the National Securities Depository Limited (NSDL) to provide the e-voting facility.
2. Corporate members intending to attend the meeting by sending authorised representatives are requested to handover a certified copy of the Board resolution authorizing their representatives to attend and vote on their behalf, at the entrance of the Annual General Meeting venue along with the attendance slip.
3. The facility for voting through ballot (Poll) paper shall be made available at the AGM and the members attending the meeting who have not cast their vote by remote e-voting shall be able to exercise their right to vote at the meeting through ballot (Poll) paper.
4. The process and manner of remote e-voting are as under:
  - a. For members whose email IDs are registered with the Company/Depository Participants, the e-voting particulars will be sent by NSDL by e-mail. Open the e-mail and open the PDF file viz: "remote e-voting-pdf" with your Client ID or Folio No. as password. The said PDF file contains your user ID and password/PIN for remote e-voting. Please note that the password is an initial password.
  - b. For Members whose email IDs are not registered with the Company/Depository Participants and who have received physical copies of the documents, the User ID and Password

## Notice of the Annual General Meeting

are provided in the e-Voting slip. The Following is the procedure:

- c. Launch your internet browser and type the following URL : <https://evoting.nsdl.com/>
  - d. Click on shareholder – Login
  - e. Enter the user ID and password as initial password/PIN provided in step(a)/(b) above. Click Login
  - f. Password change menu will appear. Change the password/PIN with a new password of your choice with minimum 8 digits/characters or combination thereof. Note the new password. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
  - g. The homepage of remote e-voting will open. Click on remote e-voting: Active Voting Cycles.
  - h. Select “EVEN” (E-Voting Event Number) of “Sri Chamundeswari Sugars Ltd.”
  - i. Now you are ready for remote e-voting as ‘Cast Vote’ page opens.
  - j. Cast your vote by selecting appropriate option and click on “Submit” and also “Confirm” when prompted.
  - k. Upon confirmation, the message “Vote cast successfully” will be displayed.
  - l. Once you have voted on the resolution, you will not be allowed to modify your vote.
  - m. Institutional Members (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail [vasu@gvac.in](mailto:vasu@gvac.in) with a copy marked to [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in).
5. The remote e-voting facility will be available during the following voting period:

Commencement of e-voting	End of e-voting
23rd September 2019 at 9:00 AM	25th September 2019 at 5:00 PM

During this period members of the Company holding shares either in physical form or in dematerialized form as on the cut-off date i.e., 20th September 2019, can cast their vote by remote e-voting. The remote e-voting module shall be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

6. In case of any queries, you may refer the Frequently Asked Questions (FAQs) and remote e-voting user manual for Members

available at the ‘Downloads’ section of [www.evoting.nsdl.com](http://www.evoting.nsdl.com) or call on toll free no: 1800-222-990.

7. If you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password/PIN for casting your vote. If you forgot your password, you can reset your password by using “Forgot User Details/Password” option available on [www.evoting.nsdl.com](http://www.evoting.nsdl.com).
8. You can also update your mobile number and e-mail ID in the user profile details or the folio, which may be used for sending future communication(s).
9. The voting rights of members shall be in proportion to their shares of the paid up equity share capital of the Company as on the cut-off date i.e., 20th September 2019.
10. Any person who acquires shares of the Company and becomes member of the Company after dispatch of the notice and holding shares as on the cut-off date i.e., 20th September 2019, may obtain the login ID and password by sending a request at [evoting@nsdl.co.in](mailto:evoting@nsdl.co.in) or [giri@integratedindia.in](mailto:giri@integratedindia.in)
11. A member may participate in the AGM even after exercising his rights to vote through remote e-voting, but shall not be allowed to vote again at the AGM.
12. A Person whose name is recorded in the register of members maintained by the Company/RTA or in the register of beneficial owners maintained by the depositories as on the cut-off date only shall be entitled to avail the facility of remote e-voting as well as voting at the AGM through ballot (poll) paper.
13. Shri G Vasudevan, Practising Company Secretary (CP No. 6522) has been appointed as the Scrutinizer for providing facility to the members of the Company, to scrutinize the voting and remote e-voting process in a fair and transparent manner.
14. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting with the assistance of scrutinizer, by use of polling paper for all those members who are present at the AGM and have not cast their votes by availing the remote e-voting facility.
15. The Scrutinizer shall, after the conclusion of voting at the AGM, first count the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses, not in the employment of the Company and shall submit, not later than three days of the conclusion of the AGM, a consolidated scrutinizer’s report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith.
16. The Result declared along with the report of the Scrutinizer shall be placed on the website of the Company [www.chamundeswarisugars.in](http://www.chamundeswarisugars.in) and on the website of NSDL immediately after the declaration of result by the Chairman or a person authorized by him in writing.

### EXPLANATORY STATEMENT UNDER SECTION 102 OF THE COMPANIES ACT, 2013

#### Item No.3:

Special Resolution relating to re-appointment of Dr. M R Desai (DIN: 01625500) as an Independent Non-Executive Director:

Dr. M R Desai was appointed as an Independent Non-Executive Director of the Company by the members at the 41st Annual General Meeting of the Company held on 25th September 2014 for a period of five consecutive years commencing from 25th September 2014 to 24th September 2019.

As per section 149(10) of the Companies Act 2013, an Independent Director shall hold office for a term of upto five consecutive years

on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for another term of upto five consecutive years on the Board of a Company.

Based on the recommendation of Nomination and Remuneration Committee and in terms of the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act, Dr. M R Desai, being eligible for re-appointment as an Independent Director and offering himself for re-appointment is proposed to be re-appointed as an Independent Director for second term of five consecutive years from 26th September 2019 to 25th September 2024.

The Company has received declaration from him stating that he meets the criteria of independence as prescribed under sub-section

## Notice of the Annual General Meeting

(6) of Section 149 of the Companies Act 2013. He has also given his consent to continue to act as Director of the Company, if so appointed by the members.

In the opinion of the Board, Dr. M R Desai fulfills the conditions specified under Section 149(6) of the Act and the Companies (Appointment and Qualification of Directors) Rules 2014 for his re-appointment as an Independent Non-Executive Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Dr. M R Desai as an Independent Director.

Accordingly, the Board recommends passing of the Special Resolution in relation to re-appointment of Dr. M R Desai as an Independent Director for another term of five consecutive years with effect from 26th September 2019 to 25th September 2024, for the approval by the shareholders of the Company.

Except Dr. M R Desai, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution except and to the extent they are member of the Company.

### Item No. 4:

Special Resolution relating to re-appointment of Shri. A. Arjunaraj (DIN: 00015073) as an Independent Non-Executive Director:

Shri. A. Arjunaraj was appointed as an Independent Non-Executive Director of the Company by the members at the 41st Annual General Meeting of the Company held on 25th September 2014 for a period of five consecutive years commencing from 25th September 2014 to 24th September 2019.

As per section 149(10) of the Companies Act 2013, an Independent Director shall hold office for a term of upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for another term of upto five consecutive years on the Board of a Company.

Based on the recommendation of Nomination and Remuneration Committee and in terms of the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act, Shri. A. Arjunaraj, being eligible for re-appointment as an Independent Director and offering himself for re-appointment is proposed to be re-appointed as an Independent Director for second term of five consecutive years from 26th September 2019 to 25th September 2024.

The Company has received declaration from him stating that he meets the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act 2013. He has also given his consent to continue to act as Director of the Company, if so appointed by the members.

In the opinion of the Board, Shri. A. Arjunaraj fulfills the conditions specified under Section 149(6) of the Act and the Companies (Appointment and Qualification of Directors) Rules 2014 for his re-appointment as an Independent Non-Executive Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Shri. A. Arjunaraj as an Independent Director.

Accordingly, the Board recommends passing of the Special Resolution in relation to re-appointment of Shri. A. Arjunaraj as an Independent Director for another term of five consecutive years with effect from 26th September 2019 to 25th September 2024, for the approval by the shareholders of the Company.

Except Shri. A. Arjunaraj, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution except and to the extent they are member of the Company.

### Item No. 5:

Special Resolution relating to re-appointment of Dr. A Selvakumar (DIN: 01099806) as an Independent Non-Executive Director:

Dr. A Selvakumar was appointed as an Independent Non-Executive Director of the Company by the members at the 41st Annual General Meeting of the Company held on 25th September 2014 for a period of five consecutive years commencing from 25th September 2014 to 24th September 2019.

As per section 149(10) of the Companies Act 2013, an Independent Director shall hold office for a term of upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for another term of upto five consecutive years on the Board of a Company.

Based on the recommendation of Nomination and Remuneration Committee and in terms of the provisions of Section 149, 150, 152 read with Schedule IV and any other applicable provisions of the Act, Dr. A Selvakumar, being eligible for re-appointment as an Independent Director and offering himself for re-appointment is proposed to be re-appointed as an Independent Director for second term of five consecutive years from 26th September 2019 to 25th September 2024.

The Company has received declaration from him stating that he meets the criteria of independence as prescribed under sub-section (6) of Section 149 of the Companies Act 2013. He has also given his consent to continue to act as Director of the Company, if so appointed by the members.

In the opinion of the Board, Dr. A Selvakumar fulfills the conditions specified under Section 149(6) of the Act and the Companies (Appointment and Qualification of Directors) Rules 2014 for his re-appointment as an Independent Non-Executive Director of the Company and is independent of the management.

The Board considers that his continued association would be of immense benefit to the Company and it is desirable to continue to avail services of Dr. A Selvakumar as an Independent Director.

Accordingly, the Board recommends passing of the Special Resolution in relation to re-appointment of Dr. A Selvakumar as an Independent Director for another term of five consecutive years with effect from 26th September 2019 to 25th September 2024, for the approval by the shareholders of the Company.

Except Dr. A Selvakumar, being an appointee, none of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financially or otherwise, in the resolution except and to the extent they are member of the Company.

### Item No. 6:

Ordinary Resolution relating to ratification of Remuneration fixed to Cost Auditor

The Directors at their meeting held on 28th August 2019 have appointed Shri. M R Krishnamurthy, Cost Accountant for conducting cost audit for the Financial Year ending 31st March 2020 with remuneration of Rs. 50,000 with reimbursement of expenses at actual and GST as applicable as recommended by the Audit Committee.

Pursuant to Rule 14 of the Companies (Audit and Auditors) Rules 2014, the remuneration payable to Cost Auditor is to be ratified by the members at the General Meeting.



## Notice of the Annual General Meeting

Accordingly the necessary resolution is set out in the item no. 6 of the Notice for approval of members.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financial or otherwise, in the resolution except and to the extent they are member of the Company.

### Item No. 7:

Special Resolution relating to issue of Debentures on Private Placement Basis:

In order to meet the working capital/ corporate requirements of the Company, the Board of Directors of the Company at their meeting held on 28th August 2019 have subject to the approval of members in the general meeting proposed to issue Non-Convertible Debentures to various person(s) on private placement basis, at such terms and conditions as may be decided by the Board and/or Committee of Directors. The amount to be raised by way of issue of Non-Convertible Debentures on a private placement basis however shall not exceed Rs. 50 Crores (Rupees Fifty Crores) in aggregate.

Consent of the members is therefore sought in connection with the aforesaid issue of Debentures from time to time and they are requested to authorize the Board (including any committee of the Board) to issue Non-Convertible Debentures during 26th September 2019 to 25th September 2020 on private placement basis up to Rs. 50 Crores in one or more tranches.

The Board recommends the Special Resolution set forth in item no. 7 of the Notice for approval of the members.

None of the Directors and Key Managerial Personnel of the Company and their relatives are concerned or interested, financial or otherwise, in the resolution except and to the extent they are member of the Company.

By order of the Board  
For Sri Chamundeswari Sugars Limited

M Srinivaasan  
Managing Director  
DIN : 00102387

Date : 28.08.2019  
Place : Bangalore

## Notice of the Annual General Meeting

### Annexure- A

Name of the Director	Dr. M Manickam (DIN: 00102233)	Dr. M R Desai (DIN: 01625500)	Shri. A Arjunaraj (DIN: 00015073)	Dr. A Selvakumar (DIN: 01099806)
Date of Birth	24.03.1956	28.07.1946	05.11.1949	30.04.1955
Qualification	M.Sc., MBA	M.B.B.S	FCA	ME, PhD in Engineering
Brief Resume of the Director	About 40 years' experience in sugar and auto industries. Past President of ISMA and SISMA	Doctor and Rich experience in Sugar Industry	Practising Chartered Accountant over two decades	Rich experience in technology over two decades
Expertise in specific functional area	Industrial	Medical	Finance	Technology
Date of first appointment	22.07.1987	10.11.2010	21.08.2006	19.02.2001
Shareholding in the Company	2,669 equity shares of Rs.10/- each	500 equity shares of Rs. 10 each	666 equity shares of Rs. 10 each	1,424 equity shares of Rs. 10 each
Directorships	1. Sakthi Sugars Ltd. 2. Sakthi Finance Ltd. 3. Koval Medical Centre & Hospital Ltd. 4. ABT Ltd. 5. ABT Foods Retailing (India) Ltd. 6. Sakthi Auto Component Ltd. 7. The Gounder & Company Auto Ltd. 8. Sakthi Properties (Coimbatore) Ltd. 9. Anamallais Bus Transport P. Ltd. 10. A B T Info Systems P. Ltd. 11. Nachimuthu Industrial Association	1. The Ugar Sugar Works Ltd. 2. BSJ Engineering Private Ltd. 3. Neglamidita Farmers Producer Company Ltd. 4. Ugar Consultancy Ltd. (Under Liquidation) 5. Synergy Green Industries Ltd.	Nil	1. Sakthi Finance Ltd. 2. Bison Agro Farms P. Ltd. 3. Sri Sakthi Textiles Ltd. 4. Vetriva Sports Academy P. Ltd. 5. Founderpassion Foundation
Memberships/Chairmanships of Committees of other companies	Member: 1. Sakthi Auto Component Ltd. - NR Committee Chairman: 1. Sakthi Finance Ltd. - SR Committee 2. Sakthi Auto Component Ltd. - CSR Committee	Member: 1. The Ugar Sugar Works Ltd. - Audit Committee 2. Synergy Green Industries Ltd - Audit Committee Chairman: 1. The Ugar Sugar Works Ltd. - NR Committee 2. The Ugar Sugar Works Ltd. - CSR Committee	Nil	Member: 1. Sakthi Finance Ltd. - NR Committee 2. Sakthi Finance Ltd. - SR Committee 3. Sakthi Finance Ltd. - CSR Committee Chairman: 1. Sakthi Finance Ltd. - Audit Committee
Inter-se relationship between Directors and other Key Managerial Personnel	He is brother of the Managing Director Shri. M Srinivasan and Director Shri. M Balasubramaniam	He is not related to any director or Key Managerial Personnel of the Company	He is not related to any director or Key Managerial Personnel of the Company	He is not related to any director or Key Managerial Personnel of the Company
Number of Meetings of the Board attended during the FY 2018-19 (Out of 6 meetings held)	3 (Three)	2 (Two)	5 (Five)	6 (Six)
Details of remuneration last drawn	Nil	Nil	Nil	Nil

## BOARD'S REPORT

Dear Members,

The Directors have pleasure in presenting the 46th Annual Report together with the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2019.

**FINANCIAL RESULTS:** (₹ in lakhs)

Particulars	2018-19		2017-18	
Profit/Loss Before Interest and Depreciation		3,158.02		2,385.10
Less: Interest	2,755.42		2,284.15	
Depreciation and Amortisation	834.70	(3,590.12)	819.44	(3,103.59)
Add: Exceptional items		-		-
Profit / (Loss) Before Tax		(432.10)		(718.49)
Less: Income Tax Expenses		-		-
Deferred Tax Liability/ (Asset)		(131.80)		(248.74)
Profit / (Loss) after Tax		(300.30)		(628.54)

**COMPANY PERFORMANCE:**

During the year, Company crushed 5.88 Lakh Mts as against 3.89 Lakh Mts of cane crushed in the previous year. The company produced 5.80 Lakh Qtls of sugar as against 3.95 Lakh Qtls of sugar during the previous year. The recovery of sugar from sugarcane was at 9.88% at KM Doddi unit as against 8.83% during the previous year.

The company generated 7.10 Crore units of power as against 5.01 Crore units during the previous year. Out of the said generation, company exported 4.42 Crore units as against 2.88 Crore units during the previous year.

The company produced 110.12 Lakh Liters of Alcohol as against 93.18 Lakh Liters of Alcohol during the previous year.

During the year under review, total revenue from operation stood at Rs. 236.60 crores as against Rs. 209.12 crores in the previous year. Even though the monsoon was delayed in the year 2018, it was more than the previous year resulting in better sugarcane production for the years 2018-19 and 2019-20.

The Srinivasapura Unit (Unit II) was not operational during the FY 2018-19 due to expansion work from 1250 TCD to 3500 TCD and establishment of 21 MW Co-generation Plant. All the major machineries have been received at site and erection is under progress. The unit is expected to commence the operations in the third quarter of the Financial Year 2019-20.

**OUTLOOK FOR 2019-20:**

Indian Sugar: India is the second largest producer of sugar in the world. In India, Sugar is cultivated in around 5 million hectares. Sugarcane is the only source of sugar production in India unlike many other countries produce sugar from sugar beet also. Sugar industry is the key driver for the rural development and upliftment. The following are the sugar production and consumption details for the past 3 years in India.

**DOMESTIC SUGAR BALANCE:** (Figures in lakh tonnes)

Sl. No.	Particulars	2016-17	2017-18	2018-19(P)
1	Opening Stock as on 1st October.	77.52	38.80	107.20
2	Production during the Season	202.85	324.79	330.00
3	Imports**	4.46	2.15*	-
4	Total Availability	284.83	365.74	437.20
5	Off-Take			
	i) Internal (Domestic) Consumption	245.61	253.90	260.00
	ii) Exports**	0.46	4.64	35.00
	Total off-take	246.07	258.54	295.00
6	Closing Stock as on 30th September	38.76	107.20	142.20
7	Stock as % of Off-take	15.8%	42.20%	54.70%

\*\* Imports and exports are under O.G.L. and reported by sugar mills to Gol through Proforma II. Imports under AAS are not included in the domestic sugar balance sheet (as is being followed by Government of India)

\* Mills produced about 2.15 lac tons of white sugar out of raw sugar imports allowed by Government. (Source: ISMA)

It is estimated that domestic sugar production during sugar season 2018-19 would be a record of 33 million tonnes. (SS 2017-18: 32.3 million tonnes), surpassing Brazil as the largest producer for the first time in 16 years.

The Central Government with a view to help sugar producers to clear sugarcane payments to farmers has increased the MSP from Rs.29 (w.e.f. 07/06/2018) to Rs.31 (w.e.f. 14/02/2019) per Kg. This has helped to stabilize the sugar prices to the level of Rs.32 to Rs.33 per Kg.

Further, Govt. of India has announced Soft Loan for payment of sugarcane arrears during the year 2018-19 with interest subvention for one year.

The Government's move to increase buffer stock to 4 million tonnes from 3 million tonnes for the current season is to control the floating stock sugar in market and thereby maintaining the sugar prices.

The Union government, through its policies favouring ethanol, hopes to solve the cyclic problem of over production in the sugar industry. Interest subvention, fixing the sale price of ethanol and allowing production of ethanol directly from cane juice are some of the policy-level interventions that the government has put in place to push the sugar mills to go for ethanol production and meet the government's target of 10 per cent blending of ethanol in fuel. By 2030, the government plans to increase the blending to 20 per cent along with 5 per cent of biodiesel.

Considering the overall position, our factory situated at K M Doddi will crush 8 Lakh Mts. in the coming crushing season 2019-20. Consequent to the same, Cogen and Distillery Divisions will perform maximum due to enhanced crushing expected. Further the commercial operation of Hemavathi unit will help the Company to achieve higher turnover and better performance.

## Board's Report

### DIVIDEND

Due to inadequacy of profits, your Board is unable to recommend any dividend for the year ended 31st March 2019.

### TRANSFER TO RESERVE

Due to inadequacy of profits, no amount was transferred to any Reserves.

### INFORMATION ABOUT SUBSIDIARY/ JV/ ASSOCIATE COMPANY

As on 31.03.2019 the Company did not have any Subsidiary / Associate/JV company. However as on date the company SCSL Agro Industries Private Limited is an associate company of the Company.

### NUMBER OF BOARD AND COMMITTEE MEETINGS

During the year under review, 6 meetings of the Board were held on 25th May 2018 (11.00AM), 25th May 2018 (3.00PM), 23rd August 2018, 26th September 2018, 14th December 2018 and 18th March 2019. The Audit Committee met 5 times during the year under review i.e. on 25th May 2018, 23rd August 2018, 26th September 2018, 14th December 2018 and 18th March 2019. Nomination and Remuneration Committee met 2 times during the year under review i.e. 25th May 2018 and 14th December 2018.

### ATTENDANCE OF DIRECTORS IN MEETINGS

Following is the number of meetings attended by each of the directors during FY 2018-19:

Name of Director	Whether attended AGM held on (26.09.2018)	Board Meeting (out of 6)	Audit Committee Meeting (Out of 5)	NR Committee Meeting (Out of 2)
Shri. M Srinivaasan	Yes	6	NA	NA
Dr. M Manickam	No	3	NA	NA
Shri. M Balasubramaniam	Yes	3	3	NA
Shri. A Arjunaraj	Yes	5	4	2
Dr. A Selvakumar	Yes	6	5	2
Dr. M R Desai	Yes	2	NA	-
Smt. Susheela Balakrishnan	No	2	NA	NA
Shri. S Senthil Saravanan	Yes	5 (out of 5)	5	NA
Shri. V K Swaminathan (Up to 24th May 2018)	NA	1 (out of 1)	NA	NA

### SEPARATE MEETING OF INDEPENDENT DIRECTORS

Separate meeting of the independent directors was held on 18th March 2019 in terms of Schedule IV of the Companies Act 2013 and all the independent directors participated in the meeting.

### COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

### EXTRACT OF ANNUAL RETURN

Extract of Annual Return in Form MGT-9 is annexed to the Board Report.

### AUDIT COMMITTEE

All recommendations made by the Audit Committee during the year were accepted by the Board. Audit Committee consists of the following members:

1. Shri. A Arjunaraj (Chairman)
2. Shri. M Balasubramaniam
3. Dr. A Selvakumar
4. Shri. S Senthil Saravanan

### NOMINATION AND REMUNERATION COMMITTEE

Nomination & Remuneration Committee consists of the following members:

1. Dr. A Selvakumar (Chairman)
2. Shri. A Arjunaraj
3. Dr. M R Desai

### TRANSFER OF UNCLAIMED DIVIDEND / DEPOSIT TO INVESTOR EDUCATION AND PROTECTION FUND

During the Financial Year 2018-19, no amount of unclaimed dividend or deposit was transferred to Investor Education and Protection Fund. However as on 2nd April 2019 unclaimed deposit with interest amounting to ₹ 59,606 was transferred to the IEPF.

### SHARES IN UNCLAIMED SUSPENSE ACCOUNT

Particulars	No of Shareholders	No of Shares
Aggregate number of shareholders and the outstanding shares lying in the Unclaimed Suspense Account at the beginning of the year	2,124	2,22,197
Number of shareholders who approached the issuer for transfer of shares from the Unclaimed Suspense Account during the year	Nil	
Number of shareholders to whom shares were transferred from the Unclaimed Suspense Account during the year	Nil	
Aggregate number of shareholders and the outstanding shares lying in the Unclaimed Suspense Account at the end of the year	2,124	2,22,197

### DETAILS RELATING TO UNCLAIMED DEPOSITS (Excluding interest)

Particulars	Amount (INR)
Amount of existing deposits (unclaimed) as at 1st April 2018	6,99,000
Amount of deposits renewed during the year	-
Amount of deposits accepted during the year	-
Amount of deposits repaid during the year	50,000
Balance of deposits (unclaimed) outstanding at the end of the year	6,49,000
Whether there has been any default in repayment of deposits or payment of interest thereon during the year	No
The details of deposits which are not in compliance with the requirements of Chapter V of the Act	Nil

### MATERIAL CHANGES AND COMMITMENTS

No Material changes occurred subsequent to the close of the financial year of the Company to which the balance sheet relates and before the date of this report. There was no change in the nature of business of the Company during the Financial Year ended 31st March 2019.

### DIRECTORS' RESPONSIBILITY STATEMENT

In pursuance of Section 134(5) of the Companies Act 2013, the Directors hereby confirm that:

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- b) the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors have prepared the annual accounts on a going concern basis;
- e) the directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively, and;
- f) the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

### AUDITORS AND AUDITORS' REPORT THEREON

At the 44th AGM, the members of the Company, appointed M/s. P K Nagarajan & Co, Chartered Accountants, Coimbatore (Firm Registration No. 0166765) as Statutory Auditor of the Company for a term of 5 consecutive years from the conclusion of the 44th Annual General Meeting held on 15th September 2017. The requirement to place the matter relating to ratification of appointment of Auditors by members at every Annual General Meeting is done away with vide

notification dated 7th May 2018 issued by the Ministry of Corporate Affairs, New Delhi. However, the Company has obtained eligibility certificate from the Auditors for continuing as Statutory Auditors of the Company.

The Auditors' Report to the shareholders for the year under review does not contain any qualification, reservation or adverse remark or disclaimer. The Auditors have not reported any fraud under section 143 (12) of the Companies Act, 2013.

### INTERNAL AUDITOR

The Board has appointed M/s Brahmayya & Co., Chartered Accountants, Bangalore to conduct internal audit of the Company.

### SECRETARIAL AUDIT REPORT

The Secretarial Audit Report as provided by Shri. G Vasudevan, M/s. G V Associates, Practicing Company Secretaries, Bangalore for the Financial Year ended 31st March 2019 is annexed herewith.

### DEPOSITS

The Company has not accepted any deposits during the year.

### LOANS, GUARANTEES AND INVESTMENTS

Disclosure on particulars of loans, investments and guarantees (contingent liabilities) are provided in Notes forming part of Balance Sheet as at 31st March 2019. The Company has not provided any security attracting the provisions of section 186 during the Financial Year 2018-19.

### RELATED PARTY TRANSACTIONS

All related party transactions that were entered during the financial year were at arm's length basis and were in the ordinary course of business. All Related Party Transactions were placed before the Audit Committee and the Board for approval. Prior omnibus approval of the Audit Committee has been obtained for the transactions which were of foreseen and repetitive nature. There were no materially significant related party transactions during the year under review which may have potential conflict with the interest of the Company at large or which warrants the approval of the shareholders. Accordingly no transactions are being reported in Form AOC-2 in terms of section 134 of the Act read with Rule 8 of the Companies (Accounts) Rules 2014. However the details of the transactions with related parties are provided in the Company's financial statements in accordance with the Accounting Standards.

**CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE OUTGO:**

(A) Conservation of energy:	
(i) Steps taken / impact on conservation of energy / Heat and Electrical Energy	Tuning of Air to fuel ratio to minimize the energy consumption by fan motors (details attached as Annexure-1)
(ii) Steps taken by the company for utilizing alternate sources of energy including waste generated	We are utilizing biogas generated from distillery unit which replaces the conventional fuel.
(iii) Capital investment on energy conservation equipment	a) Rs. 3.36 crores for Biogas plant revamping work b) Rs. 31.51 crores to replace 6 old mills by 4 new energy efficient mills
(B) Technology absorption:	
1. Efforts, in brief, made towards technology absorption.	a) CSTR Technology for biogas plant adopted b) Energy Efficient Drive Mills
2. Benefits derived as a result of the above efforts	a) Replacement of non-conventional fuel b) At the maximum rated capability, there will be saving of power consumption per tonne of cane in future.
3. In case of imported technology (imported during the last 3 years reckoned from the beginning of the financial year), following information may be furnished: (a) Details of technology imported. (b) Year of import. (c) Whether the technology been fully absorbed (d) If not fully absorbed, areas where absorption has not taken place, and the reasons therefore.	Nil
4 Expenditure incurred on Research and Development	Nil

**Annexure - 1**

Energy Conservation Project	
A Title of Energy Conservation Project	Tuning of Air to Fuel ratio to optimize the energy consumption by reducing the speed of fan motors
B Description of Original Systems and its Operation	Air to fuel ratio was in the range of 80-85% due to which fan motors were running at high speed resulting in high power consumption
C Description of Modified System and its Operation	Air to fuel ratio tuned and optimum value arrived and air to fuel ratio adjusted to the range of 25-30% due to which fan motors' speed was reduced, resulting in the reduction of power consumption of Fan Motors (ID Fan, FD Fan & SA Fan Motors)
D Energy Saving Calculation	
Energy Consumption by Aux equipments/ day before tuning of air to fuel ratio in Kwhr	42,107
Energy Consumption by Aux equipments/ day after tuning of air to fuel ratio in Kwhr	37,778
Energy saving due to conservation project in Kwhr	4,329
E Cost Benefits	
Energy saving/ day in Kwhr	4,329
Cost saving/ day in Rs.	18,961.02
Cost saving/ month in Rs.	5,68,830.60
Investment cost	Nil
No of days Cogen operated after implementation	90
Cost saving for season	17,06,491.80
(C) Foreign exchange earnings and Outgo	
Earnings	Nil
Outgo	3,725 EURO (INR 3,07,370)

**RISK MANAGEMENT**

Periodic assessments to identify the risk areas are carried out and management is briefed on the risks in advance to enable the company to control risk through a properly defined plan. The risks are classified as financial risks, operational risks and market risks. The risks are taken into account while preparing the annual business plan for the year. The Board is also periodically informed of the business risks and the actions taken to manage them. The Company has formulated a policy for Risk Management.

## NOMINATION AND REMUNERATION POLICY

The remuneration policy is directed towards rewarding performance based on the review of achievements. It is aimed at attracting and retaining talents. The remuneration structure shall be determined after taking into consideration age, qualification, experience in the respective field, past performance of the concerned individual, regulatory frame work, competition in the industry, financial position of the company.

The appointment and remuneration of Executive Directors viz. Managing Director is governed by the recommendation of Nomination and Remuneration Committee, resolutions passed by the Board of Directors and shareholders of the company. The remuneration consists of salary, perquisites, allowances and commission which are subject to the limitations specified under the Companies Act, 2013 and Schedule V to the said Act.

The Non-Executive Directors are paid sitting fees of Rs.10,000/- for each meeting of the Board or Committee thereof.

The remuneration paid to the Managing Director and other Key Managerial Personnel are disclosed at Note No. 31 of Notes forming part of Financial Statements. The company does not have any Employees Stock Option Scheme.

## DIRECTORS AND KEY MANAGERIAL PERSONNEL

During the Financial Year 2018-19, the following changes have occurred in the constitution of Directors / KMP of the company:

Sl. No	Name	Designation	Date of appointment / cessation	Appointment/ Cessation
1	Shri. V K Swaminathan	Director	24/05/2018	Cessation
2	Shri. S Senthil Saravanan	Additional Director	25/05/2018	Appointment
3	Smt. Priya Uttam Arwat	Company Secretary	08/06/2018	Cessation
4	Shri. Murali B S	Company Secretary	22/10/2018	Appointment

Dr. M Manickam retires from the Board by rotation and being eligible, offers himself for re-appointment. The Board of Directors recommends the said re-appointment. Brief resume of him seeking re-appointment has been annexed to the Notice convening the ensuing AGM.

Shri. S Senthil Saravanan was appointed as an Additional Director by the Board on 25th May 2018 who was appointed as an Independent Director by the members at the previous Annual General Meeting held on 26th September 2018.

None of the Directors of the Company are disqualified as per the applicable provisions of the Act.

## CORPORATE SOCIAL RESPONSIBILITY

As there have been no average profits available during the last three years, provisions of section 135 pertaining to Corporate Social Responsibility (CSR) are not applicable to the Company. For the purposes of Section 135(1) of the Companies Act, 2013 read with Rule 5 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and Schedule VII of the Companies Act 2013, the company has duly constituted CSR Committee. The Committee would decide the activities to be undertaken by the Company and the expenditures to be incurred on the same and recommend the same to the Board and thereafter the Board approves the CSR policy.

## ANNUAL EVALUATION

Pursuant to the provisions of the Companies Act, 2013, the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of the Audit Committee and Nomination & Remuneration Committee.

A structured questionnaire was prepared after taking into consideration inputs received from the Directors, covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, Board Culture, execution and performance of specific duties, obligations and governance.

A separate exercise was carried out to evaluate on parameters such as level of engagement and contribution, independence of judgment,

safeguarding the interest of the Company etc. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Non Independent Directors was carried out by the Independent Directors.

## RE-APPOINTMENT OF INDEPENDENT DIRECTORS

Dr. M R Desai, Shri. A Arjunaraj and Dr. A Selvakumar were appointed as Independent Non-Executive Directors of the Company by the members at the 41st Annual General Meeting of the Company held on 25th September 2014 for a period of five consecutive years commencing from 25th September 2014 to 24th September 2019.

As per section 149(10) of the Companies Act 2013, an Independent Director shall hold office for a term of upto five consecutive years on the Board of a Company, but shall be eligible for re-appointment on passing a special resolution by the Company for another term of upto five consecutive years on the Board of a Company.

The Board recommends the re-appointment of the aforesaid Independent Directors for second term of five consecutive years from the date of ensuing AGM. This has been included in the notice convening the ensuing AGM.

## DECLARATIONS BY INDEPENDENT DIRECTORS

All the Independent Directors have given the declaration pursuant to Section 149(7) of the Companies Act, 2013 affirming that they meet the criteria of independence as provided in Section 149(6) of the Companies Act 2013.

## COST AUDIT

Shri M Krishnamurthy (Membership Number F 7568), Cost Accountant, was appointed as the Cost Auditor of the Company and their Audit Report on the Cost Accounts of the Company for the period ended March 31, 2019, will be submitted to the Central Government in due course.

## MAINTENANCE OF COST RECORDS

The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014. Accordingly the Company has maintained the prescribed cost records.

## Board's Report

### VIGIL MECHANISM/ WHISTLE BLOWER POLICY

As per Section 177(9) and (10) of the Companies Act, 2013, the company has established Vigil Mechanism for directors and employees to report genuine concerns and made provisions for direct access to the chairperson of the Audit Committee. Company has formulated the present policy for establishing the Vigil Mechanism/ Whistle Blower Policy to safeguard the interest of its stakeholders, Directors and Employees to freely communicate and address to the Company, their genuine concerns in relation to any illegal or unethical practice being carried out in the Company.

### SHARE CAPITAL AND DEBENTURES

There has not been any change in the Equity Share Capital of the Company during the Financial Year ended 31st March 2019. During the year, the Company has not made any Buy Back of Securities (other than Exit Offer), Issue of Sweat Equity, Bonus Shares and Employees Stock Option Plan.

Pursuant to the approval of members obtained at the Annual General Meeting held on 26th September 2018, the Company has issued and allotted Non-Convertible Debentures (NCDs) aggregating to Rs. 8,62,00,000 during the FY 2018-19. The Company proposes to issue NCDs during the FY 2019-20 and the same was included in the Notice of ensuing AGM for members' approval.

### EXIT OPTION

Pursuant to SEBI Circular No. SEBI/HO/MRD/DSA/CIR/P/2016/110 Dated 10th October 2016, the Company provided exit option to shareholders through the promoter group company Chamundeswari Enterprises Private Limited from 30th May 2018 extended upto 5th June 2019. Total 171 shareholders tendered their shares under Exit Offer holding in total 81,220 shares and the same was intimated to National Stock Exchange of India Limited.

### ORDERS PASSED BY REGULATORS/COURTS/TRIBUNALS

The Company has not received any significant and material order from Regulators/Courts/Tribunals impacting the status of going concern and future operations of the Company. The Company received an Order from NCLT dated 6th December 2018 granting the extension for repayment of deposits till 31.03.2017. The Company already repaid all the deposits except unclaimed deposits of Rs. 7.49 lakhs (including interest) as on 31.03.2019.

### DETAILS OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS

The Company is having an adequate Internal Financial Controls ("IFC") within the meaning of the explanation to Section 134 (5) (e) of the Companies Act, 2013. For the year ended 31st March, 2019, the Board is of the opinion that the Company has sound IFC commensurate with the nature and size of its business operations,

wherein controls are in place and operating effectively and no material weaknesses exist. The Company has also a process in place to continuously monitor the existing controls and identify gaps, if any, and implement new and /or improved controls wherever the effect of such gaps would have a material effect on the Company's operation.

### HUMAN RESOURCES AND INDUSTRIAL RELATIONS

During the year under review, the human relations continued to be very cordial. The Company wishes to acknowledge the contribution of the employees at all levels of the organisation.

The Company has placed an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. Internal Complaints Committee (ICC) has been set up to redress complaints for sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. The Company has not received any complaints for disposal off during the year.

### PARTICULARS OF EMPLOYEES

Since the Company is an unlisted Company, disclosure under the provisions of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is not applicable to the Company.

### DISCLOSURE REGARDING SDF DUES

The Government of India vide their Notification No. GSR 885(E) dated 17/09/2018 have amended the Sugar Development Fund Rules, 1983 and provided for a provision for restructuring of SDF dues of factories which have faced severe droughts. Two units of our Company are situated in Karnataka and Government of Karnataka has declared drought in Mandya District for the years 2013-14, 2015-16, 2016-17 and 2018-19. Accordingly, the Company has submitted a restructuring proposal to SDF, Government of India and the same is pending for their consideration and disposal.

### ACKNOWLEDGEMENT

Your Directors wish to express their grateful appreciation to the continued co-operation received from the Banks, Government Authorities, Customers, Vendors, Shareholders and Farmers during the year under review. Your Directors also wish to place on record their deep sense of appreciation for the committed service of the Executives, Staff and Workers of the Company.

For and on behalf of the Board of Directors

Date : 28.08.2019  
Place : Bangalore

**M. Srinivaasan**  
Managing Director  
(DIN - 00102387)

**Dr. A. Selvakumar**  
Director  
(DIN - 01099806)



**FORM No. MGT-9**  
**EXTRACT OF ANNUAL RETURN**  
**as on the financial year ended on 31st March 2019**  
Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12 (1) of  
the Companies (Management and Administration) Rules, 2014

**I. REGISTRATION AND OTHER DETAILS**

1	CIN	U15435KA1970PLC001974
2	Registration Date	14.12.1970
3	Name of the Company	Sri Chamundeswari Sugars Limited
4	Category / Sub-Category of the Company	Limited by Shares / Non-Government Company
5	Address of the Registered office and contact details	88/5, Richmond Road, Bangalore - 560025. Ph. No. 080- 2500 2500
6	Whether listed company	No
7	Name, Address and Contact details of Registrar and Transfer Agent, if any	Integrated Registry Management Services Pvt Ltd No. 30, Ramana Residency, 4th Cross, Sampige Road, Malleswaram, Bangalore - 560 003 Phone : 080 -23460815 - Fax - 080-23460819 E-mail: giri@integratedindia.in

**II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY**

All the business activities contributing 10 % or more of the total turnover of the company shall be stated :-

Sl. No.	Name and Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Sugar	10721	69.17%
2	Industrial Alcohol	1101	21.66%

**III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES : NIL**

#### IV. SHAREHOLDING PATTERN (Equity share capital break up as percentage of total equity)

##### (i) Categorywise shareholding

Category of Shareholders	No. of Shares held at the beginning of the year [As on 01-April-2018]				No. of Shares held at the end of the year [As on 31-March-2019]				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
<b>A.Promoters</b>									
<b>(1) Indian</b>									
a) Individual/ HUF	29,228	-	29,228	0.12%	29,228	-	29,228	0.12%	-
b) Central Government	-	-	-	-	-	-	-	-	-
c) State Government	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	1,82,44,551	-	1,82,44,551	74.61%	1,83,19,979	399	1,83,20,378	74.92%	0.31%
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other	-	-	-	-	-	-	-	-	-
<b>Sub-total (A) (1)</b>	<b>1,82,73,779</b>	<b>-</b>	<b>1,82,73,779</b>	<b>74.73%</b>	<b>1,83,49,207</b>	<b>399</b>	<b>1,83,49,606</b>	<b>75.04%</b>	<b>0.31%</b>
<b>(2) Foreign</b>									
a) NRI Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corp.	-	-	-	-	-	-	-	-	-
d) Any other	-	-	-	-	-	-	-	-	-
<b>Sub Total (A) (2)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL (A)</b>	<b>1,82,73,779</b>	<b>-</b>	<b>1,82,73,779</b>	<b>74.73%</b>	<b>1,83,49,207</b>	<b>399</b>	<b>1,83,49,606</b>	<b>75.04%</b>	<b>0.31%</b>
<b>B. Public Shareholding</b>									
<b>1. Institutions</b>									
a) Mutual Funds	200	-	200	0.00%	200	-	200	0.00%	-
b) Banks / FI	-	150	150	0.00%	-	150	150	0.00%	-
c) Central Govt	-	-	-	-	-	-	-	-	-
d) State Govt(s)	-	-	-	-	-	-	-	-	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	1,33,332	-	1,33,332	0.55%	1,33,332	-	1,33,332	0.55%	-
g) FIs	-	-	-	-	-	-	-	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(1):-</b>	<b>1,33,532</b>	<b>150</b>	<b>1,33,682</b>	<b>0.55%</b>	<b>1,33,532</b>	<b>150</b>	<b>1,33,682</b>	<b>0.55%</b>	<b>-</b>
<b>2. Non-Institutions</b>									
a) Bodies Corp.									
i) Indian	40,31,350	1,41,885	41,73,235	17.07%	42,51,172	1,42,625	43,93,797	17.97%	0.90%
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto ₹ 1 lakh	2,87,554	9,15,400	12,02,954	4.92%	2,50,285	8,85,522	11,35,807	4.64%	-0.27%
ii) Individual shareholders holding nominal share capital in excess of ₹ 1 lakh	6,48,115	-	6,48,115	2.65%	4,25,918	-	4,25,918	1.74%	-0.91%

c) Others (specify)									
i) Directors and their relatives	5,783	-	5,783	0.02%	3,090	-	3,090	0.01%	-0.01%
ii) NRIs	5,196	-	5,196	0.02%	4,980	-	4,980	0.02%	-
iii) HUF	11,584	-	11,584	0.05%	7,448	-	7,448	0.03%	-0.02%
Overseas Corporate Bodies	-	-	-	-	-	-	-	-	-
Foreign Nationals	-	-	-	-	-	-	-	-	-
Clearing Members	-	-	-	-	-	-	-	-	-
Trusts	-	-	-	-	-	-	-	-	-
Foreign Bodies - D R	-	-	-	-	-	-	-	-	-
<b>Sub-total (B)(2):-</b>	<b>49,89,582</b>	<b>10,57,285</b>	<b>60,46,867</b>	<b>24.73%</b>	<b>49,42,893</b>	<b>10,28,147</b>	<b>59,71,040</b>	<b>24.42%</b>	<b>-0.31%</b>
<b>Total Public (B)</b>	<b>51,23,114</b>	<b>10,57,435</b>	<b>61,80,549</b>	<b>25.27%</b>	<b>50,76,425</b>	<b>10,28,297</b>	<b>61,04,722</b>	<b>24.96%</b>	<b>-0.31%</b>
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>	-	-	-	-	-	-	-	-	-
<b>Grand Total (A+B+C)</b>	<b>2,33,96,893</b>	<b>10,57,435</b>	<b>2,44,54,328</b>	<b>100.00%</b>	<b>2,34,25,632</b>	<b>10,28,696</b>	<b>2,44,54,328</b>	<b>100.00%</b>	<b>-</b>

## (ii) Shareholding of Promoters

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of shares	% of total shares of the company	% of shares pledged/encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged/encumbered to total shares	
1	Dr. M Manickam	2,669	0.01%	-	2,669	0.01%	-	-
2	Shri. M Balasubramaniam	2,666	0.01%	-	2,666	0.01%	-	-
3	Shri. M Srinivaasan	21,200	0.09%	0.018	21,200	0.09%	0.018	-
4	Dr. N Mahalingam	2,693	0.01%	0.002	2,693	0.01%	0.002	-
5	Chamundeswari Enterprises Pvt Ltd	44,69,066	18.28%	15.000	45,44,893	18.59%	15.000	0.31%
6	Sakthi Finance Limited	1,86,666	0.76%	-	1,86,666	0.76%	-	-
7	ABT Limited	4,38,828	1.79%	1.794	4,38,828	1.79%	1.794	-
8	ABT Industries Ltd	74,66,666	30.53%	25.000	61,13,582	25.00%	25.000	-5.53%
9	Sakthi Sugars Ltd	681,146	2.79%	-	6,81,146	2.79%	-	-
10	ABT Foods Agrovet Limited	42,66,666	17.45%	6.543	56,19,750	22.98%	6.543	5.53%
11	ABT Finance Limited	4,133	0.02%	-	4,133	0.02%	-	-
12	ABT Investments India Pvt Ltd	7,31,380	2.99%	-	7,31,380	2.99%	-	-

## iii) Change in Promoters' shareholding

Sl. No.	Particulars	Date	Reason	Shareholding at the beginning of the year		Cumulative shareholding during the year	
				No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	At the beginning of the year	01/04/2018	-	1,82,73,779	74.73%	1,82,73,779	74.73%
2	Changes during the year	30/05/2018 to 05/06/2019	Acquired through Exit Offer	75,827	0.31%	1,83,49,606	75.04%
3	At the end of the year	31/03/2019	-	1,83,49,606	75.04%	1,83,49,606	75.04%

iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters & holders of GDRs & ADRs)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Sri Santhini Exports Pvt Ltd				
	At the beginning of the year	3,533,333	14.45%	3,533,333	14.45%
	Changes during the year	-	-	-	-
	At the end of the year	3,533,333	14.45%	3,533,333	14.45%
2	Optimum Stock Trading Co. Pvt Ltd				
	At the beginning of the year	178,533	0.73%	178,533	0.73%
	Changes during the year	-	-	-	-
	At the end of the year	178,533	0.73%	178,533	0.73%
3	Hiten A Sheth				
	At the beginning of the year	160,833	0.66%	160,833	0.66%
	Changes during the year	-	-	-	-
	At the end of the year	160,833	0.66%	160,833	0.66%
4	Hela Holdings Pvt Ltd				
	At the beginning of the year	147,866	0.60%	147,866	0.60%
	Changes during the year	-	-	-	-
	At the end of the year	147,866	0.60%	147,866	0.60%
5	The Mysore Sugar Co Ltd				
	At the beginning of the year	133,333	0.55%	133,333	0.55%
	Changes during the year	-	-	-	-
	At the end of the year	133,333	0.55%	133,333	0.55%
6	Life Insurance Corporation of India				
	At the beginning of the year	133,332	0.55%	133,332	0.55%
	Changes during the year	-	-	-	-
	At the end of the year	133,332	0.55%	133,332	0.55%
7	Anuj Anantrai Sheth				
	At the beginning of the year	80,000	0.33%	80,000	0.33%
	Changes during the year	-	-	-	-
	At the end of the year	80,000	0.33%	80,000	0.33%
8	Aaradhna Enterprises LLP				
	At the beginning of the year	70,637	0.29%	70,637	0.29%
	Changes during the year	-	-	-	-
	At the end of the year	70,637	0.29%	70,637	0.29%
9	Gagandeep Credit Capital Pvt Ltd				
	At the beginning of the year	66,666	0.27%	66,666	0.27%
	Changes during the year	-	-	-	-
	At the end of the year	66,666	0.27%	66,666	0.27%
10	Sunil Kumar Gupta				
	At the beginning of the year	61,300	0.25%	61,300	0.25%
	Changes during the year	-	-	-	-
	At the end of the year	61,300	0.25%	61,300	0.25%

## (v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
1	Shri. M Srinivaasan				
	At the beginning of the year	21,200	0.09%	21,200	0.09%
	Changes during the year	-	-	-	-
	At the end of the year	21,200	0.09%	21,200	0.09%
2	Dr. M Manickam				
	At the beginning of the year	2,669	0.01%	2,669	0.01%
	Changes during the year	-	-	-	-
	At the end of the year	2,669	0.01%	2,669	0.01%
2	Shri. M Balasubramaniam				
	At the beginning of the year	2,666	0.01%	2,666	0.01%
	Changes during the year	-	-	-	-
	At the end of the year	2,666	0.01%	2,666	0.01%
4	Shri. S Senthil Saravanan				
	At the beginning of the year	-	-	-	-
	Changes during the year	-	-	-	-
	At the end of the year	-	-	-	-
5	Dr. A Selvakumar				
	At the beginning of the year	1,424	0.01%	1,424	0.01%
	Changes during the year	-	-	-	-
	At the end of the year	1,424	0.01%	1,424	0.01%
6	Shri. A Arjunaraj				
	At the beginning of the year	666	0.00%	666	0.00%
	Changes during the year	-	-	-	-
	At the end of the year	666	0.00%	666	0.00%
7	Dr. M R Desai				
	At the beginning of the year	500	0.00%	500	0.00%
	Changes during the year	-	-	-	-
	At the end of the year	500	0.00%	500	0.00%
8	Smt. Susheela Balakrishnan				
	At the beginning of the year	500	0.00%	500	0.00%
	Changes during the year	-	-	-	-
	At the end of the year	500	0.00%	500	0.00%

**V. INDEBTEDNESS**

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(₹ in Lakhs)

Particulars	Secured Loans excluding deposits	Unsecured Loans	NCD (Secured)	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year					
i) Principal Amount	32,342.26	787.37	1,445.00	6.99	34,581.62
ii) Interest due but not paid	1,761.07	1.61	-	-	1,762.68
iii) Interest accrued but not due	-	-	20.03	1.05	21.08
Total (i+ii+iii)	34,103.33	788.98	1,465.03	8.04	36,365.38
Change in Indebtedness during the financial year					
Addition	8,173.90	47.85	884.16	-	9,105.91
Reduction	2,692.82	303.34	10.00	0.55	3,006.71
Net Change	5,481.08	(255.49)	874.16	(0.55)	6,099.20
Indebtedness at the end of the financial year					
i) Principal Amount	37,558.66	533.49	2,297.00	6.49	40,395.64
ii) Interest due but not paid	2,025.75	-	-	-	2,025.75
iii) Interest accrued but not due	-	-	42.19	1.00	43.19
Total (i+ii+iii)	39,584.41	533.49	2,339.19	7.49	42,464.58

**VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL**

A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

(₹ in Lakhs)

Sl. No.	Particulars of Remuneration	Managing Director
		Shri. M Srinivaasan
1	Gross Salary	27,70,000
	(a) Gross Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	6,24,616
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	
2	Stock Option	-
3	Sweat Equity	-
4	Commission	-
	- as % of profit	-
	- others, specify	-
5	Others, please specify	-
	Total (A)	33,94,616
	Ceiling as per the Act	(Minimum remuneration as approved by shareholders)

B. Remuneration to other Directors:

(₹ in Lakhs)

Sl. No.	Particulars of Remuneration	Name of Directors	Total Amount
1	Independent Directors		
	Fee for attending board & committee meetings	Dr. A Selvakumar	130,000
		Shri. A Arjunaraj	110,000
		Shri. S Senthil Saravanan	110,000
		Dr. M R Desai	20,000
		Smt. Susheela Balakrishnan	20,000
	Commission		-
	Others, please specify		-
	Total (1)		390,000
2	Other Non-Executive Directors		
	Fee for attending board & committee meetings	Dr. M Manickam	30,000
		Shri. M Balasubramaniam	60,000
	Commission		-
	Others, please specify		-
	Total (2)		90,000
	Total (B)=(1+2)		480,000
	Total Managerial Remuneration		(Independent Directors are provided only sitting fees within the prescribed limit)
	Overall Ceiling as per the Act		

C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

(₹ in Lakhs)

Sl. No.	Particulars of Remuneration Name and Designation	Name of Key Managerial Personnel			Total
		Shri JU Srinivasan CFO	Smt. Priya Uttam Arwat Company Secretary (Up to 08.06.2018)	Shri. Murali B S Company Secretary (From 22.10.2018)	
1	Gross salary				
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	1,336,655	72,535	194,657	1,603,847
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	- others, specify	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	1,336,655	72,535	194,657	1,603,847

VII. PENALTIES / PUNISHMENT/COMPOUNDING OF OFFENCES: NIL

For and on behalf of the Board of Directors

Date : 28.08.2019  
Place : Bangalore

**M. Srinivaasan**  
Managing Director  
(DIN - 00102387)

**Dr. A. Selvakumar**  
Director  
(DIN - 01099806)

## Form No. MR-3

### SECRETARIAL AUDIT REPORT FOR THE FINANCIAL YEAR ENDED 31ST MARCH, 2019

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To

The Members,  
Sri Chamundeswari Sugars Limited,  
88/5, Richmond Road,  
Bangalore - 560025.

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Sri Chamundeswari Sugars Limited (CIN:U15435KA1970PLC001974), a public limited Company having its registered office at 88/5, Richmond Road, Bangalore - 560025 (hereinafter called the Company). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the company has, during the audit period covering the financial year ended on 31.03.2019 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place (with respect to statutory provisions listed hereunder) to the extent, in the manner and subject to the reporting made hereinafter:

I have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31.03.2019, according to the following provisions, wherever applicable:

- (i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder – Not applicable as the Company is unlisted Company;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder – Not applicable as the Company is unlisted Company;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings - Not Applicable;
- \*(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') – Not Applicable
  - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations;
  - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2009;
  - (d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999;
  - (e) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014;
  - (f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008;
  - (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client ;

- (h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; and
- (i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998;

\*Since the Company being unlisted Public Company, the Securities and Exchange Board of India Act ("SEBI") and its regulations are not applicable to the Company.

- (vi) Other laws specifically applicable to the Company, namely:
- a. Food Safety and Standards Act, 2006;
  - b. Essential Commodities Act, 1955;
  - c. The Boiler Act, 1923
  - d. The Electricity Act, 2003
  - e. The Legal Metrology Act, 2011
  - f. Karnataka Sugar Cane (Regulation of Purchase and Supply) Act, 2013
  - g. Sugarcane (Control) Order, 1966

As per the information and explanation provided by the management and officers of the Company and also on verification of reports and certificates of professionals, I report that the adequate systems are in place to monitor and ensure compliance of Laws relating to Direct and Indirect Taxes and Labour and other Legislations.

I have also examined compliance with the applicable clauses of the following:

- (i) Secretarial Standards 1 & 2 issued by The Institute of Company Secretaries of India.

During the period under review the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that as per the National Company Law Tribunal order dated 06.12.2018 the Company has repaid the entire deposits along with accrued interest except the amount of Rs. 26.04 Lakhs, which remained unpaid as at 31.03.2017 as they were unclaimed. Further, the unclaimed amount was also paid except an amount of Rs. 7.49 Lakhs (including interest accrued) as on 31.03.2019. The Company has not accepted any deposits during the year.

I further report that

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

I further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with laws, rules, regulations and guidelines mentioned herein above.

I further report that during the audit period 2018-19, the Company has obtained Board and member's approval for issue and allotment of Secured Redeemable Non-Convertible Debentures on Private Placement Basis.

**G. Vasudevan**  
G.V and Associates

Place : Coimbatore  
Date : 23.08.2019

FCS No.: 6699  
C P No.: 6522



## INDEPENDENT AUDITORS' REPORT

To the Members of SRI CHAMUNDESWARI SUGARS LIMITED

### Opinion

1. We have audited the accompanying financial statements of Sri Chamundeswari Sugars Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2019, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Cash Flows and Statement of Changes in Equity for the year then ended on that date and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31st, 2019, and its loss and total comprehensive income and its cash flows and changes in equity for the year ended on that date.

### Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Information Other than the Financial Statements and the Auditor's Report thereon

4. The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the Board's Report including Annexures to Board's Report, but does not include the financial statements and our auditor's report thereon, which we have obtained prior to the date of this Audit report.
5. Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance, conclusion thereon.
6. In connection with our audit of the financial statements, our responsibility is to read the other information identified above, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Based on the work we have performed on the other information, if we conclude that there is a material misstatement, if any, of this other information, we are required to report that fact. We have nothing to report in this regard.

### Responsibilities of Management and those Charged with Governance for the Financial Statements

7. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act read with Companies (Indian Accounting Standard) Rules, 2015 as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
8. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
9. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

### Auditor's Responsibilities for the Audit of the Financial Statements

10. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.
11. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
  - (a) Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
  - (b) Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion

## Independent Auditors' Report

on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
  - (d) Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
  - (e) Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
13. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

### Report on Other Legal and Regulatory Requirements

14. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
15. As required by Section 143(3) of the Act, we report that:
- (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- (c) The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- (e) On the basis of the written representations received from the directors as on March 31, 2019 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2019 from being appointed as a director in terms of Section 164(2) of the Act.
- (f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
  - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements-Refer Note No.39 to the financial statements;
  - (ii) The Company has a long-term lease contract for operating a Sugar Unit at Srinivasapura, Hassan District. As per the management representation, there are no material foreseeable losses which require provision on account of this. The Company during the year has not entered into any derivative contracts.
  - (iii) There has been no delay in transferring amounts required to be transferred to the Investor Education and Protection Fund by the Company.

For P K Nagarajan & Co.,  
Chartered Accountants  
Firm Reg. No: 016676S

**P K Nagarajan**

Partner

M.No. 025679

UDIN : 19025679AAAAAN6122

PLACE : Bangalore  
DATE : 28.08.2019

### Annexure 'A' to the Independent Auditors' Report

Referred to in paragraph 14 of the Independent Auditor's Report of even date to the members of Sri Chamundeswari Sugars Limited on the Ind AS financial statements for the year ended March 31, 2019:

- i. a. The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- b. The Company has a regular programme of physical verification of its fixed assets by which all fixed assets are verified in a phased manner. In accordance with this programme, certain fixed assets were verified by the management during the year and no material discrepancies were noticed on such verification. In our opinion, this periodicity of physical verification is reasonable having

regard to the size of the Company and the nature of its assets.

- c. In our opinion and according to the information and explanations given to us and on the basis of examination of the records of the company the title deeds of immovable properties are held in the name of the company.
- ii. The inventory has been physically verified by the management at reasonable intervals during the year. No material discrepancy was noticed on physical verification of stocks by the management as compared to book records.
- iii. In our opinion and according to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not granted any loans secured or unsecured to companies, firms, Limited Liability partnerships

- or other parties listed in the register maintained under section 189 of the Companies Act, 2013 ('the Act'). Consequently, the provisions of paragraph 3 clause (iii) of the Order are not applicable to the Company.
- iv. In our opinion and according to the information and the explanations given to us, the Company has not granted any loans or provided any guarantees or securities to the parties covered under the section 185 of the Act. The Company has complied with the provisions of Section 186 of the Act in respect of investments made or loans or guarantee or security provided.
- v. The Hon'ble National Company Law Tribunal has passed an order dated 6.12.2018 granting the extension for repayment of deposits till 31.3.2017 for the deposits accepted under the Companies Act, 1956. The company has no outstanding deposits to be repaid except unclaimed deposit of Rs.6.49 Lakhs as at 31.03.2019. The Company has not accepted any deposits during the year.
- vi. As per the information and explanation given by the management, maintenance of cost records has been prescribed by the Central Government and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained under section 148(1) of the Act, by the company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the undisputed statutory dues including Provident Fund, Employee's State Insurance, Income tax, Goods and Service Tax, duty of customs, duty of excise, and any other material statutory dues, as applicable, have generally been regularly deposited with the appropriate authorities though there has been a delay in a few cases during the year.
- According to the information and explanations given to us, no undisputed amounts payable in respect of Provident Fund, Employee's State Insurance, Income tax, Goods and Service Tax, duty of customs, duty of excise, and other material statutory dues were in arrears as at 31st March 2019 for a period of more than six months from the date they became payable except for the Purchase tax of Rs.427.08 lakhs (relating to FY 2007-08) which has been outstanding since 31.03.2010.
- b) According to the information and explanations given to us, the details of disputed statutory dues of income tax, duty of customs and duty of excise that have not been deposited on account of matters pending before appropriate authority are as under:

Name of the Statute	Nature of the Dues	Amount (Rs. In Lakhs)	Period to which the amount relates	Forum where the dispute is pending
The Central Excise Act, 1944	Excise Duty	2,657.74	FY 2005-06 to 2014-15	CESTAT, Bangalore
The Central Excise Act, 1944	Excise Duty	421.12	April 2015 to Sep 2016	Joint Commissioner of Central Excise, Mysore
The Central Excise Act, 1944	Excise Duty	99.00	October 2016 to June 2017	Commissioner of Central Excise, Mysore
The Income Tax Act, 1961	Income Tax	91.49	AY 1989-90	Commissioner of Income Tax (Appeals)-6, Bangalore
The Income Tax Act, 1961	Income Tax	1.56	AY 2006-07	ITAT, Bangalore
The Customs Act, 1962	Duty of Customs	45.67	FY 2013-14	CESTAT, Bangalore

- viii. The Company has defaulted in repayment of dues to financial institutions, banks, and Government during the year. The details are as follows;

Name of Bank/ Financial Institution	Amount of Default (Rs. In lakhs)		Period of Default		Remarks
	Principal	Interest	Principal	Interest	
Allahabad Bank	27.19	-	Feb-19 to Mar-19	-	Principal - Rs.27.19 Lakhs Paid on 29.06.2019
Allahabad Bank	3.71	-	Mar-19	-	Principal - Rs.3.71 Lakhs Paid on 29.04.2019
SCDCC Bank Ltd	178.57	79.35	Jan-19 to Mar-19	Jan-19 to Feb-19	Interest - Rs.22 Lakhs on 10.06.2019 and Rs.22 Lakhs on 14.08.2019
BAJPE VSS Bank Ltd	16.83	-	Jan-19 to Mar-19	-	Principal - Rs.3 Lakhs Paid on 10.06.2019 and Rs.3 Lakhs 14.08.2019
SCDCC Bank Ltd	-	109.11	-	Jan-19 to Feb-19	
BAJPE VSS Bank Ltd	-	30.76	-	Jan-19 to Feb-19	
SCDCC Bank Ltd	-	43.02	-	Jan-19 to Feb-19	
Sugar Development Fund	2,814.51	1,353.64	Sep-11 to Nov-16	Mar-12 to Mar-19	
Government of Karnataka - Department of Industries & Commerce	185.00	-	Jan-10 to Dec-17		

The Company does not have any outstanding debentures falling due during the year and there are no defaults to debenture holders.

## Independent Auditors' Report

- ix. The Company has not raised any money by way of Initial Public Offer or further public offer (including Debt instruments) during the year. According to the information and explanations given to us, the term loans availed during the year have been applied for the purposes for which those were obtained.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the year.
- xi. According to the information and explanations given to us and based on the examination of the records, the Company has paid/provided for managerial remuneration in accordance with the requisite approvals mandated by the provisions of Section 197 read with Schedule V to the Act.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, para 3 clause (xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act. The details of such related party transactions have been disclosed in the financial statements as required by the applicable Indian Accounting Standard.
- xiv. According to the information and explanations given to us and based on our examination of the records, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year under review. Accordingly, para 3 clause (xiv) of the Order is not applicable.
- xv. According to the information and explanations given to us and based on our examination of the records, the Company has not entered into non-cash transactions with the Directors or persons connected with them. Accordingly, para 3 clause (xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the para 3(xvi) of the Order are not applicable to the Company.

For P K Nagarajan & Co.,  
Chartered Accountants  
Firm Reg. No: 016676S

**P K Nagarajan**  
Partner

Place : Bangalore  
Date : 28.08.2019

M.No. 025679

UDIN : 19025679AAAAAN6122

### Annexure - B to the Independent Auditor's Report

**Referred to in paragraph 15(f) of the Independent Auditor's Report of even date to the members of Sri Chamundeswari Sugars Limited on the Ind AS financial statements for the year ended March 31, 2019**

**Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

1. We have audited the internal financial controls over financial reporting of Sri Chamundeswari Sugars Limited ("the Company") as of March 31, 2019 in conjunction with our audit of the Ind AS financial Statements of the Company for the year ended on that date.

#### Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

#### Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit

of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

#### Meaning of Internal Financial Controls over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:
  - (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
  - (b) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles,

and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

- (c) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### **Opinion**

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2019, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For P K Nagarajan & Co.,  
Chartered Accountants  
Firm Reg, No: 016676S

**P K Nagarajan**  
Partner

Place : Bangalore  
Date : 28.08.2019

M.No. 025679  
UDIN : 19025679AAAAAN6122

## Balance Sheet

### BALANCE SHEET AS AT 31.03.2019

Particulars	Note No.	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>I Assets</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant and Equipment	2	39,743.55	36,666.42
(b) Capital work-in-progress	2	19,092.86	17,279.66
(c) Financial assets			
(i) Investments	3	315.24	376.89
(ii) Loans	4	1,477.25	2,368.58
(iii) Other Financial Assets	5	-	213.70
<b>(2) Current Assets</b>			
(a) Inventories	6	4,563.80	2,171.36
(b) Financial assets			
(i) Investments	7	309.09	413.80
(ii) Trade receivables	8	8,542.45	8,205.27
(iii) Cash and cash equivalents	9	392.86	134.83
(iv) Loans	10	2,389.46	3,268.04
(c) Other Current Assets	11	1,579.95	1,313.81
(d) Assets classified as held for sale	12	850.82	-
<b>TOTAL ASSETS</b>		<b>79,257.33</b>	<b>72,412.36</b>
<b>II Equity and Liabilities</b>			
<b>Equity</b>			
(a) Equity Share Capital	13	2,445.43	2,445.43
(b) Other Equity	14	16,903.34	17,170.80
<b>Liabilities</b>			
<b>(1) Non-Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	15	25,151.86	24,942.03
(ii) Other financial liabilities	16	2,490.28	2,574.41
(b) Provisions	17	821.28	860.05
(c) Deferred Tax Liabilities (Net)	18	1,164.42	1,279.76
<b>(2) Current Liabilities</b>			
(a) Financial Liabilities			
(i) Borrowings	19	9,958.47	4,991.32
(ii) Trade Payables	20	8,394.61	7,163.30
(iii) Other financial liabilities	21	9,117.33	8,166.72
(b) Other current liabilities	22	2,517.86	2,566.01
(c) Provisions	23	292.45	252.53
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>79,257.33</b>	<b>72,412.36</b>

Significant Accounting Policies 1

Notes are an integral part of the Financial Statements.

**For P.K.Nagarajan & Co.,**  
Chartered Accountants  
Firm Registration : 016676S

**P.K. Nagarajan**  
Partner  
Membership No : 025679  
UDIN : 19025679AAAAAN6122

Date : 28.08.2019  
Place : Bangalore

**Dr A Selvakumar**  
Director  
(DIN : 01099806)

**M Srinivaasan**  
Managing Director  
(DIN : 00102387)

**B S Murali**  
Company Secretary  
(Membership No : A51730)

## Statement of Profit and Loss

### STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2019

Particulars	Note No.	For the Year Ended 31.03.2019 (₹ in Lakhs)	For the Year Ended 31.03.2018 (₹ in Lakhs)
I Revenue from operations	24	23,659.87	20,989.24
II Other Income	25	187.92	1,994.22
<b>III Total Income (I+II)</b>		<b>23,847.79</b>	<b>22,983.46</b>
<b>IV Expenses</b>			
Cost of Material consumed	26	17,891.81	13,877.34
Changes in inventories of finished goods, Stock-in -Trade and work-in-progress	27	(1,657.16)	1,758.03
Excise Duty on Sales		-	77.28
Employee benefit expenses	28	2,202.72	2,008.95
Finance costs	29	2,755.42	2,284.15
Depreciation and amortization expenses	2	834.70	819.44
Other expenses	30	2,252.40	2,876.76
<b>Total expenses (IV)</b>		<b>24,279.89</b>	<b>23,701.95</b>
<b>V Profit/(loss) before exceptional items and tax (III-IV)</b>		<b>(432.10)</b>	<b>(718.49)</b>
VI Exceptional Items		-	-
<b>VII Profit/ (loss) before tax(V-VI)</b>		<b>(432.10)</b>	<b>(718.49)</b>
<b>VIII Tax expense:</b>	18		
(1) Current Tax		-	-
(2) Deferred Tax		(131.80)	(248.74)
<b>IX Profit/(loss) for the period (VII-VIII)</b>		<b>(300.30)</b>	<b>(469.75)</b>
<b>X Other Comprehensive Income</b>			
A. (i) Items that will not be reclassified to statement of profit or loss			
Changes in fair value of financial assets designated at fair value through OCI		(68.52)	(257.78)
Remeasurement benefit of defined benefit plans		117.82	17.90
(ii) Income tax relating to items that will not be reclassified to statement of profit or loss		(16.46)	81.09
<b>XI Total Comprehensive Income for the period (IX+X) Comprising Profit/(Loss) and Other comprehensive Income for the period</b>		<b>(267.46)</b>	<b>(628.54)</b>
<b>XII Earnings per Share</b>			
Basic and Diluted (₹)		(1.53)	(2.22)

Significant Accounting Policies 1  
Notes are an integral part of the Financial Statements.

**For P.K.Nagarajan & Co.,**  
Chartered Accountants  
Firm Registration : 016676S

**P.K. Nagarajan**  
Partner  
Membership No : 025679  
UDIN : 19025679AAAAAN6122

Date : 28.08.2019  
Place : Bangalore

**Dr A Selvakumar**  
Director  
(DIN : 01099806)

**M Srinivaasan**  
Managing Director  
(DIN : 00102387)

**B S Murali**  
Company Secretary  
(Membership No : A51730)

## Balance Sheet

31.03.2019 ರಂದು ಇದ್ದಂತೆ ಆಸ್ತಿ-ಜವಾಬ್ದಾರಿ ತಃಖ್ತೆ

ವಿವರಗಳು	ನೋಟ್ ಸಂಖ್ಯೆ	ದಿನಾಂಕ 31.03.2019 ರಂತೆ (ರೂ. ಲಕ್ಷಗಳಲ್ಲಿ)	ದಿನಾಂಕ 31.03.2018 ರಂತೆ (ರೂ. ಲಕ್ಷಗಳಲ್ಲಿ)
<b>I ಆಸ್ತಿಗಳು</b>			
<b>(1) ಚಾಲ್ತಿಯಲ್ಲಿರುವ ಆಸ್ತಿಗಳು</b>			
(a) ಆಸ್ತಿ, ಸ್ಥಾವರ ಹಾಗೂ ಸಲಕರಣೆಗಳು	2	39,743.55	36,666.42
(b) ಪ್ರಗತಿಯಲ್ಲಿರುವ ಬಂಡವಾಳ ಕೆಲಸಗಳು	2	19,092.86	17,279.66
(c) ಹಣಕಾಸಿನ ಆಸ್ತಿಗಳು			
(i) ಹೂಡಿಕೆಗಳು	3	315.24	376.89
(ii) ಸಾಲಗಳು	4	1,477.25	2,368.58
(iii) ಇತರ ಹಣಕಾಸಿನ ಆಸ್ತಿಗಳು	5	-	213.70
<b>(2) ಚಾಲ್ತಿಯಲ್ಲಿರುವ ಆಸ್ತಿಗಳು</b>			
(a) ದಾಸ್ತಾನುಗಳು	6	4,563.80	2,171.36
(b) ಹಣಕಾಸಿನ ಆಸ್ತಿಗಳು			
(i) ಹೂಡಿಕೆಗಳು	7	309.09	413.80
(ii) ವ್ಯಾಪಾರದ ಕರಾರು	8	8,542.45	8,205.27
(iii) ನಗದು ಮತ್ತು ತತ್ಸಮಾನ	9	392.86	134.83
(iv) ಸಾಲಗಳು	10	2,389.46	3,268.04
(c) ಇತರ ಚಾಲ್ತಿಯಲ್ಲಿರುವ ಆಸ್ತಿಗಳು	11	1,579.95	1,313.81
(d) ಮಾರಾಟಕ್ಕೆ ಇಡಲಾಗಿದೆ ಎಂದು ವರ್ಗೀಕರಿಸಲಾದ ಆಸ್ತಿಗಳು	12	850.82	-
<b>ಒಟ್ಟು ಆಸ್ತಿಗಳು</b>		<b>79,257.33</b>	<b>72,412.36</b>
<b>II ಕ್ಷೇತ್ರ ಮತ್ತು ಹೊಣೆಗಾರಿಕೆಗಳು</b>			
<b>ಕ್ಷೇತ್ರ</b>			
(a) ಷೇರು ಬಂಡವಾಳ	13	2,445.43	2,445.43
(b) ಇತರ ಕ್ಷೇತ್ರ	14	16,903.34	17,170.80
<b>ಹೊಣೆಗಾರಿಕೆಗಳು</b>			
<b>(1) ಚಾಲ್ತಿಯಲ್ಲಿರುವ ಹೊಣೆಗಾರಿಕೆಗಳು</b>			
(a) ಹಣಕಾಸಿನ ಹೊಣೆಗಾರಿಕೆಗಳು			
(i) ಸಾಲಗಳು	15	25,151.86	24,942.03
(ii) ಇತರ ಹಣಕಾಸಿನ ಹೊಣೆಗಾರಿಕೆಗಳು	16	2,490.28	2,574.41
(b) ನಿಬಂಧನೆಗಳು	17	821.28	860.05
(c) ಮುಂದೂಡಲ್ಪಟ್ಟ ತೆರಿಗೆ ಹೊಣೆಗಾರಿಕೆಗಳು (ನಿವ್ವಳ)	18	1,164.42	1,279.76
<b>(2) ಚಾಲ್ತಿಯಲ್ಲಿರುವ ಹೊಣೆಗಾರಿಕೆಗಳು</b>			
(a) ಹಣಕಾಸಿನ ಹೊಣೆಗಾರಿಕೆಗಳು			
(i) ಸಾಲಗಳು	19	9,958.47	4,991.32
(ii) ವ್ಯಾಪಾರ ಸಂದಾಯಗಳು	20	8,394.61	7,163.30
(iii) ಇತರ ಹಣಕಾಸಿನ ಹೊಣೆಗಾರಿಕೆಗಳು	21	9,117.33	8,166.72
(b) ಇತರ ಚಾಲ್ತಿಯಲ್ಲಿರುವ ಹೊಣೆಗಾರಿಕೆಗಳು	22	2,517.86	2,566.01
(c) ನಿಬಂಧನೆಗಳು	23	292.45	252.53
<b>ಒಟ್ಟು ಕ್ಷೇತ್ರ ಮತ್ತು ಹೊಣೆಗಾರಿಕೆಗಳು</b>		<b>79,257.33</b>	<b>72,412.36</b>

ಪ್ರಮುಖ ವಾಣಿಜ್ಯ ನೀತಿಗಳು 1

ಉಪ್ಪಿನ ಹಣಕಾಸಿನ ಅಯವ್ಯಯದ ಒಂದು ಅಂಗವಾಗಿದೆ

**For P.K.Nagarajan & Co.,**  
Chartered Accountants  
Firm Registration : 016676S

**P.K. Nagarajan**  
Partner  
Membership No : 025679  
UDIN : 19025679AAAAAN6122

Date : 28.08.2019  
Place : Bangalore

**Dr A Selvakumar**  
Director  
(DIN : 01099806)

**M Srinivaasan**  
Managing Director  
(DIN : 00102387)

**B S Murali**  
Company Secretary  
(Membership No : A51730)



Statement of Profit and Loss

31.03.2019 ರಂದು ಅಂತ್ಯಗೊಂಡ ವರ್ಷದ ಲಾಭ ಮತ್ತು ನಷ್ಟದ ತಃಖ್ತೆ

ವಿವರಗಳು	ನೋಟ್ ಸಂಖ್ಯೆ	ಪ್ರಸ್ತುತ ವರ್ಷ 31.03.2019 ಕ್ಕೆ ಸಂಬಂಧಿಸಿದ ವಿವರಗಳು (ರೂ. ಲಕ್ಷಗಳಲ್ಲಿ)	ಪ್ರಸ್ತುತ ವರ್ಷ 31.03.2018 ಕ್ಕೆ ಸಂಬಂಧಿಸಿದ ವಿವರಗಳು (ರೂ. ಲಕ್ಷಗಳಲ್ಲಿ)
I ವ್ಯವಹಾರದಿಂದ ಬಂದ ಆದಾಯ	24	23,659.87	20,989.24
II ಇತರ ಆದಾಯ	25	187.92	1,994.22
III ಒಟ್ಟು ಆದಾಯ (I+II)		23,847.79	22,983.46
<b>IV ವೆಚ್ಚಗಳು</b>			
ಉಪಯೋಗಿಸಲ್ಪಟ್ಟ ವಸ್ತುಗಳ ಮೌಲ್ಯ	26	17,891.81	13,877.34
ರೂಪಾಂತರಗೊಂಡ ಸರಕು, ವ್ಯಾಪಾರದಲ್ಲಿದ್ದ ದಾಸ್ತಾನು, ಮುಂದುವರಿಯುತ್ತಿರುವ ಕೆಲಸಗಳು	27	(1,657.16)	1,758.03
ಮಾರಾಟದ ಮೇಲೆ ಅಬಕಾರಿ ಸುಂಕ		-	77.28
ನೌಕರರ ನೌಕರಿಯಗಳ ಖರ್ಚುಗಳು	28	2,202.72	2,008.95
ಹಣಕಾಸಿನ ವೆಚ್ಚ	29	2,755.42	2,284.15
ಸವಕಳ ಮತ್ತು ಅಮೋಝ್‌ನೇಷನ್ ವೆಚ್ಚ	2	834.70	819.44
ಇತರ ವೆಚ್ಚಗಳು	30	2,252.40	2,876.76
<b>ಒಟ್ಟು ವೆಚ್ಚಗಳು (IV)</b>		<b>24,279.89</b>	<b>23,701.95</b>
V ವಿಲೇವ ಮತ್ತು ಅನಾಧಾರಣ ಅಂಶಗಳೂ ಹಾಗೂ ತೆರಿಗೆ ಪೂರ್ವ ಲಾಭ/ನಷ್ಟ (III-IV)		(432.10)	(718.49)
VI ಅಸಮಾನ್ಯ ಅಂಶಗಳು		-	-
<b>VII ತೆರಿಗೆ ಪೂರ್ವ ಲಾಭ / ನಷ್ಟ (V-VI)</b>		<b>(432.10)</b>	<b>(718.49)</b>
<b>VIII ತೆರಿಗೆ ವೆಚ್ಚಗಳು</b>	18		
(1) ಪ್ರಸ್ತುತ ತೆರಿಗೆ		-	-
(2) ಮುಂದೂಡಿದ ತೆರಿಗೆ		(131.80)	(248.74)
<b>IX ಅವಧಿಗೆ ಲಾಭ / ನಷ್ಟ (VII-VIII)</b>		<b>(300.30)</b>	<b>(469.75)</b>
X ಇತರ ಅಮೂಲಾಗ್ರ ಆದಾಯ			
A. (i) ಲಾಭ ಅಥವಾ ನಷ್ಟಕ್ಕೆ ಮರುಸಂಗ್ರಹಿಸಲಾಗದ ಬಾಬುಗಳು			
OCI ಮೂಲಕ ನ್ಯಾಯೋಚಿತ ಮೌಲ್ಯದಲ್ಲಿ ಗೊತ್ತುಪಡಿಸಿದ ಹಣಕಾಸಿನ ಆಸ್ತಿಗಳ ನ್ಯಾಯೋಚಿತ ಮೌಲ್ಯದ ಬದಲಾವಣೆಗಳು		(68.52)	(257.78)
ವ್ಯಾಖ್ಯಾನಿತ ಲಾಭದ ಯೋಜನೆಗಳ ಮರುಪರಿಶೀಲನೆಯ ಪ್ರಯೋಜನಗಳು		117.82	17.90
(ii) ಲಾಭ ಅಥವಾ ನಷ್ಟಕ್ಕೆ ಮರುಸಂಗ್ರಹಿಸಲಾಗದ ಬಾಬುಗಳಿಗೆ ಸಂಬಂಧಿಸಿದ ವರಮಾನ ತೆರಿಗೆ		(16.46)	81.09
<b>XI ಅವಧಿಗೆ ಅಮೂಲಾಗ್ರ ಆದಾಯ ಲಾಭ (IX + X) (ಲಾಭ(ನಷ್ಟ) ಮತ್ತು ಇತರ ಅಮೂಲಾಗ್ರ ಆದಾಯವನ್ನು ಒಳಗೊಂಡಿರುತ್ತದೆ)</b>		<b>(267.46)</b>	<b>(628.54)</b>
XII ಪ್ರತಿ ಷೇರಿಗೆ ಆದಾಯ			
ಪ್ರಾಥಮಿಕ ಮತ್ತು ದ್ರವೀಕರಿಸಿದ		(1.53)	(2.22)
ಪ್ರಮುಖ ವಾಣಿಜ್ಯ ನೀತಿಗಳು	1		
ಲೆಕ್ಕ ದಾಖಲಾತಿ ಆರ್ಥಿಕ ತಃಖ್ತೆಗಳ ಒಂದು ಅವಿಭಾಜ್ಯ ಅಂಗವಾಗಿರುತ್ತದೆ.			

For P.K.Nagarajan & Co.,  
Chartered Accountants  
Firm Registration : 016676S

P.K. Nagarajan  
Partner  
Membership No : 025679  
UDIN : 19025679AAAAAN6122

Date : 28.08.2019  
Place : Bangalore

Dr A Selvakumar  
Director  
(DIN : 01099806)

M Srinivaasan  
Managing Director  
(DIN : 00102387)

B S Murali  
Company Secretary  
(Membership No : A51730)

## Cash Flow Statement

### CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2019

Particulars	Year Ended 31.03.2019 (₹ in Lakhs)		Year Ended 31.03.2018 (₹ in Lakhs)	
<b>A. Cash Flow From Operating Activities:</b>				
Net Profit before tax as per statement of Profit and Loss		(432.10)		(718.49)
<b>Adjustment for:</b>				
Depreciation of Property, Plant and Equipment	834.70		819.44	
Finance Costs	2,755.42		2,284.15	
(Profit) / Loss on Sale / Redemption of Investments (Net)	-		(58.36)	
(Profit) / Loss on Property, Plant and Equipment Sold / Discarded (Net)	(1.00)		(7.94)	
Dividend Income	(5.09)		(14.65)	
Interest Income	(151.24)	3,432.79	(1,892.40)	1,130.24
Operating Profit before Working Capital / Other Changes		3,000.69		411.75
<b>Changes in Working Capital:</b>				
<b>Adjustments for (Increase) / Decrease in Operating Assets:</b>				
Inventories	(2,392.43)		2,051.80	
Trade Receivables	(337.19)		(1,793.04)	
Other Financial Assets	213.70		(63.70)	
Other Current Assets	(384.34)		(611.87)	
<b>Adjustments for Increase / (Decrease) in Operating Liabilities:</b>				
Trade Payables	1,231.31		2,594.15	
Other Long Term Financial Liabilities	(84.13)		91.63	
Other Current Financial Liabilities	665.33		(1,203.95)	
Other Current Liabilities	(48.16)		(227.60)	
Long Term Provisions	79.04		(9.63)	
Short Term Provisions	39.93	(1,016.94)	84.58	912.38
Cash Generated from Operations		1,983.75		1,324.13
Income Tax Paid (Net)				
<b>Net Cash from / (used in) Operating Activities (A)</b>		1,983.75		1,324.13
<b>B. Cash Flow From Investing Activities:</b>				
Purchase of Property, Plant and Equipment	(6,577.06)		(7,349.41)	
Proceeds from Disposal of Property, Plant and Equipment	2.21		11.86	
Movement in Long Term Loans and Advances	891.33		(504.70)	
Movement in Current Loans and Advances	878.59		1,094.60	
Investment in Long Term Investments (Net)	(2.40)		(0.50)	
(Acquisition) / Proceeds from Current Investments (Net)	100.25		1,858.36	
Dividend received	5.09		14.65	
Interest Income	269.45		1996.27	
<b>Net Cash from / (used in) Investing Activities (B)</b>		(4,432.55)		(2,878.87)

## Cash Flow Statement (Cont..)

Particulars	Year Ended 31.03.2019 (₹ in Lakhs)	Year Ended 31.03.2018 (₹ in Lakhs)
<b>C. Cash Flow From Financing Activities:</b>		
Finance Costs Paid	(2,470.15)	(1,605.98)
Proceeds from Long Term Borrowings	209.83	2,794.98
Short Term Borrowings (Net)	4,967.15	(3.75)
<b>Net Cash from / (used in) Financing Activities (C)</b>	2,706.83	1,185.25
<b>Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)</b>	258.03	(369.49)
Cash and cash equivalents at the beginning of the year	134.83	504.32
<b>Cash and cash equivalents at the end of the year</b>	392.86	134.83
Cash and cash equivalents at the end of the year comprises of		
(a) Cash on hand	5.86	4.51
(b) Cheques, draft on hand		
(c) Balances with banks:		
i) In Current Accounts	387.00	130.32
ii) Unclaimed Dividend / Interest warrants		
iii) Margin Money with banks / Security against borrowings	-	-
Cash and cash equivalents as at the end of the year	392.86	134.83

**For P.K.Nagarajan & Co.,**  
Chartered Accountants  
Firm Registration : 016676S

**P.K. Nagarajan**  
Partner  
Membership No : 025679  
UDIN : 19025679AAAAAN6122

Date : 28.08.2019  
Place : Bangalore

**Dr A Selvakumar**  
Director  
(DIN : 01099806)

**M Srinivaasan**  
Managing Director  
(DIN : 00102387)

**B S Murali**  
Company Secretary  
(Membership No : A51730)

## Statement of Changes

### STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31.03.2019

#### A) Equity Share Capital

Particulars	No. of Shares	₹ in Lakhs
Balance as at 01.04.2017	2,44,54,328	2,445.43
Changes in Equity Share Capital during the year	-	-
Balance as at 01.04.2018	2,44,54,328	2,445.43
Changes in Equity Share Capital during the year	-	-
Balance as at 01.04.2019	2,44,54,328	2,445.43

#### B) Other Equity

(₹ in Lakhs)

Particulars	Reserves and Surplus				
	Securities Premium	Capital Redemption Reserve	General Reserve	Retained Earnings	Total
Balance as at 1.4.2017	150.00	500.00	4,307.00	12,842.34	17,799.34
Comprehensive Income for the year	-	-	-	(469.75)	(469.75)
Other Comprehensive Income	-	-	-	(158.80)	(158.80)
Dividend and Tax on Dividend	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-
Balance as at 31.03.2018	150.00	500.00	4,307.00	12,213.80	17,170.80
Balance as at 1.04.2018	150.00	500.00	4,307.00	12,213.80	17,170.80
Comprehensive Income for the year	-	-	-	(300.30)	(300.30)
Other Comprehensive Income	-	-	-	32.84	32.84
Dividend and Tax on Dividend	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-
Balance as at 31.03.2019	150.00	500.00	4,307.00	11,946.34	16,903.34

### NOTES FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31.3.2019

**Note : 1 >>**

#### **Statement of Significant Accounting Policies followed by the Company**

Sri Chamundeswari Sugars Limited (the 'Company') is a public limited company domiciled and incorporated in India under the Companies Act, 1956. The Registered office of the company is located at No.88/5 Richmond Road, Bangalore 560 025. The Company is engaged in manufacturing and selling of Sugar, Cogeneration of Power and Industrial Alcohol. The Company has a Sugar factory with a capacity of 4000 MT of Sugarcane crushing per day, 26 MW of Power and 50 KLPD of Industrial alcohol at KM Doddi, Mandya District and the Company has taken on lease a manufacturing unit at Srinivasapura Hassan District with crushing capacity of 1250 MTs of Sugarcane per day.

#### **a) Basis of Preparation**

##### **i) Compliance with Ind AS**

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') notified under Section 133 of the Companies Act 2013 (the Act) read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other relevant provisions of the Act.

The accounting policies are applied consistently to all the periods presented in the financial statements.

##### **ii) Historical Cost Convention**

The financial statements have been prepared on a historical cost basis, except for the certain financial instruments and Defined Benefit plans - plan assets measured at fair value at the end of the each reporting period.

Historical cost is generally based on the fair value of consideration given in exchange of goods and services.

Fair Value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, company takes into account when pricing the asset or liability if market participants would take characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/or disclosure purposes in these financial statement is determined on such a basis except for measurements that have similarities to fair value but are not fair value, such as net realizable value in Ind AS 2 (Inventories) or value in use in Ind AS 36 (Impairment of Assets).

##### **iii) Current and Non - Current Classification**

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Companies Act 2013.

Deferred Tax assets and liabilities are classified as Non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realisation in cash and cash equivalents. The company has identified Twelve months as its operating cycle.

#### **iv) Rounding of amounts**

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated..

#### **b) Use of Estimates and Judgements**

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after the date but provide additional evidence about conditions existing as at the reporting date.

#### **c) Property Plant and Equipment**

Property, plant and equipment that qualifies for recognition as an asset is measured at cost net of tax / duty credit availed less accumulated depreciation and accumulated impairment losses, if any. Freehold land is not depreciated.

Cost includes related taxes, duties, freight, insurance etc., attributable to acquisition and installation of assets and borrowing cost incurred up to the date of commencing operations, but excludes duties and taxes that are recoverable from taxing authorities.

Subsequent cost are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefit associated with the item will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced. Cost in the nature of repairs and maintenance are recognised in the Statement of Profit and Loss during the reporting period in which they are incurred.

Assets which are not ready for their intended use and other capital work in progress are carried at cost, comprising direct cost, related incidental expenses and attributable interest.

#### **Depreciation**

Straight line method has been adopted for providing depreciation on fixed assets.

The assets are depreciated over the useful life as prescribed in Schedule II to the Companies Act, 2013. The assets capitalised on the lease hold land/plant are depreciated over the period of lease. "The residual values are not more than 5% of the original cost of the asset. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of changes in estimate accounted for on a prospective basis.

#### **Derecognition**

The carrying amount of an item of property, plant and equipment shall be derecognised on disposal or when no future economic benefits are expected from its use or disposal.

## Notes forming part of the financial statements

The gain or loss arising from the derecognition of an item of property, plant and equipment shall be determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item. The same is recognised in the statement of profit and loss.

### d) Impairment of Non financial Assets

Non financial assets are tested for impairment at the end of each reporting period as to whether events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the assets' carrying amount exceeds its recoverable amount. The recoverable amount is higher of an assets' fair value less costs of disposal and value in use. For the purpose of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash generating units). Non financial assets other than goodwill that suffered an impairment in prior periods are reviewed for possible reversal of the impairment at the end of the each reporting period.

### e) Financial Instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

#### Financial Assets

Financial assets are initially measured at fair value. Transaction costs that are directly attributable to the acquisition of financial assets (other than financial assets at fair value through profit or loss) are added to or deducted from the fair value of the financial assets, on initial recognition.

When the fair value of a financial asset at initial recognition is different from its transaction price, the difference between the fair value and the transaction price is recognised as a gain or loss at initial recognition if the fair value is determined through a quoted market price in an active market for an identical (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or 2 input as mentioned above, the difference between the fair value and the transaction price is deferred appropriately and recognised as a gain or loss only to the extent that such gain or loss arises due to a change in factor that market participants take into account when pricing the financial asset.

#### Investment in Equity instruments at Fair Value Through Other Comprehensive Income (FVTOCI)

##### Initial Recognition

The Company, through an irrevocable election (on an instrument by instrument basis), has measured investments in equity instruments at FVTOCI. These equity instruments are neither held for trading nor are contingent consideration recognised under a business combination. These elected investments are initially measured at fair value plus transaction costs.

##### Subsequent measurement

Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in other comprehensive income.

### Dividend

Dividend on investments in equity instruments are recognised in profit or loss unless the dividend does not represent a recovery of part of cost of the investment. Dividend is recognised only when the company's right to receive the dividend is established, it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of dividend can be measured reliably. The Company has recognised dividend in Statement of profit and loss in the 'Other Income' line item.

### Derecognition

A financial asset is derecognised when the contractual rights to the cash flows from the financial asset expires or the Company transfers the financial asset and substantially all the risks and rewards of ownership of the asset. If the Company neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset, but retains control of the financial asset, the Company continues to recognise the transferred asset to the extent of its continuing involvement. The extent of the Company's continuing involvement in the financial asset is the extent to which it is exposed to changes in the value of the transferred asset. In such cases, the Company also recognises an associated liability. The financial asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

On derecognition of such financial assets, the cumulative gain / loss previously recognised in Other Comprehensive Income is not reclassified from the equity to the Statement of Profit and Loss. However, the company may transfer such cumulative gain / loss into the retained earnings within equity.

### Impairment of Financial Asset

The Company applies expected credit loss model for recognising impairment loss on financial assets measured at fair value through other comprehensive income (FVTOCI), trade receivables, lease receivables and other financial assets measured at amortised cost.

The Company follows a simplified approach wherein an amount equal to lifetime expected credit losses is measured and recognised as loss allowance in the case of trade receivables and lease receivables.

In case of financial assets measured at fair value through other comprehensive income or at amortised cost, the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk has not increased significantly, an amount equal to 12-month expected credit losses is measured as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime expected credit losses is measured and recognised as loss allowance.

### Financial Liabilities

#### Initial Recognition

Financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the issue of financial liabilities (other than financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial liabilities, on initial recognition.

When the fair value of a financial liabilities at initial recognition

## Notes forming part of the financial statements

is different from its transaction price, the difference between the fair value and the transaction price is recognised as a gain or loss at initial recognition if the fair value is determined through a quoted market price in an active market for an identical (i.e. level 1 input) or through a valuation technique that uses data from observable markets (i.e. level 2 input).

In case the fair value is not determined using a level 1 or 2 input as mentioned above, the difference between the fair value and the transaction price is deferred appropriately and recognised as a gain or loss only to the extent that such gain or loss arises due to a change in factor that market participants take into account when pricing the financial liabilities.

### Subsequent measurement

Financial Liabilities are subsequently carried at amortised cost using the effective interest method, which is subsequently measured at fair value through profit or loss. For trade and other payables maturing within one year from the Balance Sheet date, the carrying amounts approximate fair value to the short maturity of these instruments.

### Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing financial liability is substantially modified, such an exchange or modification is treated as the extinguishment of the original liability and the recognition of a new financial liability. The difference between the carrying amount of a financial liability extinguished and the consideration paid is recognised in the Statement of Profit and Loss..

### f) Valuation of Inventories

#### (I) Finished Goods

Sugar Molasses - Own Production Industrial Alcohol	At seasonal/yearly weighted average cost or net realisable value whichever is lower.
Bagasse Fusel Oil Bio-compost Scrap Stock	Net realisable value
Molasses - Purchased	At cost
Raw material, consumables, stores & spares and others	At yearly weighted average cost or net realisable value whichever is lower

(II) The cost of the finished goods and process stock comprises all cost of purchase, cost of conversion, duties and taxes (other than those subsequently recovered from tax authorities) and other costs incurred in bringing the inventories to their present location and condition.

(III) Due allowance is estimated and made for defective and obsolete items wherever necessary.

### g) Fair value measurement

The Company measures financial instruments, such as, investments at fair value at each balance sheet date. The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable

inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy that categorises into three levels, described as follows, the inputs to valuation techniques used to measure value.

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: inputs that are unobservable for the asset or liability.

For Assets and liabilities that are recognised in the financial statement on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by reassessing the categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

### h) Revenue Recognition

The Company adopted Ind AS 115 Revenue from Contract with Customers using the Modified retrospective method of adoption at the date of initial application of 01st April 2018. The Company elected to apply this standard to all the contracts as at April 01, 2018. The effect on the financial statement does not have any material impact on the adoption of this standard.

#### Sale of Goods:

Revenue is recognised when the performance obligations are satisfied and the control of the product is transferred, being when the goods are delivered as per the relevant terms of the contract at which point in time the Company has a right to receive payment for the asset, customer has legal title of the asset, customer bears significant risk and rewards of ownership and the customer has accepted the asset or the Company has objective evidence that all criteria for acceptance have been satisfied. Payment for the sale is made as per the credit terms in the agreements with the customers.

Revenue is measured based on the transaction price, which is the consideration, net of customer incentives, discounts, variable considerations, payments made to customers, other similar charges, as specified in the contract with the customer. Additionally, revenue excludes taxes collected from customers, which are subsequently remitted to governmental authorities.

#### Exchange of Goods and Services

When goods are sold in exchange for dissimilar goods, the exchange is regarded as a transaction which generates revenue. The revenue is measured at the fair value of the goods received, adjusted by the amount of any cash or cash equivalents transferred. When the fair value of the goods received cannot be measured reliably, the revenue is measured at the fair value of the goods given up, adjusted by the amount of any cash or cash equivalents transferred.

#### Dividend and Interest Income

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the entity and the amount of income can be measured reliably). Dividend income are shown in the income statement are in accordance with Ind AS 109.

## Notes forming part of the financial statements

Interest income from financial asset is recognised when it is probable that the economic benefits will flow to the entity and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial assets' net carrying amount on initial recognition.

### i) Foreign Currency Transactions

The financial statements are presented in Indian Rupee which is company's functional and presentation currency. Foreign currency transactions are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transaction settled during the year are recognised in the statement of profit and loss. Foreign currency monetary items as at the balance sheet date are translated using the closing rate. The gain or loss arising out of these translations are recognized in the statement of profit and loss.

### j) Provision, Contingent liabilities & Contingent assets

Provision is recognised only when there is a present obligation as a result of past event and it is probable that there will be an outflow of resources embodying economic benefits to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Contingent liabilities are disclosed when there is a possible obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of obligation cannot be measured reliably.

Contingent assets are not recognised, however the same is disclosed in the financial statements, when an inflow of economic benefit is probable.

### k) Income Tax

Tax expense (tax income) is the aggregate amount included in the determination of profit or loss for the period in respect of current tax and deferred tax.

#### Current Tax

Current tax is the amount of income tax payable in respect of taxable profit for the year. The taxable profit differs from profit before tax as reported in Statement of Profit and Loss because of temporary differences. The Company's current tax is calculated using tax rates that have been enacted or substantively enacted by the end of the reporting period for the amount expected to be paid to the taxation authorities.

Minimum Alternate Tax (MAT) credit is recognised as deferred tax asset only when and to the extent there is convincing evidence that the sufficient taxable profit will be available against which the MAT credit can be utilised.

#### Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the financial statement and the corresponding tax bases used in the computation of taxable profit. Deferred tax liabilities are generally recognised on all temporary differences. Deferred tax assets are recognised for all deductible temporary differences to the extent that it is probable that taxable profit will be available against which the deductible temporary difference can be utilised. Such deferred tax assets and liabilities are not recognised if the temporary difference arises from the initial

recognition of an asset or liability in a transaction (other than a business combination) affects neither accounting profit nor taxable profit (tax loss).

Deferred tax assets are recognised for the carry forward of unused tax losses and unused tax credits to the extent that it is probable that future taxable profit will be available against which the unused tax losses and unused tax credits can be utilised.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised, based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period.

The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities.

Current and deferred tax is recognised in the statement of profit and loss except to the extent it relates to items recognised in other comprehensive income or directly in equity.

### l) Government grants

Government grants are recognized only when there is reasonable assurance that the Company will comply with the conditions attached to the grants and the grants will be received. Government grant in the nature of revenue has been recognized on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. The company had accounted for Export benefits in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

### m) Employee Benefits

#### Short Term Employee Benefits

All employee benefits payable within twelve months of rendering service are classified as short term employee benefits and are recognised in the period in which the employee renders the related service. The Company recognises the undiscounted amount of short term employee benefits expected to be paid as a liability after deducting the amount already paid.

#### Other long-term employee benefit obligations

The liabilities for earned leave and sick leave that are not expected to be settled wholly within 12 months are measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted at a predetermined rate of interest based on yields on Government Bonds that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognised in the Statement of Profit and Loss.

#### Post-employment obligations

The Company operates the following post-employment schemes:

- (a) defined benefit plans such as gratuity; and
- (b) defined contribution plans such as provident fund.

#### Gratuity obligations

The Company operates a defined benefit plan for employees. The Company contributes to a separate entity (a fund), towards meeting the gratuity obligation. The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plans is the present value of the defined benefit obligation at the end



of the reporting period less than the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method.

The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows at a predetermined rate of interest based on the market yields at the end of the reporting period on government bonds that have terms approximating to the terms of the related obligation. "Remeasurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

The Gratuity benefit of the employees of the leased plant is measured and accounted based on the demand from the lessor.

### Leave Salary

The company measures the expected cost of accumulating the paid absences as the additional amount that the company expects to pay as a result of unused entitlement that has accumulated at the end of the reporting period. Actuarial gain and losses arising from changes in actuarial assumptions are recognised in the other comprehensive income.

### Defined Contribution Plans

Defined Contribution Plans are Provident Fund, Employee State Insurance scheme and Government administered Pension Fund scheme for all applicable employees.

The company recognises contribution payable to a defined contribution plan as expenses in the statement of profit and loss when the employee renders services to the company during the reporting period. If the contribution payable for services received from employee before the reporting date exceeds the contribution already paid, the deficit payable is recognised as a liability after deducting the contribution already paid.

### n) Operating Segments

Operating segments are identified in accordance with the criteria set out in paragraphs 5 to 10 of Ind AS 108 viz. a component of an entity that engages in business activities from which the company earns revenues and incur expenses and the operating results are regularly reviewed by the entity's Chief Operating Decision Maker to make decisions about resources to be allocated to the segment and assess the performance for which discrete financial information is available.

The operating segments are reported after taken into consideration of Aggregation criteria and Quantitative threshold as mentioned in Para 12 and 13 of Ind AS 108.

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker (CODM) of the company. The CODM is responsible for allocating the resources and assessing the performance of the operating segments of the company.

### o) Leases

The Company's significant leasing arrangements are operating leases and cancelable in nature.

#### Company as Lessor

The lease rental income under agreements are recognised in the statement of profit and loss as per the terms of the lease. The rental income from operating lease is generally recognised on a straight line basis over the term of relevant lease. When the rentals are structured solely to increase in line with expected

general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rental income arising under operating leases are recognised as income in the period in which they accrue.

#### Company as Lessee

The lease rental under agreements are recognised in the statement of profit and loss as per the terms of the lease. The rental expense under operating lease is generally recognised on a straight line basis over the term of relevant lease. When the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are recognised as expense in the period in which they are incurred. During the period of construction of substantial tangible addition/modernisation of leased plant occurred, the lease rent payable on the plant during the period of construction is added to the cost of those assets.

### p) Cash Flow Statement

Cash flows are reported using the indirect method, whereby profit or loss is adjusted for the effects of transactions of non cash nature, any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the company are segregated based on the available information.

For the purpose of presentation of cash flow statement, cash and cash equivalents includes cash on hand, cheques on hand, bank balances, demand deposit with banks where the original maturity is three months or less and other short term highly liquid investments.

### q) Borrowings

Borrowings are initially recognised at net of transaction costs incurred and measured at amortised cost.

### r) Borrowing Costs

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale are added to the cost of those assets. All other borrowing costs are recognised as an expense in the statement of profit and loss in the period in which they are incurred.

### s) Recent accounting pronouncements

In March 2019, the Ministry of Corporate Affairs (MCA) issued the Companies (Indian Accounting Standards) Amendment Rules, 2019 and the Companies (Indian Accounting Standards) Second Amendment Rules, 2019, notifying new standard Ind AS 116 Leases and amendments to Ind AS 12, "Income Taxes", Ind AS 23 Borrowing Costs and amendments to certain other standards. These amendments are applicable from 1st April, 2019. The company is evaluating the requirement of the amendment and the impact on the financial statements.

#### Ind AS 116 - Leases

As per the amended rules, Ind AS 116 supersedes Ind AS 17, "Leases". Ind AS 116 sets out the principles of recognition, measurement and disclosure of leases for lessor and lessee. The standard introduces a single lease accounting model for lessee i.e the lessee no longer be required to classify a

## Notes forming part of the financial statements

lease as operating or financing lease. The lessee has to recognise the depreciation on right of use of assets and finance costs on lease liabilities in the statement of profit and loss. This standard is effective for financial periods commencing on or after 1st April 2019.

The standard permits either a full retrospective or a modified retrospective approach for the adoption.

The company is in the process of evaluating the impact on implementation of Ind AS 116 on the financial statement of the company.

### **Amendments to Ind AS 12 - Income Taxes**

The inserted Appendix C clarifies the recognition and measurement principles on recognizing current tax, deferred tax, taxable profits (losses), tax bases, unused tax losses, unused tax credits and tax rates when there is uncertainty over tax treatments under Ind AS 12.

The company is in the process of evaluating the impact on amendment on the financial statement of the company.

### **Amendments to Ind AS 23 Borrowing Costs**

The amendment clarifies that an entity shall consider specific borrowings as general borrowing, when substantial activities necessary to prepare a qualifying asset for which specific borrowing was obtained is ready for its intended use or sale.

The company is in the process of evaluating the impact on amendment on the financial statement of the company.

## Note no: 2 &gt;&gt; Property, Plant and Equipment

(₹ in Lakhs)

Particulars	Land (inclusive of Development)	Buildings	Plant & Machinery	Furniture and Fittings	Office Equipment	Computer Equipment	Motor Vehicles	Total	Capital work-in-progress
<b>Gross Carrying amount</b>									
Balance as on 01.04.2017	20,500.00	4,182.93	13,143.56	67.78	89.38	94.27	108.44	38,186.36	10,027.45
Additions	47.27	3.63	-	2.01	29.23	9.78	5.29	97.21	7,252.21
Disposals	0.48	-	0.18	-	2.17	-	5.54	8.37	-
<b>Balance as on 31.03.2018</b>	<b>20,546.79</b>	<b>4,186.56</b>	<b>13,143.38</b>	<b>69.79</b>	<b>116.44</b>	<b>104.05</b>	<b>108.19</b>	<b>38,275.20</b>	<b>17,279.66</b>
Additions	1,473.04	114.00	3,151.18	-	3.77	6.24	15.63	4,763.86	5,609.15
Disposals	-	-	-	-	0.11	-	23.96	24.07	3,795.95
Assets classified as held for sale	595.05	-	313.13	-	-	-	-	908.18	-
<b>Balance as at 31.03.2019</b>	<b>21,424.78</b>	<b>4,300.56</b>	<b>15,981.43</b>	<b>69.79</b>	<b>120.10</b>	<b>110.29</b>	<b>99.86</b>	<b>42,106.81</b>	<b>19,092.86</b>
<b>Accumulated depreciation</b>									
Balance as on 01.04.2017	-	165.62	548.76	8.46	36.50	21.75	12.71	793.80	-
Depreciation for the year	-	179.65	549.29	8.55	35.27	27.36	19.32	819.44	-
Withdrawn	-	-	-	-	-	-	4.46	4.46	-
<b>Balance as on 31.03.2018</b>	<b>-</b>	<b>345.27</b>	<b>1,098.05</b>	<b>17.01</b>	<b>71.77</b>	<b>49.11</b>	<b>27.57</b>	<b>1,608.78</b>	<b>-</b>
Depreciation for the year	-	177.55	603.99	8.47	8.45	22.90	13.34	834.70	-
Withdrawn	-	-	-	-	-	0.03	22.83	22.86	-
Assets classified as held for sale	-	-	57.36	-	-	-	-	57.36	-
<b>Balance as at 31.03.2019</b>	<b>-</b>	<b>522.82</b>	<b>1,644.68</b>	<b>25.48</b>	<b>80.22</b>	<b>71.98</b>	<b>18.08</b>	<b>2,363.26</b>	<b>-</b>
<b>Net Carrying Amount</b>									
As at 31.03.2018	20,546.79	3,841.29	12,045.33	52.78	44.67	54.94	80.62	36,666.42	17,279.66
<b>As at 31.03.2019</b>	<b>21,424.78</b>	<b>3,777.74</b>	<b>14,336.75</b>	<b>44.31</b>	<b>39.88</b>	<b>38.31</b>	<b>81.78</b>	<b>39,743.55</b>	<b>19,092.86</b>

## Notes forming part of the financial statements

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 3 &gt;&gt; Non- Current Investments</b>		
Non- Trade, Quoted - Fully Paid-up		
<b>Investments in Equity Instruments</b>		
12,45,200 shares of Sakthi Sugars Limited	140.09	201.10
24,000 shares of Sakthi Finance Limited	4.54	7.58
	<b>144.63</b>	<b>208.68</b>
<b>Non- Trade, UnQuoted - Fully Paid-up</b>		
<b>Investments in Equity Instruments</b>		
1,25,000 shares of ABT Foods Agroviet Limited (Formerly Known as Sakthi Beverages Limited)	9.38	9.38
<b>Other Non-Current Investments</b>		
3580 "C" class shares (31.3.2018 - 3330 shares) in Sri Chamundeswari Sugar Mill Employees Credit Co-operative Society Limited	35.80	33.30
1 "B" Grade Share in MDCC Bank of Rs.3000 each	0.03	0.03
1 "F" Grade Share in The Karnataka State Co-operative Apex Bank Limited	39.70	39.80
20 "D" class Shares in The South Canara District Central Cooperative Bank Limited	1.00	1.00
200 "F" class Shares in in The Hassan District Co Ope Central Bank Ltd	20.00	20.00
200 "D" class Shares in The Karnataka State Co-Op Apex Bank Ltd	55.70	55.70
1 "C" class share in The HDCC Bank Ltd	7.00	7.00
1 "C" class share in The Bajjee VSS Bank Ltd	2.00	2.00
	170.61	168.21
<b>Total Non Current Investments (Quoted &amp; Unquoted)</b>	<b>315.24</b>	<b>376.89</b>
Aggregate cost of Quoted Investments	327.09	327.09
Aggregate market value of Quoted Investments	144.63	208.68
Aggregate cost of Unquoted Investments	170.61	168.21
<b>Note No. 4 &gt;&gt; Non- Current Loans</b>		
(Unsecured, Considered Good, unless otherwise stated)		
Capital Advances	867.36	1,585.97
Security Deposits	609.89	610.12
Other loans and advances	-	172.49
Doubtful - Security Deposits	3.12	-
Allowance for Doubtful Assets	(3.12)	-
<b>Total</b>	<b>1,477.25</b>	<b>2,368.58</b>
<b>Note No. 5 &gt;&gt; Other Non-current Financial assets</b>		
Bank Deposits - Maturing after 12 Months	-	213.70
	-	<b>213.70</b>

## Notes forming part of the financial statements

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 6 &gt;&gt; Inventories</b>		
<b>Finished Goods / By-Products:-</b>		
Sugar	1,521.75	181.98
Molasses - in sugar unit	406.07	31.79
Industrial Alcohol	232.92	257.17
Bio-Compost	52.72	26.39
Bagasse	0.42	0.26
	<b>2,213.88</b>	<b>497.59</b>
<b>Raw Materials :-</b>		
Molasses - Distillery Unit	266.88	35.00
	<b>266.88</b>	<b>35.00</b>
<b>Other Stocks :-</b>		
Stores and Spares	2,009.01	1,492.34
Tools and Implements	24.54	37.81
Scrap Stock	-	-
	<b>2,033.55</b>	<b>1,530.15</b>
<b>Stock-in-Process :-</b>		
Sugar	48.70	108.31
Molasses	0.79	0.31
	<b>49.49</b>	<b>108.62</b>
<b>Total Inventories</b>	<b>4,563.80</b>	<b>2,171.36</b>
<b>Note No. 7 &gt;&gt; Current Investments</b>		
Quoted - Fully Paid up		
a) Investments in Equity Instruments		
14,240 shares of IDBI Bank Ltd	6.64	10.29
17,300 shares of Dena Bank Ltd	2.45	3.26
	<b>9.09</b>	<b>13.55</b>
<b>Total Quoted Investments</b>	<b>9.09</b>	<b>13.55</b>
<b>Unquoted - Fully Paid up</b>		
Investment in other than Equity Instruments		
Srei Infrastructure Finance Limited	-	200.00
30 "C" Grade Shares (Prev. Yr. - Nil) in The Karnataka State Co-operative Apex Bank Limited	300.00	-
Sakthi Finance Ltd - Debenture	-	200.25
	<b>300.00</b>	<b>400.25</b>
<b>Total</b>	<b>309.09</b>	<b>413.80</b>
Aggregate cost of Quoted Investments	18.06	418.31
Aggregate market value of Quoted Investments	9.09	13.55
Aggregate cost of Unquoted Investments	300.00	400.25
<b>Note No. 8 &gt;&gt; Trade Receivables</b>		
Unsecured, Considered good	1,145.05	946.84
Dues from Related Parties	7,397.40	7,258.43
Doubtful Assets	7.47	-
Allowance for Doubtful Assets	(7.47)	-
<b>Total</b>	<b>8,542.45</b>	<b>8,205.27</b>

The company uses other publicly available financial information and its own trading records before accepting any customers.

## Notes forming part of the financial statements

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 9 &gt;&gt; Cash and cash equivalents</b>		
i) Cash on hand	5.86	4.51
ii) Balance with Banks In Current Accounts	387.00	130.32
<b>Total</b>	<b>392.86</b>	<b>134.83</b>
<b>Note No. 10 &gt;&gt; Current Loans</b> (Unsecured, Considered Good, unless otherwise stated)		
Security Deposits	95.36	95.36
Loans and Advances to Employees	3.40	6.53
Advances recoverable in cash or in kind or for value to be received	581.15	1,406.46
Advance Income Tax	737.71	706.50
Advance to Related Parties	952.56	877.93
Other Loans and Advances	19.28	175.26
Doubtful Advance recoverable in cash or in kind or for value to be received	20.98	-
Allowance for Doubtful Assets	(20.98)	-
<b>Total</b>	<b>2,389.46</b>	<b>3,268.04</b>
<b>Note No. 11 &gt;&gt; Other Current Assets</b>		
Interest Receivable on Loans and Advances	-	38.22
Interest Subsidy Receivable	24.87	104.85
Subsidies Receivable	-	14.21
Rent Receivable	3.02	2.59
Prepaid Insurance	24.09	19.80
Prepaid Expenses	15.22	14.13
Balance with Government Authorities	1,512.75	1,120.01
<b>Total</b>	<b>1,579.95</b>	<b>1,313.81</b>
<b>Note No. 12 &gt;&gt; Assets classified as held for sale</b>		
Land	595.05	-
Plant & machinery	255.77	-
<b>Total</b>	<b>850.82</b>	<b>-</b>
<b>Note No. 13 &gt;&gt; Equity Share Capital</b>		
<b>Authorised</b>		
400,00,000 Equity shares of Rs.10/- each	4,000.00	4,000.00
20,00,000 Redeemable Cumulative Preference Shares of Rs.100/- each	2,000.00	2,000.00
	<b>6,000.00</b>	<b>6,000.00</b>
<b>Issued, Subscribed and Paid up Share capital:</b>		
244,54,328 Equity shares of Rs.10/- each	<b>2,445.43</b>	<b>2,445.43</b>

## Notes forming part of the financial statements

### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2019		As at 31.03.2018	
	No. of shares	Amount (₹ In Lakhs)	No. of shares	Amount (₹ In Lakhs)
<b>Equity shares</b>				
At the beginning of the period	2,44,54,328	2,445.43	2,44,54,328	2,445.43
At the end of the period	2,44,54,328	2,445.43	2,44,54,328	2,445.43

### b. Details of shareholders holding more than 5%

Particulars	As at 31.03.2019		As at 31.03.2018	
	% of holding	No. of shares	% of holding	No. of shares
<b>Equity shares</b>				
ABT Industries Ltd	25.00	61,13,582	30.53	74,66,666
Chamundeswari Enterprises Private Limited	18.28	44,69,066	18.27	44,69,066
ABT Foods Agrovet Limited	22.98	56,19,750	17.45	42,66,666
Sri Shanthini Exports Private Limited	14.45	35,33,333	14.45	35,33,333

### c. Rights, Preferences and Restrictions attaching to each class of Shares:

The Company has only one class of Equity Shares having face value of Rs.10 each. Each Shareholder is eligible for one vote per share. Final Dividend is payable when it is recommended by the Board of Directors and subject to the approval of the Members at the Annual General Meeting. In the event of liquidation, the equity shareholders will get the remaining assets after payment of all the preferential dues.

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 14 &gt;&gt; Other Equity</b>		
Capital redemption reserve	500.00	500.00
Securities Premium	150.00	150.00
General Reserve	4,307.00	4,307.00
<b>Retained Earnings</b>		
Balance as per Last Balance Sheet	12,489.78	12,959.53
Add: Profit for the year	(300.30)	(469.75)
Closing Balance	<b>12,189.48</b>	<b>12,489.78</b>
Other Comprehensive Income	(243.14)	(275.98)
<b>Total</b>	<b>16,903.34</b>	<b>17,170.80</b>
<b>Description of nature and purpose of Reserve:</b>		
<b>Capital Redemption Reserve</b> is created for redemption of preference shares and it is not available for distribution by way of dividend.		
<b>Securities premium</b> represents premium on issue of Shares. The reserve will be utilised in accordance with the provisions of the Companies Act, 2013.		
<b>General Reserve</b> is created out of retained earnings from time to time.		
<b>Note No. 15 &gt;&gt; Borrowings - Non Current</b>		
<b>Secured</b>		
Secured Redeemable Non Convertible Debentures	2,297.00	1,445.00
Term Loans - From Banks	12,184.21	14,642.39
Term Loans - From Other Parties	8,852.17	6,788.69
	<b>23,333.38</b>	<b>22,876.08</b>
<b>Unsecured</b>		
Redeemable Cumulative Preference share capital	1,470.00	1,470.00
Loans and advances from related parties	194.88	498.28
Other Loans and Advances	153.60	97.67
	<b>1,818.48</b>	<b>2,065.95</b>
<b>Total</b>	<b>25,151.86</b>	<b>24,942.03</b>

## Notes forming part of the financial statements

### Details of terms of repayment for the Term Loans and Security provided in respect of the secured Term Loans :-

#### 1) Secured Redeemable Non Convertible Debentures:-

2297 Nos. (Prev. Year - 1445 nos.) of Secured Redeemable Non Convertible Debentures of the face value of ₹ 1 Lakh each and redeemable at par aggregating to ₹ 2297 Lakhs (Previous Year - ₹ 1445 Lakhs), are secured by specified immovable property of the company situated at survey no.8/2B-part White Field Road, Hoodi Circle, Hoodi Village, Krishnarajapuram, Bangalore East Taluk, Bangalore. The rate of interest is 10.5% P.A with minimum and maximum period of 36 months.

Nature of Security	Repayment Terms
<b>2) From Banks</b>	
i) Term Loan of ₹ 165.92 Lakhs (₹ 966.63 Lakhs) is availed from IDBI Bank is secured by Pari Passu first charge on fixed assets of sugar & Distillery division, bio-compost & bio-methanisation plant Pari passu third charge on co-gen plant of Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka and Personal Guarantee of the Managing Director.	Repayable in 36 monthly installments. Last installment falling due on June 2019. Rate of Interest : BR + 4.75% p.a.
ii) Term Loan of ₹ 82.76 Lakhs (₹ 347.32 Lakhs) is availed from Allahabad Bank is secured by MD's personal property situated at Sangampalayam, Pollachi and Personal Guarantee of the Managing Director.	Repayable in 36 monthly installments. Last installment falling due on June 2019. Rate of Interest : BR + 4.75% p.a.
iii) Term Loan of ₹ 4058.50 Lakhs (₹4648.81 Lakhs) is availed under consortium arrangement from SCDCC Bank Ltd and BAJPE VSS Bank Ltd is secured by movable and immovable properties pertaining to the existing sugar and distillery division situated at Unit I, Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka, on paripassu basis	Repayable in 84 months. Last installment falling due on February 2024. Rate of Interest : 13.50% p.a.
iv) Term Loan of ₹ 6500.00 lakhs (₹ 6500.00 lakhs) is availed under consortium arrangement from SCDCC Bank Ltd and BAJPE VSS Bank Ltd. This loan is secured by movable properties viz plant and machinery acquired/to be acquired in respect of the sugar expansion project situated at Srinivasapura, Hassan Dist, Karnataka on first exclusive charge basis and paripassu first charge on fixed assets of Sugar and Distillery division situated at Unit I, Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka. Pari Passu First charge on Leasehold Rights of Hemavathi Unit situated at Srinivasapura, Hassan Dist, Karnataka.	Repayable in 108 months including moratorium of 24 months Rate of Interest : 13.50% p.a.
v) Additional Term Loan of ₹ 2047.00 lakhs (₹ 2047.00 lakhs) is availed from SCDCC Bank Ltd. This loan is secured by movable properties viz plant and machinery acquired/to be acquired in respect of the sugar expansion project situated at Srinivasapura, Hassan Dist, Karnataka on first exclusive charge basis and paripassu first charge on fixed assets of Sugar and Distillery division situated at Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka. Pari Passu First charge on Leasehold Rights of Hemavathi Unit, Srinivasapura, Hassan Dist, Karnataka.	Repayable in 108 months including moratorium of 24 months Rate of Interest : 13.50% p.a.
vi) Term Loan of ₹ 1058.60 Lakhs (₹ 1100.00 Lakhs) is availed from The HDCC Bank Ltd is secured by exclusive charge on the future receivables of distillery sales, a collateral security in the form of Land, Plant & Machinery pertaining to Co-Generation power plant situated at Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka. ,	Repayable in 72 monthly installments including 12 months moratorium. Last installment falling due on December 2023. Rate of Interest : 12.50% p.a.
vii) Term Loan of ₹ 91.95 Lakhs (₹ 172.47 Lakhs) is availed from IDBI Bank is secured by Pari Passu first charge on fixed assets of sugar & Distillery division, bio-compost & bio-methanisation plant at Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka. Pari passu third charge on fixed assets of co-gen plant of Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka. Paripassu second charge on the current assets of the company and Personal Guarantee of the Managing Director.	Repayable in 36 monthly installments. Last installment falling due on August 2020. Rate of Interest : BR + 4.75% p.a.
viii) Term Loan of ₹ 73.84 Lakhs (₹ 129.51 Lakhs) is availed from Allahabad Bank is secured by MD's personal property situated at Sangampalayam, Pollachi and Personal Guarantee of the Managing Director.	Repayable in 36 monthly installments. Last installment falling due on August 2020. Rate of Interest : BR + 4.75% p.a.
ix) Term Loan of ₹ 198.00 Lakhs (₹ 488.57 Lakhs) is availed from The Karnataka State Co-Op Apex Bank Ltd is secured by Pari Passu first charge on fixed assets of Sugar & Distillery division at Bharathi Nagar and Personal Guarantee of the Managing Director.	Repayable in 12 quarterly installments. Last installment falling due on July 2019. Rate of Interest : 13.50% p.a.
x) Term Loan of ₹ 406.55 Lakhs (₹ 671.18 Lakhs) is availed from The HDCC Bank Ltd is secured by Pari Passu first charge on fixed assets of Sugar & Distillery division at Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karanataka. and personal Guarantee of the Managing Director.	Repayable in 36 monthly installments. Last installment falling due on August 2020. Rate of Interest : 13.50% p.a.



## Notes forming part of the financial statements

xi) Term Loan of Rs.404.65 Lakhs(Rs.517.82 Lakhs) is availed from The HDCC Bank Ltd is secured by Third Charge on fixed assets of Sugar & Distillery division at Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karnataka. .	Repayable in 24 quarterly installments. Last installment falling due on February 2022. Rate of Interest : 13.50% p.a.
xii) Term Loan of ₹ 479.36 Lakhs (NIL ) is availed from The HDCC Bank Ltd is secured by exclusive charge on the future receivables of distillery sales, a collateral security in the form of Land, Plant & Machinery pertaining to Co-Generation power plant situated at Bharathi nagar, K.M. Doddi, Maddur Taluk, Mandya Dt. Karnataka. ,	Repayable in 60 monthly installments. Last installment falling due on December 2023. Rate of Interest : 12.50% p.a.

### xii) Period and amount of continuing defaults as on the date of Balance sheet

Particulars	Amount (₹ in lakhs)	Period
Principal	226.30	Jan-19 to Mar-19
Interest	262.24	Jan-19 & Feb -19

Note: The amount repayable within twelve months is Rs.3276.25 Lakhs (Rs.2806.37 Lakhs), grouped under Other Current Financial Liabilities Note No.21 and Rs. (106.67) Lakhs amortised processing charges for the year 2019 is included in total Loan amount.

### Details of terms of repayment for the Term Loans and Security provided in respect of the secured Term Loans :-

Nature of Security	Repayment Terms
<b>3) From Others</b>	
i) Term loan of Rs.2491.00 Lakhs (Rs.2491.00 Lakhs) availed from Sugar Development Fund (SDF) Govt. of India (Co-gen power project loan) is secured by exclusive second charge by way of mortgage on the company's immovable properties of sugar factory at K.M.Doddi, Bharathi Nagara, Maddur Taluk, Mandya District,Karnataka	Repayable in 10 Half-yearly installments. Last installment falling due on March 2016 Rate of Interest : 4.00% p.a.
ii) Term loan of Rs.323.51 Lakhs (Rs.323.51 Lakhs) availed from Sugar Development Fund (SDF) Govt. of India (Co-gen power project loan) is secured by exclusive second charge by way of mortgage on the company's immovable properties of sugar factory at K.M.Doddi, Bharathi Nagara, Maddur Taluk, Mandya District,Karnataka	Repayable in 10 Half-yearly installments. Last installment falling due on November 2016. Rate of Interest : 4.00% p.a.
iii) Term Loan Sanction Amount is Rs.8700.00 lakhs out of which of Rs. 8265.00 Lakhs (Rs. 6082.46 Lakhs) is availed from Indian renewable Development Agency Ltd. This loan is secured by mortgage & Hypothecation of immovable assets, viz Co-gen Plant & Machineries acquire / to be acquired & assignment of all rights under the lease deed dt.26.10.2007 on pari passu basis with SCDCC bank. Pledge of 51% equity shares of the company out of which 40% is pledged and remaining 11% will be pledged after release by CDR cell. Personal Guarantees by two Promoters Directors.Exclusive charge on Cogen assets created/to be created.	Repayable in 56 quarterly installments. Rate of Interest : 12.15% p.a.
iv) Term Loan Sanction Amount is Rs.1113.00 lakhs out of which of Rs. 953.54 Lakhs (Rs.706.24 Lakhs) is availed from Indian renewable Development Agency Ltd. This loan is secured by Hypothecation of immovable assets, viz Energy Efficient Equipments and Co-gen Plant & Machineries acquired / to be acquired & assignment of all rights under the lease deed dt.26.10.2007 on pari passu basis with SCDCC bank. Pledge of 51% equity shares of the company out of which 40% is pledged and remaining 11% will be pledged after release by CDR cell. Personal Guarantees by two Promoters Directors. Exclusive charge on Cogen assets created/to be created.	Repayable in 56 quarterly installments. Rate of Interest : 12.15% p.a.
v) Loan against Securities (LAS ) of ₹ Nil (₹ 158.43 lakhs) against the Fixed Deposit Investments has been availed from ECL Finance Ltd.	Repayable within 12 months in bullet payment. Rate of Interest : 10.25% p.a. Loan was settled in full during the year.

### vi) Period and amount of continuing defaults as on the date of Balance sheet

Particulars	Amount (₹ in lakhs)	Period	Since paid (₹ in lakhs)
Secured Loan - Principal	2814.51	Sep-11 to Nov-16	Nil
Unsecured Loan - Principal	185.00	2010-2017	Nil
Secured Loan Interest	1353.64	Mar-12 to Mar-19	Nil

Note: The amount repayable within twelve months is ₹ 3365.89 Lakhs (₹ 3157.94 Lakhs), grouped under Other Current Financial Liabilities in Note no.21

## Notes forming part of the financial statements

### Preference Share Capital

#### a. Reconciliation of the shares outstanding at the beginning and at the end of the reporting period

Particulars	As at 31.03.2019		As at 31.03.2018	
	No. of shares	Amount (Rs. In Lakhs)	No. of shares	Amount (Rs. In Lakhs)
<b>5% Redeemable Cumulative Preference Shares</b>				
At the beginning of the period	14,70,000	1,470.00	14,70,000	1,470.00
At the end of the period	14,70,000	1,470.00	14,70,000	1,470.00

#### b. Details of shareholders holding more than 5%

Name of the Shareholders	As at 31.03.2019		As at 31.03.2018	
	% of holding	No. of shares	% of holding	No. of shares
<b>Redeemable Cumulative Preference Shares:</b>				
Sakthi Sugars Limited	43.94	645,900	60.95	895,900
Sakthi Refinery & Protien Ltd	17.01	250,000	-	-
ABT Limited	31.39	461,500	31.39	461,500

#### c. Rights, Preferences and Restrictions attaching to each class of Shares:

##### Redeemable Cumulative Preference Shares

The Redeemable Cumulative Preference Shares have a par value of Rs.100 each. These shares carry a fixed cumulative dividend of 5% p.a. As per the consent received from all the redeemable cumulative preference shareholders, the period of redemption of 5% redeemable cumulative preference shares extended for another five years. i.e up to 30.01.2021.

##### These shares have the following preferential rights over the equity shareholders:

- The payment of dividend at a Fixed Rate; and
- The return of capital on winding up of the company.

These shareholders can enforce their right of getting dividend in priority over the equity shareholders.

The Preference Shareholders have no voting right except when the dividend is outstanding for a period of more than 2 years in case of cumulative preference shares. But, they have right to vote on any resolution for winding up of the company or for the reduction / repayment of capital.

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 16 &gt;&gt; Other financial liabilities - Non current</b>		
a) Trade / Security Deposits	2,490.28	2,574.41
	<b>2,490.28</b>	<b>2,574.41</b>
<b>Note No. 17 &gt;&gt; Provisions- Non current</b>		
a) Provision for Gratuity	588.73	641.85
b) Provision for other employee benefits - Leave Salary	232.55	218.20
	<b>821.28</b>	<b>860.05</b>

## Notes forming part of the financial statements

Particulars	Year ended 31.03.2019 (₹ in Lakhs)	Year ended 31.03.2018 (₹ in Lakhs)
<b>Note No. 18 &gt;&gt; Deferred Tax Liabilities</b>		
Tax expense recognized in the Statement of Profit and Loss		
<b>(i) Income Tax recognised in Statement of Profit and Loss</b>		
<b>Current tax</b>		
Current Tax on taxable income for the year	-	-
<b>Total current tax expense</b>	-	-
<b>Deferred tax</b>		
Deferred tax expenses/(savings)	(131.80)	(248.74)
MAT Credit (taken)/utilised	-	-
<b>Total deferred income tax expense/(benefit)</b>	<b>(131.80)</b>	<b>(248.74)</b>
<b>Total income tax expense</b>	<b>(131.80)</b>	<b>(248.74)</b>
<b>(ii) Income tax recognised in Other Comprehensive Income</b>		
<b>Deferred Tax</b>		
Deferred Tax Expenses on remeasurement of defined benefit plans	16.46	(81.09)

A reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below:

<b>Enacted income tax rate in India applicable to the Company</b>	33.384%	34.608%
Profit before tax	(432.10)	(718.49)
Current tax expenses on Profit before tax expenses at the enacted income tax rate in India	(144.25)	(248.65)
<b>Tax effect of the amounts which are not deductible/(taxable) in calculating taxable income</b>		
Effect of items that are not considered on taxable income	213.28	117.37
Effect of expenses deductible for tax purpose	(202.86)	(145.67)
Income exempted from income taxes	1.70	5.07
Other items	0.33	23.14
Total income tax expense/(credit)	12.45	(0.09)
Adjustment in respect of current tax of previous year	-	-
	12.45	(0.09)
<b>Total Tax Expenses</b>	<b>(131.80)</b>	<b>(248.74)</b>

The major components of deferred tax (liabilities)/assets arising on account of timing differences are as follows:

As at 31.03.2019

(₹ in Lakhs)

Particulars	Balance sheet 01.04.2018	Profit & Loss 2018-19	OCI 2018-19	Balance sheet 31.03.2019
<b>A. Deferred tax Liabilities:</b>				
Difference between WDV/CWIP of PPE as per books of accounts and Income Tax	4,682.41	(269.61)	-	4,412.80
<b>Total deferred tax liabilities (A)</b>	<b>4,682.41</b>	<b>(269.61)</b>	-	<b>4,412.80</b>
<b>B. Deferred tax Assets:</b>				
Carry forward Business Loss/Unabsorbed Depreciation	2,076.68	(119.65)	-	1,957.03
On account of difference in treatment of expenses	362.61	(18.16)	-	344.45
Remeasurement benefit of the defined benefit plans	(15.33)	-	(39.33)	(54.66)
Fair Valuation of Investments through OCI	96.64	-	22.87	119.51
MAT Credit Entitlement	882.05	-	-	882.05
<b>Total deferred tax assets (B)</b>	<b>3,402.65</b>	<b>(137.81)</b>	<b>(16.46)</b>	<b>3,248.38</b>
Net Deferred tax Liabilities (Net) (A-B)	1,279.76	(131.80)	16.46	1,164.42

## Notes forming part of the financial statements

As at 31.03.2018

(₹ in Lakhs)

Particulars	Balance sheet 01.04.2017	Profit & Loss 2017-18	OCI 2017-18	Balance sheet 31.03.2018
<b>A. Deferred tax Liabilities:</b>				
Difference between WDV/CWIP of PPE as per books of accounts and Income Tax	4,807.34	(124.93)	-	4,682.41
<b>Total deferred tax liabilities (A)</b>	<b>4,807.34</b>	<b>(124.93)</b>	<b>-</b>	<b>4,682.41</b>
<b>B. Deferred tax Assets:</b>				
Carry forward Business Loss/Unabsorbed Depreciation	2,029.96	46.72	-	2,076.68
On account of difference in treatment of expenses	285.52	77.09	-	362.61
Remeasurement benefit of the defined benefit plans	(9.14)	-	(6.19)	(15.33)
Fair Valuation of Investments through OCI	9.36	-	87.28	96.64
MAT Credit Entitlement	882.05	-	-	882.05
<b>Total deferred tax assets (B)</b>	<b>3,197.75</b>	<b>123.81</b>	<b>81.09</b>	<b>3,402.65</b>
Net Deferred tax Liabilities (Net) (A-B)	1,609.59	(248.74)	(81.09)	1,279.76

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 19 &gt;&gt; Borrowings - Current</b>		
<b>Secured</b>		
From Banks	9,958.47	4,991.32
	<b>9,958.47</b>	<b>4,991.32</b>
<b>Details of Security for the Secured Loans repayable on Demand :-</b>		
Loans Repayable on Demand from Banks:-		
<b>Working Capital Loan</b>		
IDBI Bank	478.43	500.00
Allahabad Bank	484.85	496.13
The Karnataka State Co-Op Apex Bank Ltd	1,995.19	1,995.19
The HDCC Bank Ltd	2,000.00	2,000.00
The Karnataka State Co-Op Apex Bank Ltd	5,000.00	-
<b>Total</b>	<b>9,958.47</b>	<b>4,991.32</b>
<b>Nature of Security</b>		
a) Pari passu first charge on the current assets in respect of sugar and distillery division excluding receivables and book debts of distillery division located at K.M.Doddi and Pari passu first charge on the current assets in respect of Sugar Unit at Srinivasapura, Hassan District, Karnataka excluding Power receivables.		
b) Third charge on the fixed assets of Sugar unit at K.M.Doddi, Bharathinagar, Maddur Taluk, Mandya District, Karnataka.		
c) The KSCABL Loan is further secured by immovables assets in respect of Defence Colony Property and Hoody Property.		
<b>Note No. 20 &gt;&gt; Trade Payables</b>		
Due to Micro and Small Enterprises	72.39	-
Due to Others	8,322.22	7,130.96
Dues to Related Parties	-	32.34
<b>Total</b>	<b>8,394.61</b>	<b>7,163.30</b>

## Notes forming part of the financial statements

Particulars	As at 31.03.2019 (₹ in Lakhs)	As at 31.03.2018 (₹ in Lakhs)
<b>Note No. 21 &gt;&gt; Other Current Financial Liabilities</b>		
<b>Current Maturities of Long-Term Debt :-</b>		
Secured Term Loans - From Banks	3,276.25	2,806.37
Secured Term Loans - From Other Parties	3,365.89	3,157.94
Unsecured Public Deposits	-	-
	<b>6,642.14</b>	<b>5,964.31</b>
Interest accrued on borrowings	2,068.95	1,783.67
Liability for Expenses	333.20	346.68
Dues to Directors	66.55	65.07
Unclaimed Public Deposits	6.49	6.99
<b>Total</b>	<b>9,117.33</b>	<b>8,166.72</b>
<b>Note No. 22 &gt;&gt; Other Current Liabilities</b>		
Statutory remittances	41.41	46.00
Advances from customers	599.20	1,084.32
Other payables	1,877.25	1,435.69
<b>Total</b>	<b>2,517.86</b>	<b>2,566.01</b>
<b>Note No. 23 &gt;&gt; Provisions - Current</b>		
Provision For Employee Benefits	292.45	252.53
<b>Total</b>	<b>292.45</b>	<b>252.53</b>

## Notes forming part of the financial statements

Particulars	For the Year ended 31.03.2019 (₹ in Lakhs)	For the Year ended 31.03.2018 (₹ in Lakhs)
<b>Note No 24 &gt;&gt; Revenue from operation</b>		
<b>(i) Sale of Products :-</b>		
Sugar	16,366.04	15,129.95
Alcohol	5,123.78	4,462.13
Power	1,937.78	1,208.23
Carbon-di-oxide	20.39	16.25
Biocompost	125.74	123.88
Others	5.67	6.21
	<b>23,579.40</b>	<b>20,946.65</b>
<b>(ii) Other Operating Revenues</b>		
a) Sale of scrap	80.47	42.59
	80.47	42.59
<b>(iii) Total Revenue from Operations (i+ii)</b>	<b>23,659.87</b>	<b>20,989.24</b>
<b>Note No 25 &gt;&gt; Other Income</b>		
<b>Interest Income:</b>		
Interest on Deposits with Banks	0.66	57.84
Interest on Loans and Advances	150.58	1,834.56
Dividend income from non-current investments (From Indian Companies)	5.09	14.65
Rental income from operating leases	4.98	4.59
Profit on sale of fixed assets	1.00	8.52
Profit on sale of Investments	-	58.36
Miscellaneous income	25.61	15.70
	<b>187.92</b>	<b>1,994.22</b>
<b>Note No 26 &gt;&gt; Cost of Raw Materials Consumed</b>		
Opening stock of Raw Materials		
Molasses	35.00	391.44
	<b>35.00</b>	<b>391.44</b>
<b>Add : Purchases during the year</b>		
Sugarcane	15,352.89	10,563.45
Molasses	1,592.43	824.66
Rawsugar	-	1,524.66
	16,945.32	12,912.77
<b>Add : Procurement Expenses</b>	1,178.37	608.13
	<b>18,158.69</b>	<b>13,912.34</b>
<b>Less : Closing stock of Raw Materials</b>		
Molasses	266.88	35.00
	<b>266.88</b>	<b>35.00</b>
<b>Total Cost of Materials Consumed</b>	<b>17,891.81</b>	<b>13,877.34</b>

## Notes forming part of the financial statements

Particulars	For the Year ended 31.03.2019 (₹ in Lakhs)	For the Year ended 31.03.2018 (₹ in Lakhs)
<b>Note No 27 &gt;&gt; Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade</b>		
(i) Inventories at the end of the year :-		
a) Finished goods	2,213.88	497.59
b) Work-in-progress	49.49	108.62
A	<b>2,263.37</b>	<b>606.21</b>
(ii) Inventories at the beginning of the year :-		
a) Finished goods	497.59	2,097.97
b) Work-in-progress	108.62	266.27
B	<b>606.21</b>	<b>2,364.24</b>
(iii) Net (Increase)/Decrease	(B-A)	<b>1,758.03</b>
<b>Note No 28 &gt;&gt; Employee Benefits Expense</b>		
a) Salaries and wages	1,946.79	1,777.04
b) Contributions to Provident and Other Funds	163.05	136.60
c) Staff Welfare Expenses	92.88	95.31
	<b>2,202.72</b>	<b>2,008.95</b>
<b>Note No 29 &gt;&gt; Finance Costs</b>		
Interest Expenses	2,708.81	2,281.29
Amortisation of loan processing charges	46.61	2.86
	<b>2,755.42</b>	<b>2,284.15</b>
<b>Note No 30 &gt;&gt; Other Expenses</b>		
<b>Manufacturing Expenses:</b>		
Consumption of stores & packing materials	474.63	341.10
Power and fuel	474.67	1,507.42
Rent including lease rentals	30.80	27.42
Repairs and maintenance - Buildings	34.03	27.33
Repairs and maintenance - Machinery	350.57	310.42
Repairs and maintenance - Others	354.45	247.35
Insurance	19.74	38.11
Rates and taxes	68.48	116.92
Effluent Treatment Expenses	3.46	3.19
Material handling and Other manufacturing expenses	49.48	39.18
<b>Selling and Distribution Expenses:</b>		
Freight and forwarding	10.85	6.88
Rebates & Discounts	25.77	20.45
Business promotion	2.99	0.69
<b>Administrative Expenses:</b>		
Communication	57.74	48.58
Travelling and conveyance	33.63	34.44
Printing and stationery	16.59	10.54
Books & Periodicals and Subscriptions	4.44	9.18
Electricity Charges	20.21	19.17
Water Charges	2.16	2.05
Bank Charges	5.08	4.28
Directors Sitting Fees	4.80	5.20
Donations and contributions	13.03	4.12
Legal and professional	60.34	47.43
<b>Payments to Statutory Auditors</b>		
Statutory Audit Fee	15.00	17.25
Certifications & representations	10.40	8.90
Sundry Balance written off	15.46	9.18
Provision for expected credit loss on remeasurement	31.57	-
Increase / (decrease) of excise duty on inventory	-	(76.07)
Loss on fixed assets sold / scrapped / written off	-	0.57
Managerial Remuneration	42.78	29.36
Other Expenses	19.25	16.12
	<b>2,252.40</b>	<b>2,876.76</b>

## Notes forming part of the financial statements

**Note : 31 >> Related Parties Disclosure as required under Ind AS-24 are given below:**

- I. Related Parties:
- A. Key Management Personnel  
Shri. M.Srinivaasan, Managing Director
- B. Relatives of Key Management Personnel  
Dr. M. Manickam, Brother  
Shri. M.Balasubramaniam, Brother
- C. Other related parties #  
Sakthi Sugars Limited  
Chamundeswari Enterprises Private Limited  
Exabit System Private Limited  
N. Mahalingam & Company  
Nachimuthu Industrial Association

(Note#: Information has been furnished with respect to individuals / entities with whom related party transactions had taken place during the year.)

### II. Related party transactions (₹ in Lakhs)

Particulars	Key Management Personnel	other related parties	Total for the year
Remuneration to Managing Director	42.78 (29.36)	- (-)	42.78 (29.36)
Rent income	- (-)	0.78 (0.49)	0.78 (0.49)
Interest paid to Managing Director on Unsecured Loans	63.45 (22.62)	- (-)	63.45 (22.62)
Repayment of Loan received from Managing Director	300 (-)	- (-)	300 (-)
Loan received from Managing Director	- (300)	- (-)	- (300)
Purchase of materials	- (-)	38.42 (36.07)	38.42 (36.07)
Availing of services	- (-)	322.54 (269.91)	322.54 (269.91)
<b>Closing Balance as at the year end</b>			
Loan Payable	194.88 (497.72)	- (-)	194.88 (497.72)
Remuneration Payable	22.65 (19.73)	- (-)	22.65 (19.73)
Trade Receivable	- (-)	7,397.40 (7,258.43)	7397.40 (7,258.43)
Trade Payable	- (-)	20.07 (47.40)	20.07 (47.40)
Loans and Advances	- (-)	952.56 (877.93)	952.56 (877.93)
Rent Receivable	- (-)	3.02 (2.59)	3.02 (2.59)

Figures in bracket pertain to previous year

### Key Managerial Personnel Compensation (₹ in Lakhs)

Particulars	2018-19	2017-18
<b>Whole Time Director's Remuneration</b>		
Short Term Employee Benefit	27.70	18.00
Post Employment Benefit	15.08	11.36
	42.78	29.36
<b>Non Whole Time Director's Remuneration</b>		
Director Sitting Fees	4.80	5.20

### Note : 32 >> Earnings per Share: (₹ in Lakhs)

Particulars	2018-19	2017-18
a) Net Profit as per Statement of Profit and Loss attributable to Equity Shareholders	(300.30)	(469.75)
b) Amount adjusted for after-tax amount of Preference Dividend for cumulative preference shares required for the period	(73.50)	(73.50)
c) Net profit attributable to Equity Shareholders	(373.80)	(543.25)
d) The weighted average no of Equity Shares	24454328	24454328
e) The nominal value per Equity Share (Rs.)	10.00	10.00
f) Earnings per Share - Basic (Rs.)	(1.53)	(2.22)
g) Earnings per Share - Diluted (Rs.)	(1.53)	(2.22)

### Note: 33 >> Segment Information for the year ended 31st March 2019

Revenues and expenses directly attributable to segments are reported under each reportable segment. Expenses which are not directly identifiable to each reportable segment have been allocated on the basis of associated revenues of the segment/manpower efforts. Income or Expenses which are not attributable or allocable to segments have been disclosed as unallocable Income / Expenses. Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. Geographical revenues are allocated based on the location of the customer. The Company has the following operating segments, which are its reportable segments.

Operating segment disclosures are consistent with the information provided to and reviewed by the Chief Operating Decision Maker (CODM).

These operating segments have been identified on the basis of nature of products and other quantitative criteria specified in the Ind AS 108.

Segment	Sugar	Cogen	Distillery
Product	Sugar	Power	Industrial Alcohol



## Notes forming part of the financial statements

(₹ in Lakhs)

PARTICULARS	SUGAR	DISTILLERY	COGEN	TOTAL
<b>Primary</b>				
Segment Revenue	18,060.06 (18,399.32)	5,270.90 (4,603.27)	2,265.82 (3,400.69)	<b>25,596.78</b> <b>(26,403.28)</b>
Inter Segment revenue	1,608.87 (3,221.58)	Nil (Nil)	328.04 (2,192.46)	<b>1,936.91</b> <b>(5,414.04)</b>
<b>Total</b>	<b>16,451.18</b> <b>(15,177.74)</b>	<b>5,270.90</b> <b>(4,603.27)</b>	<b>1,937.78</b> <b>(1,208.23)</b>	<b>23,659.87</b> <b>(20,989.24)</b>
Segment Results	19.31 (-737.13)	1,328.73 (754.98)	787.37 (446.39)	<b>2,135.40</b> <b>(-428.56)</b>
Add: Unallocated income				<b>187.92</b> <b>(1,994.22)</b>
<b>Operating Profit</b>				<b>2,323.32</b> <b>(1,565.66)</b>
Less: Interest Expenses				<b>2,755.42</b> <b>(2284.14)</b>
<b>Profit before Tax</b>				<b>(432.10)</b> <b>(-718.49)</b>
Less: Tax Expenses				<b>(131.80)</b> <b>(-248.74)</b>
<b>Profit after Tax</b>				<b>(300.30)</b> <b>(-469.75)</b>
<b>Other Information</b>				
Segment Assets	52,343.60 (49,729.23)	4,752.08 (4,384.57)	20,688.61 (18,454.20)	77,784.29 (72,568.00)
Segment Liabilities	53,578.86 (45,874.87)	331.69 (48.54)	3,363.60 (4,278.59)	57,274.16 (52,020.00)
Capital Expenditure	8,494.69 (1,012.93)	- (71.51)	1,878.33 (6,264.98)	10,373.01 (7,349.42)
Depreciation / Amortisation	450.50 (441.06)	111.26 (106.72)	272.94 (271.66)	834.70 (819.44)
<b>Secondary</b>				
Revenue by Geographical Market				
India	16,451.18 (15,177.74)	5,270.90 (4,603.27)	1,937.78 (1,208.23)	23,659.87 (20,989.24)
Outside India	Nil	Nil	Nil	Nil

(Figures in Brackets indicate previous year)

No single customer contributed more than 10% to the Company's revenue for both FY 2018-19 and 2017-18.  
All the capital expenditure incurred during the FY 2018-19 and 2017-18 are in India.

## Notes forming part of the financial statements

### Note: 34 >>. Operating Lease Disclosure

The Company has taken a manufacturing facility at srinivasapura, Hassan district, Karnataka with crushing capacity of 1250 MTs per day on lease for a period of 30 years with option to renew and with escalation in rent once in three years with lock in period of 30 Years (which ends on 2038. Lease rent for the year ended 31.03.2019 amounted to ₹ 414.17 Lakhs (31.03.2018 – ₹ 404.17 Lakhs)

(₹ in Lakhs)

Particulars	2018-19	2017-18
Minimum lease payments not later than 1 year	414.17	404.17
Later than 1 year but not later than 5 years	2228.92	1760.92
More than 5 years	4267.08	4735.08

**Note : 35 >>** The company has not incurred any research and development expenditure during the year.

**Note : 36 >>** Foreign Currency Exposures that are not hedged by a derivative instrument or Otherwise are as Under:

Particulars	As at 31.03.2019	As at 31.03.2018
	Euro	Euro
Payables	400	-

**Note : 37 >>** Previous year's figure have been regrouped or reclassified to confirm to this year's grouping or classification.

### Note : 38 >> Other information:

A1). Raw materials purchased broad categories

Particulars	31.03.2019		31.03.2018	
	Amount (₹ in Lakhs)	%	Amount (₹ in Lakhs)	%
Cane	15,352.89	90.60	10563.45	81.81
Raw Sugar	-	-	1524.66	11.80
Molasses	1,592.43	9.40	824.66	6.39
Total	16,945.31	100.00	12912.77	100.00

A2). Value of Raw materials consumed and % to total consumption.

Particulars	31.03.2019		31.03.2018	
	Amount (₹ in Lakhs)	%	Amount (₹ in Lakhs)	%
Indigenous	17,891.81	100.00	12352.68	89.01
Imported	-	-	1524.66	10.99
Total	17,891.81	100.00	13877.34	100.00

B1). Value of Stores, spares and tools consumed and % of each to total consumption:

Particulars	31.03.2019		31.03.2018	
	Amount (₹ in Lakhs)	%	Amount (₹ in Lakhs)	%
Indigenous	471.56	99.35	341.10	100.00
Imported	3.07	0.65	-	-
Total	474.63	100.00	341.10	100.00

B2). Value of coal consumed and % of each to total consumption:

Particulars	31.03.2019		31.03.2018	
	Amount (₹ in Lakhs)	%	Amount (₹ in Lakhs)	%
Indigenous	154.55	100.00	1206.72	100.00
Imported	-	-	-	-
Total	154.55	100.00	1206.72	100.00

### C. Expenditure in Foreign Currency :

Travelling Expenses – ₹ Nil (₹ Nil)

### D. Earnings in Foreign Currency:

(₹ in Lakhs)

Particulars	31.03.2019	31.03.2018
- F.O.B Value of Exports	Nil	Nil

### E. CIF Value of imports:

- Capital Goods	Nil	Nil
- Raw Material	-	1524.66
- Others – Store Spares	3.07	-

### Note : 39 >> Contingent Liability & Commitments to the extent not provided for

- The Central Excise department has demanded ₹ 3177.87 lakhs on account of captive consumption of molasses without payment of duty for the financial years from 2005-06 to 2017-18
  - The company has preferred an appeal with CESTAT, Bangalore for ₹ 2243.81 Lakhs and got stayed.
  - The company has preferred an appeal for ₹ 835.06 lakhs before the CESTAT, Bangalore.
  - Show Cause Notice received from Central Excise for ₹ 99.00 Lakhs and the same has been transferred to Callbook and will not be "adjudicated."
- For the assessment year 1989-90 there is an income tax demand of ₹ 91.49 lakhs under the Income Tax Act, 1961, on account of change in method of valuation of inventory. The Company had preferred an appeal, and is pending, before the Commissioner of Income Tax (Appeals) Bengaluru.
- The company had preferred an appeal before the Commissioner of Customs (Appeals) Bengaluru against the demand of customs duty of ₹ 45.67 lakhs raised by the department for the assessment year 2013-14 and is pending.
- The company had purchased energy saving system from M/s. Spray Engineering Devices ("the Party") and subsequently the company had withheld payment, of ₹101.33 lakhs comprising of Rs.60.55 lakhs of principal and ₹ 40.78 lakhs of interest at the rate of 18% for delay in payment, as the party did not rectify the complaints about the system. The party has filed a suit before the Honorable High Court of Chandigarh for collection of payment.
 

The management believes that the ultimate outcome will not have any material adverse effect on the Company's financial position and results of operations.
- Arrears of cumulative dividend on Preference Shares ₹ 968.18 lakhs (Previous year ₹ 894.68 lakhs)
- The Company has given Omnibus Guarantee for due repayment of H&T Loans availed by individual Harvesting Gangs to the tune of ₹ 24.98 crores

### Note : 40 >> Events occurring after Balance Sheet date

No event occurred after the date of Balance Sheet that requires disclosure.

## Notes forming part of the financial statements

### Note : 41 >>. Financial Instruments

a) Financial Instruments by category

As at 31st March 2019

(₹ in Lakhs)

Particulars	Note No	Total fair Value	Carrying value	
			Amortised Cost	FVTOCI
<b>FINANCIAL ASSETS</b>				
<b>Non-Current:</b>				
(i) Investments	3	315.24	170.61	144.63
(ii) Loans	4	1,477.25	1,477.25	
<b>Current:</b>				
(i) Investments	7	309.09	300.00	9.09
(ii) Trade Receivables	8	8,542.45	8,542.45	
(iii) Cash and Cash Equivalents	9	392.86	392.86	
(iv) Loans	10	2,389.46	2,389.46	
<b>Total</b>		<b>13,426.36</b>	<b>13,272.63</b>	<b>153.73</b>
<b>FINANCIAL LIABILITIES</b>				
<b>Non-Current:</b>				
(i) Borrowing	15	25,151.86	25,151.86	
(ii) Other Financial Liabilities	16	2,490.28	2,490.28	
<b>Current:</b>			-	
(i) Borrowings	19	9,958.47	9,958.47	
(ii) Trade Payables	20	8,394.61	8,394.61	
(iii) Other Financial Liabilities	21	9,117.33	9,117.33	
<b>Total</b>		<b>55,112.55</b>	<b>55,112.55</b>	<b>-</b>

As at 31st March 2018

Particulars	Note No	Total fair Value	Carrying value	
			Amortised Cost	FVTOCI
<b>FINANCIAL ASSETS</b>				
<b>Non-Current:</b>				
(i) Investments	3	376.89	168.21	208.68
(ii) Loans	4	2,368.58	2,368.58	
(iii) Other Financial Assets	5	213.70	213.70	
<b>Current:</b>				
(i) Investments	7	413.80	400.25	13.55
(ii) Trade Receivables	8	8,205.27	8,205.27	
(iii) Cash and Cash Equivalents	9	134.83	134.83	
(iv) Loans	10	3,268.04	3,268.04	
<b>Total</b>		<b>14,981.11</b>	<b>14,758.88</b>	<b>222.23</b>
<b>FINANCIAL LIABILITIES</b>				
<b>Non-Current:</b>				
(i) Borrowing	15	24,942.03	24,942.03	
(ii) Other Financial Liabilities	16	2,574.41	2,574.41	
<b>Current:</b>				
(i) Borrowings	19	4,991.32	4,991.32	
(ii) Trade Payables	20	7,163.30	7,163.30	
(iii) Other Financial Liabilities	21	8,166.72	8,166.72	
<b>Total</b>		<b>47,837.78</b>	<b>47,837.78</b>	<b>-</b>

## Notes forming part of the financial statements

### b) Fair Value Hierarchy

Fair Value Measurement Hierarchy of Financial Instruments:

The Company uses the following fair value hierarchy for determining and disclosing the fair value of the financial instruments

Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities

Level 2: inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: inputs that are unobservable for the asset or liability.

Particulars	Note No.	Level 1	Level 2	Level 3	Total fair Value
Financial Assets at FVTOCI - 31.3.19	3 & 7	153.73	-	-	153.73
Financial Assets at FVTOCI - 31.3.18		222.23	-	-	222.23

#### Fair Value Measured at amortised Cost:

The carrying amount of financial assets and liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the company does not anticipate that the carrying amount would be significantly different from the values that would eventually be received or settled.

#### Note : 42 >>. Financial Risk Management - Objectives & Policies

The Company's principal financial liabilities includes borrowings, trade payable and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments, trade receivables, cash and cash equivalents, Bank Balance other than cash and cash equivalent, loans and other financial assets that derive directly from its operations.

The Company is exposed to credit risk, liquidity risk and market risk. The Company's senior management under the supervision of Risk management committee / Board of Directors oversees the management of these risks and the appropriate financial risk governance framework for the Company. The senior management provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. .

#### (a) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other risks, such as regulatory risk and other price risk. Financial Instruments affected by market risk includes investment, borrowings, trade receivable, trade payable and loans.

##### (i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings obligations with floating interest rates. The movement in the reference rate could have an impact on the Company's Cash flows as well as costs.

##### (ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's foreign currency denominated financial assets and financial liabilities. There is no material foreign currency risk to the company.

##### (iii) Other price risk

Other price risk is the risk that the fair value of a financial instrument will fluctuate due to changes in market traded price. The Company is exposed to price risk arising mainly from investments in equity instruments recognised at FVTOCI. As at 31st March, 2019, the carrying value of such equity instruments recognised at FVTOCI amounts to Rs.153.73 Lakhs (Rs.222.23 Lakh). The details of such investments in equity instruments are given in Note No 3 & 7.

#### (b) Credit risk

Credit risk is the risk of the financial loss to the company if a customer or counterparty to a financial instrument fails to meet its contractual obligations and arises principally from the company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

#### (c) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in raising funds to meet commitments associated with financial instruments that are settled by delivering cash or another financial asset. Liquidity risk may result for an inability to sell a financial asset quickly close to its fair value.

The Company has an established liquidity risk management framework for managing its short term, medium term and long term funding. The Company also has adequate credit facilities agreed with banks to ensure that there is sufficient cash to meet all its normal operating commitments in a timely and cost-effective manner.

## Notes forming part of the financial statements

Particulars	Less than 1 year	Between 1 and 5 years	more than 5 years	Total
<b>As at 31.3.2019</b>				
Non-current Borrowing (Including Current maturities)	6,642.14	17,928.18	7,223.68	<b>31,794.00</b>
Current Borrowing	9,958.47	-	-	<b>9,958.47</b>
Trade Payables	8,394.61	-	-	<b>8,394.61</b>
Other Financial Liabilities	2,475.18	2,490.28	-	<b>4,965.47</b>
<b>Total</b>	<b>27,470.40</b>	<b>20,418.46</b>	7,223.68	<b>55,112.55</b>
<b>As at 31.3.2018</b>				
Non-current Borrowing (Including Current maturities)	5,964.31	15,271.26	9,670.76	<b>30,906.34</b>
Current Borrowing	4,991.32	-	-	<b>4,991.32</b>
Trade Payables	7,163.30	-	-	<b>7,163.30</b>
Other Financial Liabilities	2,202.41	2,574.41	-	<b>4,776.82</b>
<b>Total</b>	<b>20,321.34</b>	<b>17,845.67</b>	<b>9,670.76</b>	<b>47,837.78</b>

## Notes forming part of the financial statements

### Note : 43 >> Capital Management

The objective of Capital Management is to safeguard its ability to continue as a going concern and optimise the returns to shareholders. Capital includes paid up equity capital, securities premium and all other equity reserves attributable to the equity shareholders of the Company and debt refers to Long Term Borrowings, Short Term Borrowings and Other Financial Liabilities for the purpose of Capital Management of the Company.

The Company manages its capital structure and makes adjustments in light of changes in the financial condition and the requirements of the financial covenants. The capital structure of the Company consist of net debt and total equity of the Company.

In order to achieve this overall objectives, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. The Company has complied with these covenants and there have been no breaches in the financial covenants of any interest-bearing loans and borrowings.

The following table summarizes the capital of the Company

Particulars	31.03.2019	31.03.2018
Equity	19,091.91	19,392.22
Debt	43,821.41	37,681.33
Less: Cash and Cash Equivalent	392.86	134.83
Net Debt	43,428.55	37,546.50
Net Debt to Capital Ratio	227.47%	193.62%

No changes were made in the objectives, policies or processes for managing capital during the year ended 31st March, 2019.

Note : 44 >> Disclosure under Indian Accounting Standard-19

Particulars	Compensated Absences		Group Gratuity	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
<b>I. Principal Actuarial Assumptions (Expressed as weighted average)</b>				
Discount Rate	7.70%	7.75%	7.70%	7.75%
Salary escalation rate	6.00%	6.00%	6.00%	6.00%
Attrition rate	-	-	-	-
Expected rate of return on Plan Assets (p.a)	-	-	7.70%	7.75%
<b>II. Changes in the Present Value of the Obligation (PVO) – Reconciliation of Opening and Closing Balances</b>				
PVO as at the beginning of the period	259.50	245.44	797.29	748.54
Interest Cost	19.18	18.51	59.11	55.93
Current Service Cost	23.71	45.50	40.05	54.14
Past Service cost-(non vested benefits)	-	-	-	-
Past service cost-(vested benefits)	-	-	-	-
Benefits paid	(20.71)	(13.16)	(59.15)	(53.69)
Actuarial loss/ (gain) on obligation (balancing figure)	(6.98)	(36.80)	(110.95)	(7.63)
PVO as at the end of the period	274.71	259.50	726.36	797.29
<b>III. Changes in the Fair Value of Plan Assets – Reconciliation of the Opening and Closing Balances</b>				
Fair value of plan assets as at the beginning of the period	-	-	1.46	1.46
Expected return on plan assets	-	-	0.11	0.11
Contributions/ Direct Benefit Payments	20.71	13.16	59.15	53.69
Benefits paid	(20.71)	(13.16)	(59.15)	(53.69)
Actuarial gain/ (loss) on plan assets (balancing figure)	-	-	(0.11)	(0.11)
Fair value of plan assets as at the end of the period	-	-	1.46	1.46
<b>IV. Actual Return on Plan Assets</b>				
Expected return on plan assets	-	-	0.11	0.11
Actuarial gain/(loss) on plan assets	-	-	(0.11)	(0.11)
Actual return on plan assets	-	-	-	-

## Notes forming part of the financial statements

<b>V. Actuarial Gain / Loss Recognized</b>				
Actuarial gain/(loss) for the period-Obligation	(6.98)	(36.80)	(110.95)	(7.63)
Actuarial gain/(loss) for the period-Plan Assets	-	-	(0.11)	(0.11)
Total gain/(loss) for the period	(6.98)	(36.80)	(111.06)	(7.74)
Actuarial gain /(loss) recognized in the period	(6.98)	(36.80)	(111.06)	(7.74)
Unrecognized actuarial (gain)/ loss at the end of the year	-	-	-	-
<b>VI. Amounts Recognized in the Balance Sheet and Related Analysis</b>				
Present value of the obligation	274.71	259.50	726.36	797.29
Fair value of plan assets	-	-	1.46	1.46
Liability recognized in the balance sheet	274.71	259.50	724.90	795.83
<b>VII. Expenses Recognized in the Profit and Loss Account</b>				
Current service cost	23.71	45.50	40.05	54.14
Interest Cost	19.18	18.51	59.11	55.93
Expected return on plan assets	-	-	(0.11)	(0.11)
<b>VIII. Components of defined benefit cost recognized in Other Comprehensive Income</b>				
Re-measurement on the net defined benefit liability:	-	-	-	-
-Actuarial gains and losses arising from change in financial assumption	0.83	(4.04)	1.87	(10.64)
-Actuarial gains and losses arising from experience adjustment	(7.81)	(32.76)	(112.81)	3.01
Re-measurements – Return on Plan Assets	-	-	0.11	0.11
Net (Gain)/Loss in Other Comprehensive Income	(6.98)	(36.80)	(110.83)	(7.51)
<b>IX. Movements in the Liability Recognized in the Balance Sheet</b>				
Opening net liability	259.50	245.44	797.29	748.54
Expenses as above	35.92	27.22	(11.78)	102.45
Contribution paid	(20.71)	(13.16)	(59.15)	(53.69)
Closing net liability	274.71	259.50	726.36	797.29
<b>X. Amount for the current period</b>				
Present value of obligation	274.71	259.50	726.36	797.29
Plan Assets	-	-	1.46	1.46
Surplus/(Deficit)	(274.71)	(259.50)	(724.90)	(795.83)
<b>XI. Major Categories of Plan Assets</b>				
As Percentage of Gain / (Loss) on the total Plan Assets	-	-	-	-

The significant actuarial assumptions for the determination of the defined benefit obligations are discount rate, Salary Escalation rate and Withdrawal rate. The sensitivity analysis below have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The defined benefit obligation increases / (decrease) as follows:

Particulars	Compensated Absences		Group Gratuity	
	31.03.2019	31.03.2018	31.03.2019	31.03.2018
Discount Rate				
1(%) increase	258.57	244.05	689.20	754.31
1(%) decrease	292.86	276.90	767.63	845.19
Salary Escalation				
1(%) increase	293.74	277.71	769.32	846.99
1(%) decrease	257.58	243.13	687.23	752.19
Withdrawal Rate				
1(%) increase	276.56	261.35	730.05	801.23
1(%) decrease	272.66	257.47	722.31	792.91

## Notes forming part of the financial statements

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that change in assumption would occur in isolation of one another as some of the assumption may be correlated.

### **Note : 45 >> Approval of Financial Statements**

The Financials Statements are reviewed and recommended by Audit Committee and approved by the Board of Directors at their meeting held on 28.08.2019.

**For P.K.Nagarajan & Co.,**  
Chartered Accountants  
Firm Registration : 016676S

**P.K. Nagarajan**  
Partner  
Membership No : 025679  
UDIN : 19025679AAAAAN6122

Date : 28.08.2019  
Place : Bangalore

**Dr A Selvakumar**  
Director  
(DIN : 01099806)

**M Srinivaasan**  
Managing Director  
(DIN : 00102387)

**B S Murali**  
Company Secretary  
(Membership No : A51730)



## PERFORMANCE REPORT

(₹ in lakhs)

Financial Year	TCD No. of location	Cane Crushed In Tonnes	Sugars Produced In Quintals	Sugar Recovery Percentage
1973-74	1250	145470	127843	9.16
1974-75	1250	149983	148960	9.87
1975-76	1250	175364	166132	9.44
1977-78 16 Months	1250	434003	414783	9.57
1978-79	1250	359080	338513	9.78
1979-80	1250	106379	95651	9.57
1980-81	1250	150899	134340	8.73
1981-82	1250	428130	430859	10.08
1982-83 17 Months	1250	530800	492259	9.37
1983-84	2500	292350	289160	9.70
1984-85	2500	287246	318700	11.10
1985-86	2500	385051	411500	10.70
1986-87	2500	460770	482000	10.45
1987-89 18 Months	2500	888698	909480	10.25
1989-90	2500	502780	504374	10.06
1990-91	3500	572433	530405	9.31
1991-92	4000	589394	567595	9.63
1992-93	4000	796737	748798	9.37
1993-94	4000	445892	427322	9.43
1994-95	4000	812342	752762	9.41
1995-96 18 Months	4000	908314	686631	7.47
1996-97	4000	345639	276389	7.94
1997-99 18 Months	4000	1050758	1013965	9.74
1999-2000	4000	730046	731533	9.98
2000-2001	4000	806215	803860	10.03
2001-2002	4000	991094	950040	9.61
2002-2003	4000	676590	648874	9.64
2003-2004	4000	690294	611715	8.78
2004-2005	4000	290358	281540	8.83
2005-2006	4000	634041	588528	9.28
2006-2007	4000	920024	863529	9.43
2007-2008	Unit I - 4000	863069	762037	8.92
	Unit II- 1250	134620	133750	9.76
2008-2009	Unit I - 4000	558139	474586	8.47
	Unit II- 1250	146563	122400	8.28
2009-2010	Unit I - 4000	444562	417119	8.76
	Unit II- 1250	152081	142320	9.41
2010-2011	Unit I - 4000	793911	734913	9.26
	Unit II- 1250	259495	248610	9.62
2011-2012	Unit I - 4000	805332	702003	8.71
	Unit II- 1250	268005	259530	9.72
2012-2013	Unit I - 4000	895605	795241	8.82
	Unit II- 1250	214805	203730	9.52
2013-2014	Unit I - 4000	618190	573867	9.21
	Unit II- 1250	212384	205620	9.61
2014-2015	Unit I - 4000	652720	605247	9.39
	Unit II- 1250	214890	200040	9.33
2015-2016	Unit I - 4000	770080	691639	8.94
	Unit II- 1250	95056	83330	8.86
2016-2017	Unit I - 4000	412703	347809	8.33
	Unit II- 1250	-	-	-
2017-2018	Unit I - 4000	388726	*346990	8.83
	Unit II- 1250	-	-	-
2018-2019	Unit I - 4000	587670	580350	9.88
	Unit II- 1250	-	-	-

\*Excluding 47963 Qtls of raw sugar processed.





**SRI CHAMUNDESWARI SUGARS LIMITED**

**CIN: U15435KA1970PLC001974**

Regd Office: No. 88/5, Richmond Road, Bangalore – 560 025

Phone No. 080 – 2500 2500 Fax: 080 – 2500 2510

Email: [complianceofficer@chamundisugars.com](mailto:complianceofficer@chamundisugars.com)

Website: [www.chamundeswarisugars.in](http://www.chamundeswarisugars.in)

**ATTENDANCE SLIP**

Folio No.		Name and Address of the Shareholder
Client ID / DP ID Number		
No. of Shares held		

I hereby record my presence at the 46th Annual General Meeting of the company held on Thursday, 26th September 2019 at 2.30 p.m. at Hotel Ajantha, 22-A, Mahathma Gandhi Road, Bangalore 560 001.

.....  
Signature of Shareholder / Proxy

Note: Please bring this attendance slip to the meeting and hand over at the entrance duly filled in and signed.



**FORM NO. MGT – 11****PROXY FORM**

[Pursuant to section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies Management and Administration Rules 2014]

CIN : U15435KA1970PLC001974  
 Name of the Company : Sri Chamundeswari Sugars Limited  
 Registered Office : No. 88/5, Richmond Road, Bangalore – 560 025

Folio No.		Name and Address of the Shareholder
Client ID / DP ID Number		
No. of Shares held		

I / We, being the member(s) of \_\_\_\_\_ shares of the above named company, hereby appoint:

- Name : ..... Address : .....  
 Email id : ..... Signature : .....or failing him/her
- Name : ..... Address : .....  
 Email id : ..... Signature : .....or failing him/her
- Name : ..... Address : .....  
 Email id : ..... Signature : .....or failing him/her

As my/our proxy to attend and vote(on a poll) for me/us and on my/our behalf at the 46th Annual General Meeting of the company, to be held on Thursday, the September 26th 2019 at 2.30 PM and at any adjournment thereof in respect of such resolutions as are indicated below:

Item Nos	Description	Optional	
		For	Against
<b>ORDINARY BUSINESS</b>			
1	To consider and adopt the Audited Financial Statements for the year ended 31st March 2019 and the report of the Board of Directors and Auditors thereon.		
2	To appoint a Director in place of Dr. M Manickam (DIN: 00102233), who retires by rotation and being eligible offers himself for re-appointment.		
<b>SPECIAL BUSINESS</b>			
3	Re-appointment of Dr. M R Desai as an Independent Non-Executive Director		
4	Re-appointment of Shri. A Arjunaraj as an Independent Non-Executive Director		
5	Re-appointment of Dr. A Selvakumar as an Independent Non-Executive Director		
6	Ratification of Remuneration of Cost Auditor		
7	Approval for issue of Non-Convertible Debentures on private placement basis		

Signed this ..... Day of ..... 2019

Signature of the Shareholder:

Please affix  
revenue  
stamp

Signature of the Proxy holder(s):

**Note:** This form of proxy in order to be effective should be duly completed and deposited at the Registered office of the Company not less than 48 hours before the commencement of the meeting.





**SRI CHAMUNDESWARI SUGARS LIMITED**  
**CIN: U15435KA1970PLC001974**

Registered Office: No.88/5, Richmond Road, Bangalore 560 025

E Mail: [complianceofficer@chamundisugars.com](mailto:complianceofficer@chamundisugars.com) Website : [www.chamundeswarisugars.in](http://www.chamundeswarisugars.in)

**POSTAL BALLOT FORM (in lieu of E-voting)**

Name of the Sole/First named Member :

Names of the Joint Member(s), if any :

Registered Folio No./ DP ID No. / Client ID No. :

No. of shares held :

I/We hereby exercise my/our vote(s) in respect of the following Resolutions to be passed through Postal Ballot/e-voting as set out in the Notice dated August 28, 2019 of the Company by conveying sending my/our assent (for) or dissent (against) the said Resolutions by placing the tick mark (✓) at the appropriate box below:

Item Nos	Description	Type of Resolution (Ordinary/Special)	No. of Shares	I/We assent to the Resolution (FOR)	I/We dissent to the Resolution (AGAINST)
<b>ORDINARY BUSINESS</b>					
1	To consider and adopt the Audited Financial Statements for the year ended 31st March 2019 and the report of the Board of Directors and Auditors thereon.	Ordinary			
2	To appoint a Director in place of Dr. M Manickam (DIN: 00102233), who retires by rotation and being eligible offers himself for re-appointment.	Ordinary			
<b>SPECIAL BUSINESS</b>					
3	Re-appointment of Dr. M R Desai as an Independent Non-Executive Director	Special			
4	Re-appointment of Shri. A Arjunaraj as an Independent Non-Executive Director	Special			
5	Re-appointment of Dr. A Selvakumar as an Independent Non-Executive Director	Special			
6	Ratification of Remuneration of Cost Auditor	Ordinary			
7	Approval for issue of Non-Convertible Debentures on private placement basis	Special			

Date :

Place :

Signature of the Member(s)

Notes:

- If you opt to vote by e-voting there is no need to fill up and send this form.
- Last date for receipt of Postal Ballot Form: **25th September 2019**
- Please read the instructions printed overleaf carefully before exercising your vote.

## INSTRUCTIONS

### 1. General Instructions:

- a. There will be one Postal Ballot Form/e-voting for every Client ID No. / Folio No., irrespective of the number of joint holders.
- b. Members have option to vote either through Postal Ballot Form or through e-voting. If a member has opted for Physical Postal Ballot, then he/she should not vote by e-voting and vice versa. However, in case Shareholders cast their vote through both physical postal ballot and e-voting, then vote cast through e-voting shall prevail and vote cast through Physical Postal Ballot shall be considered as invalid.
- c. Voting in the Postal ballot/e-voting cannot be exercised by a proxy. However, corporate and institutional members shall be entitled to vote through their authorised representatives with proof of their authorization, as stated below.
- d. Any query in relation to the Resolutions proposed to be passed by Postal Ballot may be addressed to Shri. Murali B S, Company Secretary, at the Registered Office of the Company.
- e. The Scrutinizer's decision on the validity of a Postal Ballot/E-voting shall be final and binding

### 2. Instructions for voting physically by Postal Ballot Form:

- a. A member desirous of exercising his/her Vote by Postal Ballot may complete this Postal Ballot Form and send it to the Scrutinizer, Shri. G Vasudevan C/o. Sri Chamundeswari Sugars Limited, 88/5, Richmond Road, Bangalore - 560 025.
- b. This Form must be completed and signed by the Member, as per specimen signature registered with the Company or Depository Participant, as the case may be. In case of joint holding, this Form must be completed and signed (as per the specimen signature registered with the Company) by the first named Member and in his/her absence, by the next named Member.
- c. In respect of shares held by corporate and institutional members (companies, trusts, societies, etc.), the completed Postal Ballot Form should be accompanied by a certified true copy of the relevant Board Resolution/appropriate authorization, with the specimen signature(s) of the authorized signatory(ies) duly attested.
- d. Voting rights shall be reckoned in proportion to the paid-up equity shares registered in the name of the Member as on 20th September, 2019.
- e. The consent must be accorded by recording the assent in the column 'FOR' or dissent in the column 'AGAINST' by placing a tick mark (✓) in the appropriate column in the Postal Ballot Form. The assent or dissent received in any other form shall not be considered valid.
- f. Members are requested to fill the Postal Ballot Form in indelible ink and avoid filling it by using erasable writing medium(s) like pencil.
- g. Duly completed Postal Ballot Form should reach the Scrutinizer not later than the close of working hours (6.00 pm) on Wednesday, 25th September 2019. All Postal Ballot Forms received after this date will be strictly treated as if no reply has been received from the Member.
- h. A Member may request the Company for a duplicate Postal Ballot Form, if so required, and the same duly completed should reach the Scrutinizer not later than the date specified under instruction No. 2(g) above.
- i. Members are requested not to send any other paper along with the Postal Ballot Form. They are also requested not to write anything in the Postal Ballot Form except their Name, Address, Folio Number and No. of shares held and giving their assent or dissent and putting their signature. If any such other paper is sent, the same will be destroyed by the Scrutinizer.
- j. Incomplete, unsigned or incorrectly ticked Postal Ballot Forms will be rejected.
- k. The results would be displayed on the Company's website [www.chamundeswarisugars.in](http://www.chamundeswarisugars.in).



### E-MAIL ADDRESS REGISTRATION FORM

(In terms of circular Nos.17/2011 and 18/2011 dated 21.04.2011 and 29.04.2011  
respectively issued by Ministry of Corporate Affairs, Government of India)  
(For Shareholders who hold share in physical form)

Integrated Registry Management Services Pvt. Ltd.,  
No.30, Ramana Residency,  
4th Cross, Sampige Road,  
Malleswaram, Bengaluru - 560 003

I/We, Members of Sri Chamundeswari Sugars Limited, hereby give my / our consent to receive electronically Annual Report(s), Notice(s) of General Meeting(s) and other document(s) that the Ministry of Corporate Affairs may allow them to be sent in electronic mode.

I/We, request you to note my / our email address as mentioned below. If there is any change in the e-mail address, I/We will promptly communicate it to you.

Folio No.	
Name of the Sole / First Shareholder	
E-mail Address (to be registered)	

Place:

Date:

(Signature of Sole / First Shareholder)

#### Important communication to Members

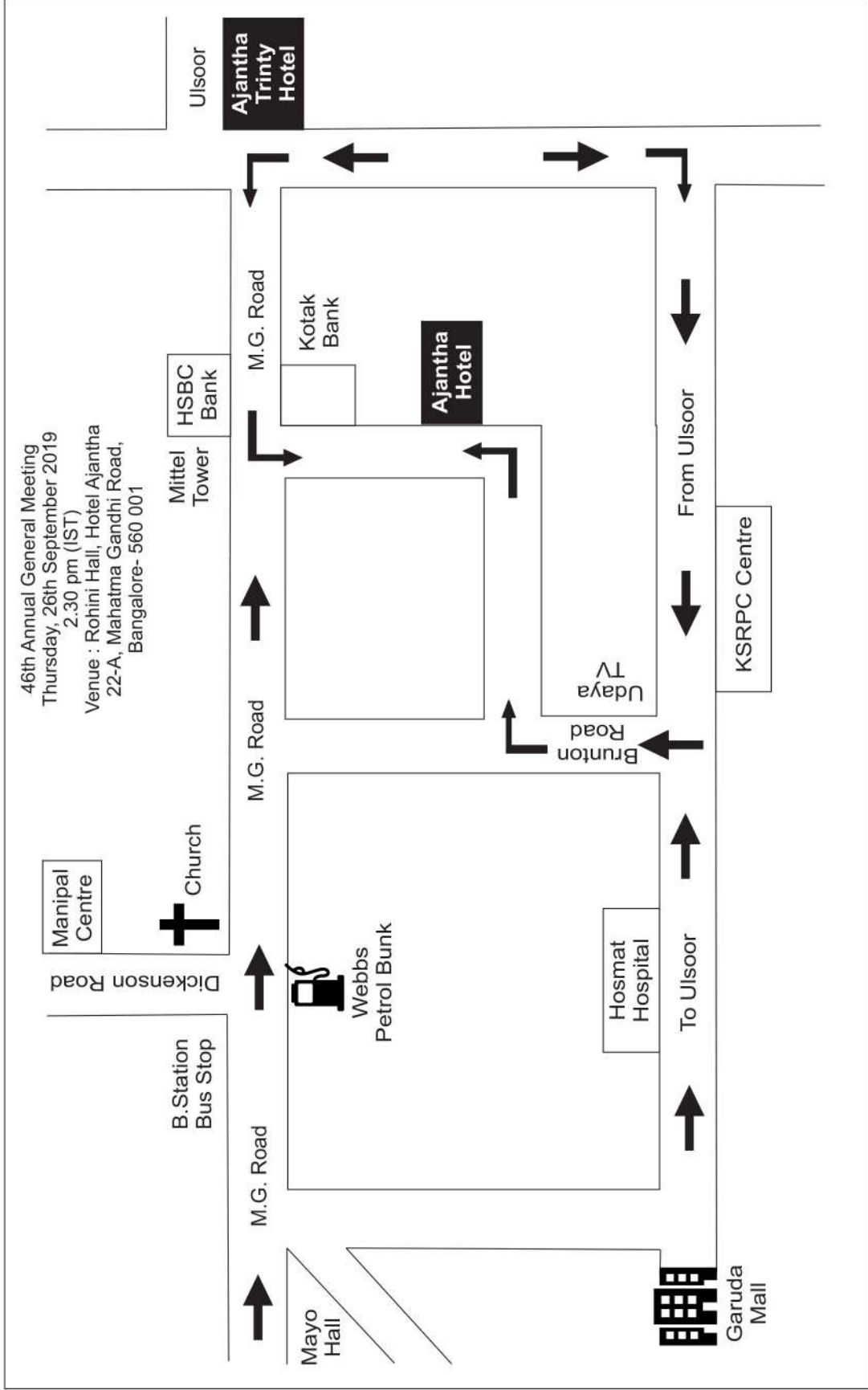
The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice / documents including Annual Report can be sent by e-mail to its Members.

To support this green initiative of the Government:

- Members holding shares in electronic form are requested to register their E-mail address in respect of their holdings through their Depository Participants concerned.
- Members who hold shares in physical form are requested to fill in and forward the e-mail address registration form as appended above of this Annual Report to M/s Integrated Registry Management Services Private Limited, Registrar and Share Transfer Agents, Unit: Sri Chamundeswari Sugars Limited, No.30, Ramana Residency, 4th Cross, Sampige Road, Malleswaram, Bengaluru - 560 003.



# Route Map to the Venue of 46th Annual General Meeting





# chamundeswari

LIFE IN HARMONY

If undelivered, please return to:

SRI CHAMUNDESWARI SUGARS LIMITED  
CIN:U15435KA1970PLC001974  
Regd. Office : # 88/5, Richmond Road  
Bangalore - 560 025.