

August 13, 2019

To  
The Secretary, Listing Department  
BSE Limited  
Phiroze Jeejeebhoy Towers  
Dalal Street  
Mumbai – 400 001  
Scrip Code: 532183

Dear Sir/Madam,

**Sub: Outcome of Board Meeting – Reg.,**  
**Ref: Our Board Meeting Notice Dated August 06, 2019**

.....

We wish to inform you that the Board of Directors of the Company at their meeting held today, i.e. August 13, 2019, inter alia, transacted the following business:

### 1. Financial Results

Approved the Unaudited Financial Results for the quarter ended June 30, 2019, pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

### 2. 24<sup>th</sup> Annual general meeting

The 24<sup>th</sup> Annual General Meeting (AGM) of the Company to be held on Thursday, September 26, 2019.

### 3. Book Closure

Approved Closure of register of Members and Share Transfer Books of the Company from Thursday, September 19, 2019 to Thursday September 26, 2019 (both days inclusive) for the purpose of AGM.

The Board Meeting Commenced at 03:00 P.M. and concluded at 05:10 P.M.

A copy of the said results together with Limited Review report issued by Statutory Auditors M/s. MOS & Associates LLP is enclosed herewith. These results are also made available on the website of the Company being at [www.gayatrisugars.com](http://www.gayatrisugars.com).

Regd. & Corp. Office :

Gayatri Sugars Limited, B2, 2nd Floor, 6-3-1090, TSR Towers,  
Raj Bhavan Road, Somajiguda, Hyderabad 500 082. Telangana

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W [www.gayatrisugars.com](http://www.gayatrisugars.com)

Factories :

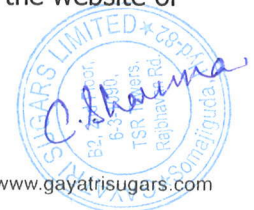
**Kamareddy Unit** : Adloor Yellareddy, Sadasivanagar Mandal,  
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**Nizamsagar Unit** : Maagi, Nizamsagar Mandal,  
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**CIN : L15421TG1995PLC020720**





This is for your information and records.

Yours faithfully

**GAYATRI SUGARS LIMITED**

*Chetan Kr. Sharma*

**CHETAN KUMAR SHARMA**

Company Secretary and Compliance Officer



| Encl: As above



**GAYATRI SUGARS LIMITED**

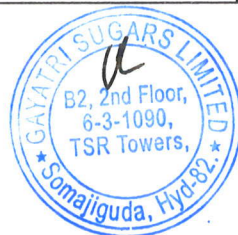
**CIN : L15421TG1995PLC020720**

Regd. Office : 6-3-1090,TSR TOWERS,B-2, 2nd Floor,  
Raj Bhavan Road, Somajiguda, Hyderabad-500082

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2019**

(₹ in Lakhs)

S.No	Particulars	Quarter ended			Year ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		(Unaudited)	(Audited)	(Unaudited)	(Audited)
<b>1</b>	<b>Income</b>				
	Revenue from operations	11,029.73	12,948.79	5,497.60	31,167.93
	Other Income	0.82	15.94	2.17	30.18
	<b>Total Income</b>	<b>11,030.55</b>	<b>12,964.73</b>	<b>5,499.77</b>	<b>31,198.11</b>
<b>2</b>	<b>Expenses</b>				
	a. Cost of Material Consumed	253.38	17,429.03	148.17	26,376.84
	b. Purchase of stock-in-trade	203.17	155.18	16.00	245.06
	c. Changes in Inventories of finished goods, Work-in-Progress and Stock-in-trade	9,699.10	(8,583.21)	4,861.37	(2,729.71)
	e. Employee Benefits Expense	428.90	488.78	398.70	1,813.87
	f. Finance costs	611.79	860.19	476.02	2,351.14
	g. Depreciation and Amortization Expense	269.59	255.26	251.38	1,015.90
	h. Other Expenses	734.13	1,677.43	479.13	4,071.67
	<b>Total Expenses</b>	<b>12,200.06</b>	<b>12,282.66</b>	<b>6,630.77</b>	<b>33,144.77</b>
<b>3</b>	<b>Profit/ (Loss) before exceptional items and tax (1-2)</b>	<b>(1,169.51)</b>	<b>682.07</b>	<b>(1,131.00)</b>	<b>(1,946.66)</b>
<b>4</b>	Exceptional items	-	-	-	-
<b>5</b>	<b>Net Profit/ (Loss) before tax (3+4)</b>	<b>(1,169.51)</b>	<b>682.07</b>	<b>(1,131.00)</b>	<b>(1,946.66)</b>
<b>6</b>	Tax expenses	-	-	-	-
<b>7</b>	<b>Net Profit/ (Loss) after tax (5-6)</b>	<b>(1,169.51)</b>	<b>682.07</b>	<b>(1,131.00)</b>	<b>(1,946.66)</b>
<b>8</b>	<b>Other comprehensive income</b>				
	<i>Items that will not be reclassified to profit or loss:</i>				
	(a) Actuarial gain/ (loss) on defined benefit obligations	(14.62)	203.87	(16.28)	162.93
<b>9</b>	<b>Total other comprehensive income (7 + 8)</b>	<b>(1,184.13)</b>	<b>885.94</b>	<b>(1,147.28)</b>	<b>(1,783.73)</b>
<b>10</b>	Paid Up Equity Share Capital (Face Value ₹ 10/- per Share)	4,370.05	4,370.05	4,370.05	4,370.05
<b>11</b>	Reserves excluding revaluation reserves				(13,840.10)
<b>12</b>	Networth				(9,478.19)
<b>13</b>	Earnings per Share (of ₹ 10/- each) (not annualised for quarterly figures):				
	- Basic (₹)	(2.71)	1.56	(2.76)	(4.45)
	- Diluted (₹) (*antidilutive)	*(2.71)	1.19	*(2.76)	*(4.45)





**GAYATRI SUGARS LIMITED**

**CIN : L15421TG1995PLC020720**

Regd. Office : 6-3-1090,TSR TOWERS,B-2, 2nd Floor,  
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**SEGMENT REPORTING UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS)  
REGULATIONS 2015 FOR THE QUARTER ENDED 30TH JUNE, 2019**

(₹ in Lakhs)

S.No	Particulars	Quarter ended			Year ended
		30.06.2019	31.03.2019	30.06.2018	31.03.2019
		(Audited)	(Audited)	(Unaudited)	(Audited)
<b>1</b>	<b>Segment Revenue</b>				
	a) Sugar	10,242.77	12,295.92	5,055.78	27,977.46
	b) Distillery	1,201.86	1,647.11	765.81	4,906.24
	<b>Total</b>	<b>11,444.63</b>	<b>13,943.03</b>	<b>5,821.59</b>	<b>32,883.70</b>
	Less : Inter Segment Revenue	414.90	994.24	323.99	1,715.77
	<b>Revenue from Operations</b>	<b>11,029.73</b>	<b>12,948.79</b>	<b>5,497.60</b>	<b>31,167.93</b>
<b>2</b>	<b>Segment Results</b>				
	a) Sugar	(921.75)	1,164.71	(1,028.86)	(598.72)
	b) Distillery	363.21	361.60	371.71	973.01
	<b>Total</b>	<b>(558.54)</b>	<b>1,526.31</b>	<b>(657.15)</b>	<b>374.29</b>
	<b>Total Segment results before Interest and Tax</b>	<b>(558.54)</b>	<b>1,526.31</b>	<b>(657.15)</b>	<b>374.29</b>
	(i) Finance cost	611.79	860.19	476.02	2,351.14
	(ii) Other un-allocable income	0.82	15.95	2.17	30.19
	<b>Profit/(Loss) before Tax</b>	<b>(1,169.51)</b>	<b>682.07</b>	<b>(1,131.00)</b>	<b>(1,946.66)</b>
	Tax	-	-	-	-
	<b>Net Profit /(Loss) after Tax</b>	<b>(1,169.51)</b>	<b>682.07</b>	<b>(1,131.00)</b>	<b>(1,946.66)</b>
<b>3</b>	<b>Segment Assets</b>				
	a) Sugar	13,670.04	24,432.83	15,911.45	24,432.83
	b) Distillery	2,572.73	2,857.01	4,156.55	2,857.01
	c) Un-allocated	8.76	8.68	8.29	8.68
	<b>Total</b>	<b>16,251.53</b>	<b>27,298.52</b>	<b>20,076.29</b>	<b>27,298.52</b>
<b>4</b>	<b>Segment Liabilities</b>				
	a) Sugar	26,814.43	36,651.91	28,051.29	36,651.91
	b) Distillery	83.26	108.64	167.78	108.64
	c) Un-allocated	8.03	8.03	8.03	8.03
	<b>Total</b>	<b>26,905.72</b>	<b>36,768.58</b>	<b>28,227.10</b>	<b>36,768.58</b>

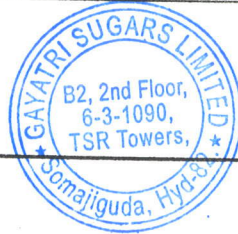
**Notes on segment information :**

- The Company is carrying on business segments of sugar and distillery. Based on the "management approach" as defined in Ind AS 108 - Operating segments, the Company evaluates and allocates resources based on the performance by business segments. The segment reporting is presented accordingly. The Accounting principles are applied to record revenue and expenditure of individual segments
- The segment results represents the profit earned or loss incurred before interest and tax by each segment.
- Previous period's figures have been regrouped / reclassified wherever considered necessary to correspond with the current period's classification/ disclosures.



**GAYATRI SUGARS LIMITED****CIN : L15421TG1995PLC020720**Regd. Office : 6-3-1090, TSR TOWERS, B-2, 2nd Floor,  
Raj Bhavan Road, Somajiguda, Hyderabad- 500 082**Notes :**

- 1 The above financial results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meeting held on 13th August, 2019.
- 2 Transition to Ind AS 116 'Leases' - Effective from 1st April 2019:  
The adoption of Ind AS 116 did not have any impact on the results for the quarter ended 30th June, 2019 as there are no leases entered by the company.
- 3 The Hon'ble High Court of Judicature at Hyderabad for the State of Telangana and the State of Andhra Pradesh dismissed the Company's writ petition (along with the other petitions on the same matter filed by other companies) vide its common order dated May 19, 2016 ('the Order') in which it upheld the validity of levy of Electricity Duty @ 25 paise per unit by the State Government on consumption of electricity by captive generating units relating to earlier years. In the year 2016-17, the Company filed a Special Leave Petition (SLP) in the Hon'ble Supreme Court which dismissed the SLP vide order dated September 27, 2016 on the grounds that these matters were pending before the Board for Industrial and Financial Reconstruction (BIFR), and unless payments were being made by the petitioners as directed in its interim orders @ 15 paise per unit. The Hon'ble Supreme Court also granted liberty to the petitioners to revive the petitions after the decision is given by the BIFR. Currently, the case filed before BIFR stands abated and the Company has not initiated any proceedings before the NCLT.  
  
The management is of the view that as the case filed before BIFR stands abated and no demand notices were received thereafter for the payment, the Company has treated the estimated duty amount aggregating ₹ 284 lakhs as a Contingent Liability and no provision has been made in respect of the same. In the event of an unfavorable verdict/outcome in this matter, the Management based on the Supreme Court's interim orders and considering the inherent uncertainty in predicting the final outcome of the above litigation estimates the impact of the potential liability to be ₹ 170 lakhs.  
  
In view of the above, the auditors have made a qualification in their Limited Review Report about their inability to comment on the ultimate  
4 Over the last few years, the Company has been incurring losses and as at 30th June, 2019, the accumulated losses have completely eroded the net worth and its current liabilities exceeded the current assets as on that date. During the current period ended 30th June, 2019, the Company has incurred a loss of ₹ 1169.51 Lakhs.  
The financial results have been prepared on a going concern basis, based on a Comfort letter provided by the promoters for continued support to the Company to meet its financial obligations, in order to enable the Company to continue its operations in the foreseeable future.  
5 Sugar Industry being seasonal, the performance of the Company for the current and previous quarters are not comparable.  
6 Previous period's figures have been regrouped / reclassified wherever considered necessary to correspond with the current period's classification/disclosures.

Place : Hyderabad  
Date : 13/08/2019  
T. Sarita Reddy  
Managing Director



**Independent Auditors' Review Report on Review of Interim Financial Results**

**To**  
**The Board of Directors**  
**Gayatri Sugars Limited**

1. We have reviewed the accompanying statement of Standalone Unaudited Financial Results of **M/s. Gayatri Sugars Limited ('the Company')** for the quarter ended 30<sup>th</sup> June 2019 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated 05<sup>th</sup> July 2016. This statement is the responsibility of the Company's Management, has been prepared in accordance with recognition and measurement principles laid down in Indian Accounting Standard (Ind AS) 34 "Interim Financial Reporting", prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.
3. *Attention is invited to the following material matter:*
  - i) *Note. 3 of this statement regarding the High Court dismissing the writ filed by the company challenging the levy of electricity duty by the state government on consumption of electricity by captive generating units, the sub sequential dismissal of special leave petition by the honorable Supreme Court and the pending matter before the Board for Industrial and Financial Reconstruction (BIFR) being abated. As stated in the said note, the company has treated the estimated duty amount aggregating Rs 283.99 Lakhs as a contingent liability.*

*In view of the above, we are unable to comment on the ultimate outcome of the matter and the consequential impact, if any on these financial results.*

4. Based on our review conducted as stated above, except for the possible effects of the matter described in paragraph 3(i) above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the applicable Indian Accounting Standards prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other recognized accounting practices and policies generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/ 2016 dated 05<sup>th</sup> July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.




5. Attention is invited to the following material matter:

- i) Note. 4 of the Statement, regarding the preparation of financial results on a going concern basis.

Our conclusion is not qualified in respect of above matter.

**For M O S & ASSOCIATES LLP**  
Chartered Accountants  
Firm's Registration No. 001975S/S200020

  
**Oommen Mani**  
Partner



Membership No. 234119  
UDIN: 19234119AAAACR5534

Place: Hyderabad  
Date: 13/08/2019