

May 27, 2022

**BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai 400 001,
Scrip Code: 532183**

Dear Sir/Madam,

Sub: Intimation of the Outcome of Board of Directors Meeting

In continuation of our letter dated May 21, 2022, we wish to inform you that the Board of Directors of the Company at their meeting held on today, i.e. May 27, 2022 has, inter alia, and approved the following:

1. Audited Financial Results and Statements for the Quarter and Year Ended on March 31, 2022.
2. MOS & Associates LLP, Chartered Accountants, the statutory Auditors of the Company have issued Auditors' Reports with Modified Opinion on The Financial Statements and Impact of Audit Qualifications is attached herewith.

All the above disclosure submitting Pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Board Meeting Commenced at 12:05 P.M and concluded at 02:35 P.M

A copy of the said results together with the Auditors' Report is enclosed herewith.

These are also being made available on the website of the Company at www.gayatrisugars.com.

This is for your information and records.

Yours truly

For **Gayatri Sugars Limited**

Lalit

Lalit Kumar Thanvi
Company Secretary
& Compliance Officer



Encl. As Above

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Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors
Gayatri Sugars Limited

Report on the audit of the Financial Results

Qualified Opinion

We have audited the accompanying statement of quarterly and year-to-date financial results of **M/s. Gayatri Sugars Limited ('the Company')** for the quarter and year ended 31st March 2022 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, except for the effect of the matter described in the Basis for Qualified Opinion section of our report, the statement;

- i. is presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the applicable Indian Accounting Standards and other accounting policies & principles generally accepted in India, of the net loss, other comprehensive loss, and other financial information of the company for the quarter and year ended 31st March 2022.

Basis for Qualified Opinion

As stated in Note 3 to the accompanying Audited Financial Results, regarding the High Court dismissing the writ petition filed by the Company challenging the levy of electricity duty by the State Government on the consumption of electricity by captive generating units, the subsequent dismissal of special leave petition by the Honorable Supreme Court and the pending matter before the Board for Industrial and Financial Reconstruction being abated. As stated in the said note, the Company has treated the estimated duty amount aggregating to ₹ 283.99 Lakhs as a contingent liability and no provision has been made in respect of the same.

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 Audited Financial Results.

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" 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 Companies Act, 2013 and the Rules thereunder, 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 Qualified audit opinion on the Audited Financial Results.



Material Uncertainty Related to Going Concern

We draw attention to Note 5 of the Audited Financial Results which states that during the year the company has incurred a loss of ₹ 842.09 Lakhs and as at 31st March 2022, the accumulated losses have completely eroded the Net-worth of the Company and the Company's current liabilities exceed the current assets by ₹ 17,203.53 Lakhs.

These factors indicate the existence of Uncertainty that may cast doubt about the company's ability to continue as a going concern. The Audited Financial Results have been prepared on a going concern basis based on a Comfort letter provided by the promoters for continuous support to the Company to meet its financial obligation, in order to enable the Company to continue its operations in the foreseeable future.

Our Opinion is not modified in respect of the above matter.

Emphasis of Matters

Attention is invited to the following material matters:

- i. As stated in Note No.4 of the Audited Financial Results, regarding the restructuring of the SDF loan for which the administrative approval (AA) granted by the Government is subject to fulfillment of certain terms and conditions. Subsequent to completion of the said terms as per the AA, the petition filed by IFCI before DRT for recovery of the SDF dues may be dismissed/ withdrawn for the reasons stated in the said note.

Our conclusion is not modified in respect of the above matter.

Management's Responsibilities for the Audited Financial Results

The Statement has been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of the statement that gives a true and fair view of the net loss and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. 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 statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are 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.

The Board of Directors is also responsible for overseeing the Company's financial reporting process.

