

GAYATRI SUGARS LIMITED

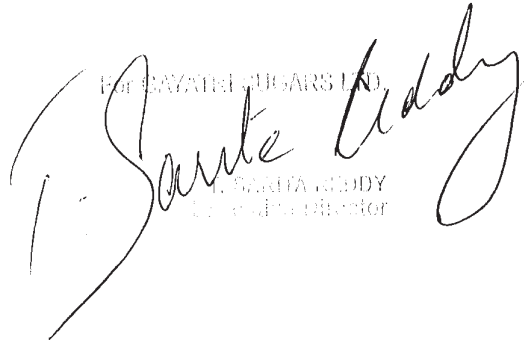
Registered office : Door No.6-3-1090 ,B-2, T.S.R. Towers

Rajbhavan Road, Somajiguda, Hyderabad-500 082

Part I STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014

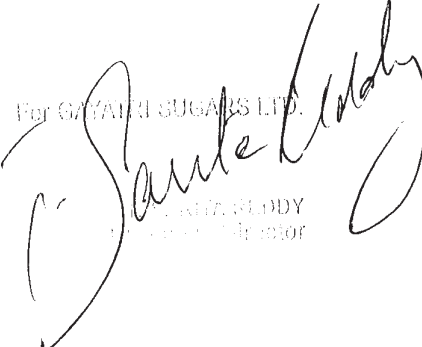
(₹ in lakhs)

Sr. No	Particulars	Quarter ended			Year ended	
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		(Refer Note 2 below)	Unaudited	(Refer Note 2 below)	Audited	Audited
	Refer Notes below					
1.	Income from Operations					
	a). Net Sales/ Income from operations (Net of excise duty)	9,501	2,251	9,336	19,668	18,618
	b). Other operating income	8	20	21	37	71
	Total income from operations (net)	9,509	2,271	9,357	19,705	18,689
2.	Expenses					
	a). Cost of materials consumed	13,585	5,615	9,031	20,091	14,904
	b). Changes in inventories of finished goods and work in progress	(7,972)	(4,258)	(3,526)	(5,169)	(1,583)
	c). Employee benefits expense	352	292	296	1,134	990
	d). Depreciation and amortisation expense	316	317	304	1,262	1,291
	e). Other expenses	1,147	731	934	2,524	2,123
	Total expenses	7,428	2,697	7,039	19,842	17,725
3.	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	2,081	(426)	2,318	(137)	964
4.	Other income	16	-	23	19	29
5.	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	2,097	(426)	2,341	(118)	993
6.	Finance costs	519	546	689	2,169	2,345
7.	Profit/(Loss) from ordinary activities after finance costs and before exceptional items (5 - 6)	1,578	(972)	1,652	(2,287)	(1,352)
8.	Exceptional items (Refer Note No. 6)	-	-	(756)	-	-
9.	Profit / (Loss) from ordinary activities before tax (7 - 8)	1,578	(972)	2,408	(2,287)	(1,352)
10.	Tax expenses	-	-	-	-	-
11.	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	1,578	(972)	2,408	(2,287)	(1,352)
12.	Extraordinary items (net of tax expense)	-	-	-	-	-
13.	Net Profit / (Loss) for the period (11 - 12)	1,578	(972)	2,408	(2,287)	(1,352)
14.	Paid-up equity share capital (Face value ₹ 10 per share)	-	-	-	4,370	4,370
15.	Reserve excluding revaluation reserves	-	-	-	(5,846)	(3,559)
16.	Earnings per share (of ₹ 10 each)(not annualised)					
	a). Basic (₹)	3.35	(2.22)	5.45	#(5.49)	#(3.35)
	b). Diluted (₹)	3.14	*(2.22)	4.85	#*(5.49)	#*(3.35)
	* (is anti-dilutive)					
	# annualised					


 SANKU REDDY
 Director

Part II : SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED MARCH 31, 2014					
Particulars	Quarter ended			Year ended	
	31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
A PARTICULARS OF SHAREHOLDING					
1. Public shareholding					
- Number of shares	18,662,755	18,662,755	18,662,755	18,662,755	18,662,755
- Percentage of shareholding	42.70%	42.70%	42.70%	42.70%	42.70%
2. Promoters and Promoter Group Shareholding					
a). Pledged/Encumbered					
- Number of shares	-	-	13,111,093	-	13,111,093
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	-	-	52.36%	-	52.36%
- Percentage of shares (as a % of the total share capital of the company)	-	-	30.00%	-	30.00%
b). Non-encumbered					
- Number of shares	25,040,888	25,040,888	11,929,795	25,040,888	11,929,795
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	100.00%	100.00%	47.64%	100.00%	47.64%
- Percentage of shares (as a % of the total share capital of the company)	57.30%	57.30%	27.30%	57.30%	27.30%

	Particulars	Quarter ended 31.03.2014
B	INVESTOR COMPLAINTS	
	Number of complaints pending as on 01.01.2014	Nil
	Received during the quarter	Nil
	Disposed off during the quarter	Nil
	Lying unresolved as on 31.03.2014	Nil

For GAYATHI SUGARS LTD.

 SANKU GHOSH
 Director

(₹ in lakhs)

Statement of Assets and Liabilities		As at	As at
		31 March, 2014	31 March, 2013
A	EQUITY AND LIABILITIES		
	1. Shareholders' funds		
	(a). Share capital	5,985	5,985
	(b). Reserves and surplus	(5,846)	(3,559)
	Sub-total - Shareholders' Fund	139	2,426
	2. Non-current liabilities		
	(a). Long-term borrowings	8,892	6,831
	(b). Other long-term liabilities	627	2,183
	(c). Long-term provisions	164	178
	Sub-total - Non-current liabilities	9,683	9,192
	3. Current liabilities		
	(a). Short-term borrowings	6,041	5,940
	(b). Trade payables	9,726	6,073
	(c). Other current liabilities	5,182	4,279
	(d). Short-term provisions	33	76
	Sub-total - Current liabilities	20,982	16,368
	TOTAL EQUITY AND LIABILITIES (1+2+3)	30,804	27,986
B	ASSETS		
	1. Non-current assets		
	(a). Fixed assets	15,668	16,447
	Sub-total - Non-current assets	15,668	16,447
	2. Current assets		
	(a). Inventories	13,231	7,982
	(b). Trade receivables	469	287
	(c). Cash and cash equivalents	765	589
	(d). Short-term loans and advances	671	952
	(e). Other current assets	-	1,729
	Sub-total - Current assets	15,136	11,539
	TOTAL ASSETS (1+2)	30,804	27,986

POORVAKASHI GUJARA LTD.

SARITA CHUDY
Executive Director

(₹ in lakhs)

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED						
Sr. No.	Particulars	Quarter ended			Year ended	
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		(Refer Note 2 below)	Unaudited	(Refer Note 2 below)	Audited	
1.	Segment Revenue					
	a) Sugar	9,794	1,909	9,510	18,778	18,329
	b) Distillery	839	730	452	2,419	1,126
	Total	10,633	2,639	9,962	21,197	19,455
	Less: Inter Segment Revenue	1,124	368	605	1,492	766
	Net Sales/Revenue from Operations	9,509	2,271	9,357	19,705	18,689
2.	Segment Results					
	a) Sugar	1,674	(947)	1,955	(1,218)	735
	b) Distillery	407	521	363	1,081	229
	Total	2,081	(426)	2,318	(137)	964
	Less: Inter Segment elimination	-	-	-	-	-
	Total segment results before interest and tax	2,081	(426)	2,318	(137)	964
	(i) Finance Costs	519	546	(67)	2,169	2,345
	(ii) Other un-allocable Income	(16)	-	(23)	(19)	(29)
	Profit/(Loss) before tax	1,578	(972)	2,408	(2,287)	(1,352)
	Tax	-	-	-	-	-
	Net Profit/(Loss) after tax	1,578	(972)	2,408	(2,287)	(1,352)
3.	Capital employed					
	a) Sugar	(3,675)	(4,987)	(849)	(3,675)	(849)
	b) Distillery	3,831	3,518	3,333	3,831	3,333
	Unallocated	(17)	(17)	(58)	(17)	(58)
	Total	139	(1,486)	2,426	139	2,426

Notes:

- The above results have been reviewed and recommended by Audit Committee and taken on record and approved by the Board of Directors at their meeting held on May 26, 2014.
- The figures of the quarter ended 31.03.2014 and quarter ended 31.03.2013 are the balancing figures between the audited figures of the full financial year ended 31.03.2014 and 31.03.2013 respectively and the published year to date figures upto nine months ended 31.12.2013 and 31.12.2012 respectively.
- Sugar Industry being seasonal, the performance of the Company varies from quarter to quarter.
- The Earnings Per Share has been calculated after reckoning the dividend on the Preference Shares.
- As at March 31, 2014 the accumulated losses amounted to ₹ 6,062 Lakhs which is more than 50% of the peak net worth of the Company during the four financial years immediately preceding the current financial year. The Company has made reference to the Board for Industrial and Financial Reconstruction (BIFR) on August 5, 2013, under Section 23 of Sick Industrial Companies (Special Provision) Act, 1985. The Company is dependent on continuous support from its promoters. As of March 31, 2014 the promoters have arranged an unsecured loan of ₹ 5,179 Lakhs. The financial statements have been prepared on a going concern basis based on a Comfort letter received from its promoters for continued support to the Company with all necessary assistances including financial and operational to continue with the operations of the Company. Promoters are hopeful that Company would be able to generate sufficient profits in the foreseeable future to make it economically viable.
- The Company paid interest on Working Capital loans raised from the Banks at a concessional rate under Corporate Debt Restructuring ('CDR') scheme as per the Reserve Bank of India guidelines, pursuant to which, the Banks had a Right of Recompense ('ROR') i.e. interest rate concession given earlier to the Company, will have to be compensated by the Company at the end of the scheme. Upon expiry of the CDR time period, the respective banks have raised a demand of ₹ 840 lakhs towards ROR and the Company's proposal for payment of interest claims partly in cash and the balance in the form of issue of redeemable preference shares has not been agreed by the banks during the previous year. The Company has paid ₹ 84 lakhs till March 31, 2014. As the Company was incurring losses for past few years and there was no cash surplus, the Company was pursuing with the banks for waiver of balance amount of ₹ 756 lakhs. Subsequently, two of the four consortium banks have agreed for extension of time for payment of the balance ROR claim upto March 2015 or earning of profit whichever is earlier. As the net worth of the Company is substantially eroded and Company has also made a reference to BIFR, it is hopeful of getting waiver / relief package and hence no provision has been made.
- During the year ended March 31, 2014, executive director was reappointed by the Board of Directors of the Company, for a period of three years with effect from May 1, 2013, on the same terms of earlier appointment. The said reappointment was approved by the members in the Annual General Meeting held on September 30, 2013 and is pending approval from the Central Government. The Company is in the process of making requisite application to the Central Government in this respect.
- Matter of Qualification in the Auditors' report:**
The auditors have included in their Audit report, a qualification with respect to non-provisioning of the ROR claim (stated in note 6 above) aggregating ₹ 756 lakhs. This was also the subject matter of qualification in Auditor's report for the year ended March 31, 2013 and in the Limited Review report for the quarter ended June 30, 2013, September 30, 2013 and December 31, 2013.
Management Response to Qualification in the Auditors' Report :
No provision is considered necessary since the claims made by the banks are still under negotiations by the Company and the management has got an extension for repayment of the ROR claim upto March 2015 or earning of profit whichever is earlier. As the net worth of the Company is substantially eroded and Company has also made a reference to BIFR, is hopeful of getting waiver / relief package and hence no provision has been made.
- Previous quarter's / period's figures have been regrouped / rearranged wherever considered necessary.
Place: Hyderabad
Date: May 26, 2014

FOR GAYATRI SUGARS LTD.

L. PARITHA REDDY
Executive Director