

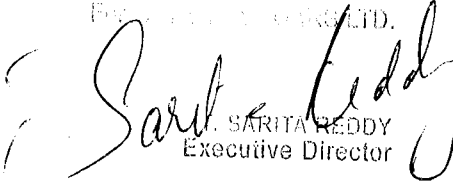
**GAYATRI SUGARS LIMITED**

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

Rajbhavan Road,Somajiguda,Hyderabad-500 082

**Part I STATEMENT OF UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2012**

Sr. No	Particulars	(Rs. in lakhs)					
		Quarter Ended			Half Year Ended		Year Ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	Refer Notes below	Unaudited				Audited	
1.	<b>Income from Operations</b>						
	a). Net Sales/ Income from Operations (Net of excise duty)	1,454	4,976	2,823	6,430	9,029	21,610
	b). Other Operating Income	2	22	113	24	124	282
	<b>Total income from operations (net)</b>	<b>1,456</b>	<b>4,998</b>	<b>2,936</b>	<b>6,454</b>	<b>9,153</b>	<b>21,892</b>
2.	<b>Expenses</b>						
	a). Cost of materials consumed	7	74	42	81	98	13,636
	b). Changes in inventories of finished goods and work in progress	1,310	4,441	2,435	5,751	8,259	3,439
	c). Employee benefits expense	213	208	191	421	366	861
	d). Depreciation and amortisation expense	346	312	329	658	652	1,260
	e). Other expenses	255	433	177	688	459	1,796
	<b>Total expenses</b>	<b>2,131</b>	<b>5,468</b>	<b>3,174</b>	<b>7,599</b>	<b>9,834</b>	<b>20,992</b>
3.	<b>Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)</b>	<b>(675)</b>	<b>(470)</b>	<b>(238)</b>	<b>(1,145)</b>	<b>(681)</b>	<b>900</b>
4.	Other Income	3	3	5	6	13	21
5.	<b>Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)</b>	<b>(672)</b>	<b>(467)</b>	<b>(233)</b>	<b>(1,139)</b>	<b>(668)</b>	<b>921</b>
6.	Finance costs	540	544	642	1,084	1,204	2,396
7.	<b>Profit/(Loss) from ordinary activities after finance costs and before exceptional items (5 - 6)</b>	<b>(1,212)</b>	<b>(1,011)</b>	<b>(875)</b>	<b>(2,223)</b>	<b>(1,872)</b>	<b>(1,475)</b>
8.	Exceptional items (Refer Note No. 6)	-	798	-	798	-	-
9.	<b>Profit / (Loss) from ordinary activities before tax (7 - 8)</b>	<b>(1,212)</b>	<b>(1,809)</b>	<b>(875)</b>	<b>(3,021)</b>	<b>(1,872)</b>	<b>(1,475)</b>
10.	Tax expenses	-	-	-	-	-	-
11.	<b>Net Profit / (Loss) from ordinary activities after tax (9 - 10)</b>	<b>(1,212)</b>	<b>(1,809)</b>	<b>(875)</b>	<b>(3,021)</b>	<b>(1,872)</b>	<b>(1,475)</b>
12.	Extraordinary items (net of tax expense)	-	-	-	-	-	-
13.	<b>Net Profit / (Loss) for the period (11 - 12)</b>	<b>(1,212)</b>	<b>(1,809)</b>	<b>(875)</b>	<b>(3,021)</b>	<b>(1,872)</b>	<b>(1,475)</b>
14.	Paid-up equity share capital (Face value Rs.10 per share)						4,370
15.	Reserve excluding Revaluation reserves						(2,207)
16.	Earnings per share (of Rs. 10 each)(not annualised)						
	a). Basic (Rs.)	(2.77)	(4.20)	(2.07)	(6.91)	(4.41)	/(3.63)
	b). Diluted (Rs.)	*(2.77)	*(4.20)	*(2.07)	*(6.91)	*(4.41)	*/(3.63)
	* (is anti-dilutive)						
	# annualised						

GAYATRI SUGARS LIMITED.  
  
**SARITA REDDY**  
 Executive Director

Regd. & Corp. Office :

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

Factories :

**Kamareddy Unit** : Adloor Yellareddy, Sadasivanagar Mandal,  
 Nizamabad Dist. - 503 145. A.P.

**Nizamsagar Unit** : Maagi, Nizamsagar Mandal,  
 Nizamabad Dist. - 503 302. A.P.

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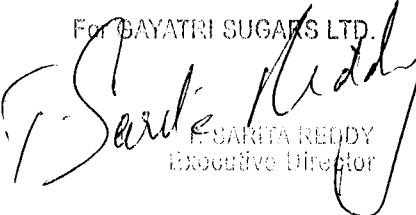
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**Part II : SELECT INFORMATION FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2012**

Particulars	Quarter Ended			Half Year Ended		Year Ended
	30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
	Unaudited					Audited
<b>A PARTICULARS OF SHAREHOLDING</b>						
1. Public shareholding						
- Number of shares	18,662,755	18,662,755	18,662,318	18,662,755	18,662,318	18,662,755
- Percentage of shareholding	43%	43%	43%	43%	43%	43%
2. Promoters and Promoter Group Shareholding						
a). Pledged/Encumbered						
- Number of shares	13,111,093	13,111,093	8,030,778	13,111,093	8,030,778	13,111,093
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	52%	52%	32%	52%	32%	52%
- Percentage of shares (as a % of the total share capital of the company)	30%	30%	18%	30.00%	18%	30%
b). Non-encumbered						
- Number of shares	11,929,795	11,929,795	17,010,547	11,929,795	17,010,547	11,929,795
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	48%	48%	68%	48%	68%	48%
- Percentage of shares (as a % of the total share capital of the company)	27%	27%	39%	27%	39%	27%

Particulars	Quarter ended 30.09.2012
<b>B INVESTOR COMPLAINTS</b>	-
Number of complaints pending as on 01.07.2012	-
Received during the quarter	-
Disposed off during the quarter	-
Lying unresolved as on 30.09.2012	-

For GAYATRI SUGARS LTD.  
  
**F. SARITA REDDY**  
 Executive Director

Regd. & Corp. Office :

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		(Rs. In lakhs)	
Statement of Assets and Liabilities		As at 30.09.2012	As at 31.03.2012
<b>A</b>	<b>EQUITY AND LIABILITIES</b>		
	1. Shareholders' funds		
	(a). Share capital	5,985	5,985
	(b). Reserves and surplus	(5,227)	(2,207)
	Sub-total - Shareholders' Fund	758	3,778
	2. Non-current liabilities		
	(a). Long-term borrowings	4,089	4,968
	(b). Long-term provisions	46	35
	Sub-total - Non-current liabilities	4,135	5,003
	3. Current liabilities		
	(a). Short-term borrowings	8,460	6,853
	(b). Trade payables	369	3,886
	(c). Other current liabilities	5,827	5,248
	(d). Short-term provisions	204	188
	Sub-total - Current liabilities	14,860	16,175
	<b>TOTAL EQUITY AND LIABILITIES (1+2+3)</b>	<b>19,753</b>	<b>24,956</b>
<b>B</b>	<b>ASSETS</b>		
	1. Non-current assets		
	(a). Fixed assets	16,563	17,213
	Sub-total - Non-current assets	16,563	17,213
	2. Current assets		
	(a). Inventories	485	6,314
	(b). Trade receivables	24	290
	(c). Cash and cash equivalents	101	370
	(d). Short-term loans and advances	2,580	769
	Sub-total - Current assets	3,190	7,743
	<b>TOTAL ASSETS (1+2)</b>	<b>19,753</b>	<b>24,956</b>

For GAYATRI SUGARS LTD.

*T. Sarita Reddy*  
 T. SARITA REDDY  
 Executive Director

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(Rs. in lakhs)

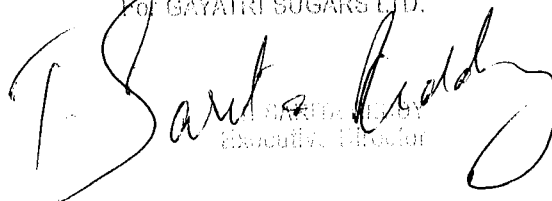
SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED							
Sr. No.	Particulars	Quarter Ended			Half Year Ended		Year Ended
		30.09.2012	30.06.2012	30.09.2011	30.09.2012	30.09.2011	31.03.2012
		Unaudited					Audited
1.	<b>Segment Revenue</b>						
	a) Sugar	1,285	4,707	2,776	5,992	8,679	21,006
	b) Distillery	171	451	164	622	753	1,571
	Total	1,456	5,158	2,940	6,614	9,432	22,577
	Less: Inter Segment Revenue	(0)	160	4	160	279	685
	<b>Net Sales/Revenue from Operations</b>	<b>1,456</b>	<b>4,998</b>	<b>2,936</b>	<b>6,454</b>	<b>9,153</b>	<b>21,892</b>
2.	<b>Segment Results</b>						
	a) Sugar	(571)	(410)	(168)	(980)	(706)	872
	b) Distillery	(104)	(60)	(71)	(165)	24	28
	Total	(675)	(470)	(239)	(1,145)	(682)	900
	Less: Inter Segment elimination	-	-	-	-	-	-
	<b>Total segment results before interest and tax</b>	<b>(675)</b>	<b>(470)</b>	<b>(239)</b>	<b>(1,145)</b>	<b>(682)</b>	<b>900</b>
	(i) Finance Costs	540	1,342	641	1,882	1,204	2,396
	(ii) Other un-allocable income	(3)	(3)	(5)	(6)	(13)	(21)
	<b>Profit/(Loss) before tax</b>	<b>(1,212)</b>	<b>(1,809)</b>	<b>(875)</b>	<b>(3,021)</b>	<b>(1,872)</b>	<b>(1,475)</b>
	Tax	-	-	-	-	-	-
	<b>Net Profit/(Loss) after tax</b>	<b>(1,212)</b>	<b>(1,809)</b>	<b>(875)</b>	<b>(3,021)</b>	<b>(1,872)</b>	<b>(1,475)</b>
3.	<b>Capital employed</b>						
	a) Sugar	(468)	395	1,359	(468)	1,359	1,594
	b) Distillery	3,558	3,087	1,963	3,558	1,963	3,052
	Unallocated	(2,332)	(1,513)	59	(2,332)	59	(868)
	Total	758	1,969	3,381	758	3,381	3,778

Notes:

- The above results have been reviewed by Audit Committee and taken on record and approved by the Board of Directors at their meeting held on 8 November, 2012.
- The Statutory Auditors have carried out the "Limited Review" of the financial results for the Quarter and half year ended September 30, 2012.
- 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 September 30, 2012 the accumulated losses amounted to Rs. 5,443 lakhs has resulted in substantial erosion of net worth of the Company. The Company is dependent on continuous support from its promoters. During the half year ended September 30, 2012 the Company has received further unsecured loan of Rs.1,464 lakhs from its promoters. The financial statements have been prepared on going concern basis as the Company will continue to receive the financial support from its promoters which will enable the Company to continue its operations. Promoters are hopeful that Company would be able to generate sufficient profits in the foreseeable future to make it economically viable.
- The Company was paying interest on Working Capital loan availed from the Banks at a concessional rate under Corporate Debt Restructuring ('CDR') scheme as per the Reserve Bank of India, guidelines during the period from 2003 to 2010. 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 upon completion of the period of the scheme. Upon expiry, respective banks have raised a demand towards ROR. The Company's proposal for payment of interest claims partly in cash and balance in the form of redeemable preference shares was not approved by the banks on June 2012. Consequently the Company has made provision of Rs. 798 lakhs in the June 2012 quarter towards such claims raised by Banks.
- Matter of attention in the Auditors' report:**  
The Statutory Auditors in their Review report for the quarter and half year ended September 30, 2012, have included an emphasis of matter, with regard to the going concern assumption.  
**Management Response to Matter of attention in the Auditors' Review Report :**  
The Company is dependent on continuous support from its promoters. The Company will continue to receive the financial support and agree to continue the operations of the Company and the Company would be able to generate sufficient profits in the foreseeable future to make it economically viable.
- Previous quarter's / period's figures have been regrouped / rearranged wherever considered necessary.

Place: Hyderabad  
Date: November 8, 2012

FOR GAYATRI SUGARS LTD.



T. Santosh Reddy  
Executive Director

Regd. & Corp. Office :

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