



Refer: MSL/NSE/

August 11, 2016

National Stock Exchange of India Limited
'Exchange Plaza'
Bandra – Kurla Complex
Bandra (E)
Mumbai – 400051

Sub : Unaudited Quarterly Financial Results for the quarter ended on 30.06.2016

Dear Sir,

In terms of the Regulation 33(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Quarterly Financial Results of the Company for the quarter ended on 30.06.2016 along with the Limited Review Report.

These have been taken on record by the Board of Directors in their meeting held today.

These results are being published in the newspapers.

Thanking you,

Yours faithfully,

(ASHOK KUMAR SHUKLA)
COMPANY SECRETARY

Encl: as above.

MAWANA SUGARS LIMITED

CIN : L74100DL1961PLC003413

Corporate Office:

Plot No. 03, Institutional Area
Sector-32, Gurgaon-122 001 (India)
T 91-124-4298000 F 91-124-4298300

Registered Office:

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New Delhi-110 125 (India)
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E corporate@mawanasugars.com
www.mawanasugars.com



Mawana Sugars Limited

Regd. Office : 5th Floor, Kirti Mahal, 19 Rajendra Place, New Delhi - 110125

CIN NO: L74100DL1961PLC003413


Statement of Standalone Unaudited Financial Results for the quarter ended June 30, 2016

(Rs. in Lacs except earning per share)

S.No.	Particulars	Standalone			
		Quarter ended			Audited
		Unaudited	Unaudited	Unaudited	Fifteen Months ended March 31, 2016
		June 30, 2016	March 31, 2016	June 30, 2015	
		1	2	3	4
1	Income from operations				
	(a) Net sales/ Income from operations (net of excise duty)	31613	46138	32021	148302
	(b) Other operating income	38	48	37	162
	Total Income from operations (net) (a+b)	31651	46186	32058	148464
2	Expenses				
	(a) Cost of materials consumed	1650	40231	4700	110500
	(b) Purchase of stock in trade	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	22792	(13843)	22566	(12751)
	(d) Employee benefits expense	1570	1932	1541	8986
	(e) Depreciation and amortisation expenses	637	1132	663	3793
	(f) Power and fuel	3290	3212	3489	16308
	(g) Stores, spares and components	487	1670	786	6084
	(h) Other expenses	(360)	4036	98	8600
	Total Expenses (a to h)	30066	38370	33843	141520
3	Profit/ (Loss) from operations before other income, finance costs, exceptional items and prior period adjustments (1-2)	1585	7816	(1785)	6944
4	Other income	163	192	247	955
5	Profit/ (Loss) from ordinary activities before finance costs, exceptional items and prior period adjustments (3+4)	1748	8008	(1538)	7899
6	Finance costs	883	1516	1497	7678
7	Profit/ (Loss) from ordinary activities after finance costs but before exceptional items and prior period adjustments (5-6)	865	6492	(3035)	221
8	Exceptional items expense/(income)	-	-	-	-
9	Profit/ (Loss) from ordinary activities before prior period adjustments and tax (7-8)	865	6492	(3035)	221
10	Prior period adjustment expense/(income)	-	-	-	-
11	Profit/ (Loss) from ordinary activities before tax (9-10)	865	6492	(3035)	221
12	Tax expenses				
	Relating to earlier years	-	-	-	-
	Provision for tax written back relating to earlier years	-	-	-	-
13	Net Profit/ (Loss) from ordinary activities after tax (11-12)	865	6492	(3035)	221
14	Extraordinary items (net of tax)	-	-	-	-
15	Net Profit/ (Loss) from ordinary activities (13+14)	865	6492	(3035)	221
16	Minority Interest	-	-	-	-
17	Net Profit/(Loss) for the period after minority interest (15-16)	865	6492	(3035)	221
18	Paid-up equity share capital (Face value of each share Rs. 10/-)	3912	3912	3912	3912
19	Reserve excluding Revaluation Reserve as per balance sheet				(42,041)
20	Earning per share (of Rs. 10 each) (Not annualised)				
	- Basic/Diluted	2.21	16.60	(7.76)	0.57

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**Unaudited Segment-wise Revenue, Results, Assets & Liabilities
for the Quarter ended June 30, 2016**



(Rs. in Lacs)

S. No.	Particulars	Standalone			
		Quarter ended			Audited
		Unaudited	Unaudited	Unaudited	Fifteen Months ended March 31, 2016
		June 30, 2016	March 31, 2016	June 30, 2015	
		1	2	3	4
1.	Segment Revenue				
	a Sugar	25345	47519	25137	134746
	b Power	625	13831	2046	39412
	c Chemical	5269	5475	5569	25785
	d Distillery	2252	2804	3276	11911
	Total	33491	69629	36028	211854
	Less: Inter-Segment revenue	1840	23443	3970	63390
	Net Sales / Income from Operations	31651	46186	32058	148464
2.	Segment Results				
	Profit / (Loss) (before tax, finance cost and exceptional items) from Segment				
	a Sugar	829	3347	(3022)	(5738)
	b Power	14	5025	443	12593
	c Chemical	535	(468)	(3)	(1247)
	d Distillery	685	1030	1252	3883
	Total	2063	8934	(1330)	9491
	Less: i) Finance costs	883	1516	1,497	7678
	ii) Other un-allocable expenditure net off un-allocable income/expenditure	315	926	208	1592
	Total Profit/(Loss) before Tax	865	6492	(3035)	221
3.	Segment Assets				
	a Sugar	41124	62697	41029	62697
	b Power	17765	19870	16769	19870
	c Chemical	8204	8000	9179	8000
	d Distillery	9247	8714	9118	8714
	e Unallocated	6724	6402	6371	6402
	Total	83064	105683	82466	105683
4	Segment Liabilities				
	a Sugar	50838	73043	64387	73043
	b Power	82	116	90	116
	c Chemical	2629	3100	2950	3100
	d Distillery	200	377	739	377
	e Unallocated	66578	67176	63049	67176
	Total	120327	143812	131215	143812

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Notes:

1. The above results have been taken on record by the Board of Directors in its meeting held on August 11, 2016.
2. The Company, inter-alia, manufactures Sugar which is produced during the season and sold throughout the period. As such the performance in any quarter may not be representative of the annual performance of the Company.
3. The Company over the last few years has been incurring cash losses due to which its net worth has been eroded and its current liabilities are in excess of its current assets. The Indian sugar industry, particularly in the State of Uttar Pradesh, has faced difficulties on account of increasing sugar cane prices and corresponding lower than expected recovery of sugar from cane, lower sugar prices and consequential under recovery of cost of production. These factors have adversely affected the Company's operations and financial performance. Higher finance costs have also added to the cash losses.

The Company got registered with the Board for Industrial and Financial Reconstruction (BIFR) on 10th September 2013 as sick industrial company (in terms of Section 3(1)(o)) under the provisions of Section 15 (1) of the Sick Industrial Companies (Special Provisions), Act, 1985 (SICA). The process for revival/rehabilitation of the Company is under way in line with the prescribed procedure and rules under SICA.

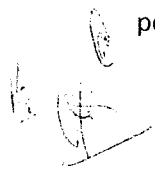
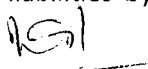
The State and Central Government have initiated various steps to support the sugar industry like decontrol of free sale of sugar release mechanism, doing away with levy quota system, subsidy of Rs 28.60 per qtl on sugar cane purchase during the sugar season 2014-15 and also considering linking the sugar cane price with sugar price. All the aforesaid measures are expected to support the industry and also the operations of the Company in the near future. The Company has also initiated various steps including cane development activities, enhancing plant efficiencies, costs reduction etc. to improve the performance of the Company.

As such, the Company is confident that BIFR will approve a rehabilitation scheme which would entail part sale of its surplus/non-core assets to discharge some of its financial obligations and improve cash flow, rescheduling of the outstanding debt/payables (including overdue debt/payables), and other requisite financial restructuring in consultation with various stakeholders to improve its financial position including net worth.

During the current season, the industry has witnessed a steady increase in sugar prices and improved cane recoveries. This has resulted in the Company generating profits including cash profits during the period. The industry outlook is also positive in the short and long term with sugar prices expected to hold.

Pursuant to the assignment of all rights, titles and interests in the financial assistance granted by two term lenders to the Company with an asset reconstruction company, a major portion of the outstanding debts has been restructured for repayment, and the Company is in the process of negotiation with the remaining lenders. Further, the business restructuring plan as mentioned in the rehabilitation scheme is being pursued by the Company.

In view of the above, the Board of Directors of the Company is confident that the Company would be in a position to realize its assets and discharge its liabilities by successfully implementing the rehabilitation



scheme and in the normal course of its business. Accordingly, these financial statements have been prepared on a going concern basis.

4. a. The Central Government had approved the erstwhile Chairman and Managing Director's remuneration (w.e.f. October 15, 2012) vide letter dated April 21, 2014 at an amount lower than that approved by the shareholders in their general meeting. Consequent thereto, the Company had made a representation to the Central Government on November 5, 2014 for waiver of excess remuneration paid to Chairman and Managing Director (ceased to be Managing Director w.e.f. July 31, 2014). Pending outcome thereof, refund of excess remuneration amounting to Rs. 70 lacs paid in terms of shareholders' approval has not been obtained by the Company.

b. The Central Government had approved the former Whole time Director (WTD) Mr. Rajendra Khanna's remuneration (w.e.f. February 01, 2014) vide letter dated June 30, 2015 at an amount lower than that approved by the Shareholders. Consequent thereto, the Company had made a representation to the Central Government for waiver of excess remuneration paid to Mr. Rajendra Khanna, Whole Time Director. Pending outcome thereof, refund of excess remuneration amounting to Rs. 66 lacs paid in terms of shareholders' approval has not been obtained by the Company.

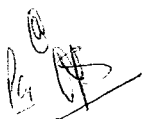
c. Remuneration amounting to Rs 15.01 lacs paid to Whole Time Director (WTD) up to June 30, 2016 is subject to the approval of Central Government under the provision of the Companies Act, 2013.

5. Figures for the previous corresponding period have been regrouped wherever necessary.

Limited Review

The Limited Review, as required under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 has been completed and related Report forwarded to the Stock Exchanges. This Report does not have any impact on the above 'Results and Notes' for the quarter ended June 30, 2016 which need to be explained.

Place : New Delhi
Date : 11.08.2016



For Mawana Sugars Limited


Authorised Signatory

A. F. FERGUSON & CO.

CHARTERED ACCOUNTANTS

**9, SCINDIA HOUSE,
KASTURBA GANDHI MARG,
NEW DELHI - 110001.**

INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF MAWANA SUGARS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **MAWANA SUGARS LIMITED** ("the Company") for the quarter ended June 30, 2016 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This Statement which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards for Interim Financial Reporting (AS 25), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 Engagements (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 misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the aforesaid Accounting Standards and other accounting principles 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, including the manner in which it is to be disclosed, or that it contains any material misstatement.
4. a. Attention is invited to note 3 of the statement regarding the Company being registered with Board for Industrial and Financial Reconstruction in September 2013 consequent to it becoming a "Sick Industrial Company" in terms of the provisions of Section 3(1)(o) of the Sick Industrial Companies (Special Provisions), Act, 1985, as the Company's net worth has been eroded and the Company had incurred cash losses during the prior periods and its current liabilities are in excess of current assets. However during the current period the Company has generated profits and has restructured a major portion of its outstanding debts as detailed in the said note. As such, the statement have been prepared by the Management of the Company on a going concern basis for the reasons stated in the said note.
- b. Attention is invited to note 4(a) of the statement which sets out the position regarding remuneration paid in excess of remuneration approved by the Central Government to its former Chairman and Managing Director for which a refund of Rs. 70 lacs required in terms of Section 197(9) of the Companies Act, 2013 has not been obtained by the Company.

TELEPHONES : 91-11-2331 5884, 2331 5885, 2331 5704

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A. F. FERGUSON & CO.

- c. Attention is invited to note 4(b) of the statement which sets out the position regarding remuneration paid in excess of remuneration approved by the Central Government to its former whole time director for which a refund of Rs. 66 lacs required in terms of Section 197(9) of the Companies Act, 2013 has not been obtained by the Company.
- d. Attention is invited to note 4(c) of the statement. As stated in the note, remuneration paid to whole time director amounting to Rs. 15.01 lacs is subject to the approval of the Central Government under the provisions Companies Act, 2013.

Our conclusion is not qualified in respect of these matters.

For **A.F. Ferguson & Co.**
Chartered Accountants
(Firm's Registration No. 112966W)


Manjula Banerji
Partner
(Membership No. 986423)


New Delhi,

August 11, 2016