



Refer: MSL/NSE/

February 14, 2017

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 31.12.2016

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 31.12.2016 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. 3, Institutional Area
Sector-32, Gurgaon-122 001 (India)
T 91-124-4298000 F 91-124-4298300

Registered Office:

5th Floor, Kirti Mahal, 19 Rajendra Place
New Delhi-110 125 (India)
T 91-11-25739103 F 91-11-25743659

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 and nine months ended December 31, 2016

(Rs. in Lacs except earning per share)

S.No.	Particulars	Standalone					
		Unaudited					Audited
		Quarter ended			Nine Months ended December 31, 2016	Twelve Months ended December 31, 2015	Fifteen Months ended March 31, 2016
		December 31, 2016	September 30, 2016	December 31, 2015			
		1	2	3	4	5	6
1	Income from operations						
	(a) Net sales/ Income from operations (net of excise duty)	26144	17952	17636	75709	102164	148302
	(b) Other operating income	359	766	29	1163	114	162
	Total Income from operations (net) (a+b)	26503	18718	17665	76872	102278	148464
2	Expenses						
	(a) Cost of materials consumed	30732	1520	25490	33902	70269	110500
	(b) Purchase of stock in trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods and work-in-progress	(15999)	9986	(17157)	16779	1092	(12751)
	(d) Employee benefits expense	1758	2692	1931	6020	7054	8986
	(e) Depreciation and amortisation expenses	539	641	665	1817	2661	3793
	(f) Power and fuel	3124	3153	3057	9567	13096	16308
	(g) Stores, spares and components	875	827	1337	2189	4414	6084
	(h) Other expenses	2180	650	1736	2470	4564	8600
	Total Expenses (a to h)	23209	19469	17059	72744	103150	141520
3	Profit/ (Loss) from operations before other income, finance costs, exceptional items and prior period adjustments (1-2)	3294	(751)	606	4128	(872)	6944
4	Other income	323	875	91	1361	763	955
5	Profit/ (Loss) from ordinary activities before finance costs, exceptional items and prior period adjustments (3+4)	3617	124	697	5489	(109)	7899
6	Finance costs	535	895	1600	2313	6162	7678
7	Profit/ (Loss) from ordinary activities after finance costs but before exceptional items and prior period adjustments (5-6)	3082	(771)	(903)	3176	(6271)	221
8	Exceptional items - Income						
	- Profit on sale of Titawi unit(Refer Note 3)	23471	-	-	23471	-	-
	- Write back of Loan Liabilities/Interest Provision(Refer Note 3)	10,273	-	-	10,273	-	-
9	Profit/(Loss) from ordinary activities before prior period adjustments and tax (7-8)	36826	(771)	(903)	36920	(6271)	221
10	Prior period adjustment expense/(income)	-	-	-	-	-	-
11	Profit/(Loss) from ordinary activities before tax (9-10)	36826	(771)	(903)	36920	(6271)	221
12	Tax expense	524	-	-	524	-	-
13	Net Profit/ (Loss) from ordinary activities after tax (11-12)	36302	(771)	(903)	36396	(6271)	221
14	Extraordinary items (net of tax)	-	-	-	-	-	-
15	Net Profit/ (Loss) from ordinary activities (13+14)	36302	(771)	(903)	36396	(6271)	221
16	Minority Interest	-	-	-	-	-	-
17	Net Profit/(Loss) for the period after minority interest (15-16)	36302	(771)	(903)	36396	(6271)	221
18	Paid-up equity share capital (Face value of each share Rs. 10/-)	3912	3912	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	92.80	(1.97)	(2.31)	93.04	(16.03)	0.57

**Unaudited Segment-wise Revenue, Results, Assets and Liabilities
for the quarter and nine months ended December 31, 2016**



(Rs. in Lacs)

S. No.	Particulars	Standalone					
		Unaudited					Audited
		Quarter ended			Nine Months ended	Twelve Months ended	Fifteen Months ended
		December 31, 2016	September 30, 2016	December 31, 2015	December 31, 2016	December 31, 2015	March 31, 2016
		1	2	3	4	5	6
1.	Segment Revenue						
	a Sugar	24967	11838	15968	62150	87228	134746
	b Power	8230	67	8163	8922	25580	39412
	c Chemical	5092	4900	4773	15261	20310	25785
	d Distillery	1612	1999	1630	5863	9107	11911
	Total	39901	18804	30534	92196	142225	211854
	Less: Inter-Segment revenue	13398	86	12869	15324	39947	63390
	Net Sales / Income from Operations	26503	18718	17665	76872	102278	148464
2.	Segment Results						
	Profit / (Loss) (before tax, finance cost and exceptional items) from Segment						
	a Sugar	1809	(1193)	(1896)	1445	(9085)	(5738)
	b Power	1513	(557)	2422	970	7568	12593
	c Chemical	354	180	(196)	1069	(779)	(1247)
	d Distillery	82	571	512	1338	2853	3883
	Total	3758	(999)	842	4822	557	9491
	Less: i) Finance costs	535	895	1,600	2,313	6,162	7678
	ii) Other un-allocable expenditure net off un-allocable income/expenditure	141	(1123)	145	(667)	666	1592
	iii) Exceptional Items	(33744)			(33,744)		
	Total Profit/(Loss) before Tax	36826	(771)	(903)	36920	(6271)	221
3.	Segment Assets						
	a Sugar	39394	30667	51475	39394	51475	62697
	b Power	12371	17043	17085	12371	17085	19870
	c Chemical	8423	8684	7848	8423	7848	8000
	d Distillery	7852	7559	8320	7852	8320	8714
	e Unallocated	22350	6848	5146	22350	5146	6402
	Total	90390	70801	89874	90390	89874	105683
4.	Segment Liabilities						
	a Sugar	36363	39290	71860	36363	71860	73043
	b Power	166	159	139	166	139	116
	c Chemical	3332	3398	2545	3332	2545	3100
	d Distillery	492	317	383	492	383	377
	e Unallocated	51769	65672	60089	51769	60089	67176
	Total	92122	108836	135016	92122	135016	143812

[Handwritten signature]

Notes:

1. The above results have been taken on record by the Board of Directors in its meeting held on February 14, 2017.
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 Indian sugar industry, particularly in the State of Uttar Pradesh, had faced difficulties on account of increased sugar cane prices and corresponding lower than expected recovery of sugar from cane, lower sugar prices and consequential under recovery of cost of production in recent times. These factors adversely affected the Company's operations and financial performance, resulting into eroded net worth, mounting cane dues arrears and defaults in debt obligations.

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). Meanwhile, the Ministry of Finance issued Notifications S.O. 3568 (E) & S.O. 3569 (E) dated 25 November, 2016 to the effect that SICA has been repealed with effect from 1 December, 2016 and all the references or inquiry pending before the BIFR and/ or AAIFR shall stand abated. With this Order BIFR/AAIFR ceased to exist.

Since the previous sugar season, the industry has witnessed a steady increase in sugar prices and improved cane recoveries. This has resulted in the Company generating profits during the last financial period as well as in current period ended December, 2016. The industry outlook is also positive in the near future.

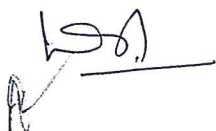
Besides, the Company has taken the following steps to improve its financial situation, as under :

- a) Executed a Business Transfer Agreement on November 18, 2016 with Indian Potash Limited (IPL) to sell off its Agreed Assets and Liabilities excluding contingent liabilities of Titawi Sugar Complex (unit) on a going concern on an 'AS IS WHERE IS WHAT IS' basis by way of a slump sale. Such sale is on certain terms and conditions, part of which have been fulfilled and the rest are under process. The sale is governed by a Business Transfer Agreement (BTA) which stipulates completion of these activities within a certain time frame.

Accordingly, IPL has taken control of the unit and these accounts reflect comprehensive sale of aforesaid assets/liabilities. The Company has recognised a net gain of Rs. 23,471 lacs which has been reflected under exceptional items in these results.

- b) Effected one time settlement agreements with two lenders, which resulted in the waiver of principal and interest amounting to Rs. 10,273 lacs which has been reflected as a gain under exceptional item in these results.

Pursuant to the assignment of all rights, titles and interests in the financial assistance granted by two other lenders to the Company with an asset reconstruction company, a major portion of the outstanding debts has been restructured for repayment. Also, the Company is in the process of negotiation with the remaining lenders.



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 successfully 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 on July 21, 2015 for waiver of excess remuneration paid to Mr. Rajendra Khanna, Whole Time Director (ceased to be WTD w.e.f. December 31, 2014). 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 23.36 lacs paid to Whole Time Director (WTD) up to December 31, 2016 is subject to the approval of Central Government under the provision of the Companies Act, 2013.
5. The Government of Uttar Pradesh has revised the wage rates of sugar wage board retrospectively from October 1, 2013. The Company has determined the impact of the incidence consequent upon such revision, and accordingly charged an amount aggregating to Rs. 940.91 lacs in employee benefits expense for the period ended December 31, 2016.
6. a) The year to date figures(mentioned in column 4) for current period ended December 31, 2016 are not comparable with the year to date figures (mentioned in column 5) for the previous period ended December 31, 2015 as it includes results of 3 quarters of the current financial year as against 4 quarters of last financial year.

b)The results of the current quarter contain results of Titawi unit for one month as it has been sold to Indian Potash Limited as mentioned in note 3 above. Accordingly, the figures are not comparable.
7. 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 and nine months ended December 31, 2016 which need to be explained.

Place : New Delhi
Date : 14.02, 2017

For Mawana Sugars Limited



Dharam Pal Sharma
(Whole Time Director)
DIN No. 07259344



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 and nine months ended December 31, 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 (repealed w.e.f December 1, 2016), 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 nine months, the Company has generated profits, has restructured a major portion of its outstanding debts and sold off its Titawi unit on a slump sale basis as detailed in the said note. As such, the Statement have been prepared by the Management of the Company on a going concern basis.
- 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.

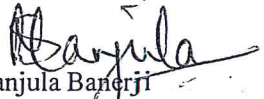
TELEPHONES : 91-11-2331 5884, 2331 5885, 2331 5704

BANGALORE • CHENNAI • HYDERABAD • JAMSHEDPUR • KOLKATA • MUMBAI • PUNE • VADODARA

- 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. 23.36 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. 112066W)


Manjula Banerji
Partner

(Membership No. 086423)

New Delhi,

52