



PONNI SUGARS (ERODE) LIMITED

CIN : L15422 TN1996 PLC037200

Regd. Office: ESVIN House, No.13, Rajiv Gandhi Salai (OMR)

Perungudi, Chennai 600 096.

Phone : 044 - 39279300 Fax : 044 - 24960156

E-mail : admin@ponnisugars.com Website : www.ponnisugars.com



PEL / SH / 106

29th May 2014

National Stock Exchange of India Ltd
Exchange plaza
5th Floor, Flat No.C / 1 G Block
Bandra-Kurla Complex
Bandra East, Mumbai 400 051
Fax No.022 26598237 / 26598238

Bombay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai 400001
Fax No.022 22723121

Dear Sirs,

Re: Business transacted at the Board meeting held on 29-05-2014

In continuation of our letter No.PEL/SH/94 dt.5.5.2014, we wish to state that the Board of Directors of the Company at their meeting held on 29.05.2014 have transacted, among other business, the following:

1. Approval of Financial Statements

The Board of Directors have approved the audited Financial Statements for the year ended 31.03.2014. We furnish below the relevant particulars in compliance with Clause 20 of the Listing Agreement.

Financial Results

		(Rs lakhs)			
		Year ended 31-03-2014		Year ended 31-03-2013	
1	Turnover		17372		2191 1
2	Other Income		225		241
3	Profit Before Interest & Depreciation		674		2928
4	Interest	671		358	
5	Depreciation	825	1496	1161	1519
6	Exceptional items		541		(193)
7	Profit Before Tax/ (Loss)		(281)		1216
8	Provision for taxation		197		(695)
9	Net Profit/ (Loss)		(478)		1911

2. Dividend

The Board of Directors have recommended a dividend of Re.0.60 (Sixty paise only) per Equity Share for the Financial Year 2013-14.

The Dividend, if approved by the Members at the Annual General Meeting to be held on 22nd July 2014, will be paid by 31st July 2014.

-: 2 :-

3. Compliance of Clause 41

In deference to Clause 41 of the Listing Agreement, we send herewith a copy of Audited Financial Results for the quarter and year ended 31st March 2014, which were approved by the Board of Directors and signed by the Managing Director together with a copy of Auditors' Report thereon (**Annex-1**).

4. Book closure - Dividend

The 18th Annual General Meeting of the Company will be held on Tuesday, the 22nd July 2014. Pursuant to Section 91 of the Companies Act, 2013, the Register of Members and Share Transfer Books of the Company will remain closed from Friday, the 18th July 2014 to Tuesday, the 22nd July 2014 (both days inclusive) for the purpose of 18th AGM and for payment of dividend recommended for the financial year 2013-14.

5. Record Date – e-Voting

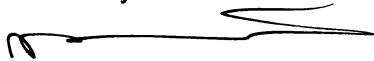
Record date for e-Voting is 16th June 2014.

We hereby declare that all securities received for transfer one month prior to this intimation have been transferred and dispatched or electronic credit arranged in the Depository Participant Account of the transferees as applicable.

We hereby undertake that the securities pending for transfer will be transferred and dispatched/ electronic credit arranged within a period of one month from the date of receipt.

Thanking you

Yours truly



N Ramanathan
Managing Director

Encl: As above



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ISO
9001/14001
CERTIFIED

Investor Grievance ID: investor@ponnisugars.com

(₹ Lakhs)

Statement of Audited Financial Results for the Quarter and Year Ended 31-03-2014

	Particulars	3 months ended			Year ended	
		31-03-2014	31-12-2013	31-03-2013	31-03-2014	31-03-2013
1	Income from Operations					
	(a) Net sales/ Income from Operations (Net of excise duty)	3400	3325	6177	16781	21112
	(b) Other operating income	25	19	13	97	136
	Total income from operations (Net)	3425	3344	6190	16878	21248
2	Expenses					
	(a) Cost of materials consumed	4268	1085	5480	11774	16987
	(b) Changes in inventories of finished goods and work in progress	(3015)	2084	(1159)	132	(2788)
	(c) Utilities	999	263	526	2363	1870
	(d) Employee benefits expense	319	288	307	1199	1234
	(e) Depreciation and amortisation expense (Note 4)	(407)	412	441	825	1161
	(f) Other expenses	375	103	375	961	1258
	Total Expenses	2539	4235	5970	17254	19722
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	886	(891)	220	(376)	1526
4	Other Income	57	6	13	225	241
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3+4)	943	(885)	233	(151)	1767
6	Finance Costs	170	157	208	671	358
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	773	(1042)	25	(822)	1409
8	Exceptional items (Note 4)	541	0	0	541	(193)
9	Profit / (Loss) from ordinary activities before tax (7+8)	1314	(1042)	25	(281)	1216
10	Tax expense	655	(380)	(1057)	197	(695)
11	Net Profit / (Loss) for the period (9-10)	659	(662)	1082	(478)	1911
12	Paid-up Equity Share Capital (Face value ₹ 10 per share)	860	860	860	860	860
13	Reserves excluding Revaluation Reserve	11516	10917	12054	11516	12054
14	Earnings Per Share (₹)					
	Basic and Diluted	7.66	(7.70)	12.58	(5.56)	22.22
15 (a)	Public shareholding					
	- Number of Shares	4246495	4248020	4493020	4246495	4493020
	- Percentage of shareholding	49.39	49.40	52.25	49.39	52.25
(b)	Promoters and Promoter Group Shareholding					
	a) Pledged/ Encumbered					
	-Number of Shares	425000	425000	425000	425000	425000
	- Percentage of Shares (as a % of the total Shareholding of promoter and promoter Group)	9.77	9.77	10.35	9.77	10.35
	- Percentage of Shares (as a % of the total Share capital of the Company)	4.94	4.94	4.94	4.94	4.94
	b) Non-encumbered					
	-Number of Shares	3926923	3925398	3680398	3926923	3680398
	- Percentage of Shares (as a % of the total Shareholding of promoter and promoter Group)	90.23	90.23	89.65	90.23	89.65
	- Percentage of Shares (as a % of the total Share capital of the Company)	45.67	45.67	42.80	45.67	42.80



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Segmentwise Revenue, Results and Capital Employed (Audited) (₹ Lakhs)						
	Particulars	3 months ended			Year ended	
		31-03-2014	31-12-2013	31-03-2013	31-03-2014	31-03-2013
1	Segment Revenue					
	a) Sugar	3153	3266	6026	16244	21059
	b) Co-generation	677	161	720	1825	1915
	Sub total	3830	3427	6746	18069	22974
	Less: Intersegmental Revenue	405	83	556	1191	1726
	Net sales/Income From Operations	3425	3344	6190	16878	21248
2	Segment Results					
	Profit/(Loss) before Tax and Interest from each segment					
	a) Sugar	366	(511)	541	143	1943
	b) Co-generation (Note 4)	1167	(299)	(116)	375	(162)
	Sub total	1533	(810)	425	518	1781
	Less:					
	a) Finance Costs	170	157	208	671	358
	b) Other un-allocable Expenditure / (Income)	49	75	192	128	207
	Total Profit/(Loss) Before Tax	1314	(1042)	25	(281)	1216
3	Capital Employed (Segment Assets- Segment Liabilities)					
	a) Sugar	9916	6660	9443	9916	9443
	b) Co-generation	9363	8007	9943	9363	9943
	c) Unallocable Assets less Liabilities	(6903)	(2890)	(6472)	(6903)	(6472)
	Total Capital Employed	12376	11777	12914	12376	12914



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(₹ Lakhs)

Statement of Assets and Liabilities (Audited)

	Particulars	As at 31.03.2014	As at 31.03.2013		Particulars	As at 31.03.2014	As at 31.03.2013
A	EQUITY AND LIABILITIES			B	ASSETS		
1	Shareholders' funds			1	Non-current assets		
	(a) Share capital	860	860		(a) Fixed assets	13406	13336
	(b) Reserves and surplus	11516	12054		(b) Non-current investments	2079	2079
	Sub-total - Shareholders funds	12376	12914		(c) Long term Loans & Advances	262	278
2	Non-current liabilities				Sub-total Non-current assets	15747	15693
	(a) Long-term borrowings	4926	3000				
	(b) Deferred Tax Liabilities (Net)	307	110				
	Sub-total -Non-current liabilities	5233	3110	2	Current Assets		
3	Current liabilities				(a) Inventories	7214	7383
	(a) Short-term borrowings	3214	5031		(b) Trade receivables	1156	1689
	(b) Trade payables	2541	2762		(c) Cash and Bank balances	79	141
	(c) Other current liabilities	636	1526		(d) Short-term loans & advances	299	675
	(d) Short-term provisions	1210	932		(e) Other current assets	715	694
	Sub-total - Current Liabilities	7601	10251		Sub-total-Current assets	9463	10582
	TOTAL EQUITY AND LIABILITIES	25210	26275		TOTAL ASSETS	25210	26275

Notes:

- The Board has recommended a dividend of ₹ 0.60 per Equity Share for 2013-14
- Sugar production is seasonal in nature. Performance of one quarter is hence not indicative of the trend for whole year.
- Figures for the last quarter are the difference between the audited figures for the full financial year and the published figures for nine months period upto the third quarter of relevant financial year.
- (i) The Company was providing depreciation under Written Down Value method for assets of Cogen Segment and Straight Line Method for other assets at respective rates specified in Schedule XIV to the Companies Act, 1956. The Companies Act, 2013 coming into force from 01-04-2014 provides for reckoning depreciation based on useful life for Plant & Machinery in lieu of specific rates and has prescribed 25 years of useful life for continuous process plant. Having regard to the need for switchover to the prescribed methodology under the new Company Law, the Company has adopted Straight Line Method of providing depreciation uniformly for all its assets including Cogen assets from the current year, the effect of which is given in the current quarter.
(ii) Consequent to the above change in accounting policy:
(a) Depreciation for the current quarter and financial year is lower by ₹ 822 lakhs.
(b) Profit for current quarter is higher and loss for the current financial year is lower, both before Exceptional Items, by ₹ 822 lakhs.
(c) The surplus of ₹ 541 lakhs on recalculation of depreciation from the date of Cogen segment assets coming into use in accordance with the new method is disclosed under Exceptional Items.
- Drought conditions in operational area have come to severely cripple cane crop. It continues to pose a serious challenge to cane availability and its quality in FY 2014-15.
- Number of Investor complaints for the quarter ended 31-03-2014: Beginning-Nil, Received-Nil, Disposed-Nil and Pending-Nil.
- The Register of Members and Share Transfer Books of the Company will remain closed from Friday, the 18th July 2014 to Tuesday, the 22nd July 2014 (both days inclusive) to reckon dividend entitlement.
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at the respective meetings held on 29-05-2014.

For Ponni Sugars (Erode) Ltd

N Ramanathan
Managing Director

Chennai
29.05.2014

M/s Maharaj N R Suresh And Co
Chartered Accountants

M/s R Subramanian And Company
Chartered Accountants

Auditor's Report on Annual Financial Results of Ponni Sugars (Erode) Ltd
(Pursuant to Clause 41 of the Listing Agreement)

To

Board of Directors
Ponni Sugars (Erode) Ltd
ESVIN House
13 Old Mahabalipuram Road
Perungudi
Chennai 600 096

We have audited the Annual financial results of Ponni Sugars (Erode) Limited for the year ended 31st March 2014 attached herewith, being submitted by the company pursuant to the requirement of Clause 41 of the Listing Agreement except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been audited by us. These financial results are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of the financial statements, which have been prepared in accordance with applicable Accounting Standards and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.

M/s Maharaj N R Suresh And Co
Chartered Accountants

M/s R Subramanian And Company
Chartered Accountants

In our opinion and to the best of our information and according to the explanations given to us these annual financial results:

- (i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard; and
- (ii) give a true and fair view of the net loss and other financial information for the year ended 31st March 2014.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of non promoter shareholdings, as furnished by the company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

For Maharaj N R Suresh And Co
Chartered Accountants



Name : N R SURESH
Partner
Membership No. 21661

For R Subramanian And Company
Chartered Accountants



Name: A GANESAN
Partner
Membership No.21438

Place: Chennai
Date: 29-05-2014