



SAKTHI SUGARS LIMITED

**ANNUAL REPORT
2019-20**

BUSINESS WITH VALUES

इरवकरयोगेवम कुरीय इकरुतु

The capacity to assume any form in the Universe is Kriya Sakthi(Power of action)



SAKTHI SUGARS LIMITED

CIN:L15421TZ1961PLC000396

REGISTERED OFFICE

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Bhavani Taluk, Erode District,
Tamilnadu
Phone : 04256 246241
Fax : 0422 2220574, 4322488
E-mail : shares@sakthisugars.com
Website : www.sakthisugars.com

CORPORATE OFFICE

180, Race Course Road
Coimbatore - 641 018
Tamilnadu
Phone : 0422 4322222, 2221551
Fax : 0422 2220574, 4322488
Email : shares@sakthisugars.com
Website : www.sakthisugars.com

AUDITORS

M/s. P K Nagarajan & Co
Coimbatore

MAIN BANKERS

Axis Bank Limited
Bank of India
Indian Overseas Bank
Punjab National Bank

REGISTRAR & SHARE TRANSFER AGENTS

Link Intime India Pvt. Limited
"Surya", 35, May Flower Avenue
Behind Senthil Nagar
Sowripalayam Road, Coimbatore - 641 028
Phone & Fax : 91-422-2314792
E-mail : coimbatore@linkintime.co.in

DIRECTORS

Dr M MANICKAM
Chairman and Managing Director

Sri M BALASUBRAMANIAM

Sri M SRINIVAASAN

Sri C RANGAMANI

Sri S S MUTHUVELAPPAN

Sri P K CHANDRAN

Sri N K VIJAYAN

Sri K V RAMACHANDRAN

Sri S CHANDRASEKHAR

Sri S BALASUBHRAMANIAN

Smt PRIYA BHANSALI

Sri JIGAR DALAL
(Nominee of ARCIL)

Sri S BASKAR
Sr. Vice President &
Company Secretary

Sri C R SANKAR
Chief Financial Officer



CONTENTS

Notice to Members	4
Report of the Board of Directors	11
Report on Corporate Governance	37
Management Discussion and Analysis Report	52
Independent Auditors' Report	54
Balance Sheet	62
Statement of Profit and Loss	64
Cash Flow Statement	65
Statement of Changes in Equity	67
Notes to Financial Statements	68

Important Communication to Members

The Ministry of Corporate Affairs has taken a “Green Initiative in the Corporate Governance” by allowing paperless compliances by companies and has issued circulars stating that service of notice / documents including Annual Report can be sent by e-mail to its members. To support this green initiative of the Government, members who have not registered their e-mail addresses so far, are requested to register their e-mail addresses in respect of their holdings in demat form through their concerned Depository Participants. Members who hold shares in physical form are requested to log in to the website of the Company’s Registrar and Share Transfer Agents, Link Intime India Pvt. Ltd. www.linkintime.co.in go to Investor Services Section and select “Email / Bank detail Registration”, fill in the details and upload the required documents and submit.



NOTICE TO MEMBERS

Notice is hereby given that 58th Annual General Meeting of the Company will be held on Friday, the 25th September 2020 at 2.45 p.m. through Video Conferencing / Other Audio Visual Means (VC/OAVM) to transact the following business:

1. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:
“RESOLVED that the Audited Financial Statements of the Company for the financial year ended 31st March 2020 and Notes thereon, and Reports of the Board and of the Auditors be and are hereby adopted.”
2. To consider and, if thought fit, to pass the following resolution as an Ordinary Resolution:
“RESOLVED that Sri M.Srinivaasan (holding DIN 00102387), who retires by rotation, be and is hereby appointed as a Director of the Company in the place vacated by him.”

SPECIAL BUSINESS

3. To consider and, if thought fit, to pass the following resolution as a Special Resolution:
“RESOLVED that pursuant to Sections 149, 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 read with Schedule IV thereto and the Rules made thereunder Smt. Priya Bhansali (holding DIN 00195848), who holds office as Independent Director upto 30th September 2020, be and is hereby re-appointed as a Non-Executive Independent Director of the Company for the second term of five consecutive years from 1st October 2020 to 30th September 2025.”
4. To consider and, if thought fit, to pass, the following resolution as an Ordinary Resolution:
“RESOLVED that pursuant to Section 148 and other applicable provisions, if any, of the Companies Act 2013 read with the Rules made thereunder, the Company hereby ratifies the remuneration of Rs.5.50 lakhs plus applicable tax thereon and reimbursement of out-of-pocket expenses, to M/s. STR & Associates, Cost Accountants (Firm No.000029), Tiruchirapalli, who are appointed as Cost Auditors of the Company for the financial year ending 31st March 2021.”
5. To consider and, if though fit, to pass the following resolution as an Ordinary Resolution:
“RESOLVED that pursuant to the provisions of Section 181 of the Companies Act 2013, the Board of Directors of the Company be and is hereby authorised to donate and contribute a sum/sums in the aggregate upto Rs.20 lakhs during the financial year 2021-22 from out of the funds of the Company to bona fide charitable and other funds and for deserving causes and institutions.”

By Order of the Board
S Baskar
Sr. Vice President &
Company Secretary

Coimbatore
31st July 2020

Notes:

1. In view of the out break of Covid-19 pandemic, social distancing norms being followed and restriction on movement of persons being extended at several places in the country and pursuant to General Circular Nos.14/2020, 17/2020 and 20/2020 dated 8.4.2020, 13.4.2020 and 5.5.2020 respectively issued by the Ministry of Corporate Affairs (“MCA Circulars”) and Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12.5.2020 issued by the Securities and Exchange Board of India (“SEBI Circular”) and in compliance with the provisions of the Companies Act 2013 (“the Act”) and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 [“SEBI (LODR) Regulations”], the 58th Annual General Meeting (“AGM”) of the Company is being conducted through VC/OAVM. The AGM does not require physical presence of members at a common venue. The deemed venue for the AGM shall be the Registered Office of the Company.
2. Since the AGM is being held through VC/OAVM pursuant to the MCA Circulars and physical attendance of Members has been dispensed with, there is no requirement for appointment of proxies. Accordingly, the facility of appointment of proxies by Members under Section 105 of the Act will not be available for the AGM. However, institutional/corporate members may appoint their representatives in pursuance of Section 112 and Section 113 of the Act, for the purpose of participation in the AGM through VC/OAVM and to exercise e-voting.
3. Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice.
4. Link Intime India P. Ltd. will be providing their facility (‘InstaMeet’) for participation in the AGM through VC/ OAVM and e-voting during the AGM, and for voting through remote e-voting (‘InstaVote’).
5. Members may join the AGM through VC/OAVM by following the procedure mentioned in Note No. 26 herein below. The log-in provision for joining the meeting shall be kept open for the Members 30 minutes before the scheduled time for commencement of the AGM (i.e. from 2.15 p.m.) till 15 minutes after the commencement time of the AGM (i.e. upto 3.00 p.m.). Thereafter the log-in provision shall be deactivated.



6. Members may note that the VC/OAVM, provided by Link Intime India Private Limited, allows participation of not less than 1000 Members on first-come-first-served basis. The large shareholders (i.e. shareholders holding 2% or more shareholding), promoters, institutional investors, directors, key managerial personnel, the Chairpersons of the Audit Committee, Nomination & Remuneration Committee and Stakeholders Relationship Committee, auditors, etc. can attend the AGM without any restriction on account of first-come first-served basis.
7. Attendance of the Members participating in the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.
8. Explanatory Statement pursuant to Section 102 of the Act, relating to the Special Business to be transacted at the AGM is annexed. All documents referred to in the Explanatory Statement as available for inspection, will be available for electronic inspection by the members without any fee. Members seeking to inspect such documents can send an email to shares@sakthisugars.com. The Board of Directors of the Company at its meeting held on 31.7.2020 considered the special business under Item Nos. 3, 4 & 5 as unavoidable and are to be transacted at this AGM of the Company.
9. Pursuant to Regulation 36(3) of SEBI (LODR) Regulations and Secretarial Standard on General Meetings (SS-2), relevant information on the Directors seeking reappointment at the Annual General Meeting is provided in the annexure.
10. Pursuant to Sections 124 and 125 of the Act (formerly Section 205A and 205C of the Companies Act 1956), all unclaimed dividends up to the financial year ended 31st March 1997 and for the financial years ended 30th June 2006 & 2007 which remained unclaimed for a period of seven years had been transferred to the Investor Education Protection Fund of the Central Government. Members who have not so far claimed their dividends for the said financial years are requested to forward their claims to IEPF Authority in the prescribed form by following the process mentioned in the IEPF Rules.
11. Notice and Annual Report are being sent electronically to all the shareholders, whose names appear on the Register of Members / List of Beneficial Owners as received from the National Securities Depository Limited (NSDL) / Central Depository Services (India) Limited (CDSL) as on 28th August 2020.
12. The Notice of the AGM along with the Annual Report for the financial year 2019-20 is being sent only by electronic mode to those Members whose email addresses are registered with the Company/RTA/Depositories in accordance with the aforesaid MCA Circulars and SEBI circular. Members may note that physical copy of the Notice and Annual Report will not be sent. The Notice of the AGM and the Annual Report will be available on the website of the Company at www.sakthisugars.com, on the websites of NSE (www.nseindia.com) and BSE (www.bseindia.com) and also on the website of Link Intime India Private Limited (<https://instavote.linkintime.co.in>).
13. In case the shareholder has not registered his/her/their email address with the Company/RTA/Depositories, they are requested to register their email ID by following the steps given below:
 - a. In case of shareholders holding shares in physical form:

Kindly log in to the website of the Company's Registrar and Share Transfer Agent, Link Intime India Private Ltd., www.linkintime.co.in go to Investor Service section and select "Email/Bank detail Registration", fill in the details and upload the required documents and submit.
 - b. In case of shareholders holding shares in demat form:

Kindly contact the Depository Participant ("DP") and register the email address and bank account details in the demat account as per the process followed and advised by the DP.
14. Members can attend and participate in the AGM through VC/OAVM only.
15. The cut-off date (record date) for the purpose of determining the voting rights of the members is 18th September 2020. The voting rights of the members shall be in proportion to their share of the paid-up equity share capital of the Company as on the cut-off date.
16. The persons who have become members of the Company after 28th August 2020 and whose names appear in the Register of Members of the Company or in the register of beneficial owners maintained by the depositories as on the cut-off date may contact the Company's Registrar and Share Transfer Agents, Link Intime India Private Limited through e-mail at "coimbatore@linkintime.co.in" and provide their e-mail ID and folio/client ID for sending the AGM Notice and the Annual Report electronically. The members can also download the AGM Notice and the Annual Report from the Company's website www.sakthisugars.com. Password for e-voting can be generated by the shareholders themselves by following the instructions for e-voting given in Note No. 25 herein below.
17. Institutional/Corporate Shareholders (i.e. other than individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF/ JPEG Format) of its Board Resolution or governing body Resolution/Authorisation etc., authorising its representative to attend the AGM through VC/OAVM on its behalf and to vote through e-voting. The said Resolution/ Authorization shall be sent by email from their registered email ID to the Scrutinizer's email address at mds@mdsassociates.in with copies marked to the Company at shares@sakthisugars.com and to its RTA at enotices@linkintime.co.in.



18. Members holding shares in physical form are requested to notify the change, if any, in their address to the Company or the Registrars and Share Transfer Agents, Link Intime India Pvt. Limited. Members holding shares in electronic form are requested to advise the change in their address to their Depository Participants.
19. As required under Section 108 of the Companies Act 2013 and Regulation 44 of the SEBI Listing Regulations, members are provided with remote e-voting facility for exercising their voting rights.
20. Sri M.D.Selvaraj, Proprietor, M/s. MDS & Associates, Company Secretaries, Coimbatore, has been appointed as Scrutinizer for conducting the remote e-voting and e-voting during the AGM in a fair and transparent manner.
21. The remote e-voting period begins on Tuesday, 22nd September 2020 at 9.00 a.m. and ends on Thursday, 24th September 2020 at 5.00 p.m. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 18th September 2020, may cast their vote electronically. The remote e-voting module shall be disabled by Link Intime India Private Limited for voting thereafter.
22. During the AGM, the Chairman shall inform about opening of e-voting facility on the platform of Link Intime India Private Limited to enable those members who have not cast their vote and would like to cast their vote at the AGM. The Members who have already cast their vote by remote e-voting cannot vote again at the AGM.
23. In case of joint holders, only such joint holder who is higher in the order of names will be entitled to attend and vote, unless the other joint holder is authorised in writing to do so.
24. Instructions for shareholder to register as speakers during the AGM through VC/OAVM (InstaMeet):

Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request mentioning their name, demat account number/folio number, PAN, email id, mobile number at shares@sakthisugars.com from 9.00 a.m on 21.09.2020 to 5.00 p.m. on 23.09.2020.

The first 20 speakers on first come basis will only be allowed to express their views/ask questions during the meeting.

Shareholders, who would like to ask questions, may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at shares@sakthisugars.com. The same will be replied by the company suitably.

Note: Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. The Company reserves the right to restrict the number of questions/speakers depending on the availability of time for the AGM.

Shareholders are allowed to use camera and are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

25. Instructions for remote e-voting electronically by shareholder (InstaVote):

Following are the procedures for voting electronically:

- (i) Visit the e-voting system of Link Intime India Private Limited (LI IPL). Open web browser by typing the following URL: <https://instavote.linkintime.co.in>.
- (ii) Click on "Login" tab, available under 'Shareholders' section.
- (iii) Enter your User ID, password and image verification code (CAPTCHA) as shown on the screen and click on "SUBMIT".
- (iv) Your User ID details are given below:
 - a. Shareholders holding shares in demat account with NSDL: Your User ID is 8 Character DP ID followed by 8 Digit Client ID
 - b. Shareholders holding shares in demat account with CDSL: Your User ID is 16 Digit Beneficiary ID
 - c. Shareholders holding shares in Physical Form (i.e. Share Certificate): Your User ID is Event No. + Folio Number registered with the Company
- (v) Your Password details are given below:

If you are using e-Voting system of LI IPL: <https://instavote.linkintime.co.in> for the first time or if you are holding shares in physical form, you need to follow the steps given below:

Click on "Sign Up" tab available under 'Shareholders' section, register your details and set the password of your choice and confirm (The password should contain minimum 8 characters, at least one special character, at least one numeral, at least one alphabet and at least one capital letter).



For Shareholders holding shares in Demat Form or Physical Form	
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) * Members who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number which is shared to the Members.
DOB/DOI	Enter the DOB (Date of Birth) / DOI (Date of Incorporation) as recorded with depository participant or in the Company record for the said demat account or folio in dd/mm/yyyy format.
Dividend Bank Details	Enter the Dividend Bank Details (last 4 digits) as recorded in your demat account or in the Company records for the said demat account or folio number. ● Please enter the DOB or DOI or Dividend Bank Details in order to register. If the above mentioned details are not recorded with the Depository participants or Company, please enter folio number in the Dividend Bank details field as mentioned in instruction (iv-c).

If you are holding shares in demat form and had registered on to e-voting system of LIPL: <https://instavote.linkintime.co.in>, and/or voted on an earlier voting of any company then you can use your existing password to login.

If Shareholders holding shares in Demat Form or Physical Form have forgotten password:

Enter User ID, select Mode and Enter Image Verification code (CAPTCHA). Click on "SUBMIT".

In case shareholder is having valid email address, Password will be sent to the shareholders registered e-mail address. Else, shareholder can set the password of his/her choice by providing the information about the particulars of the Security, Question & Answer, PAN, DOB/ DOI, Dividend Bank Details etc. and confirm. (The password should contain minimum 8 characters, at least one special character, at least one numeral, at least one alphabet and at least one capital letter.)

NOTE: The password is to be used by demat shareholders for voting on the resolutions placed by the company in which they are a shareholder and eligible to vote, provided that the company opts for e-voting platform of LIPL.

For shareholders holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.

It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

Casting of vote electronically:

- (vi) After successful login, you will be able to see the notification for e-voting on the home page of InstaVote. Select/View "Event No." of the company, you choose to vote.
- (vii) On the voting page, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting. Cast your vote by selecting appropriate option i.e. Favour/Against as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.
- (viii) If you wish to view the entire Resolution details, click on the 'View Resolutions' File Link.
- (ix) After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "YES", else to change your vote, click on "NO" and accordingly modify your vote.
- (x) Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.
- (xi) You can also take the printout of the votes cast by you by clicking on "Print" option on the Voting page.

General Guidelines for shareholders:

- (xii) Institutional shareholders (i.e. other than Individuals, HUF, NRI, etc.) and Custodian are required to log on to e-Voting system of LIPL: <https://instavote.linkintime.co.in> and register themselves as 'Custodian / Mutual Fund / Corporate Body'. They are also required to upload a scanned certified true copy of the board resolution /authority letter/power of attorney, etc. together with attested specimen signature of the duly authorised representative(s) in PDF format in the 'Custodian / Mutual Fund / Corporate Body' login for the Scrutinizer to verify the same.
- (xiii) During the voting period, shareholders can login any number of time till they have voted on the resolution(s) for a particular "Event".
- (xiv) Shareholders holding multiple folios/demat account shall choose the voting process separately for each of the folios/demat account.



(xv) In case the shareholders have any queries or issues regarding e-voting, please refer the Frequently Asked Questions (“FAQs”) and Instavote e-Voting manual available at <https://instavote.linkintime.co.in>, under Help section or write an email to enotices@linkintime.co.in or call LIPL : Tel : 022 - 49186000.

26. Instructions for attending the AGM through VC/OAVM (InstaMeet):

- i) For attending the AGM through VC/OAVM, shareholders may log in InstaMeet portal 30 minutes before the commencement time of the AGM (i.e. from 2.15 p.m.) till 15 minutes after the commencement time (i.e. upto 3.00 p.m.). Thereafter log in provision will be deactivated.
- ii) Open the internet browser and launch the URL for InstaMeet <<<https://instameet.linkintime.co.in>>> and register with your following details:
 - a. DP ID/Client ID or Folio No. - Enter your 16 digit DP ID / Client ID or Folio Number registered with the Company.
 - b. PAN - Enter your 10 digit Permanent Account Number (PAN)
 - c. Mobile No. – Enter your mobile number.
 - d. Email ID – Enter your e-mail ID.
- iii) Click “Go to Meeting”

Note: Shareholders are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

In case the shareholders have any queries or issues regarding e-voting, you can write an email to instameet@linkintime.co.in or call Link Intime India Private Limited - Tel : (022-49186175).

27. Instructions for shareholders to vote during the AGM through VC/OAVM (InstaMeet):

Once the electronic voting is activated by the scrutiniser during the meeting, shareholders who have not exercised their vote through remote e-voting can cast the vote as under:

- a. On the Shareholders VC page, click on the link for e-Voting “Cast your vote”.
- b. Enter Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email Id) received during registration for InstaMeet and click on ‘Submit’.
- c. After successful login, you will see “Resolution Description” and against the same the option “Favour/ Against” for voting.
- d. Cast your vote by selecting appropriate option i.e. “Favour/Against” as desired.
- e. Enter the number of shares (which represents no. of votes) as on the cut-off date under ‘Favour/Against’.
- f. After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on “Save”. A confirmation box will be displayed. If you wish to confirm your vote, click on “Confirm”, else to change your vote, click on “Back” and accordingly modify your vote.
- g. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note: Shareholders who attend the AGM through VC/OAVM (InstaMeet) and have not cast their vote on the Resolutions through remote e-voting and are otherwise not barred from doing so, shall be eligible to vote through e-voting facility during the meeting.

Shareholders who have voted through remote e-voting prior to the date of the AGM will be eligible to attend/participate in the AGM through VC/OAVM (InstaMeet). However, they will not be eligible to vote again during the meeting.

In case the shareholders have any query or issue regarding e-voting, they can write an email to instameet@linkintime.co.in or call Link Intime India Private Limited - Tel : (022-49186175).

28. In case of any query or issue or grievance connected with the facility of remote e-voting, members may contact Sri S Baskar, Sr. Vice President & Company Secretary, through e-mail id ‘shares@sakthisugars.com’ or through Phone No. 0422 - 4322222.

29. The Scrutinizer shall, immediately after the conclusion of the voting at the AGM, first download the votes cast at the meeting and thereafter unblock the votes cast through remote e-voting in the presence of at least two witnesses not in the employment of the Company and make a Scrutinizer’s Report of the votes cast in favour or against, if any, within a period not exceeding 48 hours from the conclusion of the Annual General Meeting to the Chairman and Managing Director or the authorized Director/ Executive.



30. The results of voting will be declared by the Chairman and Managing Director or the authorized Director/Executive at the Corporate Office of the Company at 180 Race Course Road, Coimbatore-641 018 within 48 hours from the conclusion of the AGM. The result along with Scrutinizer's Report will be posted on the Company's website www.sakthisugars.com and on the website of Link Intime India Private Limited: <https://instavote.linkintime.co.in>. It will also be displayed in the Notice Board of the Company at its Registered Office and at the Corporate Office. It will also be forwarded to the stock exchanges.

Statement pursuant to Section 102 of the Companies Act 2013**Item No.3**

The members of the Company at the Annual General Meeting held on 30th September 2015 approved, inter alia, appointment of Smt. Priya Bhansali as Independent Director to hold office for a term of five consecutive years upto 30th September 2020. Accordingly, she will hold office as Independent Director upto that date.

A Notice proposing the above Independent Director for re-appointment has been received from a member of the Company under Section 160 of the Companies Act 2013. Considering her vast experience, skills and the contributions made by her, and based on the evaluation made on her performance, the Nomination and Remuneration Committee and the Board of Directors are of the opinion that her continued association would benefit the Company and have recommended for re-appointment of Smt. Priya Bhansali, who has given her consent for re-appointment as Independent Director for the second term of five consecutive years from 1st October 2020. She has declared that she has registered her name in the databank of Independent Directors maintained in terms of Section 150 of the Companies Act 2013 and has fulfilled the requirements of Circular dated 22nd October 2019 issued by the Ministry of Corporate Affairs. She has also declared that she is not disqualified for re-appointment under the said Act or SEBI (LODR) Regulations 2015 and that she fulfils the criteria of independence as stipulated in these statutes. She is not liable to retire by rotation.

The Board also formed an opinion that the proposed appointee fulfils the conditions specified in the Companies Act 2013 and in SEBI (LODR) Regulations 2015 for re-appointment as Independent Director and that she is a person of integrity and possesses relevant expertise and experience considering the nature of the Company. The profile of the proposed appointee is annexed to the Notice. A copy of the draft letter for re-appointment of Smt. Priya Bhansali as Independent Director setting out the terms and conditions will be available for inspection by the members without any fee at the Registered Office of the Company during normal business hours on any working day until the date of the Annual General Meeting.

Re-appointment of Independent Director for the second term of five consecutive years requires approval of the members by special resolution. Necessary special resolution with respect to re-appointment of Smt. Priya Bhansali as Independent Director is set out under item No.3 in the Notice of the AGM for members approval. This special resolution is recommended for members approval by the Board of Directors of the Company for the reasons stated above.

Except Smt. Priya Bhansali, being the appointee, none of the other Directors and the Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution.

Item No.4

Pursuant to Section 148 of the Companies Act 2013, the Board of Directors of the Company has appointed M/s. STR & Associates, Cost Accountants, Tiruchirappalli, as Cost Auditors for audit of the cost records relating to Sugar, Distillery, Power and Soya Divisions of the Company for the financial year ending 31st March 2021 and fixed a remuneration of Rs.5.50 lakhs. Rule 14 of the Companies (Audit and Auditors) Rules 2014 specifies that the remuneration payable to the Cost Auditors is to be ratified by the members at the General Meeting. Accordingly, necessary resolution is set out in item No.4 of the Notice for the Members approval. The Board of Directors has recommended the resolution for approval of the members.

None of the Directors and the Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution.

Item No.5

To meet certain charitable and social obligations, it is proposed to authorise the Board of Directors to make donations up to Rs.20 lakhs (Rupees twenty lakhs only) during the financial year 2021-22. Necessary resolution is set out in item No.5 of the Notice for members approval. The Board of Directors has recommended the resolution for approval of the members.

None of the Directors and the Key Managerial Personnel of the Company and their relatives is concerned or interested, financially or otherwise, in the resolution.

Coimbatore
31st July 2020

By Order of the Board
S Baskar
Sr. Vice President &
Company Secretary



Annexure

Details of Directors

Brief resume of the Directors proposed to be re-appointed is given in terms of Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and Secretarial Standard-2:

Name of Director	Sri M. Srinivaasan (DIN – 00102387)	Smt. Priya Bhansali (DIN – 00195848)
Date of birth and age	02-09-1966 / 53 years	25.03.1966 / 54 years
Qualification	B.E., MBA(USA)	B.Com., FCA, DISA
Nature of expertise in functional areas and experience	About 30 years experience in sugar industry. Past president of ISMA and SISMA	Practising Chartered Accountant for about 30 years and has expertise in accounts, finance and taxation.
Terms and conditions of re-appointment	Retirement by rotation	Re-appointment as Independent Director for the second term of five consecutive years from 1.10.2020.
Last remuneration drawn, if any	Sitting fees for the meetings of Board and Committees attended.	Sitting fees for the meetings of Board and Committees attended.
Date of first appointment as Director	23.08.1995	27.03.2015
Shareholding in the company (No. of shares)	2,01,000	-
Relationship with other Directors/KMP	Brother of Dr. M. Manickam & Sri M. Balasubramaniam	None
No. of Board Meetings attended during the year	3	4
Names of the companies in which directorship is held:		
i) Listed entities	Sakthi Finance Ltd.	Sakthi Finance Ltd.
ii) Others	Sri Chamundeswari Sugars Ltd., ABT Ltd., Sakthi Auto Component Ltd., The Gounder & Co. Auto Ltd., Sakthi Properties (Cbe) Ltd., Nachimuthu Industrial Assn., Chamundeswari Enterprises P. Ltd., SCSL Agro Industries P. Ltd., & SCSL Agro P. Ltd.	Ishitha Advisory Services P. Ltd.
Chairmanship/Membership of Committees:		
i) Listed entities	Sakthi Finance Ltd : - Audit Committee-Member Sakthi Sugars Limited: - CSR Committee-Member	Sakthi Finance Ltd: - NR Committee - Member Sakthi Sugars Limited : - Audit Committee - Member
ii) Others	Sri Chamundeswari Sugars Ltd. - RM Committee-Chairman - SR Committee-Member	-

NR Committee – Nomination & Remuneration Committee; SR Committee – Stakeholders Relationship Committee; CSR Committee – Corporate Social Responsibility Committee; and RM Committee – Risk Management Committee.



BOARD'S REPORT

To the Members

The Board of Directors of the Company presents its Annual Report together with the Audited Financial Statements of the Company for the year ended 31st March, 2020.

FINANCIAL HIGHLIGHTS		(Rs in lakhs)	
Particulars	2019-20	2018-19	
Revenue			
Sugar Division	49666.49	27020.40	
Distillery Division	13071.72	8522.92	
Cogeneration Division	1604.67	1189.69	
Soya Division	15958.13	13772.92	
Total Revenue	80301.01	50505.93	
Other Income	12089.63	15207.84	
Total Income	92390.64	65713.77	
Profit/(Loss) before Finance Cost and Depreciation & Amortisation and Exceptional Item	4294.25	9610.22	
Finance Cost	20197.10	25947.82	
Provision for Depreciation	4931.06	5158.53	
Net Profit before Exceptional Item and Tax	(20833.91)	(21496.13)	
Exceptional Items Gain / (Loss)	-	(5180.09)	
Net Profit before Tax	(20833.91)	(26676.22)	
Provision for Tax	(241.52)	(5274.80)	
Net Profit after Tax	(20592.39)	(21401.42)	
Comprehensive Income	19.44	76.35	
Total comprehensive Income	(20572.95)	(21325.07)	

REVIEW OF OPERATION

During the financial year the quantum of sugarcane crush was higher as compared to the previous year. However, due to non-availability of adequate sugarcane for optimal crushing, there was no crushing operation in Modakurichi Unit during the financial year and in Sivaganga Unit, the crushing was only for a short period. The available sugarcane in these factory areas were crushed in Sakthinagar Unit. As compared to previous year the recovery percentage was slightly less. The performance of Dhenkanal unit was moderate with reduction in the level of crushing and in recovery percentage. There was improvement in the production of industrial alcohol. There has been increase in the selling price of sugar and industrial alcohol resulting in higher average realisation. Generation and sale of power showed substantial improvement; but there has been a fall in the average per unit price for power. The operational performance of Soya Unit is satisfactory. There is no change in the nature of business during the financial year and until the date of this report.

SUGAR DIVISION

The quantum of sugarcane crushed at various units of the Company during the year 2019-20 is as under:

Name of the Unit	Cane crushed (in MT)
Sakthinagar	10,24,745
Sivaganga	21,307
Dhenkanal	2,49,125

During the year under review, 1.20 lakh MT of sugar was produced by the Company as compared to 0.81 lakh MT in the previous year. The quantum of sugar sales and the sale value have gone up as compared to the previous year.

DISTILLERY DIVISION

During the year under review, 142.66 lakh litres (previous year 81.68 lakh litres) of industrial alcohol was produced at Sakthinagar Distillery Unit and 90.71 lakh litres (previous year 70.94 lakh litres), at Dhenkanal Distillery Unit.

**SOYA DIVISION**

27,272 tonnes (previous year 25,027 tonnes) of soya bean was crushed in the Soya Plant during the year under review. This Division had exported products worth Rs.1672.13 lakhs (previous year Rs.1549.58 lakhs) to various countries.

CO-GENERATION DIVISION

The total power generated in the co-generation plants during the financial year was 1087.46 lakh units (Previous year 659.03 lakh units) out of which 557.45 lakh units (Previous year 343.94 lakh units) of power was exported. The Company is selling the power through Indian Energy Exchange (IEX) and also directly to third parties.

IMPACT OF COVID-19 ON OPERATION

The Covid-19 pandemic has not made a material impact on the sugar industry as its outbreak was almost at the fag end of crushing period for the season. The Company's factories remained shut down for almost one month due to dislocation of labour force. After resuming operation, crushing of the backlog of sugarcane available was completed with slight reduction in recovery, the effect of which is not significant.

Since sugar industry is agro based and labour intensive, availability of working labour plays a major role in carrying out the agricultural operation on which success of sugar industry depends. It is not possible to assess the overall impact of covid-19 at present.

FUTURE OUTLOOK

Although Covid-19 does not have direct material impact on current operation of mills, the future outlook of the industry depends on many factors like revival of the economy, availability of working capital and labour force and improvement in consumption pattern and change in people's outlook on spending, etc., besides good monsoon.

The beginning of the current south-west monsoon has been normal and is encouraging. The improvement in the financial performance depends on the availability of sugarcane for crushing and prevalence of economical market prices for sugar and other products.

Proposal for restructuring of entire debt of the Company is being finalised. Steps are being taken for disposal of certain assets. With these initiatives the debt of the Company is aimed to be reduced to a reasonable level.

DEPOSITS

The Company has not accepted any deposit during the financial year under review. At the end of the financial year, there was no unclaimed deposit.

CORPORATE INFORMATION

With a view to reduce the liabilities of the Company to banks and financial institutions, the Board of Directors have approved disposal of the assets belonging to Sugar and Beverage Units at Sivaganga, subject to the approval of the banks/financial institutions to which, inter alia, these assets have been mortgaged and of the members by special resolution. Necessary special resolution will be placed before the members of the Company after obtaining the approvals of the lenders.

One of the term lending banks has sanctioned one-time settlement of the loans sanctioned by it and fulfilment of the terms of OTS has been delayed.

DIRECTORS

Sri M.Srinivaasan (DIN 00102387) retires by rotation at the ensuing Annual General Meeting and, being eligible, has offered for re-appointment.

The following Independent Directors, viz. Sri C.Rangamani, Sri S.S.Muthuvelappan, Sri P.K.Chandran, Sri N.K.Vijayan, Sri K.V.Ramachandran, Sri S.Chandrasekhar and Sri S.Balasubhramanian, have been re-appointed for the second term of five consecutive years from 30th September 2019 to 29th September 2024 at the last Annual General Meeting of the Company.

The five-year term of office as Independent Director of Smt. Priya Bhansali will expire on 30th September 2020. A Notice proposing her re-appointment has been received from a member of the Company under Section 160 of the Companies Act 2013. This Independent Director has registered herself in the databank for Independent Directors maintained under Section 150 of the Companies Act 2013 and has given her consent for reappointment for the second term of five consecutive years. She has declared that she fulfils the criteria of independence as stipulated in the Companies Act 2013 and in SEBI (LODR) Regulations 2015 and that she is not disqualified for appointment as a Director under the said statutes. Based on the evaluation of the performance and considering the contributions made during her tenure of office as Independent Director and taking into account her skill set, and on the recommendation of the Nomination and Remuneration Committee, the Board of Directors has formed an opinion that Smt. Priya Bhansali is a person of integrity and possesses relevant expertise and experience and recommended for approval of the members of the Company the re-appointment of Smt. Priya Bhansali as Independent Director for the second term of five consecutive years from 1st October 2020 to 30th September 2025 at the ensuing Annual General Meeting of the Company.

**DIRECTORS RESPONSIBILITY STATEMENT**

In pursuance of Section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:

- (a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures, if any;
- (b) the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at the end of the financial year and of the loss of the Company for that financial year;
- (c) the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the Directors had prepared the annual accounts on a going concern basis;
- (e) the Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and
- (f) the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

MEETINGS OF BOARD OF DIRECTORS

The Board met five times during the financial year ended 31st March 2020. The details of the Board Meetings and the attendance of the Directors are given in the Corporate Governance Report.

COMPOSITION OF AUDIT COMMITTEE

The Audit Committee comprises the following Directors as its members:

- Sri C.Rangamani, Chairman
- Sri N.K.Vijayan
- Sri K.V.Ramachandran
- Smt. Priya Bhansali

Details regarding meetings of the Audit Committee and the attendance of the members are given in the Corporate Governance Report.

BOARD EVALUATION

Pursuant to the provisions contained in the Companies Act 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, a formal annual evaluation of the performance of the Board, its Committees and of individual Directors has been made. The manner in which the evaluation was carried out and the process adopted are given in the Corporate Governance Report.

DETAILS OF REMUNERATION TO DIRECTORS

Details of ratio of remuneration to each Director to the median employee's remuneration and other disclosures required under Section 197(12) of the Companies Act 2013 and Rule 5(1) and 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 are given in Annexure-A.

RISK MANAGEMENT POLICY

The Company has constituted a Risk Management Committee and the details of the Committee are set out in the Corporate Governance Report. Pursuant to Regulation 17(9) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, the Board has laid down risk management policy to identify, evaluate and mitigate risks. It seeks to ensure transparency and to minimise adverse impact on the business operations of the Company.

The Company does not have any exposure to commodity risk except to the extent of its own production of sugar, the main product of manufacture of the Company, the selling price of which is subject to market fluctuations.

INTERNAL CONTROL

The Company has internal control system commensurate with the size of the Company. Adequate procedures are set out for detecting and preventing frauds and for protecting the Company's assets. The head of Internal Audit Team reports to the Chairman of the Audit Committee for the purpose of maintaining independence and Internal Audit Reports are placed before the Audit Committee together with statement of significant audit observation and the suggested corrective action followed by a report on action taken thereon. Further the Company has adequate internal financial control with respect to the financial statements.

**VIGIL MECHANISM**

The Company has a whistle blower policy and a vigil mechanism for directors and employees to report genuine concerns in the prescribed manner. The vigil mechanism provides adequate safeguards against victimisation and for direct access to the Chairman of the Audit Committee in appropriate or exceptional cases. The details of the whistle blower policy are posted on the website of the Company. No complaint has been received under this mechanism during the year under review.

CORPORATE GOVERNANCE

A Report on Corporate Governance along with Auditors Certificate with respect to its compliance forms part of this Report.

A detailed Management Discussion and Analysis Report also forms part of this Report.

OTHER DISCLOSURES UNDER THE COMPANIES ACT 2013**i. Extract of Annual Return**

The Extract of the Annual Return is given in Annexure B.

ii. Changes in Share Capital

There is no change in the share capital during the financial year under review.

iii. Policy on Directors Appointment and Remuneration

The Company's policy for selection and appointment of directors, senior management personnel and fixation of their remuneration, including criteria for determining qualifications, positive attributes, independence of a director, are available in the Company's website www.sakthisugars.com and the salient features of the Policy are given in Annexure-C.

iv. Related Party Transactions

All the related party transactions are at arm's length basis. Prior approval of the Audit Committee and/or Board, as the case may be, has been obtained for the transactions with related parties. A statement of all related party transactions is placed before the Audit Committee on quarterly basis. There has been no contract or arrangement with related parties attracting the provisions of Section 188(1) of the Companies Act 2013 during the financial year under review.

The Related Party Transactions Policy as approved by the Board is uploaded on the Company's website www.sakthisugars.com. The details of the transactions with Related Parties are provided in the accompanying financial statements.

v. Statement of declarations given by Independent Directors

The Independent Directors have given their declarations to the Board to the effect that they meet with the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and the relevant rules. They have also declared confirming compliance of Rule 6(1) and (2) of the Companies (Appointment and Qualification of Directors) Rules 2014 regarding inclusion of their names in the databank.

vi. Significant material orders passed by court or authorities

There are no significant orders passed by Court or regulatory authorities which would impact the status of the Company and its future operations.

vii. Particulars of loans, guarantees or investments

The Company has not given any loan or guarantee or has acquired any security during the financial year 2019-20 under Section 186 of the Companies Act, 2013.

viii. Energy Conservation, Technology Absorption and Foreign Exchange Earnings and Outgo

The information on conservation of energy, technology absorption and foreign exchange earnings and out go as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules 2014 is given in Annexure-D.

ix. There are no material changes affecting the financial position of the Company which has occurred between the end of the financial year and the date of this report.**x. The Company has complied with the Secretarial Standards as may be applicable to the Company.****STATUTORY AUDITORS**

M/s. P.K. Nagarajan & Co., Chartered Accountants (Firm Registration Number 016676S), have been appointed by the members as Statutory Auditors of the Company for a period of five consecutive years from the conclusion of the 55th Annual General Meeting held on 27th September, 2017 till the conclusion of the 60th Annual General Meeting. They have confirmed that they are not disqualified for continuing as Statutory Auditors of the Company.

**SECRETARIAL AUDIT**

Pursuant to Section 204 of the Companies Act 2013 and Regulation 24A of SEBI (LODR) Regulations 2015, the Board of Directors of the Company has appointed M/s.S.Krishnamurthy & Co., Company Secretaries, Chennai as Secretarial Auditors to undertake the secretarial audit of the Company for the year ended 31st March 2020. Secretarial Audit Report of M/s. S.Krishnamurthy & Co., Company Secretaries, Chennai, for the year ended 31st March 2020 is annexed as Annexure-E. As the Company does not have any subsidiary, the question of appointment of Secretarial Auditor for material subsidiary does not arise.

COST AUDIT

The Company is required to maintain cost records as specified by the Central Government under Section 148(1) of the Companies Act, 2013 and accordingly such accounts and records are made and maintained by the Company. M/s. STR & Associates, Cost & Management Accountants, Tiruchirapalli, are the Cost Auditors for auditing the cost accounting records relating to Sugar, Distillery, Power and Soya Divisions of the Company for the year ended 31st March 2020.

The said Firm has been appointed for the financial year ending 31st March 2021 and necessary resolution for ratification of their remuneration is included in the Notice for the ensuing Annual General Meeting.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

The Company has constituted a CSR Committee and has adopted a CSR Policy and the same is available in the Company's website www.sakthisugars.com. The composition of the CSR Committee is given in the Corporate Governance Report. As the Company has incurred loss for the three preceding financial years, the requirement of incurring expenditure towards fulfilment of its corporate social responsibility did not arise during the financial year under review.

DISCLOSURE UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT 2013

The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of the said Act. An Internal Complaints Committee (ICC) has been set up at every work place of business to redress complaints received regarding sexual harassment. All employees (permanent, contractual, temporary, trainees) are covered under this policy. No sexual harassment complaint has been received during the financial year 2019-20.

AUDITORS' REPORT

With reference to the Statutory Auditors remark your Directors wish to state that the Company is confident of obtaining favourable award. The statement of impact on audit qualification is attached as Annexure - F.

ACKNOWLEDGEMENT

Your Directors wish to place on record their appreciation of the valuable assistance and co-operation extended by the shareholders, cane growers, banks, financial institutions and Government authorities. They also wish to appreciate the dedicated services rendered by officers, staff and workers of the Company.

On behalf of the Board of Directors

Coimbatore
31st July 2020

M Manickam
Chairman and Managing Director

**ANNEXURE - A TO THE BOARD'S REPORT****PARTICULARS OF REMUNERATION**

The information required under Section 197 of the Companies Act 2013 and the Rules made thereunder in respect of remuneration to Directors / Key Managerial Personnel / employees of the Company is as follows:

- (a) The ratio of the remuneration of each director to the median employee's remuneration of the Company for the financial year ended 31st March 2020:

	Name of Persons	Ratio to median remuneration
I	Non-Executive Directors:	
	Sri M.Balasubramaniam	0.23
	Sri M.Srinivaasan	0.20
	Sri C.Rangamani	0.40
	Sri S.S.Muthuvelappan	0.30
	Sri P.K.Chandran	0.33
	Sri N.K.Vijayan	0.33
	Sri K.V.Ramachandran	0.37
	Sri S.Chandrasekhar	0.20
	Sri S.Balasubhramanian	0.23
	Smt. Priya Bhansali	0.27
	Sri Jigar Dalal	0.13
II	Executive Director:	
	Dr. M.Manickam, Chairman & Managing Director	-

- (b) The percentage of increase in remuneration of each Director, Chief Financial Officer, and Company Secretary in the financial year:

	Name of Persons	% increase in remuneration
I	Non-Executive Directors:	
	Sri M.Balasubramaniam	-
	Sri M.Srinivaasan	-
	Sri C.Rangamani	-
	Sri S.S.Muthuvelappan	-
	Sri P.K.Chandran	-
	Sri N.K.Vijayan	-
	Sri K.V.Ramachandran	-
	Sri S.Chandrasekhar	-
	Sri S.Balasubhramanian	-
	Smt.Priya Bhansali	-
	Sri Jigar Dalal	300
II	Executive Director:	
	Dr. M.Manickam, Chairman & Managing Director	-
III	Key Managerial Personnel:	
	Sri.S.Baskar, Sr.Vice President & Company Secretary	5.75
	Sri C.R.Sankar, Chief Financial Officer	4.91



- i. The remuneration to Non-Executive Directors consists of sitting fees paid for the meetings of Board and Committees thereof attended by each Director. The sitting fees paid per meeting attended by the Directors is the same as that of the last year.
- ii. The appointment of Dr.M.Manickam as Chairman and Managing Director with effect from 12th June 2018 is without remuneration.
- c) The percentage increase in the median remuneration of employees in the financial year is 1.30.
- d) The number of permanent employees on the rolls of the Company as on 31.3.2020 is 1147.
- e) There is an increase of 14.20% in the average percentile of salaries of employees other than managerial personnel in the year 2019-20. The managerial personnel has not been paid remuneration.
- f) Affirmation that the remuneration is as per the remuneration policy of the Company:
It is affirmed that the remuneration paid during the financial year ended 31.3.2020 to Directors, Key Managerial Personnel and other employees is as per the remuneration policy of the Company.
- g) The information as per Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms part of this Report. However, as per first proviso to Section 136(1) of the Act and Second proviso of Rule 5(2) of the Rules, the Report and Financial Statements are being sent to the members of the Company excluding the statement of particulars of employees under Rule 5(2) of the Rules. Any member interested in obtaining a copy of the said statement may write to the Company Secretary.

On behalf of the Board of Directors

Coimbatore
31st July 2020

M Manickam
Chairman and Managing Director



ANNEXURE B TO BOARD'S REPORT

FORM No. MGT-9
EXTRACT OF ANNUAL RETURN
as on the financial year ended on 31st March 2020
Pursuant to section 92(3) of the Companies Act, 2013 and Rule 12 (1) of
the Companies (Management and Administration) Rules, 2014

I. REGISTRATION AND OTHER DETAILS

i	CIN	L15421TZ1961PLC000396
ii	Registration Date	12.5.1961
iii	Name of the Company	Sakthi Sugars Limited
iv	Category / Sub-category of the Company	Company Limited by shares
v	Address of the Registered office and contact details	Sakthinagar-638 315, Bhavani Taluk Erode District, Tamilnadu. Phone: 04256 246241 Email: shares@sakthisugars.com Website: www.sakthisugars.com
	Head Office	180, Race Course Road, Coimbatore - 641 018. Phone: 0422 4322 222, 2221 551 Fax: 0422 2220 574, 4322 488 Email: shares@sakthisugars.com Website: www.sakthisugars.com
vi	Whether listed company	Yes
vii	Name, Address and Contact details of Registrar and Transfer Agent, if any	Link Intime India Pvt. Limited "Surya" 35, May Flower Avenue, Behind Senthil Nagar, Sowripalayam Road, Coimbatore - 641 028, Phone No.0422 2314792 Email ID: coimbatore@linkintime.co.in

II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY

All the business activities contributing 10 % or more of the total turnover of the company shall be stated :-

Sl. No.	Name and Description of main products/services	NIC Code of the Product /service	% to total turnover of the company
1	Sugar	10721	53.63
2	Soya Products	10402/06	19.66
3	Industrial Alcohol	1101	16.01

III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES

Sl. No.	Name and address of the Company	CIN	Holding / Subsidiary / Associate	% of shares held	Applicable Section
1	ABT Investments (India) Pvt. Limited 180, Race Course Road, Coimbatore - 641 018.	U50101TZ2002PTC010085	Holding Company	55.93	2(46)


IV. SHAREHOLDING PATTERN (Equity share capital break up as percentage of total equity)
(i) Categorywise shareholding

Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
A.Promoters*									
(1) Indian									
a) Individual/ HUF	2696404	-	2696404	2.27	2696404	-	2696404	2.27	--
b) Central Government	-	-	-	-	-	-	-	-	-
c) State Government	-	-	-	-	-	-	-	-	-
d) Bodies Corporate	68426573	-	68426573	57.58	68271573	-	68271573	57.44	-0.14
e) Banks/FI	-	-	-	-	-	-	-	-	-
f) Any Other	145200	-	145200	0.12	145200	-	145200	0.12	-
Sub-total (A) (1)	71268177	-	71268177	59.97	71113177	-	71113177	59.83	-0.14
(2) Foreign									
a) NRIs Individuals	-	-	-	-	-	-	-	-	-
b) Other Individuals	-	-	-	-	-	-	-	-	-
c) Bodies Corporate	-	-	-	-	-	-	-	-	-
d) Banks / FI	-	-	-	-	-	-	-	-	-
e) Any Other	-	-	-	-	-	-	-	-	-
Sub-total (A) (2)	-	-	-	-	-	-	-	-	-
Total shareholding of Promoter (A) = (A)(1)+(A)(2)	71268177	-	71268177	59.97	71113177	-	71113177	59.83	-0.14
* Includes Promoter Group									
B. Public Shareholding									
(1) Institutions									
a) Mutual Funds	50	6910	6960	0.01	50	6910	6960	0.01	-
b) Banks/FI	22676057	300	22676357	19.08	22680552	300	22680852	19.08	-
c) Central Government	-	-	-	-	-	-	-	-	-
d) State Government(s)	424000	495099	919099	0.77	424000	495099	919099	0.77	-
e) Venture Capital Funds	-	-	-	-	-	-	-	-	-
f) Insurance Companies	-	-	-	-	-	-	-	-	-
g) FIs	-	1050	1050	-	-	1050	1050	-	-
h) Foreign Venture Capital Funds	-	-	-	-	-	-	-	-	-
i) Others (specify)	-	-	-	-	-	-	-	-	-
Sub-total (B)(1)	23100107	503359	23603466	19.86	23104602	503359	23607961	19.86	-
(2) Non-Institutions									
a) Bodies Corporate									
i) Indian	1589941	14350	1604291	1.35	1094798	14300	1109098	0.93	-0.42
ii) Overseas	-	-	-	-	-	-	-	-	-
b) Individuals									
i) Individual shareholders holding nominal share capital upto Rs. 1 lakh	14053217	795304	14848521	12.49	14039068	772167	14811235	12.46	-0.03
ii) Individual shareholders holding nominal share capital in excess of Rs. 1 lakh	5459047	-	5459047	4.59	6470929	-	6470929	5.44	0.85
c) NBFCs registered with RBI	3400	-	3400	-	3300	-	3300	-	-


(i) Categorywise shareholding (Contd.)

Category of Shareholders	No. of shares held at the beginning of the year				No. of shares held at the end of the year				% Change during the year
	Demat	Physical	Total	% of Total Shares	Demat	Physical	Total	% of Total Shares	
d) Others (Specify)									
i. Trust	9100	-	9100	0.01	9100	-	9100	0.01	-
ii. Clearing Member	89667	-	89667	0.08	117242	-	117242	0.10	0.02
iii. Market Maker	19947	-	19947	0.02	-	-	-	-	-0.02
iv. Foreign National	-	-	-	-	-	-	-	-	-
v. NRI (Repatriate)	412706	200	412906	0.35	384237	200	384437	0.32	-0.03
vi. NRI (Non-Repatriate)	193954	250	194204	0.16	116467	250	116717	0.10	-0.06
vii. Office Bearers	5060	39236	44296	0.04	5060	39236	44296	0.04	-
viii. HUF	1166798	-	1166798	0.98	936828	-	936828	0.79	-0.19
ix. Unclaimed Shares	125216	-	125216	0.11	124716	-	124716	0.10	-
Sub-total (B)(2)	23128053	849340	23977393	20.17	23301745	826153	24127898	20.30	0.13
Total Public Shareholding (B) = (B)(1) + (B)(2)	46228160	1352699	47580859	40.03	46406347	1329512	47735859	40.17	0.14
C. Shares held by Custodian for GDRs & ADRs	-	-	-	-	-	-	-	-	-
Grand Total (A+B+C)	117496337	1352699	118849036	100.00	117519524	1329512	118849036	100.00	-

(ii) Shareholding of Promoters*

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year			Share holding at the end of the year			% change in share holding during the year
		No. of shares	% of total shares of the company	% of shares pledged/ encumbered to total shares	No. of shares	% of total shares of the company	% of shares pledged/ encumbered to total shares	
1	Dr. M Manickam	1914200	1.61	1.43	1914200	1.61	1.43	-
2	Sri M Balasubramaniam	337325	0.28	0.17	337325	0.28	0.17	-
3	Sri M Srinivaasan	201000	0.17	0.17	201000	0.17	0.17	-
4	Smt. B. Vinodhini	16860	0.01	-	16860	0.01	-	-
5	Smt. Karunambal Vanavarayar	205000	0.17	-	205000	0.17	-	-
6	Dr. B.K.K. Vanavarayar	5019	-	-	5019	-	-	-
7	Smt. K. Karpagavalli	12000	0.01	-	12000	0.01	-	-
8	Sri K. Shankar Vanavarayar	5000	-	-	5000	-	-	-
9	Estate of: Dr. N. Mahalingam	145100	0.12	0.12	145100	0.12	0.12	-
10	Smt. M Mariammal	100	-	-	100	-	-	-
11	A B T Investments (India) Pvt. Ltd.	66628540	56.06	56.06	66473540	55.93	55.93	-0.14
12	Sakthi Finance Ltd.	552833	0.47	-	552833	0.47	-	-
13	Sri Chamundeswari Sugars Ltd.	1245200	1.05	-	1245200	1.05	-	-
	Total	71268177	59.97	57.95	71113177	59.83	57.82	-0.14

* Includes Promoter Group


(iii) Change in *Promoters' shareholding (Specify if there is no change)

	Shareholding at the beginning of the year		Cumulative shareholding during the year		
	No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
At the beginning of the year	71268177	59.97	71268177	59.97	
Datewise increase/decrease in Promoters share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
Date	Reason	No. of shares	%	Cumulative shares	%
05.04.2019	Transfer	130000	0.11	71138177	59.86
09.08.2019	Transfer	25000	0.02	71113177	59.83
At the end of the year		71113177	59.83	71113177	59.83

* Includes Promoter Group

(iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters & holders of GDRs & ADRs)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative shareholding during the year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
1	ASSET RECONSTRUCTION COMPANY (INDIA) LIMITED					
	At the beginning of the year	22635757	19.05	22635757	19.05	
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	At the end of the year	22635757	19.05	22635757	19.05	
2	THE TAMILNADU INDUSTRIAL INVESTMENT CORPORATION LIMITED					
	At the beginning of the year	495099	0.42	495099	0.42	
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	At the end of the year	495099	0.42	495099	0.42	
3	TAMILNADU INDUSTRIAL DEVELOPMENT CORPORATION LIMITED					
	At the beginning of the year	424000	0.36	424000	0.36	
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	At the end of the year	424000	0.36	424000	0.36	
4	MODEM BHARATHI					
	At the beginning of the year	-	-	-	-	
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	Date	Reason	No. of shares	%	Cumulative shares	%
	27.03.2020	Transfer	340503	0.29	340503	0.29
At the end of the year		340503	0.29	340503	0.29	


(iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters & holders of GDRs & ADRs) (Contd.)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative shareholding during the year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
5	SHAREKHAN LIMITED					
	At the beginning of the year	185351	0.16	185351	0.16	
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	Date	Reason	No. of shares	%	Cumulative shares	%
	05.04.2019	Transfer	(106)	-	185245	0.16
	12.04.2019	Transfer	2450	-	187695	0.16
	19.04.2019	Transfer	(5006)	-	182689	0.15
	26.04.2019	Transfer	(10049)	-0.01	172640	0.15
	03.05.2019	Transfer	96	-	172736	0.15
	10.05.2019	Transfer	(11181)	-0.01	161555	0.14
	17.05.2019	Transfer	14676	0.01	176231	0.15
	24.05.2019	Transfer	534	-	176765	0.15
	31.05.2019	Transfer	(11128)	-0.01	165637	0.14
	07.06.2019	Transfer	(2412)	-	163225	0.14
	14.06.2019	Transfer	(1241)	-	161984	0.14
	21.06.2019	Transfer	1041	-	163025	0.14
	29.06.2019	Transfer	(1899)	-	161126	0.14
	05.07.2019	Transfer	(1075)	-	160051	0.13
	12.07.2019	Transfer	(1425)	-	158626	0.13
	19.07.2019	Transfer	1700	-	160326	0.13
	26.07.2019	Transfer	(1429)	-	158897	0.13
	02.08.2019	Transfer	552	-	159449	0.13
	09.08.2019	Transfer	1967	-	161416	0.14
	16.08.2019	Transfer	(243)	-	161173	0.14
	23.08.2019	Transfer	29493	0.02	190666	0.16
	30.08.2019	Transfer	(31975)	-0.03	158691	0.13
	06.09.2019	Transfer	(450)	-	158241	0.13
	13.09.2019	Transfer	3375	-	161616	0.14
	20.09.2019	Transfer	(1960)	-	159656	0.13
	27.09.2019	Transfer	(220)	-	159436	0.13
	30.09.2019	Transfer	(1949)	-	157487	0.13
	04.10.2019	Transfer	800	-	158287	0.13
	11.10.2019	Transfer	6514	0.01	164801	0.14
	18.10.2019	Transfer	(7484)	-0.01	157317	0.13
	25.10.2019	Transfer	1265	-	158582	0.13
	01.11.2019	Transfer	(932)	-	157650	0.13
	08.11.2019	Transfer	(41)	-	157609	0.13
	15.11.2019	Transfer	1308	-	158917	0.13
	22.11.2019	Transfer	(656)	-	158261	0.13
	29.11.2019	Transfer	228	-	158489	0.13
	06.12.2019	Transfer	1225	-	159714	0.13
	13.12.2019	Transfer	(1350)	-	158364	0.13


(iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters & holders of GDRs & ADRs) (Contd.)

Sl. No.	Shareholder's Name		Shareholding at the beginning of the year		Cumulative shareholding during the year	
			No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	Date	Reason	No. of shares	%	Cumulative shares	%
	20.12.2019	Transfer	1345	-	159709	0.13
	27.12.2019	Transfer	(1670)	-	158039	0.13
	31.12.2019	Transfer	1740	-	159779	0.13
	03.01.2020	Transfer	300	-	160079	0.13
	10.01.2020	Transfer	5938	-	166017	0.14
	17.01.2020	Transfer	34278	0.03	200295	0.17
	24.01.2020	Transfer	(19123)	-0.02	181172	0.15
	31.01.2020	Transfer	1751	-	182923	0.15
	07.02.2020	Transfer	(292)	-	182631	0.15
	14.02.2020	Transfer	(9026)	-0.01	173605	0.15
	21.02.2020	Transfer	(111)	-	173494	0.15
	28.02.2020	Transfer	(3680)	-	169814	0.14
	06.03.2020	Transfer	2393	-	172207	0.14
	13.03.2020	Transfer	5664	-	177871	0.15
	20.03.2020	Transfer	7373	0.01	185244	0.16
	27.03.2020	Transfer	(11912)	-0.01	173332	0.15
	31.03.2020	Transfer	4767	-	178099	0.15
	At the end of the year		178099	0.15	178099	0.15
6	RONAK BRIJBALLABH CHANDAK					
	At the beginning of the year		-	-	-	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/ bonus/sweat equity, etc.)					
	Date	Reason	No. of shares	%	Cumulative shares	%
	20.03.2020	Transfer	154000	0.13	154000	0.13
	At the end of the year		154000	0.13	154000	0.13
7	SAKTHI FINANCIAL SERVICES (COCHIN) P LTD					
	At the beginning of the year		150000	0.13	150000	0.13
	Datewise increase/decrease in the share holding during the year specifying the reasons for increase/decrease (e.g.allotment/ transfer/bonus/sweat equity, etc.)					
	No change					
	At the end of the year		150000	0.13	150000	0.13
8	PERIASAMY SAKTIVEL					
	At the beginning of the year		156000	0.13	156000	0.13
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/ bonus/sweat equity, etc.)					
	Date	Reason	No. of shares	%	Cumulative Shares	%
	31.05.2019	Transfer	(6000)	-0.01	150000	0.13
	09.08.2019	Transfer	9064	0.01	159064	0.13
	30.08.2019	Transfer	5000	0.00	164064	0.14
	08.11.2019	Transfer	(5000)	0.00	159064	0.13
	15.11.2019	Transfer	(16864)	-0.01	142200	0.12
	27.03.2020	Transfer	1000	0.00	143200	0.12
	At the end of the year		143200	0.12	143200	0.12


(iv) Shareholding pattern of top ten shareholders (other than Directors, Promoters & holders of GDRs & ADRs) (Contd.)

Sl. No.	Shareholder's Name	Shareholding at the beginning of the year		Cumulative shareholding during the year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
9	GEETA PRABHUDAS DEVANI					
	At the beginning of the year		110400	0.09	110400	0.09
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	Date	Reason	No. of shares	%	Cumulative shares	%
	06.03.2020	Transfer	7227	0.01	117627	0.10
	13.03.2020	Transfer	2773	0.00	120400	0.10
	At the end of the year		120400	0.10	120400	0.10
10	VIRENDRA KUMAR JAIN					
	At the beginning of the year		56990	0.05	56990	0.05
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	Date	Reason	No. of shares	%	Cumulative shares	%
	31.05.2019	Transfer	31372	0.03	88362	0.07
	29.06.2019	Transfer	16000	0.01	104362	0.09
	At the end of the year		104362	0.09	104362	0.09

(v) Shareholding of Directors and Key Managerial Personnel:

Sl. No.	Names of Directors / Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative shareholding during the year		
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company	
1	DR. M. MANICKAM					
	At the beginning of the year		1914200	1.61	1914200	1.61
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	At the end of the year		1914200	1.61	1914200	1.61
2	Sri M. BALASUBRAMANIAM					
	At the beginning of the year		337325	0.28	337325	0.28
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	At the end of the year		337325	0.28	337325	0.28
3	Sri M. SRINIVAASAN					
	At the beginning of the year		201000	0.17	201000	0.17
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)					
	At the end of the year		201000	0.17	201000	0.17


(v) Shareholding of Directors and Key Managerial Personnel: (Contd..)

Sl. No.	Names of Directors / Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
4	Sri C. RANGAMANI				
	At the beginning of the year	500	-	500	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	500	-	500	-
5	Sri S.S. MUTHUVELAPPAN				
	At the beginning of the year	3009	-	3009	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	3009	-	3009	-
6	Sri P.K. CHANDRAN				
	At the beginning of the year	6424	0.01	6424	0.01
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	6424	0.01	6424	0.01
7	Sri N.K. VIJAYAN				
	At the beginning of the year	1850	-	1850	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	1850	-	1850	-
8	Sri S. BALASUBHRAMANIAN				
	At the beginning of the year	23900	0.02	23900	0.02
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	23900	0.02	23900	0.02
9	Sri S. CHANDRASEKHAR				
	At the beginning of the year	1990	-	1990	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	1990	-	1990	-
10	Sri K.V. RAMACHANDRAN				
	At the beginning of the year	500	-	500	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	500	-	500	-
11	Smt. PRIYA BHANSALI				
	At the beginning of the year	-	-	-	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	-	-	-	-



(v) **Shareholding of Directors and Key Managerial Personnel: (Contd..)**

12	Sri JIGAR DALAL				
	At the beginning of the year	-	-	-	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	-	-	-	-
13	Sri S BASKAR				
	At the beginning of the year	5000	-	5000	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	5000	-	5000	-
14	Sri C.R SANKAR				
	At the beginning of the year	600	-	600	-
	Datewise increase/decrease in share holding during the year specifying the reasons for increase/decrease (e.g.allotment/transfer/bonus/sweat equity, etc.)	No change			
	At the end of the year	600	-	600	-

V. INDEBTEDNESS

Indebtedness of the Company including interest outstanding/accrued but not due for payment

(Rs. in Lakhs)

	Secured Loans excluding Deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	68876.19	21090.84	-	89967.03
ii) Interest due but not paid	47828.38	5378.97	-	53207.35
iii) Interest accrued but not due	14.43	-	-	14.43
Total (i+ii+iii)	116719.00	26469.81	-	143188.81
Change in Indebtedness during the financial year				
Addition	16324.99	7200.22	-	23525.21
Reduction	6843.33	6483.40	-	13326.73
Net Change	9481.66	716.82	-	10198.48
Indebtedness at the end of the financial year				
i) Principal Amount	63310.92	22342.87	-	85653.79
ii) Interest due but not paid	62873.59	4843.76	-	67717.35
iii) Interest accrued but not due	16.17	-	-	16.17
Total (i+ii+iii)	126200.68	27186.63	-	153387.31


VI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL
A. Remuneration to Managing Director, Whole-time Directors and/or Manager:

Sl. No.	Particulars of Remuneration	Name of MD/WTD/ Manager		Total Amount
		Dr. M. Manickam Chairman and Managing Director		
1	Gross salary	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	-	-	-
	(b) Value of perquisites under section 17(2) of the Income Tax Act, 1961	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission as % of profit, others, (specify)	-	-	-
5	Others, please specify	-	-	-
	Total (A)	-	-	-
	Ceiling as per the Act	-	-	-

B. Remuneration to other Directors:

(Rs. in Lakhs)

Sl. No.	Particulars of Remuneration	Name of the Directors								Total Amount
		C.Rangamani	S.S.Muthuvelappan	P.K.Chandran	N.K.Vijayan	K.V.Ramachandran	S.Chandrasekhar	S.Balasubhramanian	Priya Bhansali	
1	Independent Directors - Mr / Mrs.									
	(a) Fee for attending Board/ Committee meetings	1.20	0.90	1.00	1.00	1.10	0.60	0.70	0.80	7.30
	(b) Commission	-	-	-	-	-	-	-	-	-
	(c) Others, please specify	-	-	-	-	-	-	-	-	-
	Total (1)	1.20	0.90	1.00	1.00	1.10	0.60	0.70	0.80	7.30
2	Other Non-Executive Directors - Mr	M.Balasubramaniam	M.Srinivaasan	Jigar Dalal						
	(a) Fee for attending Board/ Committee meetings	0.70	0.60	0.40	-	-	-	-	-	1.70
	(b) Commission	-	-	-	-	-	-	-	-	-
	(c) Others, please specify	-	-	-	-	-	-	-	-	-
	Total (2)	0.70	0.60	0.40	-	-	-	-	-	1.70
	Total B (1+2)									9.00
	Total Managerial Remuneration									9.00
	Overall ceiling as per the Act	Non-Executive Directors are paid only sitting fees within the prescribed limit.								



C. Remuneration to Key Managerial Personnel other than MD/Manager/WTD

(Rs. in Lakhs)

Sl. No.	Particulars of Remuneration	Key Managerial Personnel		Total
		Company Secretary	CFO	
1	Gross salary			
	(a) Salary as per provisions contained in section 17(1) of the Income Tax Act, 1961	35.65	26.99	62.64
	(b) Value of perquisites under section 17(2) of the Income Tax Act, 1961	0.49	0.29	0.78
	(c) Profits in lieu of salary under section 17(3) Income Tax Act, 1961	-	-	-
2	Stock Option	-	-	-
3	Sweat Equity	-	-	-
4	Commission as % of profit, others, (specify)	-	-	-
5	Others, please specify	-	-	-
	Total	36.14	27.28	63.42
	Ceiling as per the Act	-	-	-

VII. PENALTIES / PUNISHMENT/COMPOUNDING OF OFFENCES:

Type	Section of the Companies Act	Brief Description	Details of Penalty/ Punishment/ Compounding fees imposed	Authority [RD/NCLT/Court]	Appeal made, if any (give Details)
A. Company Penalty Punishment Compounding B. Directors Penalty Punishment Compounding C. Other Officers in Default Penalty Punishment Compounding			Nil		

On behalf of the Board of Directors

Coimbatore
31st July 2020

M Manickam
Chairman and Managing Director



ANNEXURE - C TO THE BOARD'S REPORT

SALIENT FEATURES OF POLICY ON APPOINTMENT AND REMUNERATION

In order to identify, attract, retain and motivate competent persons, a clear relationship of remuneration to performance and a balance between rewarding short and long term performance of the Company, the Board of Directors of the Company, as recommended by the Nomination and Remuneration Committee (NR Committee), has adopted a policy on appointment and remuneration as enumerated in Section 178 of the Companies Act 2013. This policy provides a framework for remuneration of members of the Board of Directors, Key Managerial Personnel and other employees of the Company.

I. Criteria for selection/appointment of and Remuneration to Non-Executive Directors:

i. Criteria of selection

- a. The candidate for Non-Executive Directors shall be of high integrity with relevant expertise and experience so as to have a diverse Board with Directors having expertise in any of the fields of engineering, manufacturing, finance, accounts, taxation, agricultural operations, sales & marketing, and general management.
- b. In the case of Independent Directors, the candidate, in addition to the requirements under (a) above, should satisfy the criteria of independence as stipulated in the Companies Act and the Listing Regulations.
- c. The NR Committee while recommending a candidate for appointment as a Director, shall consider and get itself satisfied about -
 - The candidate not being disqualified for appointment under Section 164 of the Companies Act, 2013.
 - Attributes/criteria regarding qualification, expertise and experience in relevant field.
 - Personal, professional or business standing
 - Requirement with respect to Board's diversity
- d. In the case of re-appointment, the performance evaluation of the Director and his level of participation will be considered.

ii. Remuneration to Non-Executive Directors

The Non-Executive Directors are entitled to receive remuneration by way of sitting fees for each meeting of the Board or Committees of Board attended by them of such sum as may be approved by the Board of Directors within the overall limits prescribed under the Companies Act 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014. They are also entitled for reimbursement of expenses in connection with participation in the Board/Committee meetings/General Meetings.

The Independent Directors of the Company are not entitled for Stock Option Scheme of the Company, if any.

II. Criteria for selection/appointment of and remuneration to Executive Directors:

i. Criteria of selection/appointment

The NR Committee shall identify persons of integrity having relevant experience, expertise and leadership quality for appointment for the position of Executive Directors, viz. Executive Chairman, Managing Director, Joint Managing Director and Executive Director. The NR Committee shall also ensure that the identified persons fulfil the conditions like age limit under the Companies Act and other applicable laws, if any.

ii. Remuneration

The Executive Directors will be paid such remuneration and perquisites as may be mutually agreed upon at the time of appointment or re-appointment between the Company and the Executive Directors, taking into consideration the profitability of the Company and the overall limits prescribed under the Companies Act 2013.

The remuneration of Executive Chairman, Managing Director and the Joint Managing Director of the Company consists of fixed remuneration and variable portion by way of commission calculated in accordance with the Companies Act 2013. The remuneration of Executive Director consists of only fixed remuneration.

The above remuneration will be subject to such approvals and conditions as laid down in applicable statute.

**III. Criteria for selection/appointment of and remuneration to Senior Management Personnel:**

Based on the criticality of the role and responsibility of the Key Managerial Personnel, the NR Committee decides on the required qualifications, experience and attributes for the position and on the remuneration based on the industry bench mark and the current compensation trend in the market. The remuneration consists of fixed components like salaries, perquisites and a variable component comprising of annual bonus, if declared. Based on the selection criteria laid as above and remuneration, the NR Committee identifies persons and recommends to the Board for consideration and appointment.

In respect of other Senior Management Personnel, the NR Committee will recommend to the Board, all remuneration, in whatever form, payable to them for its approval.

Senior management means officers/personnel of the Company who are members of its core management team, excluding Board of Directors, comprising members of management one level below the Chief Executive Officer/Managing Director, including Company Secretary and Chief Financial Officer, and the functional heads.

In respect of other employees, the Chairman and Managing Director is authorised by the NR Committee to fix the remuneration based on the criticality and responsibility of the employees.

Annual increments are given on time scale basis and further increase to deserving employees based on performance review.

On behalf of the Board of Directors

Coimbatore
31st July 2020

M Manickam
Chairman and Managing Director



ANNEXURE - D TO BOARD'S REPORT

INFORMATION PURSUANT TO SECTION 134(3)(m) OF THE COMPANIES ACT 2013

A. CONSERVATION OF ENERGY

(i) *Steps taken or impact on conservation of energy:*

No major steps have been taken during the year.

(ii) *Steps taken for utilising alternate sources of energy:*

Power generated by the Company in its co-generation plants is used.

(iii) *Capital investment on energy conservation equipments:*

Nil

B. TECHNOLOGY ABSORPTION

(i) *Efforts made towards technology absorption:*

There is no new technology for absorption.

(ii) *Benefits derived*

Not applicable.

(iii) *In case of imported technology*

a. *details of technology imported*

b. *the year of import*

c. *whether the technology has been fully absorbed*

d. *if not absorbed, areas where absorption has not taken place and reasons thereof*

Not applicable

(iv) *Expenditure on Research and Development* - Rs.22.17 lakhs

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Foreign exchange earned Rs. 1672.13 lakhs

Foreign exchange used Rs. 1271.00 lakhs

Coimbatore
31st July 2020

On behalf of the Board of Directors

M Manickam
Chairman and Managing Director



ANNEXURE-E TO THE BOARD'S REPORT

Form No. MR-3

Secretarial Audit Report for the financial year ended 31st March 2020

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To

The Members,

SAKTHI SUGARS LIMITED, [CIN:L15421TZ1961PLC000396]

Sakthi Nagar, Bhavani Taluk, Erode District, Tamilnadu-638315

We have conducted a Secretarial Audit of the compliance of applicable statutory provisions and adherence to good corporate practices by SAKTHI SUGARS LIMITED (hereinafter called "the Company") during the financial year from 1st April 2019 to 31st March 2020 ("the year"/ "audit period"/ "period under review").

We conducted the Secretarial Audit in a manner that provided us a reasonable basis for evaluating the Company's corporate conducts/statutory compliances and expressing our opinion thereon.

We are issuing this report based on:

- (i) Our examination/verification of the physical/electronic books, papers, minute books and other records maintained by the Company and furnished to us in physical/electronic form through email, forms / returns filed and compliance related action taken by the Company during the year as well as after 31st March 2020 but before the issue of this audit report;
- (ii) Our observations during our visits to the Corporate office of the Company;
- (iii) Compliance certificates confirming compliance with all laws applicable to the Company given by the key managerial personnel / senior managerial personnel of the Company and taken on record by the Audit Committee/ Board of Directors; and
- (iv) Representations made, documents shown and information provided by the Company, its officers, agents and authorised representatives during our conduct of the Secretarial Audit.

We hereby report that, in our opinion, during the audit period covering the financial year ended on 31st March 2020 the Company has

- (i) Complied with the statutory provisions listed hereunder; and
- (ii) Board processes and compliance mechanism in place.

The members are requested to read this report along with our letter of even date annexed to this report as Annexure – A.

1. Compliance with specific statutory provisions

We further report that:

1.1. We have examined the books, papers, minute books and other records maintained by the Company and the forms, returns, reports, disclosures and information filed or disseminated during the year, according to the applicable provisions / clauses of:

- (i) The Companies Act, 2013 and the rules made thereunder (the Act).
- (ii) The Securities Contracts (Regulation) Act, 1956 and the rules made thereunder.
- (iii) The Depositories Act, 1996 and the regulations and bye-laws framed thereunder.
- (iv) The following Regulations prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Regulations"):-
 - (a) Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; and
 - (c) Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. (LODR)
- (v) The following laws are specifically applicable to the Company (Specific laws):
 - (a) Essential Commodities Act, 1955 and the rules / orders made thereunder with respect to sugar;
 - (b) Tamil Nadu Prohibition Act, 1937 and the rules made thereunder with respect to molasses and industrial alcohol;



- (c) Sugar Development Fund Act, 1982 and the rules made thereunder;
 - (d) Sugar Cess Act, 1982;
 - (e) Food Safety and Standards Act, 2006 and the rules/regulations made thereunder with respect to sugar and soya; and
 - (f) Electricity Act, 2003 and the rules made thereunder, with respect to co-generation of power.
- (vi) The listing agreements entered into by the Company with the National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) (Agreements).
- (vii) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of External Commercial Borrowings (FEMA);
- (viii) Secretarial Standards issued by The Institute of Company Secretaries of India (Secretarial Standards).
- 1.2. During the period under review, and also considering the compliance related action taken by the Company after 31st March 2020 but before the issue of this report, the Company has, to the best of our knowledge and belief and based on the records, information, explanations and representations furnished to us:
- (i) Complied with the applicable provisions/clauses of the Acts, Rules, SEBI Regulations and Specific laws mentioned under sub-paragraphs (i) to (vii) of paragraph 1.1 above; and
 - (ii) Complied with the applicable provisions of Secretarial Standards on Meetings of the Board of Directors (SS-1) and Secretarial Standards on General Meetings (SS-2) mentioned under paragraph 1.1.(viii) above to the extent applicable to Board/Committee Meetings and General meetings.
- 1.3. We are informed that, during/in respect of the year, due to non-occurrence of certain events, the Company was not required to comply with the following laws/rules/regulations and consequently was not required to maintain any books, papers, minute books or other records or file any forms/returns under:
- (i) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment and Overseas Direct Investment (FEMA);
 - (ii) Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations 1993 regarding the Companies Act, 2013 and dealing with the client;
 - (iii) Securities and Exchange Board of India (Buy Back of Securities) Regulations, 1998;
 - (iv) Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009;
 - (v) Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014; and
 - (vi) Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018.
2. Board processes:
- We further report that:
- 2.1 The constitution of the Board of Directors of the Company during the year was in compliance with the applicable provisions of the Act and LODR.
- 2.2 As on 31st March 2020, the Board has:
- (i) 1 [One] Executive Director designated as Chairman and Managing Director
 - (ii) 2 [Two] Non-Executive Non-Independent Directors
 - (iii) 1 [One] Nominee Director
 - (iv) 8 [Eight] Non-Executive Independent Directors including a Woman Independent Director.
- 2.3 The processes relating to the following changes in the composition of the Board of Directors during the year were carried out in compliance with the provisions of the Act and LODR:
- (i) Re-appointment of Dr.M.Manickam (DIN 00102233) as Director retiring by rotation at the 57th Annual General Meeting held on 27th September 2019; and
 - (ii) Re-appointment of Sri. C. Rangamani (DIN 00090786), Sri. S.S. Muthuvelappan (DIN 00273870), Sri. P.K. Chandran (DIN 00273738), Sri. N.K. Vijayan (DIN 00300871), Sri. K.V. Ramachandran (DIN 00322331), Sri. S. Chandrasekhar (DIN 00011901) and Sri. S. Balasubramanian (DIN 00458139) as Non-Executive Independent Directors for the second term of five consecutive years from 30th September 2019 to 29th September 2024 at the 57th Annual General Meeting held on 27th September 2019.



- 2.4 Adequate notice was given to all the directors to enable them to plan their schedule for the Board meetings.
- 2.5 Notice of Board meetings were sent to the directors at least seven days in advance except for one Board meeting which was convened at a shorter notice, at which not less than one Independent Director was present as required under Section 173(3) of the Act and SS-1.
- 2.6 Agenda and detailed notes on agenda were sent to the directors at least seven days before the Board meetings for all meetings other than for one meeting convened at a shorter notice.
- 2.7 Agenda and detailed notes on agenda for the following items were either circulated separately less than seven days before or at the Board meetings and consent of the Board for so circulating them was duly obtained as required under SS-1:
- (i) Supplementary agenda notes and annexures in respect of unpublished price sensitive information such as audited financial statement/results, unaudited financial results and connected papers; and
 - (ii) Additional subjects/information/presentations and supplementary notes.
- 2.8 A system exists for directors to seek and obtain further information and clarifications on the agenda items before the meetings and for their meaningful participation at the meetings.
- 2.9 We are informed that, at the Board meetings held during the year:
- (i) Majority decisions were carried through; and
 - (ii) No dissenting views were expressed by any Board member on any of the subject matters discussed, that were required to be captured and recorded as part of the minutes.
3. Compliance mechanism
- We further report that:
- 3.1 There are reasonably adequate systems and processes in the Company, commensurate with the Company's size and operations, to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
4. Specific events / actions
- 4.1 During the year, there are no specific events / actions having a major bearing on the Company's affairs, in pursuance of the above referred laws, rules, regulations and standards.

For S Krishnamurthy & Co.,
Company Secretaries

R. Sivasubramanian
Partner

Date : 31st July 2020
Place : Coimbatore

Membership No: A22289
Certificate of Practice No: 12052
UDIN : A022289B000538411



Annexure - A to Secretarial Audit Report of even date

To,
The Members,
Sakthi Sugars Limited, [CIN: L15421TZ1961PLC000396]
Sakthi Nagar, Bhavani Taluk, Erode District, Tamil Nadu - 638315

Our Secretarial Audit Report (Form MR-3) of even date for the financial year ended 31st March 2020 is to be read along with this letter.

1. The Company's management is responsible for maintenance of secretarial records and compliance with the provisions of corporate and other applicable laws, rules, regulations and standards. Our responsibility is to express an opinion on the secretarial records produced for our audit.
2. We have followed such audit practices and processes as we considered appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records.
3. While forming an opinion on compliance and issuing this report, we have also considered compliance related action taken by the Company after 31st March 2020 but before the issue of this report.
4. We have considered compliance related actions taken by the Company based on independent legal/ professional opinion / certification obtained as being in compliance with law.
5. We have verified the secretarial records furnished to us on a test basis to see whether the correct facts are reflected therein. We also examined the compliance procedures followed by the Company on a test basis. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
6. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company as the same are being verified by and reported on by the Statutory Auditors.
7. We have not verified the compliances as regards payments of statutory dues, since the same has been covered by the statutory auditor.
8. We have obtained the Management's representation about compliance of laws, rules and regulations and happening of events, wherever required.
9. Our Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For S Krishnamurthy & Co.,
Company Secretaries

R. Sivasubramanian
Partner

Date : 31st July 2020
Place : Coimbatore

Membership No: A22289
Certificate of Practice No: 12052
UDIN : A022289B000538411



ANNEXURE - F TO THE BOARD'S REPORT

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2020

(Rs. in Lakhs)

S.No.	Particulars	Audited Figures (as reported before adjusting for qualifications)	Audited Figures (after adjusting for qualifications)								
1	Turnover / Total income	92,390.64	92,390.64								
2	Total Expenditure (including exceptional items)	113,224.55	113,224.55								
3	Net Profit/(Loss)	(20,833.91)	(20,833.91)								
4	Earnings Per Share (in Rs.)	(17.31)	(17.31)								
5	Total Assets	183,247.14	183,247.14								
6	Total Liabilities	183,247.14	183,247.14								
7	Net Worth	(16,684.45)	(16,684.45)								
8	Any other financial item(s) (as felt appropriate by the management)	Nil	Nil								
<p>II <i>Audit Qualification (each audit qualification separately)</i> <i>Qualification</i></p> <p><i>a. Details of Audit Qualification</i> No provision for the expected credit loss/impairment on interest receivable from an erstwhile associate company of Rs.25219.69 lakhs has been recognized as per the requirement of Ind As 109 "Financial Instruments". In view of non-recoveries, non-confirmations/reconciliation from the debtor company, initiation of legal action against the interest claim of the company and in absence of clear forward looking information regarding outcome of pending legal actions initiated and time frame and quantum of realisability of the interest receivable, we are unable to determine the amount of expected credit loss/impairment as per the requirements of Ind-AS 109 "Financial Instruments" and its consequential impact on the financial results.</p> <p><i>b. Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion</i> Qualified opinion</p> <p><i>c. Frequency of qualification: Whether appeared first time/repetitive/since how long continuing</i> First time.</p> <p><i>d. For Audit Qualification where the impact is quantified by the Auditor, Management's views:</i> Not applicable.</p> <p><i>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</i></p> <p><i>(i) Management's estimation on the impact of audit qualification</i> The Impact is unascertainable.</p> <p><i>(ii) If management is unable to estimate the impact, reasons for the same</i> The Management is confident of obtaining favourable award and considers the full amount is recoverable. Hence, no provision is made.</p> <p><i>(iii) Auditors' comments on (i) or (ii) above</i> The Auditors Report is qualified for non-provision of expected credit loss as per Ind AS-109.</p>											
<p>III Signatories</p> <table border="0" style="width: 100%;"> <tr> <td style="width: 60%;">CEO/Managing Director</td> <td style="text-align: right;">Sd. (M. Manickam) Chairman & Managing Director</td> </tr> <tr> <td>CFO</td> <td style="text-align: right;">Sd. (C.R.Sankar) Chief Financial Officer</td> </tr> <tr> <td>Audit Committee Chairman</td> <td style="text-align: right;">Sd. (C.Rangamani) Chairman of the Audit Committee</td> </tr> <tr> <td>Statutory Auditors</td> <td style="text-align: right;">Sd. (P.K. Nagarajan) Partner</td> </tr> </table> <p>Place : Coimbatore Date : 31st July 2020</p> <p style="text-align: right;">M/s. P.K. Nagarajan & Co, Membership No.025679</p>				CEO/Managing Director	Sd. (M. Manickam) Chairman & Managing Director	CFO	Sd. (C.R.Sankar) Chief Financial Officer	Audit Committee Chairman	Sd. (C.Rangamani) Chairman of the Audit Committee	Statutory Auditors	Sd. (P.K. Nagarajan) Partner
CEO/Managing Director	Sd. (M. Manickam) Chairman & Managing Director										
CFO	Sd. (C.R.Sankar) Chief Financial Officer										
Audit Committee Chairman	Sd. (C.Rangamani) Chairman of the Audit Committee										
Statutory Auditors	Sd. (P.K. Nagarajan) Partner										



CORPORATE GOVERNANCE

1. COMPANY'S PHILOSOPHY

The Company's philosophy on corporate governance endeavours attainment of the highest levels of transparency, accountability and equity in all facets of its operations and in all its interactions with stakeholders, including shareholders, employees, cane growers, lenders and the Government.

2. BOARD OF DIRECTORS

a. Composition and category of Directors

The composition of the Board is in conformity with the provisions contained in the Companies Act 2013 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. As on 31st March 2020, the Board consisted of a Chairman and Managing Director, two Non-Executive Promoter Directors, eight Independent Directors including a Woman Director, and a Nominee Director representing Asset Reconstruction Company (India) Limited, a lender. The number of Independent Directors is more than 50% of the total number of Directors on the Board.

None of the Directors on the Board is in more than 10 Committees or Chairman of more than 5 Committees across all listed companies in which he/she is a Director, as per the disclosures made by them.

The Independent Directors have confirmed/declared that they satisfy/meet with the criteria of independence as stipulated under Section 149(6) of the Companies Act 2013 and in Regulation 16(1)(b) of SEBI (LODR) Regulations 2015 and that they have registered their names in the databank for Independent Directors maintained as per Section 150 of the Companies Act 2013. During the financial year, the Independent Directors had a separate meeting on 14.02.2020 without the participation of Non-Independent Directors and the management team. All the Independent Directors were present at the meeting.

b. Attendance of each Director at the Board Meetings and the last Annual General Meeting

During the financial year ended 31st March 2020, the Board met 5 times on 28.05.2019, 13.08.2019, 14.11.2019, 23.01.2020 and 14.02.2020. The Board is provided with all material information, including the minimum information to be placed before the Board as specified in Part A of Schedule II to the SEBI (LODR) Regulations. The gap between two meetings did not exceed 120 days. The details of attendance of each Director at the Board Meetings and at the last Annual General Meeting held on 27.09.2019 and the number of other Directorships and Committee Chairmanship/ Membership as on 31st March 2020 are given below:

Name of the Director	DIN	Category of Directorship	Attendance at		No. of Directorships	Committee Position	
			Board Meeting	Annual General Meeting		Chairman	Member
Dr.M.Manickam	00102233	Promoter Executive	4	Yes	11	1	-
Sri M.Balasubramaniam	00377053	Promoter Non-executive	3	Yes	11	-	2
Sri M.Srinivaasan	00102387	Promoter Non-executive	3	Yes	10	-	1
Sri C.Rangamani	00090786	Non-executive Independent	4	Yes	1	-	-
Sri S.S.Muthuvelappan	00273870	Non-executive Independent	5	Yes	-	-	-
Sri P.K.Chandran	00273738	Non-executive Independent	5	Yes	-	-	-
Sri N.K.Vijayan	00300871	Non-executive Independent	5	Yes	-	-	-



Name of the Director	DIN	Category of Directorship	Attendance at		No. of other Directorships	Committee Position	
			Board Meeting	Annual General Meeting		Chairman	Member
Sri K.V.Ramachandran	00322331	Non-executive Independent	5	Yes	3	-	1
Sri S.Chandrasekhar	00011901	Non-executive Independent	4	Yes	9	1	1
Sri S.Balasubramanian	00458139	Non-executive Independent	5	Yes	2	-	-
Smt. Priya Bhansali	00195848	Non-executive Independent	4	Yes	2	-	-
Sri Jigar Dalal	07681541	Nominee Director (ARCIL)	4	No	-	-	-

c. Details of directorships held by the Directors of the Company in other listed entities

Name of Director	Name of listed entity	Category of directorship
Dr. M. Manickam	Sakthi Finance Limited	Promoter Non-executive
	Kovai Medical Centre & Hospitals Limited	Non-executive Independent
Sri M.Balasubramaniam	Sakthi Finance Limited	Promoter Executive
Sri M.Srinivaasan	Sakthi Finance Limited	Promoter Non-executive
Sri K.V.Ramachandran	E L Forge Limited	Promoter Executive
Smt. Priya Bhansali	Sakthi Finance Limited	Non-executive Independent

d. Chart/Matrix setting out skills/expertise/competence of the Directors

The Company being manufacturers of refined white crystal sugar and other bye-products, the Board of Directors of the Company has identified the following core skills/expertise/competencies for effective functioning of the Company:

Skill set/expertise/competence	Name of Director
Entrepreneurial skill and business management	Dr.M.Manickam Sri M.Balasubramaniam Sri M.Srinivaasan Sri K.V.Ramachandran
Engineering and manufacturing expertise with reference to sugar industry	Sri M.Srinivaasan Sri S.Balasubramanian
Agricultural expertise and experience in sugarcane cultivation	Sri S.S.Muthuvelappan Sri P.K.Chandran Sri N.K.Vijayan
Expertise in finance, accounting, legal and taxation	Sri M.Balasubramaniam Sri C.Rangamani Sri K.V.Ramachandran Smt. Priya Bhansali Sri Jigar Dalal
Sales and marketing expertise and experience	Sri S.Chandrasekhar

e. Relationship between Directors inter se

Dr. M. Manickam, Chairman and Managing Director, Sri M.Balasubramaniam, Director, and Sri M.Srinivaasan, Director, are related to each other as brothers.



f. Number of shares and convertible instruments held by Non-Executive Directors in the Company as on 31st March 2020

Sl. No	Name of the Non-Executive Director	No. of Equity Shares held
1	Sri M. Balasubramaniam	337325
2	Sri M. Srinivaasan	201000
3	Sri C. Rangamani	500
4	Sri S.S. Muthuvelappan	3009
5	Sri P.K. Chandran	6424
6	Sri N.K. Vijayan	1850
7	Sri K.V. Ramachandran	500
8	Sri S. Chandrasekhar	1990
9	Sri S. Balasubhramanian	23900
10	Smt. Priya Bhansali	-
11	Sri Jigar Dalal	-

The Non-Executive Directors do not hold any convertible instrument.

g. Familiarisation programme for Independent Directors

The familiarisation process followed by the Company includes briefing about the Board's composition and conduct, roles, rights, responsibilities of Directors, nature of the industry, details about the Company, Group and its culture and briefing of amendments on Companies Act, SEBI Regulations, etc. The familiarisation process is disclosed at the Company's weblink www.sakthisugars.com/investorinformation/familiarisationprog.pdf.

h. Performance Evaluation

Pursuant to the provisions of the Companies Act and SEBI (LODR) Regulations, evaluation of the performance of the Board, Committees and individual Directors was carried out by the Board for the year 2019-20, which included performance of the Directors and fulfilment of independence criteria as specified in SEBI (LODR) Regulations and their independence from the management. The questionnaires were prepared in a structured manner taking into consideration the guidance note on Board Evaluation issued by SEBI. The performance of each of the individual Directors was evaluated on parameters such as attendance, level of participation in the meetings and contribution, independence of judgement, safeguarding the interest of the Company and other stakeholders, etc. The performance evaluation of all the Independent Directors was done by the entire Board excluding the concerned independent director based on the criteria of performance evaluation laid down by the Nomination and Remuneration Committee. The performance evaluation of the Chairman and the Non-Independent Directors was carried out by the Independent Directors.

i. Code of Conduct

The Board has laid down a code of conduct for all Board Members and Senior Management personnel of the Company and the same has been posted on the website of the Company www.sakthisugars.com. All Board Members and Senior Management personnel have confirmed compliance with the code and an annual declaration signed by the Chairman and Managing Director in this regard is attached.

j. It is confirmed that in the opinion of the Board, the Independent Directors of the Company fulfil the conditions specified in the SEBI (LODR) Regulations 2015 and that they are independent of the management of the Company.

None of the Independent Directors of the Company has resigned before expiry of his/her tenure of office as Independent Director.

3. AUDIT COMMITTEE

a. Composition and Meetings

The Audit Committee comprises the following Independent Non-Executive Directors as its members:

Sri C. Rangamani, Chairman

Sri N.K.Vijayan

Sri K.V.Ramachandran

Smt. Priya Bhansali



The Committee met 4 times during the financial year on 28.05.2019, 13.08,2019, 14.11.2019 and 14.02.2020 and the attendance of its members are given below. The gap between two meetings did not exceed 120 days.

Members of the Committee	Category	Number of Meetings Attended
Sri C.Rangamani - Chairman	Independent, Non-Executive	4
Sri N.K.Vijayan	Independent, Non-Executive	4
Sri K.V.Ramachandran	Independent, Non-Executive	4
Smt.Priya Bhansali	Independent, Non-Executive	3

All members of the Audit Committee are financially literate. The minutes of the Audit Committee Meetings are placed before the meetings of the Board of Directors. The Chairman of the Audit Committee attended the last Annual General Meeting.

Sri S. Baskar, Company Secretary, functions as Secretary for the Committee.

b. Terms of reference

The Audit Committee assists the Board in fulfilling its oversight responsibilities in monitoring financial reporting, reviewing internal financial controls and the statutory and internal audit activities.

The terms of reference of the Audit Committee are as per the guidelines in the Listing Regulations read with Section 177 of the Companies Act, 2013. The role and terms of reference of the Audit Committee, inter alia, include the following:

1. Examination of the financial statement and draft auditors' report.
2. Oversight of the Company's financial reporting process and disclosure of its financial information to ensure that the financial statements are correct, sufficient and credible.
3. Recommendation for appointment, remuneration and terms of appointment of statutory auditors and cost auditors of the Company.
4. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
5. Discuss and review, with the management and auditors, the annual / quarterly financial statements before submission to the Board, with particular reference to:
 - a. Matters required to be included in the Directors' Responsibility Statement in the Board's report in terms of sub-section (3)(c) of Section 134 of the Companies Act 2013.
 - b. Disclosure under Management Discussion and Analysis of Financial Condition and Results of Operations.
 - c. Any changes in accounting policies and practices and reasons for them.
 - d. Major accounting entries involving estimates based on exercise of judgment by management.
 - e. Significant adjustments made in the financial statements arising out of audit findings.
 - f. Modified opinions in the draft audit report.
 - g. Disclosure of any related party transaction.
 - h. Compliance with listing and other legal requirements relating to financial statements.
 - i. Review the statement for uses/applications of funds by major category on a quarterly basis, with the financial results and annually the statement of funds utilized for purposes other than as mentioned in the offer document/prospectus/notice. Such review shall be conducted till the full money raised through the issue has been fully spent.
 - j. Evaluation of internal financial controls and risk management systems.
6. Review the financial statements, in particular, the investments made by the unlisted subsidiary company, if any.
7. Approval/recommendation to the Board of related party transactions, including omnibus approval and modification, if any, therein.



The matters reviewed and recommended in the meetings of the Audit Committee were appraised to the Board by the Chairman of the Audit Committee for its approval. All the recommendations of the Audit Committee were accepted by the Board.

The Committee has taken appropriate action with regard to the above references that have arisen during the financial year.

4. NOMINATION AND REMUNERATION COMMITTEE

a. Composition and Meetings

The Nomination and Remuneration Committee was reconstituted by the Board on 14th February 2020 and the reconstituted Committee comprises of the following Independent Non-Executive Directors:

Sri K.V.Ramachandran, Chairman

Sri C. Rangamani

Sri S.Chandrasekhar

The Nomination and Remuneration Committee met 2 times during the financial year on 13.08.2019 and 14.02.2020 and the attendance of its members are given below.

Members of the Committee	Category	Number of Meetings Attended
Sri S.S.Muthuvelappan (Upto 14.2.2020)	Independent, Non-Executive	2
Sri C.Rangamani	Independent, Non-Executive	2
Sri P.K.Chandran (Upto 14.2.2020)	Independent, Non-Executive	2
Sri K.V.Ramachandran (From 14.2.2020)	Independent, Non-Executive	–
Sri S.Chandrasekhar (From 14.2.2020)	Independent, Non-Executive	–

The Chairman of the Committee was present at the last Annual General Meeting of the Company.

b. Terms of reference

The terms of reference of the Committee includes the following:

1. Identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down.
2. Recommend to the Board about appointment and removal of directors and senior management personnel.
3. Formulation of criteria for evaluation of performance of Independent Directors and the Board of Directors.
4. Carry out evaluation of every Director's performance.
5. Formulate the criteria for determining qualifications, positive attributes and independence of a director.
6. Recommend to the Board a policy relating to the remuneration for the directors, key managerial personnel and other employees and to ensure the following:
 - i. the level and composition of remuneration is reasonable and sufficient to attract, retain and motivate directors of the quality required to run the company successfully.
 - ii. relationship of remuneration to performance is clear and meets the appropriate benchmarks; and
 - iii. remuneration to directors, key managerial personnel and senior management involves a balance between fixed and incentive pay reflecting the short and long term performance, objectives appropriate to the working of the Company and its goals.
7. Review and recommend the compensation and variable pay for Executive Directors to the Board.
8. Recommend on Board diversification.
9. To recommend to the Board, all remuneration, in whatever form, payable to senior management.

**c. Performance evaluation criteria for Independent Directors**

Performance evaluation criteria for the Independent Directors covering evaluation of Board process, evaluation of committees and individual evaluation of Board members and the Chairman has been evolved and these evaluations are done based on structured questionnaires.

5. REMUNERATION OF DIRECTORS**a. Policy on Remuneration**

The Remuneration policy of the Company is in consonance with the industry practices and aims to attract, retain, develop and motivate a high performance workforce. The policy ensures equality, fairness and consistency in rewarding the employees on the basis of performance. The details of Policy on remuneration for Directors, Key Managerial Personnel and other employees of the Company form part of the Board's Report.

b. Details of remuneration to Directors

The details of remuneration paid to Executive and Non-Executive Directors during the financial year ended 31st March 2020 are given below:

(Rs. in Lakhs)

Name of Director	Salary	Perquisites	Sitting Fees	Total
Dr.M.Manickam	–	–	–	–
Sri M.Balasubramaniam	–	–	0.70	0.70
Sri M.Srinivaasan	–	–	0.60	0.60
Sri C.Rangamani	–	–	1.20	1.20
Sri S.S.Muthuvelappan	–	–	0.90	0.90
Sri P.K.Chandran	–	–	1.00	1.00
Sri N.K.Vijayan	–	–	1.00	1.00
Sri K.V.Ramachandran	–	–	1.10	1.10
Sri S.Chandrasekhar	–	–	0.60	0.60
Sri S.Balasubhramanian	–	–	0.70	0.70
Smt. Priya Bhansali	–	–	0.80	0.80
Sri Jigar Dalal	–	–	0.40	0.40

- The Non-Executive Directors were paid sitting fees for attending the Board and Committee Meetings within the limits prescribed under the Companies Act 2013. The sitting fees paid to any single Non-executive Director does not exceed 50% of the total fees paid to all the Non-executive Directors together. There has been no other pecuniary relationship or transactions with the Non-Executive Directors.
- The appointment of Dr.M.Manickam as Chairman and Managing Director is without remuneration. There is no service contract with the Chairman and the Managing Director.
- No severance fee is payable to the Directors on termination of office/employment.
- The Company has no stock option scheme to its Directors or employees.

6. STAKEHOLDERS RELATIONSHIP COMMITTEE**a. Composition and Meetings**

The Stakeholders Relationship Committee consists of the following Directors as its Members:

Sri S. Chandrasekhar

Dr. M. Manickam

Sri M. Balasubramaniam

Sri S. Chandrasekhar, an Independent Non-Executive Director, heads the Stakeholder Relationship Committee as its Chairman. He was present at the last Annual General Meeting of the Company.

Sri S. Baskar, Company Secretary, functions as the Compliance Officer.

The Committee met once during the financial year on 21.03.2020 and all the Members of the Committee were present at the meeting.

The Company had received 3 complaints during the year under review and the said complaints have been resolved to the satisfaction of the shareholders. There is no complaint remaining unresolved or pending as on 31st March 2020.

**b. Terms of reference**

The terms of reference of the Committee includes the following:

1. Resolving the grievances of the security holders of the Company, including complaints relating to transfer / transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/duplicate certificates, general meetings, etc.
2. Reviewing of measures taken for effective exercise of voting rights by shareholders.
3. Reviewing of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.
4. Reviewing of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the shareholders of the Company.

7. RISK MANAGEMENT COMMITTEE

A Risk Management Committee has been constituted by the Board of Directors of the Company for laying down procedures for risk assessment and mitigation and to report to the Board. The Risk Management Committee consists of the following Directors as its Members:

Sri C. Rangamani, Chairman

Sri P.K. Chandran

Sri K.V. Ramachandran

The Committee met once during the financial year on 10.03.2020. All the members of the Committee were present at the meeting. The Board has framed a Risk Management Policy for assessing and mitigating the risks.

8. CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility Committee has been constituted by the Board pursuant to Section 135 of the Companies Act 2013. This Committee consists of the following Directors as its Members:

Sri N.K.Vijayan, Chairman

Sri M.Srinivaasan

Sri S.Chandrasekhar

Since the Company has incurred loss during the three immediately preceding financial years, the necessity of incurring expenditure towards Corporate Social Responsibility as specified in the Companies Act read with Schedule VII to the Act, has not arisen during the year under review. The Committee did not meet during the financial year under review.

The CSR Policy approved by the Board is displayed on the website of the Company www.sakthisugars.com.

9. OTHER COMMITTEE OF DIRECTORS**a. Share Transfer Committee**

Share Transfer Committee was reconstituted by the Board on 14th February 2020 and the reconstituted Committee comprises of the following Directors as its Members:

Dr. M.Manickam, Chairman

Sri S.S.Muthuvelappan

Sri P.K.Chandran

The Committee met 4 times during the financial year on 03.05.2019, 13.09.2019, 19.12.2019 and 24.02.2020.

The details of members of the Committee and their attendance are as under:

Members of the Committee	No. of meetings attended
Dr. M. Manickam, Chairman	4
Sri M.Balasubramaniam (Upto 14.02.2020)	2
Sri M.Srinivaasan (Upto 14.02.2020)	3
Sri S.S.Muthuvelappan (From 14.02.2020)	1
Sri P.K.Chandran (From 14.02.2020)	1

**b. Committee of Directors (Borrowing)**

The Committee met once during the financial year on 11.5.2019. All the Members of the Committee, viz. Dr. M. Manickam (Chairman), Sri M.Balasubramaniam and Sri S.Balasubhrmanian, were present at the meeting.

10. GENERAL BODY MEETINGS**a. Location and time of last three AGMs**

The venue and time of the Annual General Meetings held during the last three years are as follows:

AGM	Date	Venue	Time
55 th	27.09.2017	Registered Office at Sakthinagar, Bhavani Taluk, Erode District	03.00 p.m.
56 th	28.09.2018	- do -	02.45 p.m.
57 th	27.09.2019	- do -	02.45 p.m.

b. Special Resolutions passed in the previous three AGMs

No Special Resolution was passed at the 55th Annual General Meeting held on 27.9.2017.

At the 56th Annual General Meeting held on 28.09.2018, two special resolutions were passed pursuant to Regulation 17(1A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 approving continuation of Sri S.S.Muthuvelappan (holding DIN 00273870) and Sri C. Rangamani (holding DIN 00090786), both aged 76 years, as Non-Executive Independent Directors from 1st April 2019 till conclusion of their first term of office i.e. upto 29th September 2019.

At the 57th Annual General Meeting held on 27.09.2019 seven special resolutions were passed pursuant to Sections 149, 150 and 152 of the Companies Act 2013 and, wherever applicable, Regulation 17(1A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding approval of reappointment of Sri C. Rangamani, Sri S.S. Muthuvelappan, Sri P.K. Chandran, Sri. K. Vijayan, Sri K.V. Ramachandran, Sri S. Chandrasekhar and Sri S. Balasubhrmanian as Independent Directors for the second term of five consecutive years from 30th September 2019 to 29th September 2024.

c. Special Resolutions passed through Postal Ballot

No Special Resolution was passed through Postal Ballot during the financial year 2019-20 or is proposed to be conducted through postal ballot.

11. MEANS OF COMMUNICATION

The quarterly/half yearly/annual financial results of the Company are announced within the stipulated time and are normally published in Financial Express and Maalai Malar, English and Tamil Newspapers respectively. The Company displays its periodical results on the Company's website www.sakthisugars.com as required by the Listing Regulations. No presentations were made to institutional investors or to the analysts.

12. GENERAL SHAREHOLDER INFORMATION**a. Annual General Meeting**

In view of Covid-19 pandemic and in accordance with the relevant circulars of Ministry of Corporate Affairs (MCA) and Securities and Exchange Board of India (SEBI), the 58th Annual General Meeting (AGM) of the Members of the Company will be held through Video Conference / Other Audio Visual Means (VC/OAVM).

Day and Date : Friday, 25th September 2020

Time : 2.45 p.m.

VC/OAVM facility provider : Link Intime India Pvt. Ltd, Mumbai

Details/instructions in respect of participation and voting in the AGM by shareholders are given in the Notice of the AGM.



- b. Financial Calendar for the financial year** : From 1st April 2020 to 31st March 2021
- Result for the quarter ending : Result announcement
- 30th June 2020 : On or before 15th September 2020
- 30th September 2020 : On or before 14th November 2020
- 31st December 2020 : On or before 14th February 2021
- 31st March 2021 (Audited) : On or before 30th May 2021
or such other extended date as may be permitted by SEBI

- c. Cut-off Date (Record Date) for Voting** : 18th September 2020

d. Listing on Stock Exchanges:

The Company's equity shares are listed on the following Stock Exchanges and the Annual Listing Fees have been paid to all the stock exchanges. The Company's Stock Codes are as follows:

Name of Stock Exchange	Stock Code
National Stock Exchange of India Ltd Exchange Plaza, Bandra Kurla Complex Bandra (East), Mumbai – 400 051.	SAKHTISUG
BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Fort, Mumbai – 400 001.	507315

e. Market Price Data

The high and low quotations of the Company's shares on National Stock Exchange of India Limited (NSE) and BSE Limited (BSE) from April 2019 to March 2020 are given below:

Month	BSE		NSE		BSE (Sensex)	
	High	Low	High	Low	High	Low
April 2019	11.95	10.50	11.60	10.40	38858.88	38460.25
May 2019	11.80	9.80	11.55	9.75	39036.51	36956.10
June 2019	11.35	8.87	11.35	8.70	39806.86	38870.96
July 2019	10.19	8.14	10.20	8.15	39543.73	37128.26
August 2019	8.51	6.90	8.75	6.80	37387.18	36102.35
September 2019	9.57	7.85	9.40	7.50	37181.76	35987.80
October 2019	8.90	7.30	8.95	7.10	38813.48	37415.83
November 2019	10.54	7.63	10.55	8.15	40196.07	40014.23
December 2019	10.30	7.70	10.20	7.85	41072.94	40135.37
January 2020	11.25	8.56	11.30	8.50	41349.36	40476.55
February 2020	10.99	7.85	11.10	7.60	40753.18	38219.97
March 2020	8.24	5.00	8.75	5.55	38910.95	25638.90

Performance in comparison to BSE Sensex:

	31.03.2020	31.03.2019	% change
Company share price (closing)	7.30	11.19	-34.76
SENSEX (closing)	29468.49	38871.87	-24.19



- f. The equity shares of the Company have not been suspended from trading by National Stock Exchange of India Limited and by BSE Limited.

g. Registrar and Share Transfer Agents

Registered Office:
Link Intime India Pvt Ltd
C-13, Pannalal Silk Mill Compound
LBS Marg, Bhandup (W), Mumbai - 400078
Phone No: 022 - 25963838
Fax No: 022 - 25946969
Email: mumbai@linkintime.co.in

Branch Office:
"Surya" 35, Mayflower Avenue
Behind Senthil Nagar,
Sowripalayam Road
Coimbatore – 641 028.
Phone Nos: 0422 - 2314792 & 2315792
Fax No: 0422 -2314792
Email: coimbatore@linkintime.co.in

h. Share Transfer System

Fresh requests for transfer of shares in physical form received from 1st April 2019 were not processed pursuant to the amendment to Regulation 40 of SEBI (LODR) Regulations 2015. One request received prior to 1st April 2019 and resubmitted after the said date was processed, registered and returned by the Registrar and Share Transfer Agents within 15 days from the date of resubmission after following the procedures contained in SEBI Circular dated 6th November 2018.

i. Distribution of Shareholding as on 31st March 2020:

Shareholdings	No. of shareholders	% of shareholders	Number of shares	% of shareholding
1 - 500	31537	82.72	4202098	3.53
501 - 1000	3072	8.06	2543191	2.14
1001 - 2000	1612	4.23	2479549	2.09
2001 - 3000	606	1.59	1547351	1.30
3001 - 4000	288	0.75	1040259	0.88
4001 - 5000	285	0.75	1347743	1.13
5001 - 10000	408	1.07	2972337	2.50
10001 & above	315	0.83	102716508	86.43
Total	38123	100.00	118849036	100.00

j. Dematerialisation of shares and liquidity

The shares of the Company are in compulsory demat segment. The Company's shares are available for demat both with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL). International Securities Identification Number (ISIN) allotted to the equity shares of the Company is INE 623A01011.

As on 31st March 2020, 11,75,19,524 equity shares of the Company representing 98.88% have been dematerialised.

k. Outstanding global depository receipts or American depository receipts or warrants or any convertible instruments and impact on equity

The Company has not issued any global depository receipts or American depository receipts or warrants. As on 31st March 2020, no instrument is outstanding for conversion into equity shares.

l. Commodity price risk or foreign exchange risk and hedging activities

The Company does not have any exposure to commodity risk except to the extent of its own production of sugar, the main product of manufacture of the Company.

The prices of the products of the Company are market driven and is fixed based on the prevailing market price. In respect of foreign exchange commitments, no hedging has been made.

**m. Plant Location**

Sugar Unit, Distillery Unit, Ethanol & Co-Generation Plant	:	Sakthi Nagar - 638 315 Erode District, Tamilnadu
Sugar Unit & Beverage Plant and Co-generation Plant	:	Padamathur Village – 630 561 Sivaganga District, Tamil Nadu
Sugar Unit & Distillery Unit and Soya Extrusion Plant	:	Haripur Village, Korian Post -759 013 Dhenkanal District, Orissa
Sugar Unit & Co-Generation Plant	:	Poonthurai Semur Post - 638 115 Modakurichi, Erode District, Tamilnadu
Soya Unit	:	Marchinaickenpalayam Ambarampalayam Post - 642 103 Coimbatore District
Address for correspondence	:	Sakthi Sugars Limited 180, Race Course Road Coimbatore – 641 018 Phone No: 0422-4322222 Fax Nos: 0422-2220574 & 4322488 E-mail : shares@sakthisugars.com Website : www.sakthisugars.com

n. The Company has not obtained or revised any credit rating during the financial year.

13. OTHER DISCLOSURES**a. Materially significant related party transactions**

There is no materially significant transaction with the related parties viz. Promoters, Directors, KMPs or the Management, or their relatives or holding company that may have potential conflict with the Company's interest.

b. Instances of non-compliance, if any:

There is no instance of non-compliance by the Company on any matter relating to capital markets, nor have any penalty/strictures been imposed on the Company by Stock Exchanges or SEBI or any other statutory authority on any matter relating to capital markets during the last three years.

c. Whistle Blower Policy:

The Company has adopted a Whistle Blower Policy and a vigil mechanism for Directors and employees to report concerns about unethical behaviour, actual or suspected fraud or violation of the Company's code of conduct or ethics. This policy has been posted on the website of the Company. It is affirmed that no personnel has been denied access to the Audit Committee of the Company. No complaint/report has been received under this Policy during the year under review.

d. Compliance on Corporate Governance

The Company has complied with all mandatory requirements of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015.

The status of adoption of the non-mandatory requirements stipulated by the Regulation is as under:

- Shareholders rights: As the quarterly/half yearly financial results are published in newspapers and are also posted in the website of the Company, they are not being sent to the shareholders separately.
- Audit qualification: The audit qualification is relating to estimated credit loss to be made in accordance with Ind-AS in respect of the amount receivable from erstwhile associate company. The Company is thriving for a regime of unqualified financial statements.
- Separate posts of Chairman and CEO: The Articles of Association of the Company permits appointment of the same individual as Chairperson as well as the Managing Director of the company as permitted in the first proviso to Section 203(1) of the Companies Act 2013.



iv. Reporting of Internal Auditor: The Company has in-house internal audit system and the head of internal audit team reports to the Audit Committee of the Company.

e. Subsidiary

During the financial year ended 31st March 2020, the Company did not have any subsidiary. As such the need for framing a policy for determining material subsidiary does not arise at present.

f. Related Party Transactions

The details of related party transactions are disclosed in Notes on Financial Statements. Those transactions are not in conflict with the interest of the Company and are on arms length basis. Statements of related party transactions are placed before the Audit Committee periodically.

The Policy on related party transactions are posted on the Company's website www.sakthisugars.com/investorinformation/rptpolicy.pdf.

g. Compliance with Accounting Standards

The Indian Accounting Standards notified under the Companies (Indian Accounting Standards) Rules, 2015 have been followed by the Company while preparing Financial Statements and the Company has not adopted a treatment different from that prescribed in the Indian Accounting Standards.

h. Utilisation of funds raised from issue of securities:

The Company has not raised any fund through issue of securities during the financial year ended 31st March 2020.

i. A certificate issued by M/s.S.Krishnamurthy & Co., Company Secretaries, Chennai, certifying that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of companies by SEBI/Ministry of Corporate Affairs or any such statutory authority is annexed.

j. All the recommendations of the Committees which are mandatorily required have been accepted by the Board of Directors of the Company.

k. The total fees paid by the Company for all the services to its statutory auditors is Rs.38.84 lakhs plus applicable tax thereon. The statutory auditors of the Company do not have any network arrangement.

l. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act 2013:

- | | | |
|--|---|-----|
| a. Number of complaints filed during the financial year | : | Nil |
| b. Number of complaints disposed of during the financial year | : | Nil |
| c. Number of complaints pending at the end of the financial year | : | Nil |

m. Reconciliation of Share Capital Audit

As stipulated by SEBI, a qualified Practising Company Secretary carries out the share capital audit of Reconciliation of Share Capital to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital with the Stock Exchanges.

14. CEO/CFO Certification

The Managing Director and the Chief Financial Officer of the Company have provided to the Board of Directors of the Company Compliance Certificate as required under Regulation 17(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Part B of Schedule II to the said Regulations.

The Senior Management personnel have made disclosures to the Board relating to all material, financial and commercial transaction stating that they did not have personal interest that may have a potential conflict with the interest of the Company at large. The Board of Directors and the Senior Management Personnel have affirmed compliance with the Code of Conduct and Ethics during the year ended 31.3.2020. The Declaration issued by the Chairman and Managing Director in this regard is annexed.

**15. DETAILS OF UNCLAIMED SHARE CERTIFICATES**

Pursuant to Regulation 39 of the SEBI (LODR) Regulations, 2015, the Company has opened a Demat Account in the name of “Sakthi Sugars Limited Unclaimed Suspense Account” with Stock Holding Corporation of India Limited. The details of unclaimed shares as on 31.3.2020 are as under:

Particulars	No. of Shares	No. of Shareholders
Outstanding at the beginning of the year (01.04.2019)	125216	2768
Shareholders approached for transfer during the year	500	5
Transferred during the year	500	5
Outstanding at the end of the year (31.03.2020)	124716	2763

The voting rights on the above shares in the Suspense Account remains frozen till the rightful owner of such shares claims the shares.

16. AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

In terms of Regulation 34(3) of the SEBI (LODR) Regulations, 2015, the Auditors Certificate on compliance of conditions of Corporate Governance is annexed.

On behalf of the Board of Directors

Coimbatore
31st July 2020

M MANICKAM
Chairman and Managing Director

**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

[In terms of Regulation 34(3) read with Schedule V Para C Clause(10)(i) to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To

The Members of
SAKTHI SUGARS LIMITED, [CIN:L15421TZ1961PLC000396]
Sakthi Nagar, Bhavani Taluk,
Erode District, Tamilnadu-638315

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Sakthi Sugars Limited [CIN: L15421TZ1961PLC000396] having registered office at Sakthi Nagar, Bhavani Taluk, Erode District, Tamilnadu 638 315 produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para C Sub Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verification at MCA Portal as considered necessary and explanations furnished to us by the Company and its Officers, we hereby certify that, none of the directors on the Board of Sakthi Sugars Limited ("the Company") as stated below for the financial year ended as on the 31st March 2020, have been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India (SEBI), the Ministry of Corporate Affairs, Government of India (MCA) or such other Statutory Authority.

S.No	Name of the Director	Nature of Directorship	Director's Identification Number
1.	Mahalingam Manickam	Chairman and Managing Director	00102233
2.	Balasubramaniam Mahalingam	Non-Executive Non-Independent Director	00377053
3.	Srinivaasan Mahalingam	Non-Executive Non-Independent Director	00102387
4.	Shanmugasundaram Chandrasekhar	Independent Director	00011901
5.	Rangamani	Independent Director	00090786
6.	Puliyampatti Karuthirumagounder Chandran	Independent Director	00273738
7.	Savandapur Senniappa Gounder Muthuvellappan	Independent Director	00273870
8.	Nanjagoundenpalayam Kaliappa Gounder Vijayan	Independent Director	00300871
9.	Korukkai Visweswaran Ramachandran	Independent Director	00322331
10.	Swaminathan Balasubhramanian	Independent Director	00458139
11.	Priya Bhansali	Independent Director	00195848
12.	Jigar Chinu Dalal	Nominee Director	07681541

We wish to state that the management of the Company is responsible to ensure the eligibility of a person for appointment/ continuation as a Director on the Board of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For S.Krishnamurthy & Co.,
Company Secretaries,

R.Sivasubramanian
Partner.

Coimbatore
31st July 2020

Membership No. A22289
Certificate of Practice No.12052
UDIN : A022289B000538420



Annual Declaration by Chairman and Managing Director pursuant to Schedule V (D) of SEBI (LODR) Regulations, 2015

As required under Schedule V(D) of the SEBI (LODR) Regulations, 2015, I declare that all Board Members and Senior Management Personnel of the Company have affirmed compliance with the Company's Code of Conduct and Ethics for the year ended 31.03.2020.

On behalf of the Board of Directors

Coimbatore
31st July 2020

M. MANICKAM
Chairman and Managing Director

Independent Auditor's Certificate on Compliance with the Corporate Governance requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To

The Members of Sakthi Sugars Limited

Certificate on Corporate Governance

1. We have examined the compliance of conditions of Corporate Governance by Sakthi Sugars Limited ('the Company') for the year ended March 31, 2020 as stipulated in Regulations 17 to 27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations') pursuant to the Listing Agreement of the Company with Stock exchange.

Management's Responsibility

2. The compliance with the terms and conditions contained in the Corporate Governance is the responsibility of the Management of the Company including the preparation and maintenance of all relevant supporting records and documents. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in the Listing Regulations.

Auditor's Responsibility

3. Pursuant to the requirements of the Listing Regulations, it is our responsibility to provide a reasonable assurance whether the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations for the year ended March 31, 2020.
4. Our examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of Chartered Accountants of India ('the ICAI') and as per the Guidance Note on Reports or Certificates for special purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

Opinion

6. Based on our examination of the relevant records and according to the information and explanations given to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations.
7. We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For P.K.NAGARAJAN & Co
Chartered Accountants
Firm Reg. No. : 016676S

P.K. NAGARAJAN
Partner
Membership Number : 025679
UDIN : 20025679AAAAABI1275

Coimbatore
July 31, 2020



MANAGEMENT DISCUSSION AND ANALYSIS REPORT

A. Industry Structure and Developments

Sugar Industry is the second largest agro-based industry in India next to textile. The prospects of this industry depend on availability of sugarcane which is subject to vagaries of monsoon and the policies of the Central and State Governments.

After a prolonged period of drought for more than four years, the sugar mills in Tamilnadu has, to some extent, come out of its clutches with monsoon turning to normalcy. It is expected that with availability of water resources, farmers would take up cultivation of sugarcane in larger areas and increase sugarcane production for crushing during the next crushing season. For the crushing season 2019-20, sugarcane availability is not adequate to operate all the mills in Tamilnadu and as such some mills did not operate or operated for a short period during the year for want of adequate sugarcane for crushing. The total sugar production in the State has slightly reduced as compared to the previous year.

For the crushing season 2019-20, the country's sugar production is estimated to be about 285 lakh MT which is less than the previous season's production of 331.61 lakh MT, i.e. a fall of about 14%. The actual production of sugar till 31.3.2020 is 232.74 lakh MT as against 296.82 lakh MT produced last year by 31.3.2019, which is about 64.08 lakh MT less. This reduction is mainly due to inadequate rainfall in Maharashtra and Karnataka; and diversion of sugarcane juice for production of ethanol. Even this estimated level of production of sugar, taking together the opening stock at the beginning of the season, is higher than the domestic consumption. The selling price of sugar remains more or less stable within a given range, above the minimum support price fixed by the Central Government.

The problem of ever-growing sugarcane price with unmatched sugar selling price continues to prevail and the sugar mills find it difficult to pay sugarcane price to farmers on time.

B. Opportunities and Threats

i. Opportunities

Sugarcane as a crop is a long-term crop and hassle free for farmers to grow. There is assured market for the produce with definite price. These factors assure cultivation of sugarcane, subject to factors like good monsoon, etc., and availability of raw material to sugar mills.

Sugar business is cyclical in nature and is capable of self-adjusting in the long run.

As the National Biofuel Policy has put forth an ethanol blending target of 10% by 2022 and 20% by 2030 from the current rate of 5.50%, demand for ethanol is set to grow. The Central Government has been encouraging ethanol capacity expansion to cut its dependency on imported crude oil and channelize the excess sugar inventories into ethanol production.

Bye-products like molasses and power are capable of being used in production of value-added goods.

ii. Threats

With the outbreak of Covid-19 and consequent closure of restaurants, malls, movie halls, etc., demand for sugar sweetened products like ice cream, beverages, juices, confectionaries, sweets etc. have been affected and revival of normal situation is not known.

The price of sugarcane is politically sensitive and is fixed in advance. There is no chance of reducing the price when there is fall in price of the final product sugar.

Behaviour of monsoon, an uncontrollable factor, determines the prospects of sugar industry.

The State getting surplus in power makes the cogeneration operation unviable with low per unit power price.

Urbanisation, non-availability of farm labourers and fragmented land holdings have adverse impact on sugarcane cultivation, which is labour intensive.

C. Segment wise or Product wise Performance

Segmentwise results are given in the Notes on Financial Statements for the financial year ended 31.3.2020. Productwise performance is furnished in the Board's Report.

**D. Outlook**

The beginning of south-west monsoon is normal. It is expected that the monsoon will continue to be good during the remaining period and availability of sugarcane would improve from the next crushing season onwards.

E. Risks and Concerns

Availability of sugarcane for crushing, price realisation on sale of sugar, and the controls imposed by the Governments are the major risks faced by the sugar industry. These factors have direct impact on the financial liquidity and profitability of the Company.

F. Internal Control Systems and their adequacy

The Company has an in-house internal audit team to ensure that all activities are monitored and controlled. Adequate internal checks are built-in to cover all monetary and material transactions in the system developed by the Company. The Internal Audit reports are presented to the Audit Committee on a quarterly basis for review and deliberation. The Management has assessed the effectiveness of the Company's internal control over financial reporting as of March 31, 2020 and found the same to be adequate and effective.

G. Financial Performance with respect to Operational Performance

The total revenue for the financial year under review is Rs.80301.01 lakhs (previous year Rs.50505.93 lakhs). The financial year has ended with net loss of Rs.20592.39 lakhs (previous year net loss of Rs.21401.42 lakhs) after providing Rs.20197.10 lakhs (Rs.25947.82 lakhs) for finance cost and Rs.4931.06 lakhs (Rs.5158.53 lakhs) for depreciation and amortisation.

H. Key Financial Ratios

Details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios and the reasons therefor are as under:

Description	Unit of measurement	2019-20	2018-19	Change (%)	Explanation
Interest coverage ratio	Times	0.21	0.37	42.59	Reduction in EBITDA due to increase in expenses.
Debt Equity Ratio	Times	(5.33)	19.93	126.76	Reduction in Equity due to increase in accumulated loss.
Return on Networth	%	128.23	(474.14)	602.37	Reduction in net worth due to increase in accumulated loss.

I. Material developments in Human Resource/Industrial Relations front, including number of people employed

The industrial relations at all plants and offices remain cordial. The total number of employees on the rolls of the Company, including temporary employees and apprentice, was 1240 as at the financial year ended on 31st March 2020. Training programmes are conducted depending on the needs for updating the knowledge with respect to the developments in the industry.

On behalf of the Board of Directors

Coimbatore
31st July 2020

M Manickam
Chairman and Managing Director



INDEPENDENT AUDITOR'S REPORT

To The Members of Sakthi Sugars Limited

Report on the Audit of the Financial Statements

Qualified Opinion

1. We have audited the accompanying financial statements of Sakthi Sugars Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2020, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.
2. In our opinion and to the best of our information and according to the explanations given to us, except for the effect/possible effect of the matter described in the Basis for Qualified Opinion section of our report, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2020, the loss and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion

3. No provision for the expected credit loss/impairment on interest receivable from an erstwhile associate company of Rs. 25219.69 lakhs has been recognized as per the requirement of Ind AS 109 "Financial Instruments". In view of non-recoveries, non-confirmations/reconciliation from the debtor company, initiation of legal action against the interest claim of the company and in absence of clear forward looking information regarding outcome of pending legal actions initiated and time frame and quantum of realisability of the interest receivable, we are unable to determine the amount of expected credit loss/impairment as per the requirements of Ind AS 109 "Financial Instruments" and its consequential impact on the loss for the year/accumulated loss.
4. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

Material Uncertainty Related to Going Concern

5. We draw attention to Note 40 of the Financial Statements. The company has incurred net loss of Rs. 20833.91 lakhs during the year ended March 31, 2020 and as of that date, the Company's accumulated losses aggregate to Rs. 58081.81 lakhs resulted in complete erosion of its net worth. Further, as of that date, company's current liabilities exceeded its current assets by Rs. 110399.22 lakhs. These factors along with other matters as set forth in said note raise substantial doubt about the company's ability to continue as a going concern in the foreseeable future. However, the company's financial statement has been prepared on going concern basis as disclosed by management in said note. Our opinion is not modified in respect of this matter.

Emphasis of Matter

6. Certain banks have classified its advance to company as Non-Performing Assets and are not charging/applying interest accrued. In order to account for all probable liabilities, the management in its best judgement has provided interest including penal interest, as per the terms of original sanction, on such borrowings. The management is of the opinion that the difference in interest, if any, shall be accounted for as and when the interest is charged or adjusted by the banks. Our opinion is not modified in respect of this matter.

Key Audit Matters

7. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matter described below to be the key audit matter to be communicated in our report.



Key Audit Matter	How the matter was addressed in the audit
<p>Assessment of litigations and related disclosure of contingent liabilities</p> <p>(Refer to the accompanying note 1.3 and 39(A) forming integral part of the Financial Statements)</p> <p>As on March 31, 2020, the Company has exposures towards litigations relating to various matters.</p> <p>Significant management judgement is required to assess such matters to determine the probability of occurrence of material outflow of economic resources and whether a provision should be recognised, or a disclosure should be made. The management judgement is also supported with legal advice in certain cases as considered appropriate.</p> <p>As the ultimate outcome of the matters are uncertain and the positions taken by the management are based on the application of their best judgement, related legal advice including those relating to interpretation of laws/regulations, it is considered to be a Key Audit Matter.</p>	<p>Our audit procedures included the following:</p> <p>(a) We understood, assessed and tested the design and operating effectiveness of key controls surrounding assessment of litigations relating to the relevant laws and regulations;</p> <p>(b) We discussed with management the recent developments and the status of the material litigations which were reviewed and noted by the audit committee;</p> <p>(c) We performed our assessment on a test basis on the underlying calculations supporting the contingent liabilities/ other significant litigations made in the Financial Statements;</p> <p>(d) We evaluated management's assessments by understanding precedents set in similar cases and assessed the reliability of the management's past estimates/judgements; and</p> <p>(e) We assessed the adequacy of the Company's disclosures.</p> <p>Based on the above work performed, management's assessment in respect of litigations and related disclosures relating to contingent liabilities/other significant litigations in the Financial Statements are considered to be reasonable.</p>

Other Information

8. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report, but does not include the financial statements and our auditor's report thereon.
9. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
10. In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

11. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
12. In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
13. Those Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

14. Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



15. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
 - Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
 - Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
16. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
17. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.
18. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

19. As required by the Companies (Auditor's Report) Order, 2016 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
20. In our opinion and according to the information and explanations given to us, the Company has not paid/provided any managerial remuneration during the year. Hence the reporting requirement under Section 197(16) of the Act, does not arise.
21. As required by Section 143(3) of the Act, we report that:
- We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - The Balance Sheet, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - In our opinion, except for the effect/possible effect of the matter described in the Basis for Qualified Opinion paragraph above, the aforesaid financial statements comply with the Ind AS specified under Section 133 of the Act.
 - The matter described in the Basis for Qualified Opinion paragraph above, in our opinion, may not have an adverse effect on the functioning of the company.
 - On the basis of the written representations received from the directors as on March 31, 2020 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2020 from being appointed as a director in terms of Section 164(2) of the Act.



- (g) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".
- (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - (i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements – Refer Note 39(A) to the financial statements;
 - (ii) The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
 - (iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

For P.K.NAGARAJAN & CO.,
Chartered Accountants
Firm Registration Number: 016676S

Coimbatore
July 31, 2020

P.K. NAGARAJAN
Partner
Membership Number: 025679
UDIN:20025679AAAABK4803

Annexure - A to the Independent Auditor's Report

Referred to in paragraph 19 of the Independent Auditor's Report of even date to the members of Sakthi Sugars Limited on the financial statements for the year ended March 31, 2020

- i. (a) The Company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.
- (b) These fixed assets have been physically verified by the management at reasonable intervals. No material discrepancies were noticed on such physical verification.
- (c) The title deeds of immovable properties, as disclosed on Note No. 2 on Property, Plant and Equipment to the financial statements, are held in the name of the Company, except for land of Soya division acquired, pursuant to scheme of amalgamation having a carrying value of Rs.2438.28 lakhs as at March 31, 2020. In respect of immovable properties taken on lease and disclosed as right-of-use assets in the financial statements, the lease agreements are in the name of the company.
- ii. As explained to us, inventories have been physically verified by the management at regular intervals during the year. In our opinion, the frequency of verification is reasonable. No material discrepancies were noticed on such physical verification.
- iii. The Company had granted unsecured loan in earlier years to an erstwhile associate company covered in the register maintained under Section 189 of the Act and the loan has been fully repaid and there is an outstanding balance of Rs. 25219.69 lakhs towards interest as at the date of balance sheet.
 - (a) The terms and conditions, of the grant of loan to the erstwhile associate company, are not prejudicial to the interest of the company.
 - (b) Principal amount of the loan has already been fully repaid. Interest has been charged after the repayment of principal. As per the representation of the management of the company, the interest has become due and payable on demand.
 - (c) In respect of the aforesaid loan, the entire amount of interest is overdue for more than ninety days. The company has initiated legal actions for recovery of the outstanding interest.
- iv. In our opinion, and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, in respect of the loan given, investments made, security provided, and guarantee given.
- v. The Company has not accepted any deposits from the public within the meaning of Sections 73 to 76 of the Act and the rules framed there under.
- vi. We have broadly reviewed the cost records maintained by the company specified under sub-section (1) of Section 148 of the Act, and are of the opinion that, the prescribed accounts and records have been made and maintained.



- vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the company is generally regular in depositing undisputed statutory dues with appropriate authorities except undisputed statutory dues relating to provident fund and goods and services tax that have not generally been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employee state insurance, income-tax, sales tax, service tax, duty of customs, duty of excise, value added tax, cess, goods and services tax and other material statutory dues were in arrears as at March 31, 2020 for a period of more than six months from the date they became payable, except Electricity Generation Tax as mentioned below:

Name of the Statute	Nature of dues	Amount (Rs.in lakhs)	Period to which the amount relates
Tamil Nadu Tax on Consumption or Sale of Electricity Act, 2003	Electricity Generation Tax	195.05	June 30, 2016 to September 30, 2019

- (b) According to the information and explanations given to us and the records of the Company examined by us, there are no dues of duty of customs and value added tax, which have not been deposited on account of any dispute. The particulars of dues of income tax, sales tax, duty of excise and service tax as at March 31, 2020, which have not been deposited on account of dispute, are as follows:

Name of the Statute	Nature of dues	Amount (Rs.in lakhs)	Period to which the amount relates	Forum where the dispute is pending
The Income Tax Act, 1961	Penalty	3,680.06	2005-06, 2010-11, 2011-12, 2012-13, 2014-15, 2016-17 and 2017-18	Commissioner of Income Tax (Appeals), Coimbatore
		187.41	2011-12	ITAT , Chennai
Tamilnadu General Sales Tax Act, 1959	Sales Tax	803.44	1989-90 to 1992-93	Madras High Court, Chennai
		28.24	2000-01	Additional Commissioner (CT)/(RP), Chennai.
The Central Excise Act, 1944	Excise Duty	442.26	2007-08, 2010-12, 2015	CESTAT, Chennai.
		109.09	Feb. 2016 to June 2017	Commissioner of Central Excise (Appeals), Madurai
		22.29	2010-11 to 2015-16	Commissioner of Central Excise (Appeals), Bhubaneswar
The Bihar & Orissa Excise Act, 1915	Excise Duty	12.63	2002-03	High Court of Orissa, Cuttack.

- viii. According to the records of the Company examined by us and the information and explanations given by the management, the Company has not issued debentures. The defaults by the Company as at the balance sheet date in repayment of loans to banks, financial institutions and Government are as under:

- (a) Default in repayment of loans to Banks:

S. No.	Particulars	Amount of default as at 31.03.2020 (Rs.in lakhs)		Period of Default	
		Principal	Interest	Principal	Interest
1	Restructured Loan from Bank of India	11,680.42	942.96	October 2019 to March 2020	July 2019 to March 2020
2	Rupee Term Loan from Punjab National Bank	3,197.37	2,218.05	October 2012 to January 2019	November 2016 to March 2020
3	Funded Interest Term Loan from Punjab National Bank	330.19	228.11	December 2012 to January 2019	September 2016 to March 2020
4	FCCB Term Loan from Axis Bank Limited	3,403.10	1,294.26	August 2017 to May 2019	August 2017 to March 2020
5	Soft Loan from Axis Bank Limited	674.84	97.10	September 2019 to March 2020	July 2019 to March 2020
6	SEFASU Loan from Indian Overseas Bank	2,846.44	1,543.24	May 2016 to April 2019	January 2017 to March 2020



(b) Default in repayment of loans to Financial Institutions:

S. No.	Particulars	Amount of default as at 31.03.2020 (Rs.in lakhs)		Period of Default	
		Principal	Interest	Principal	Interest
1	Asset Reconstruction Company (India) Limited [HDFC Bank Limited]	2,308.97	4,657.25	February 2019	October 2015 to March 2020
2	Asset Reconstruction Company (India) Limited [Canara Bank]	8,100.92	11,083.86	February 2019	October 2015 to March 2020
3	Asset Reconstruction Company (India) Limited [State Bank of India]	7,050.49	9,502.79	February 2019	October 2015 to March 2020
4	Asset Reconstruction Company (India) Limited [IDBI Bank]	3,847.98	7,200.09	February 2019	October 2015 to March 2020
5	Asset Reconstruction Company (India) Limited [Indian Overseas Bank]	6,241.17	7,883.33	February 2019	October 2015 to March 2020
6	Asset Reconstruction Company (India) Limited [Allahabad Bank]	1,730.62	2,062.06	February 2019	October 2015 to March 2020
7	Edelweiss Asset Reconstruction Limited [IDFC Limited]	910.00	360.74	May 2019 to March 2020	May 2019 to March 2020
8	Edelweiss Asset Reconstruction Limited [Oriental Bank of Commerce]	110.00	451.33	May 2019 to March 2020	May 2019 to March 2020

(c) Default in repayment of loan to Government:

S. No.	Particulars	Amount of default as at 31.03.2020 (Rs.in lakhs)		Period of Default	
		Principal	Interest	Principal	Interest
1	Sugar Development Fund Loan	4,416.41	4,290.32	May 2013 to August 2018	February 2012 to March 2020

- ix. The Company has neither raised any money by way of initial public offer or further public offer (including debt instruments) nor availed any term loan during the year. Accordingly, paragraph 3(ix) of the Order is not applicable.
- x. According to the information and explanations given to us, no fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- xi. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not paid/provided any managerial remuneration during the year. Accordingly, paragraph 3(xi) of the Order is not applicable.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with sections 177 and 188 of the Act. The details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. During the year under review, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures.
- xv. According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the Order is not applicable.
- xvi. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, paragraph 3(xvi) of the Order is not applicable.

For P.K. NAGARAJAN & Co.,
Chartered Accountants
Firm Registration Number: 016676S

P.K. NAGARAJAN
Partner
Membership Number: 025679
UDIN:20025679AAAABK4803

Coimbatore
July 31, 2020



Annexure - B to the Independent Auditor's Report

Referred to in paragraph 21(g) of the Independent Auditor's Report of even date to the members of Sakthi Sugars Limited on the financial statements for the year ended March 31, 2020.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

1. We have audited the internal financial controls over financial reporting of Sakthi Sugars Limited ("the Company") as of March 31, 2020 in conjunction with our audit of the financial Statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

2. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

3. Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.
4. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.
5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

6. A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that:
 - (a) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
 - (b) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and
 - (c) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.



Inherent Limitations of Internal Financial Controls over Financial Reporting

7. Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

8. In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2020, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For P.K. NAGARAJAN & Co.,
Chartered Accountants
Firm Registration Number: 016676S

Coimbatore
July 31, 2020

P.K. NAGARAJAN
Partner
Membership Number: 025679
UDIN:20025679AAAABK4803



BALANCE SHEET AS AT 31.03.2020

(Rs. in lakhs)

	Note No.	As at 31.03.2020	As at 31.03.2019
I. ASSETS			
(1) NON-CURRENT ASSETS			
(a) Property, Plant and Equipment	2	99,283.85	118,866.56
(b) Capital work-in-progress	2	20.23	--
(c) Right-of-use Assets	3	112.49	--
(d) Financial Assets			
i) Investments	4	1,656.43	1,329.57
ii) Loans	5	82.86	84.72
iii) Other financial assets	6	780.11	666.77
(e) Deferred tax assets (Net)	22	1,249.30	1,023.21
(f) Other Non-current Assets	7	3,411.58	5,165.70
Total Non-current Assets		106,596.85	127,136.53
(2) CURRENT ASSETS			
(a) Inventories	8 (A)	6,765.47	11,325.30
(b) Biological Assets	8 (B)	7.43	3.18
(c) Financial Assets			
i) Trade receivables	9	979.28	6,760.72
ii) Cash and cash equivalents	10	892.48	1,196.46
iii) Bank balances other than cash and cash equivalents	11	1.49	128.02
iv) Loans	12	24,787.14	14,798.04
v) Other Financial Assets	13	829.78	108.11
(d) Current tax assets (Net)	14	390.91	513.76
(e) Other current assets	15	3,998.17	3,192.26
(f) Assets Classified as held for Sale	16	37,998.14	23,887.97
Total Current Assets		76,650.29	61,913.82
TOTAL ASSETS (1 to 2)		183,247.14	189,050.35
II. EQUITY AND LIABILITIES			
(1) EQUITY			
(a) Equity Share Capital	17	11,884.90	11,884.90
(b) Other Equity	18	(27,944.11)	(7,371.16)
Total Equity		(16,059.21)	4,513.74
(2) LIABILITIES			
A) NON-CURRENT LIABILITIES			
(a) Financial Liabilities			
i) Borrowings	19	9,342.71	17,013.34
ii) Other Financial Liabilities	20	349.94	281.25
(b) Provisions	21	2,564.19	2,509.59
Total Non-Current Liabilities		12,256.84	19,804.18

**BALANCE SHEET AS AT 31.03.2020 (CONT....)**

(Rs. in lakhs)

	Note No.	As at 31.03.2020	As at 31.03.2019
B) CURRENT LIABILITIES			
(a) Financial Liabilities			
i) Borrowings	23	13,478.64	12,779.52
ii) Trade Payables	24		
a) Total outstanding dues of micro and small enterprises		391.12	328.15
b) Total outstanding dues of other than (ii) (a) above		27,218.74	25,673.01
iii) Other financial liabilities	25	132,887.11	115,935.74
(b) Other current liabilities	26	12,610.07	9,463.69
(c) Provisions	27	463.83	552.32
Total Current Liabilities		187,049.51	164,732.43
Total Liabilities		199,306.35	184,536.61
TOTAL EQUITY AND LIABILITIES (1 to 2)		183,247.14	189,050.35
Significant Accounting Policies	1		
See accompanying notes to financial statements			

Vide our report annexed
For P K NAGARAJAN & Co
Chartered Accountants
Firm Registration Number : 016676S
P K NAGARAJAN
Partner
Membership Number : 025679
Coimbatore
31st July 2020

M MANICKAM
Chairman and Managing Director

M BALASUBRAMANIAM
Director

S BASKAR
Sr. Vice President &
Company Secretary

C.R. SANKAR
Chief Financial Officer



STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31.03.2020

(Rs. in lakhs)

	Note No.	Year Ended 31.03.2020	Year Ended 31.03.2019
CONTINUING OPERATIONS			
I. Income			
Revenue from Operations	28	80,301.01	50,505.93
Other Income	29	12,089.63	15,207.84
Total Income		92,390.64	65,713.77
II. Expenses			
Cost of material consumed	30	55,268.43	36,996.14
Purchase of stock in trade	31	428.45	393.80
Changes in inventories of finished goods, work-in-progress and stock in trade	32	3,922.05	(1,137.66)
Employee benefits expense	33	6,171.43	5,862.94
Finance costs	34	20,197.10	25,947.82
Depreciation and amortization expense	35	4,931.06	5,158.53
Other expenses	36	22,306.03	13,988.33
Total expenses		113,224.55	87,209.90
III. Profit/(Loss) before exceptional items and tax (I-II)		(20,833.91)	(21,496.13)
IV. Exceptional Items	37	--	5,180.09
V. Profit/(Loss) before tax (III-IV)		(20,833.91)	(26,676.22)
VI. Tax Expense:	22		
1. Current tax		--	--
2. Deferred tax		(241.52)	(5,274.80)
		(241.52)	(5,274.80)
VII. Profit/(Loss) for the year from continuing operations (V-VI)		(20,592.39)	(21,401.42)
VIII. Other Comprehensive Income			
Items that will not be reclassified to Statement of Profit and Loss			
i) Remeasurement benefit of defined benefit plans		34.87	116.13
ii) Income tax expense on remeasurement benefit of defined benefit plans		(15.43)	(39.78)
IX. Total Comprehensive Income for the year		(20,572.95)	(21,325.07)
X. Earnings per equity share (for Continuing Operations)			
1. Basic	46	(17.31)	(17.94)
2. Diluted	46	(17.31)	(17.94)
Significant Accounting Policies	1		

See accompanying notes to financial statements

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Chartered Accountants
Firm Registration Number : 016676S

P K NAGARAJAN
Partner
Membership Number : 025679
Coimbatore
31st July 2020

SAKTHI SUGARS LIMITED

M MANICKAM
Chairman and Managing Director

S BASKAR
Sr. Vice President &
Company Secretary

M BALASUBRAMANIAM
Director

C.R. SANKAR
Chief Financial Officer



CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020

(Rs. in lakhs)

Particulars	2019-20		2018-19	
A. CASH FLOW FROM OPERATING ACTIVITIES:				
Net Profit before tax as per statement of Profit and Loss		(20,833.91)		(26,676.22)
Adjustment for:				
Depreciation of Property, Plant and Equipment	4,931.06		5,158.53	
Finance Costs	20,197.10		25,966.57	
Remission of Interest (or reversal)	--		5,180.09	
Provision for Expected credit loss	6,437.46		--	
Remission / Unclaimed Liability	(689.18)		--	
Reversal of Income receivable	--		1,813.71	
Reversal of Sundry deposit / Capital Advance	1,713.18		1,283.57	
(Profit) / Loss on Sale / Redemption of Investments (Net)	--		8.50	
(Profit) / Loss on Property, Plant and Equipment Sold / Discarded (Net)	(4.02)		25.09	
Impairment loss on Non-Financial Assets	675.94		--	
(Gain) / Loss on Fair Valuation of Non Current Investment through Profit and Loss (Net)	(326.85)		145.40	
(Gain) / Loss on Fair Valuation of Current Investment through Profit and Loss (Net)	--		298.84	
Dividend Income	(14.57)		(13.19)	
Interest Income	(10,684.88)		(14,872.94)	
		22,235.24		24,994.17
Operating Profit before Working Capital / Other Changes		1,401.33		(1,682.05)
Changes in Working Capital:				
Adjustments for (Increase) / Decrease in Operating Assets:				
Inventories/Biological Assets	4,555.58		(478.71)	
Trade Receivables	(656.02)		92.01	
Other Financial Assets	(835.01)		798.32	
Other Current Assets	(790.09)		1,278.44	
Other Non-current Assets	42.80		(24.07)	
Adjustments for Increase/(Decrease) in Operating Liabilities:				
Trade Payables	1,608.70		(47.86)	
Other Financial Liabilities	(3,635.83)		631.28	
Other Current Liabilities	2,870.22		3,089.94	
Other Long Term Liabilities	89.47		163.45	
		3,249.82		5,502.80
Cash Generated from Operations		4,651.15		3,820.75
Income Tax Paid (Net)		122.85		(236.78)
Net Cash from / (used in) Operating Activities (A)		4,774.00		3,583.97
B. CASH FLOW FROM INVESTING ACTIVITIES:				
Purchase of Property, Plant and Equipment	(126.70)		(299.51)	
Proceeds from Disposal of Property, Plant and Equipment	32.26		129.12	
Proceeds from Current Investments (Net)	--		66.54	
Dividend received	14.57		13.19	
Interest Income	176.67		161.45	
Loans and Advances - Related Parties	503.29		2,259.68	
Net Cash from / (used in) Investing Activities (B)		600.09		2,330.47



CASH FLOW STATEMENT FOR THE YEAR ENDED 31.03.2020 (CONT....)

(Rs. in lakhs)

Particulars	2019-20		2018-19	
C. CASH FLOW FROM FINANCING ACTIVITIES:				
Finance Costs Paid	(2,784.27)		(2,994.72)	
Principal Payment of Lease Liabilities	(45.84)		--	
Interest Paid on Lease Liabilities	(23.62)		--	
Long Term Borrowings (Net)	(2,120.53)		(3,240.55)	
Short Term Borrowings (Net)	(367.00)		(54.75)	
Loans from Body corporate (Net)	(463.34)		108.16	
Net Cash from / (used in) Financing Activities (C)		(5,804.60)		(6,181.86)
Net Increase/(Decrease) in Cash and Cash Equivalents (A+B+C)		(430.51)		(267.42)
Cash and cash equivalents at the beginning of the year		1,324.48		1,591.90
Cash and cash equivalents at the end of the year		893.97		1,324.48
Cash and cash equivalents at the end of the year comprises of				
(a) Cash on hand		23.33		19.35
(b) Balances with banks:				
i) In Current Accounts		868.60		847.11
ii) Margin Money with banks / Security against borrowings		2.04		458.02
Cash and cash equivalents as at the end of the year		893.97		1,324.48

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31st July 2020

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Chairman and Managing Director

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Director

S BASKAR
Sr. Vice President &
Company Secretary

C.R. SANKAR
Chief Financial Officer

**STATEMENT OF CHANGES IN EQUITY****A. Equity Share Capital**

Particulars	Note No.	No of Shares	(Rs. In lakhs)
Balance as at 01.04.2018	17	118849036	11884.90
Changes in Equity Share Capital during the year ended 31.3.2019		--	--
Balance as at 31.03.2019		118849036	11884.90
Changes in Equity Share Capital during the year ended 31.3.2020		--	--
Balance as at 31.03.2020		118849036	11884.90

B. Other Equity

(Rs. In lakhs)

Particulars	Note No.	Reserves and Surplus					Total
		Capital Reserve	Capital Re-deemption Reserve	Securities Premium Account	Retained Earnings	Other Comprehensive Income	
Balance as at 01.04.2018	18	625.24	2512.27	27000.19	(16028.40)	(155.39)	13953.91
Profit / (Loss) for the Year		--	--	--	(21401.42)	--	(21401.42)
Other Comprehensive Income		--	--	--	--	76.35	76.35
Balance as at 31.03.2019		625.24	2512.27	27000.19	(37429.82)	(79.04)	(7371.16)
Balance as at 01.04.2019		625.24	2512.27	27000.19	(37429.82)	(79.04)	(7371.16)
Profit / (Loss) for the Year		--	--	--	(20592.39)	--	(20592.39)
Comprehensive Income for the year		--	--	--	--	19.44	19.44
Balance as at 31.03.2020		625.24	2512.27	27000.19	(58022.21)	(59.60)	(27944.11)

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NOTES TO FINANCIAL STATEMENTS

Note No. 1

SIGNIFICANT ACCOUNTING POLICIES

Corporate Information:

Sakthi Sugars Limited is engaged in the business of manufacture of sugar, industrial alcohol, power and soya products. The Company's segments include sugar, industrial alcohol, soya products and power. The by-products/waste products include molasses, bagasse and press mud.

The installed capacity of sugar division is 19000 tons of cane crush per day (TCD). Its power division has co-generation power plants at Sakthinagar, Sivaganga and Modakurichi, and the aggregate power generation capacity of all three plants is 92 MW.

Its distillery produces rectified spirit, extra neutral alcohol and ethanol, and has a distillation capacity of 150 kiloliters per day (KLPD) and ethanol plant capacity of over 50 KLPD.

The Company has the capacity to process 90,000 tons soya beans per annum.

The Company shares are listed in BSE Ltd and National Stock Exchange of India Ltd.

Significant Accounting Policies:

1.1 Basis of Preparation and Presentation:

These financial statements are the separate financial statements of the Company prepared in accordance with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Companies Act, 2013, read together with the Companies (Indian Accounting Standards) Rules, 2015 as amended.

These financial statements have been prepared and presented under the historical cost convention, on the accrual basis of accounting except for certain financial assets and financial liabilities that are measured at fair values at the end of each reporting period, as stated in the accounting policies set out below. The accounting policies have been applied consistently over all the periods presented in these financial statements.

1.2 Current/Non-Current Classification:

The Company presents assets and liabilities in the balance sheet based on current / non-current classification.

(a) An asset is treated as current when it is:

- (i) Expected to be realised or intended to be sold or consumed in normal operating cycle.
- (ii) Expected to be realised within twelve months after the reporting period, or
- (iii) Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.
- (iv) Held primarily for the purpose of trading.

All other assets are classified as non-current.

(b) A liability is current when:

- (i) It is expected to be settled in normal operating cycle.
- (ii) It is due to be settled within twelve months after the reporting period, or
- (iii) There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period.
- (iv) Held primarily for the purpose of trading.

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The operating cycle is the time between the acquisition of assets for processing and their realization in cash and cash equivalents. The Company has identified twelve months as its operating cycle.

1.3 Use of Estimates and Judgements

The preparation of the financial statements in conformity with Ind AS requires the Management to make judgements, estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) as of the date of the financial statements and the reported income and expenses like provision for employee benefits, provision for doubtful trade receivables/advances/contingencies, provision for warranties, allowance for slow/non-moving inventories, useful life of Property, Plant and Equipment, provision for taxation, etc., during the reporting year. The Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Future results may vary from these estimates.



The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Differences between actual results and estimates are recognised in the period in which the results are known/materialised.

The said estimates are based on the facts and events, that existed as at the reporting date, or that occurred after that date but provide additional evidence about conditions existing as at the reporting date.

1.4 Inventory:

Inventories of raw materials, work-in-progress, stores, finished products and stock-in-trade are valued at the lower of cost or net realizable value.

Cost is ascertained on seasonal weighted average for sugar and yearly average for stores and soya products.

Soya Bean, Stock-in-trade of fertilizer and newsprint cost ascertained on FIFO basis.

By-products are valued at Net realizable value.

1.5 Biological Assets:

Biological assets comprise standing crops (crops under development) of sugarcane.

The biological process starts with preparation of land for planting, seedlings and ends with the harvesting of crops.

Biological assets are measured at fair value less cost to sell or at cost whichever is applicable.

In respect of standing crop, where little biological transformation has taken place since the initial cost was incurred before the balance sheet date, such biological assets are measured at cost i.e. expenses incurred on such plantation upto the balance sheet date. When harvested, crop is transferred to inventory at fair value less costs to sell.

Changes in fair value of biological assets is recognised in the Statement of Profit and Loss.

1.6 Property, Plant and Equipment:

Measurement at recognition: Property, Plant and Equipment assets are carried at cost net of tax / duty credit availed less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the items.

Historical cost includes taxes, duties, freight, insurance etc., attributable to acquisition and installation of assets and borrowing cost incurred upto the date of commencing operations but excludes duties and taxes that are recoverable from taxing authorities. Indirect expenses during construction period, which are required to bring the asset in the condition for its intended use by the management and are directly attributable to bringing the asset to its position, are also capitalized.

Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to the Statement of Profit and Loss during the reporting period in which they are incurred.

Assets which are not ready for their intended use and Capital work-in-progress are carried at cost comprising direct cost, related incidental expenses and attributable interest. Advances given towards acquisition of property, plant and equipment outstanding at each balance sheet date are disclosed as capital advance under other non-current assets.

Depreciation: Depreciation on Property, Plant and Equipment is provided on the straight-line method over the useful life in the manner prescribed in Schedule II of the Companies Act 2013.

Depreciation on addition to assets or on sale/discardment of assets, is calculated on pro-rata from the month of such addition or up to the month of such sale/discarding, as the case may be.

De-recognition: An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of asset.

Gains and losses on disposals or retirement of assets are determined by comparing proceeds with carrying amount. These are recognized in the Statement of Profit and Loss.

1.7 Intangible assets

Measurement at recognition: Intangible assets acquired separately are measured on initial recognition at cost. Intangible assets arising on acquisition of business are measured at fair value as at the date of acquisition. Internally generated intangibles including research cost are not capitalized and the related expenditure is recognized in the Statement of Profit and Loss in the period in which the expenditure is incurred. Following initial recognition, intangible assets are carried at cost less accumulated amortization and accumulated impairment loss, if any.



Amortization: Intangible Assets with finite lives are amortized on a Straight-Line basis over the estimated useful economic life. The amortization expense on intangible assets with finite lives is recognized in the Statement of Profit and Loss. The amortization period and the amortization method for an intangible asset with finite useful life is reviewed at the end of each financial year. If any of these expectations differ from previous estimates, such change is accounted for as a change in an accounting estimate.

De-recognition: The carrying amount of an intangible asset is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from the De-recognition of an intangible asset is measured as the difference between the net disposal proceeds and the carrying amount of the intangible asset and is recognized in the Statement of Profit and Loss when the asset is derecognized.

1.8 Impairment of Assets

The carrying values of assets/cash generating units are reviewed at each Balance Sheet date to determine whether there is any indication of impairment of the carrying amount of the Company's assets. If any indication exists, an asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of the asset exceeds the recoverable amount. The recoverable amount is the greater of the net selling price and their value in use. Value in use is arrived at by discounting the future cash flows to their present value based on an appropriate discount factor. When there is indication that an impairment loss recognised for an asset in earlier accounting periods no longer exists or may have decreased such reversal of impairment loss is recognised in the Statement of Profit and Loss.

1.9 Revenue Recognition:

Revenue from contracts with customers is recognized on transfer of control of promised goods or services to a customer at an amount that reflects the consideration to which the Company is expected to be entitled to in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold, and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. This variable consideration is estimated based on the expected value of out flow. Revenue (net of variable consideration) is recognized only to the extent that it is highly probable that the amount will not be subject to significant reversal when uncertainty relating to its recognition is resolved.

a) Sale of goods:

Revenue is recognised when the performance obligations are satisfied and the control of the product is transferred, being when the goods are delivered as per the relevant terms of the contract at which point in time the Company has a right to payment for the asset, customer has legal title of the asset, customer bears significant risk and rewards of ownership and the customer has accepted the asset or the Company has objective evidence that all criteria for acceptance have been satisfied. Payment for the sale is made as per the credit terms in the agreements with the customers. The credit period is generally short term, thus there is no significant financing component.

Revenue is measured based on the transaction price, which is the consideration, net of customer incentives, discounts, variable considerations, payments made to customers, other similar charges, as specified in the contract with the customer. Additionally, revenue excludes taxes collected from customers, which are subsequently remitted to governmental authorities.

b) Dividend and interest income:

Dividend income from investments is recognised when the shareholder's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably).

Interest income from a financial asset is recognised when it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

c) Insurance Claims:

Insurance claims are accounted for on the basis of claims admitted / expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

d) Export Benefits:

Export benefits are accounted for in the year of exports based on eligibility and when there is no uncertainty in receiving the same.

**e) Rental Income:**

Rental income arising from operating leases is accounted for on a straight-line basis over the lease terms and is included in revenue in the Statement of Profit or Loss due to its operating nature.

All other income and expenses are accounted for on accrual basis.

1.10 Foreign Currency Transactions:

On initial recognition, transactions in foreign currencies entered into by the Company are recorded in the functional currency (i.e. Indian Rupees), by applying to the foreign currency amount, the spot exchange rate between the functional currency and the foreign currency at the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss.

Foreign currency monetary items of the Company are translated at the closing exchange rates. Non-monetary items that are measured at historical cost in a foreign currency, are translated using the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency, are translated using the exchange rates at the date when the fair value is measured.

Exchange differences arising out of these translations are recognized in the Statement of Profit and Loss.

1.11 Employee Benefits:**a) Short term employee benefits:**

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and they are recognized in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

b) Post-employment benefits:**i) Defined contribution plans:**

Defined contribution plans are Employee Provident Fund, Employee State Insurance scheme for all applicable employees and superannuation scheme for eligible employees.

Recognition and measurement of defined contribution plans:

The Company recognizes contribution payable to a defined contribution plan as an expense in the Statement of Profit and Loss when the employees render services to the Company during the reporting period. If the contribution payable for services received from employees before the reporting date exceeds the contributions already paid, the deficit payable is recognized as a liability after deducting the contribution already paid. If the contribution already paid exceeds the contribution due for services received before the reporting date, the excess is recognized as an asset to the extent that the prepayment will lead to, for example, a reduction in future payments or a cash refund.

ii) Defined Benefit plans:

Gratuity: Liabilities with regard to the gratuity benefits payable in future are determined by actuarial valuation at each Balance Sheet date. Actuarial gains and losses arising from changes in actuarial assumptions are recognized in other comprehensive income and shall not be reclassified to the Statement of Profit and Loss in a subsequent period.

Leave encashment / Compensated absences: The Company provides for the encashment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits, for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each Balance Sheet date on the basis of an independent actuarial valuation. Actuarial gains and losses arising from changes in actuarial assumptions are recognised in the other comprehensive income.

The obligation arising from defined benefit plan is determined on the basis of actuarial assumptions. Key actuarial assumptions include discount rate, trends in salary escalation and vested future benefits and life expectancy. The discount rate is determined by reference to market yields at the end of the reporting period on government bonds. The period to maturity of the underlying bonds correspond to the probable maturity of the post-employment benefit obligations.

1.12 Segment Reporting:

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating Decision Maker ('CODM') of the Company. The CODM is responsible for allocating resources and assessing performance of the operating segments of the Company.

**1.13 Non-Current Assets held for sale:**

The Company classifies non-current assets as held for sale if their carrying amounts will be recovered principally through a sale rather than through continuing use of the assets and actions required to complete such sale indicate that it is unlikely that significant changes to the plan to sell will be made or that the decision to sell will be withdrawn. Also, such assets are classified as held for sale only if the management expects to complete the sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at the lower of their carrying amount and the fair value less cost to sell. Non-current assets are not depreciated or amortized while they are classified as held for sale.

Non-current assets classified as held for sale are presented separately from the other assets in the balance sheet.

1.14 Government Grants:

Government grants are not recognised until there is reasonable assurance that the company will comply with the conditions attaching to them and that the grants will be received.

Government grants are recognised in profit or loss on a systematic basis over the periods in which the company recognises as expenses the related costs for which the grants are intended to compensate. Specifically, government grants whose primary condition is that the company should purchase, construct or otherwise acquire non-current assets are recognised as deferred revenue in the balance sheet and transferred to profit or loss on a systematic and rational basis over the useful lives of the related assets.

Government grants that are receivable as compensation for expenses or losses already incurred or for the purpose of giving immediate financial support to the company with no future related costs are recognised in profit or loss in the period in which they become receivable.

1.15 Income Taxes:

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by the changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses.

Current Tax:

The current income tax charge is calculated on the basis of the tax laws enacted or substantively enacted at the end of the reporting period. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions where appropriate based on amounts expected to be paid to the tax authorities.

Deferred Tax:

Deferred income tax is provided in full, using the Balance Sheet method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred income tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realised, or the deferred income tax liability is settled.

Deferred tax assets are recognised for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilise those temporary differences and losses.

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the same can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits together with future tax planning strategies.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority. Current tax assets and tax liabilities are offset where the entity has a legally enforceable right to offset and intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Deferred tax assets include Minimum Alternative Tax (MAT) paid in accordance with the tax laws in India, which is likely to give future economic benefits in the form of availability of set off against future income tax liability. Accordingly, MAT is recognised as deferred tax asset in the balance sheet when the asset can be measured reliably, and it is probable that the future economic benefit associated with the asset will be realised.

Current and deferred tax is recognised in the Statement of Profit and Loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.



On March 30, 2019, MCA has issued amendment regarding the income tax uncertainty over income tax treatments. The notification clarifies the recognition and measurement requirements when there is uncertainty over income tax treatments. In assessing the uncertainty, an entity shall consider whether it is probable that a taxation authority will accept the uncertain tax treatment. This notification is effective for annual reporting periods beginning on or after April 1, 2019. As per the Company's assessment, there are no material income tax uncertainties over income tax treatments.

Presentation of Current and Deferred Tax:

Current and deferred tax are recognized as income or an expense in the Statement of Profit and Loss, except when they relate to items that are recognized in Other Comprehensive Income, in which case, the current and deferred tax income/expense are recognized in Other Comprehensive Income.

The Company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously. In case of deferred tax assets and deferred tax liabilities, the same are offset if the Company has a legally enforceable right to set off corresponding current tax assets against current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority on the Company.

Minimum Alternative Tax (MAT) credit, which is equal to the excess of MAT (calculated in accordance with provisions of Section 115JB of the Income tax Act, 1961) over normal income-tax is recognized as an item in deferred tax asset by crediting the Statement of Profit and Loss only when and to the extent there is convincing evidence that the Company will be able to avail the said credit against normal tax payable during the period of fifteen succeeding assessment years.

1.16 Earnings per share:

Basic earnings per share is calculated by dividing the profit for the period attributable to the owners of Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares, that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the profit for the period attributable to the owners of the Company and the weighted average number of shares outstanding during the period is adjusted for the effects of all dilutive potential equity shares.

1.17 Provisions and Contingencies:

The company recognizes provisions when a present obligation (legal or constructive) as a result of a past event exists and it is probable that an out flow of resources embodying economic benefits will be required to settle such obligation and the amount of such obligation can be reliably estimated.

If the effect of time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Company or a present obligation that is not recognized because it is probable that an outflow of resources will not be required to settle the obligation. However, if the possibility of outflow of resources, arising out of present obligation, is remote, it is not even disclosed as contingent liability.

A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The Company does not recognize a contingent liability but discloses its existence in the notes to financial statements. A contingent asset is not recognized in financial statements, however, the same is disclosed where an inflow of economic benefit is probable.

The Company exercises judgement in measuring and recognising provisions and the exposures to contingent liabilities related to pending litigation or other outstanding claims subject to negotiated settlement, mediation, arbitration or government regulation, as well as other contingent liabilities. Judgement is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement. Because of the inherent uncertainty in this evaluation process, actual losses may be different from the originally estimated provision.

1.18 Leases:

a) Company as Lessee:

Policy applicable before April 1, 2019:

The Company's significant leasing arrangements are in respect of operating leases for premises that are cancelable in nature. The lease rentals under such agreements are recognised in the Statement of Profit and Loss as per the terms of the lease.



Rental expense from operating leases is generally recognised on a straight-line basis over the term of the relevant lease or based on the time pattern of user benefit basis. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the lessor's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Contingent rentals arising under operating leases are recognised as an expense in the period in which they are incurred.

In the event that lease incentives are received to enter into operating leases, such incentives are recognised as a liability. The aggregate benefit of incentives is recognised as a reduction of rental expense on a straight-line basis, except where another systematic basis is more representative of the time pattern in which economic benefits from the leased asset are consumed.

Policy applicable after April 1, 2019:

The Company adopted Ind AS 116 with modified retrospective method i.e. no change to prior period financial statements and has applied the standard to contracts or arrangements that were previously identified as leases applying Ind AS 17.

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the Company assesses whether: (i) the contact involves the use of an identified asset (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and (iii) the Company has the right to direct the use of the asset.

As a lessee, the Company recognises a Right-of-Use (ROU) asset and a lease liability at the lease commencement date. The ROU asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The ROU asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the ROU asset or the end of the lease term. The estimated useful lives of ROU assets are determined on the same basis as those of property and equipment. In addition, the ROU asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rate. Lease liabilities are remeasured with a corresponding adjustment to the related ROU asset if the Company changes its assessment of whether it will exercise an extension or a termination option.

The Company has used number of practical expedients when applying Ind AS 116. The Company has elected not to recognise ROU assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company recognises the lease payments relating to these leases as an expense on a straight-line basis over the lease term. The Company applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.

The Company's lease asset classes primarily consist of leases for land and building for offices, and vehicles.

Lease liability and ROU assets have been separately presented in the Balance Sheet and lease payments have been classified as financing cash flows.

The Company has applied Ind AS 116 Leases using the modified retrospective approach for all leases other than short-term leases and leases of low-value assets. Due to transition method chosen by the Company in applying this standard, comparative information throughout these financial statements has not been restated and continues to be reported under Ind AS 17.

Ind AS 116 introduces a single, on-balance sheet lease accounting model for leases. A lessee recognizes a ROU asset representing its right to use the underlying asset and a lease liability representing its obligation to make lease payments. The nature of expenses related to those leases will change as Ind AS116 replaces the operating lease expense (i.e. rent) with depreciation charge for ROU assets and interest expense on lease liabilities.

b) Company as Lessor:

The Company's significant leasing arrangements are in respect of operating leases for premises that are cancellable in nature. The lease rentals under such agreements are recognised in the Statement of Profit and Loss as per the terms of the lease. Rental income from operating leases is generally recognised on a straight-line basis over the term of the relevant lease. Where the rentals are structured solely to increase in line with expected general inflation to compensate for the Company's expected inflationary cost increases, such increases are recognised in the year in which such benefits accrue. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised on a straight-line basis over the lease term.



1.19 Borrowing Costs:

Borrowing cost includes interest, amortisation of ancillary cost incurred in connection with the arrangement of borrowings and the exchange differences arising from foreign currency borrowings to the extent they are regarded as an adjustment to the interest cost. General and specific borrowing costs that are directly attributable to the acquisition, construction or production of a qualifying asset are capitalized during the period of time that is required to complete and prepare the asset for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Investment income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. Other borrowing costs are expensed in the period in which they are incurred.

1.20 Financial Instrument:

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets and financial liabilities are recognised when an entity becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through Statement of Profit and Loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit and loss are recognised immediately in Statement of Profit and Loss.

a) Fair Value Measurement:

The Company measures financial instruments, such as, investments at fair value at each balance sheet date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- i) In the principal market for the asset or liability, or
- ii) In the absence of a principal market, in the most advantageous market for the asset or liability.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their best economic interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- i) Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- ii) Level 2 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- iii) Level 3 – Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.



When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques, including the discounted cash flow model, which involve various judgements and assumptions.

b) Financial Assets:

i) Initial recognition and measurement:

At initial recognition, the Company measures a financial asset at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in the Statement of Profit and Loss.

ii) Subsequent measurement:

Subsequent measurement of debt instruments depends on the Company's business model for managing the asset and the cash flow characteristics of the asset. There are three measurement categories into which the Company classifies its debt instruments.

Amortised cost:

Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. A gain or loss on a debt investment that is subsequently measured at amortised cost is recognised in profit or loss when the asset is derecognised or impaired. Interest income from these financial assets is included in other income using the effective interest rate method.

Fair value through Other Comprehensive Income (FVOCI):

Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets' cash flows represent solely payments of principal and interest, are measured at FVOCI. Movements in the carrying amount are taken through other Comprehensive Income (OCI), except for the recognition of impairment gains or losses, interest revenue and foreign exchange gains and losses which are recognised in profit and loss. When the financial asset is derecognised, the cumulative gain or loss previously recognised in OCI is reclassified from equity to profit or loss and recognised in other gains/ (losses). Interest income from these financial assets is included in other income using the effective interest rate method.

Fair Value through Profit or Loss (FVTPL):

Assets that do not meet the criteria for amortised cost or FVOCI are measured at FVTPL. A gain or loss on a debt investment that is subsequently measured at fair value through profit or loss is recognised in Statement of Profit and Loss in the period in which it arises. Interest income from these financial assets is included in other income.

iii) De-recognition :

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised primarily when:

- (a) The rights to receive cash flows from the asset have expired, or
- (b) The Company has transferred substantially all the risks and rewards of the asset

iv) Impairment of Financial Assets :

In accordance with Ind-AS 109, the Company applies Expected Credit Loss (ECL) model for measurement and recognition of impairment loss on the financial assets and credit risk exposure that are debt instruments, and are measured at amortised cost e.g., loans, debt securities, deposits, trade receivables and bank balance.

The Company follows 'simplified approach' for recognition of impairment loss allowance on Trade receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognises impairment loss allowance based on life time ECLs at each reporting date, right from its initial recognition.

Life time ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive, discounted at the original Effective Interest Rate (EIR). When estimating the cash flows, an entity is required to consider:

- (a) All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the entity is required to use the remaining contractual term of the financial instrument.



- (b) Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

As a practical expedient, the Company uses a provision matrix to determine impairment loss allowance on portfolio of its trade receivables. The provision matrix is based on its historically observed default rates over the expected life of the trade receivables and is adjusted for forward-looking estimates. At every reporting date, the historically observed default rates are updated and changes in the forward-looking estimates are analysed.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the Statement of Profit and Loss. This amount is reflected under the head 'other expenses' in the Statement of Profit and Losses. The Balance Sheet presentation for various financial instruments is that in the case of Financial assets measured as at amortised cost, ECL is presented as an allowance, i.e., as an integral part of the measurement of those assets in the Balance Sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the group does not reduce impairment allowance from the gross carrying amount.

For assessing increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

c) Financial Liabilities :

i) Initial recognition and measurement :

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables.

ii) Subsequent measurement :

All financial liabilities are subsequently measured at amortised cost using the effective interest method.

Financial liabilities designated upon initial recognition at FVTPL are designated as such at the initial date of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains / losses attributable to changes in own credit risks are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognised in the Statement of Profit and Loss.

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of the subsequent accounting period. The carrying amount of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of costs of an asset is included in the "Finance costs" in Statement of Profit and Loss.

iii) De-recognition :

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the de-recognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit and loss.

1.21 Exceptional Items :

An item of income or expense which by its size, type or incidence requires disclosure in order to improve an understanding of the performance of the Company is treated as an exceptional item and disclosed as such in the financial statements.

1.22 Events after Reporting date :

Where events occurring after the Balance Sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted within the financial statements. Otherwise, events after the Balance Sheet date of material size or nature are only disclosed.



1.23 Cash and Cash Equivalents :

Cash and cash equivalents in the Balance Sheet comprise of cash on hand, demand deposits with Banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, demand deposits with banks, short-term balances (with an original maturity of three months or less from date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

1.24 Cash flow Statement :

Cash flows are reported using the indirect method, whereby profit before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information.

1.25 Rounding off amounts:

All amounts disclosed in the financial statements and notes have been rounded off to the nearest Lakh with two decimals, as per the requirement of Schedule III, unless otherwise stated.



NOTE No. 2

PROPERTY, PLANT AND EQUIPMENT

(Rs. in lakhs)

PARTICULARS	Land	Buildings	Plant & Equipment	Furniture & Fixtures	Vehicles	Office Equipment	Others	Total	CWIP*
Gross Carrying Amount :									
Deemed cost as at 1st April, 2018	31037.71	15987.67	87194.79	385.26	994.43	478.27	23.60	136101.73	3229.22
Additions	--	28.76	267.07	1.41	--	10.33	--	307.57	2.69
Disposals / Transfer	(0.53)	--	(208.94)	(0.30)	(5.41)	(0.80)	--	(215.98)	(10.75)
Asset classified as held for sale	--	--	--	--	--	--	--	--	(3221.16)
Balance as at 31st March, 2019	31037.18	16016.43	87252.92	386.37	989.02	487.80	23.60	136193.32	--
Accumulated Depreciation :									
Balance as at 1st April, 2018	--	1280.18	9374.41	356.48	839.11	379.82	--	12230.00	--
Additions	--	639.12	4425.46	3.22	30.63	60.10	--	5158.53	--
Disposals / Adjustments	--	--	(55.97)	(0.29)	(5.14)	(0.37)	--	(61.77)	--
Balance as at 31st March, 2020	--	1919.30	13743.90	359.41	864.60	439.55	--	17326.76	--
Net Carrying Amount :									
Balance as at 1st April, 2018	31037.71	14707.49	77820.38	28.78	155.32	98.45	23.60	123871.73	3229.22
Balance as at 31st March, 2019	31037.18	14097.13	73509.02	26.96	124.42	48.25	23.60	118866.56	--
Gross Carrying Amount :									
Deemed cost as at 1st April, 2019	31037.18	16016.43	87252.92	386.37	989.02	487.80	23.60	136193.32	--
Additions	--	1.87	77.80	2.58	--	24.22	--	106.47	20.23
Reclassification on account of adoption of Ind AS-116	--	--	--	--	(9.03)	--	--	(9.03)	--
Disposals / Adjustments	--	--	(32.70)	(1.40)	(34.49)	(1.70)	--	(70.29)	--
Asset classified as held for sale	(2923.99)	(3309.02)	(11969.29)	(48.96)	--	(40.71)	(1.72)	(18293.69)	--
Balance as at 31st March, 2020	28113.19	12709.28	75328.73	338.59	945.50	469.61	21.88	117926.78	20.23
Accumulated Depreciation :									
Balance as at 1st April, 2019	--	1919.30	13743.90	359.41	864.60	439.55	--	17326.76	--
Additions	--	634.74	4195.94	2.77	17.01	15.33	--	4865.79	--
Reclassification on account of adoption of Ind AS-116	--	--	--	--	(9.03)	--	--	(9.03)	--
Disposals / Adjustments	--	--	(6.83)	(1.17)	(23.72)	(1.30)	--	(33.02)	--
Asset classified as held for sale	--	(513.73)	(2909.83)	(46.43)	--	(37.58)	--	(3507.57)	--
Balance as at 31st March, 2020	--	2040.31	15023.18	314.58	848.86	416.00	--	18642.93	--
Net Carrying Amount :									
Balance as at 1st April, 2019	31037.18	14097.13	73509.02	26.96	124.42	48.25	23.60	118866.56	--
Balance as at 31st March, 2020	28113.19	10668.97	60305.55	24.01	96.64	53.61	21.88	99283.85	20.23

*Capital Work-in-Progress



(Rs. In lakhs)

NOTE NO - 3
RIGHT-OF-USE ASSETS

Balance as at 1st April 2019 (on adoption of Ind AS 116)
Reclassified on account of adoption of Ind AS 116 (Refer to Note. 51)
Additions
Deletions
Depreciation
Balance as at 31st March 2020

As at 31.3.2020		
Category of ROU Asset		
Building	Vehicles	Total
168.73	--	168.73
--	9.03	9.03
--	--	--
--	--	--
56.24	9.03	65.27
112.49	--	112.49

As at 31.03.2020
As at 31.03.2019
NOTE No. 4
NON-CURRENT INVESTMENTS
I. Investments in Equity Instruments
a. Quoted Equity Shares

In Other Entities at FVTPL

Sakthi Finance Limited 10,40,000 (10,40,000) Shares of Rs.10 each	130.21	187.20
ICICI Bank Limited 2,425 (2,425) Shares of Rs.2 each	7.87	9.67
NIIT Limited 2,527 (2,527) Shares of Rs. 2 each	2.07	2.28
NIIT Technologies Limited 759 (759) Shares of Rs. 10 each	8.71	10.06
K G Denim Limited 16129 (16129) Shares of Rs.10 each	2.76	7.89
IFCI Limited 100 (100) Shares of Rs.10 each	0.01	0.01
The Industrial Development Bank of India Limited 1,360 (1,360) Shares of Rs.10 each	0.26	0.63
The South Indian Bank Limited 1,65,000 (1,65,000) Shares of Re.1 each	9.50	27.29
Kovai Medical Centre and Hospital Limited 52,217 (52,217) Shares of Rs.10 each	355.02	402.59
Total of Quoted equity shares	516.41	647.62

b. Unquoted Equity Shares
i. Other Entities (Measured at Cost)

The ABT Co-operative Stores Limited 1,000 (1,000) Shares of Rs. 10 each	0.10	0.10
Sakthi Sugars Co-operative Stores Limited 760 (760) Shares of Rs.10 each	0.08	0.08
Angul Central Co-op Bank Limited 100 (100) Shares of Rs.100 each	0.10	0.10
Shamarao Vithal Co-op Bank Limited 25 (25) Shares of Rs.25 each	0.01	0.01
	0.29	0.29

ii. Other Entities (Measured at FVTPL)

Sri Chamundeswari Sugars Limited 6,81,146 (6,81,146) Shares of Rs.10 each	493.83	35.76
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(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
II. Investments in Preference Shares		
Sri Chamundeswari Sugars Ltd		
6,45,900 (645900) 5% Redeemable Non-Convertible		
Cumulative Preference Shares of Rs. 100 each	645.90	645.90
TOTAL	1,656.43	1,329.57
Aggregate cost of Quoted Investments	295.71	295.71
Aggregate cost of Unquoted Investments	1,140.02	681.95
Aggregate market value of Quoted Investments	516.41	647.62
NOTE No. 5		
NON-CURRENT LOANS		
Loans to Employees	82.86	84.72
	82.86	84.72
Less : Provision for Expected Credit Loss	-	-
TOTAL	82.86	84.72
Security-wise Breakup:		
Loans Receivables considered good - Secured	-	-
Loans Receivables considered good - Unsecured	82.86	84.72
Loans Receivables which have significant increase in Credit Risk	-	-
Loans Receivables - Credit Impaired	-	-
	82.86	84.72
Less : Provision for Expected Credit Loss	-	-
	82.86	84.72
NOTE No. 6		
OTHER NON-CURRENT FINANCIAL ASSETS		
Security Deposits	737.78	653.71
Margin Money / Fixed Deposits - Maturing after 12 Months	42.33	13.06
TOTAL	780.11	666.77
NOTE No. 7		
OTHER NON-CURRENT ASSETS		
Capital advances	2,248.50	3,182.93
Sundry Deposits	1,097.51	1,917.61
Advance for Purchases & Others	65.57	65.16
TOTAL	3,411.58	5,165.70
NOTE No. 8(A)		
INVENTORIES		
(a) Raw Materials:		
Molasses - Distillery Unit	525.27	178.69
Soyabbeans	1,127.57	1,989.80
Soya Flour	85.52	31.42
News print paper	1.30	1.36
	1,739.66	2,201.27



(Rs. In lakhs)

	As at 31.03.2020	As at 31.03.2019
(b) Work in Progress:		
Sugar	30.71	427.60
Molasses	1.91	92.51
	32.62	520.11
(c) Finished goods:		
Sugar	531.61	4,396.61
Molasses - Sugar Unit	217.18	249.33
Industrial Alcohol	544.51	271.48
Ethanol	11.69	13.26
Soya Products	1,288.29	1,235.70
Bio-Earth	106.83	58.15
Fusel Oil	1.67	1.10
Bagasse	8.04	5.59
	2,709.82	6,231.22
(d) Stock in Trade:		
Chemicals, Fertilisers & Others	301.56	214.72
(e) Stores and spares:		
Stores and spares	1,981.81	2,157.98
	6,765.47	11,325.30
TOTAL	6,765.47	11,325.30
For mode of valuation please refer SI. No.1.4 in Significant Accounting Policies.		
NOTE No. 8 (B)		
BIOLOGICAL ASSETS		
Opening Balance	3.18	–
Changes in Fair value	27.32	15.26
Harvested sugar cane transferred to Inventory	(23.07)	(12.08)
	7.43	3.18
NOTE No. 9		
CURRENT TRADE RECEIVABLES		
Trade Receivables	7,402.28	6,751.08
Receivable from Related Parties (Refer note No. 48)	14.46	9.64
	7,416.74	6,760.72
Less : Provision for Expected Credit Loss	6,437.46	--
	979.28	6,760.72
Security-wise Breakup:		
Trade Receivables Considered good - Secured	15.76	--
Trade Receivables Considered good - Unsecured	963.52	6,760.72
Trade Receivables which have significant increase in Credit Risk	6,437.46	--
Trade Receivables - Credit Impaired	--	--
	7,416.74	6,760.72
Less : Provision for Expected Credit Loss	6,437.46	--
	979.28	6,760.72



(Rs. In lakhs)

	As at 31.03.2020	As at 31.03.2019
NOTE No. 10		
CASH AND CASH EQUIVALENTS		
Bank balances in current accounts	868.60	847.11
Fixed Deposits with maturity of less than three months	0.55	330.00
Cash on hand	23.33	19.35
TOTAL	892.48	1,196.46
NOTE No. 11		
BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS		
Fixed deposits with maturity more than 3 Months but less than 12 months	1.49	128.02
NOTE No. 12		
CURRENT LOANS		
(Unsecured, Considered good)		
Loans to Employees	30.48	46.30
Loans and Advances to Related Parties	24,756.66	14,751.74
	24,787.14	14,798.04
Less : Provision for Expected Credit Loss	--	--
TOTAL	24,787.14	14,798.04
Security-wise Breakup:		
Loans Receivables considered good - Secured	--	--
Loans Receivables considered good - Unsecured	24,787.14	14,798.04
Loans Receivables which have significant increase in Credit Risk	--	--
Loans Receivables - Credit Impaired	--	--
	24,787.14	14,798.04
Less : Provision for Expected Credit Loss	--	--
	24,787.14	14,798.04
NOTE No. 13		
OTHER CURRENT FINANCIAL ASSETS		
Outstanding interest receivable	2.23	7.93
Income Receivable	827.55	100.18
TOTAL	829.78	108.11
NOTE No. 14		
CURRENT TAX ASSETS (NET)		
Advance Income Tax and TDS	390.91	513.76



(Rs. In lakhs)

	As at 31.03.2020	As at 31.03.2019
NOTE No. 15		
OTHER CURRENT ASSETS		
Employee related Loans and Advances	9.27	10.55
Prepaid expenses	364.21	352.43
Deposits with Government authorities	1,174.56	1,294.89
Advance for purchases & others	2,450.13	1,534.39
TOTAL	3,998.17	3,192.26
NOTE No. 16		
ASSETS CLASSIFIED AS HELD FOR SALE		
Land and Building	5,508.95	5,508.95
Plant and Equipment	3,221.16	3,221.16
Investment in Equity instruments :		
Sakthi Auto Component Limited (Erstwhile Associate) 6,38,60,000 (63860000) Shares of Rs.10 each	15,157.86	15,157.86
	23,887.97	23,887.97
Less : Impairment Loss	675.94	–
	23,212.03	23,887.97
Disposal Group (Ref. Note No. 38.3)	14,786.11	–
TOTAL	37,998.14	23,887.97
NOTE No. 17		
EQUITY SHARE CAPITAL		
Authorised		
12,00,00,000 (12,00,00,000) Equity Shares of Rs.10 each	12,000.00	12,000.00
50,00,000 (50,00,000) Preference Shares of Rs.100 each	5,000.00	5,000.00
	17,000.00	17,000.00
Issued		
11,89,65,705 (11,89,65,705) Equity Shares of Rs.10 each	11,896.57	11,896.57
	11,896.57	11,896.57
Subscribed and Paid up		
11,88,49,036 (11,88,49,036) Equity Shares of Rs.10 each fully paid up	11,884.90	11,884.90
TOTAL	11,884.90	11,884.90



	As at 31.03.2020	As at 31.03.2019
Reconciliation of Number of Shares	No. of Shares	No. of Shares
Equity Shares at the beginning of the year	118,849,036	118,849,036
Add: Shares issued/allotted during the year	--	--
Equity Shares at the end of the year	118,849,036	118,849,036

Rights, Preferences and Restrictions of each class of Shares

The Company has only one class of equity shares having a face value of Rs.10 each. Each shareholder is eligible for one vote per share held. Dividend is payable when it is recommended by the Board of Directors and approved by the Members at the Annual General Meeting. In the event of liquidation, the equity shareholders will get the remaining assets of the Company after payment of all the preferential amounts.

Shares held by the holding company

Particulars	As at 31.03.2020	As at 31.03.2019
ABT Investments (India) Private Ltd.	66473540	66628540

List of shareholders holding more than 5%

Particulars	As at 31.03.2020		As at 31.03.2019	
	No. of Shares	%	No. of Shares	%
ABT Investments (India) Private Ltd.	66473540	55.93	66628540	56.06
Asset Reconstruction Company (India) Ltd.	22635757	19.05	22635757	19.05

Terms of security convertible into equity shares

The Company does not have any security convertible into equity shares as at 31st March 2020.

Details of Equity shares allotted as fully paid up pursuant to the terms of restructure by an Asset Reconstruction Company

Name of the Allottee	Date of allotment
Asset Reconstruction Company (India) Limited (ARCIL)	24.06.2016

(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
NOTE No. 18		
OTHER EQUITY		
Capital reserve	625.24	625.24
Capital redemption reserve	2,512.27	2,512.27
Securities premium account	27,000.19	27,000.19
Retained Earnings	(58,022.21)	(37,429.82)
Other Comprehensive Income	(59.60)	(79.04)
	(27,944.11)	(7,371.16)
Capital reserve		
Balance as per last Balance Sheet	625.24	625.24
Capital redemption reserve		
Balance as per last Balance Sheet	2,512.27	2,512.27
Securities premium account		
Balance as per last Balance Sheet	27,000.19	27,000.19
Retained Earnings		
Balance as per last Balance Sheet	(37,429.82)	(16,028.40)
Net Profit/(Loss) after tax for the year	(20,592.39)	(21,401.42)
	(58,022.21)	(37,429.82)



(Rs. In lakhs)

	As at 31.03.2020	As at 31.03.2019
Other Comprehensive Income		
Balance as per last Balance Sheet	(79.04)	(155.39)
Addition/(Deletion) during the year	19.44	76.35
	(59.60)	(79.04)
TOTAL	(27,944.11)	(7,371.16)

Nature and Purpose of Reserves :-

Capital reserve

It represents the gains of capital nature which mainly includes the excess of value of net assets acquired over consideration paid by the Company for business amalgamation transaction in earlier years.

Capital redemption reserve

Capital redemption reserve was created in respect of the preference shares redeemed by the Company. This reserve shall be utilised in accordance with the provisions of the Companies Act, 2013.

Securities premium account

Securities premium is represents the amount of premium received on the equity shares issued by the Company. It is to be utilised in accordance with the provisions of the Companies Act, 2013.

Retained Earnings

Retained earnings are the profits/losses that the company has earned/incurred till the date of the Balance Sheet, less any transfers to other reserves, dividends paid or other distributions made to shareholders, if any.

Other Comprehensive Income

Other Comprehensive income (OCI) represents the balance in equity relating to re-measurement gain/(loss) of defined benefit obligation. This would not be re-classified to Statement of Profit and Loss.

NOTE No. 19

NON-CURRENT BORROWINGS

(a) Secured Loans

i) Term Loans

From Banks

22,355.31 27,591.76

From Other Parties

40,955.61 40,978.40

63,310.92 68,570.16

ii) Long term maturities of finance lease obligations

-- 9.03

63,310.92 68,579.19

Less:- Current maturities

58,641.88 55,621.06

Total of Secured Loans

4,669.04 12,958.13

(b) Unsecured Loans

Term Loans

From Banks

-- 684.08

From Other Parties

8,864.23 7,924.25

8,864.23 8,608.33

Less:- Current maturities

4,190.56 4,553.12

Total of Unsecured Loans

4,673.67 4,055.21

TOTAL

9,342.71 17,013.34



A) SECURED LOANS FROM BANKS

Nature of Security	Terms of Repayment
<p>1 i) Bank of India Term Loans Rs.9861.78 lakhs (9861.78 lakhs)</p> <p>ii) Punjab National Bank Term Loans Rs. 3527.56 lakhs (Rs.3527.56 lakhs)</p> <p>The above loans are secured by :-</p> <p>a. Pari passu first charge on the entire movable and immovable properties of the Company except the assets charged on exclusive basis.</p> <p>b. Pari passu second charge on the current assets of the Company, except the assets charged on exclusive basis.</p> <p>c. Pledge of shares held by the promoters in the Company.</p>	<p>The Term Loan is repayable before March 2020. Rate of Interest as at the year end 10.45% p.a (11.50% p.a).</p> <p>Repayable in 32 quarterly instalments commencing from April 2011.</p> <p>Rate of Interest as at the year end 10.50% p.a (10.50% p.a).</p>
<p>2 i) Bank of India Term Loan Rs.534.24 lakhs (Rs.3896.82 lakhs)</p> <p>ii) Indian Overseas Bank Term Loan Rs. 2846.44 lakhs (Rs.2846.44 lakhs)</p> <p>The above loans are secured by :-</p> <p>a. Pari passu first charge on fixed assets pertaining to Co-generation plant at Sakthinagar</p> <p>b. Subservient pari passu charge on the fixed assets of the Company after the existing CDR Loans, except the assets charged on exclusive basis.</p>	<p>The Term Loan is repayable before March 2020. Rate of Interest as at the year end 10.45% p.a (12% p.a)</p> <p>The Loan is repayable in 36 monthly instalments commencing from May 2016.</p> <p>Rate of Interest as at the year end 12% p.a (12% p.a)</p>
<p>3 i) Bank of India Term Loan Rs. 1284.40 lakhs (Rs.3000 lakhs)</p> <p>ii) Axis Bank Limited Term Loan Rs.3403.10 lakhs (Rs. 3403.10 lakhs).</p> <p>The above loans are secured by :-</p> <p>a. Subservient charge on the fixed assets of the Company after the existing loans, except the assets charged on exclusive basis.</p> <p>b. Bank of India Term Loan is additionally secured by corporate guarantee and collateral security given a group company</p>	<p>The Term Loan is repayable before March 2020. Rate of Interest as at the year end 10.45% p.a (11.50% p.a).</p> <p>Repayable in 8 quarterly installments commencing from August 2017.</p> <p>Rate of Interest as at the year end 10.90% p.a (11.00% p.a).</p>
<p>4 Axis Bank Term Loan Rs.899.84 lakhs (Rs.1109.32 lakhs) is secured by</p> <p>a. Extension of first charge on the Company's property situated at 180 Race Course Road , Coimbatore.</p> <p>b. Subservient charge on the fixed assets of the Company except, the assets charged on exclusive basis.</p> <p>c. Term Loan is additionally secured by collateral security given by promoters.</p>	<p>The Loan is repayable in 16 quarterly instalments commencing from September 2016.</p> <p>Rate of Interest as at the year end 11.55% p.a (11.65% p.a).</p>
<p>5 Guarantees given by Directors/Others: Term Loans amounting to Rs. 22357.36 lakhs (Rs.27645.02 lakhs) are guaranteed by Dr. M.Manickam, Sri. M. Balasubramaniam and Sri.M.Srinivaasan.</p>	



6 Period and amount of continuing default as on the date of Balance Sheet: (Rs. in lakhs)

Particulars	Amount of Default as at 31.03.2020		Period of Default	
	Principal	Interest	Principal	Interest
Term Loan from Bank of India	11,680.42	942.96	Oct 19 to Mar 20	July 19 to Mar 20
Rupee Term Loan from PNB	3,197.37	2,218.05	Oct 12 to Jan 19	Nov 16 to Mar 20
FITL from Punjab National Bank	330.19	228.11	Dec 12 to Jan 19	Sep 16 to Mar 20
FCCB Term Loan from Axis Bank Ltd	3,403.10	1,294.26	Aug 17 to May 19	Aug 17 to Mar 20
Soft Loan from Axis Bank Ltd	674.84	97.09	Sep 19 to Mar 20	July 19 to Mar 20
SEFASU Loans from IOB	2,846.44	1,543.24	May 16 to Apr 19	Jan 17 to Mar 20

7 Amount of Rs. 2.05 lakhs (Rs.53.26 lakhs) relating to deferred expenses towards processing charges is netted off against Loan.

B) SECURED LOANS FROM OTHER PARTIES

Nature of Security	Terms of Repayment
<p>1 i) Asset Reconstruction Company (India) Limited Term Loan Rs. 29280.15 lakhs (Rs.29280.15 lakhs)</p> <p>ii) Edelweiss Asset Reconstruction Company Limited Term Loans Rs.7244.50 lakhs (Rs.7304.50 lakhs)</p> <p>The above loans are secured by :-</p> <p>a. Pari passu first charge on the entire movable and immovable properties of the Company except the assets charged on exclusive basis.</p> <p>b. Pari passu second Charge on the current assets of the Company, except the assets charged on exclusive basis.</p> <p>c. Pledge of shares held by the promoters in the Company</p> <p>d. Term Loan sanctioned by Asset Reconstruction Company (India) Limited amounting to Rs.1500 lakhs (Rs. 1500 lakhs) is additionally secured by exclusive first charge on the Bottling Plant at Sivaganga.</p> <p>e. Term Loans amounting to Rs.35024.65 lakhs (Rs.35084.65 lakhs) are guaranteed by Dr. M. Manickam, Sri.M.Balasubramaniam and Sri.M.Srinivaasan.</p> <p>f. Term Loan amounting to Rs.1500 lakhs (Rs.1500 lakhs) is guaranteed by Dr.M.Manickam</p>	<p>The loan has become current and due for repayment.</p> <p>Rate of Interest as at the year end 12% p.a (12% p.a).</p> <p>Term loan of Rs.3296 lakhs (Rs.3346 lakhs) is repayable in 36 monthly instalments commencing from January 2019.</p> <p>Rate of Interest as at the year end 12.00% p.a (12.00% p.a).</p> <p>Term loan of Rs.3948.50 lakhs (Rs. 3958.50 lakhs) is repayable in 57 monthly instalments commencing from January 2019.</p> <p>Rate of Interest as at the year end 12.00% p.a (12.00% p.a).</p>



<p>2 a) Sugar Development Fund Loan amounting to Rs.3614.56 lakhs (Rs.3614.56 lakhs) is secured by exclusive second charge on the Sugar and Cogen units of the Company at Sivaganga.</p> <p>b) Sugar Development Fund Loan amounting to Rs.801.86 lakhs (Rs.801.86 lakhs) is secured by exclusive second charge on the Sugar and Cogen units of the Company at Modakuruchi.</p>	<p>Repayable in 10 half yearly instalments commencing from May 2013. Rate of Interest as at the year end 4.00% p.a (4.00% p.a).</p> <p>Repayable in 10 half yearly instalments commencing from February 2014. Rate of Interest as at the year end 4.00% p.a (4.00% p.a).</p>
<p>3 Loan amounting to Rs.100 lakhs (Rs.103.57 lakhs) is secured by pledge of shares held by the Company in a listed Company.</p>	<p>The loan is Repayable in May 2020. Rate of Interest as at the year end 17.50% p.a (17.50%p.a).</p>
<p>4 Hire Purchase Loans amounting to Rs.Nil (Rs.9.03 lakhs) are secured by hypothecation of vehicles so financed.</p>	<p>The loan is fully repaid during the current year.</p>

5 Period and amount of continuing default as on the date of Balance Sheet (Rs. in lakhs)

Particulars	Amount of Default as at 31.03.2020		Period of Default	
	Principal	Interest	Principal	Interest
Asset Reconstruction Company (India) Limited [HDFC Bank Limited]	2,308.97	4,657.25	Feb 19	Oct 15 to Mar 20
Asset Reconstruction Company (India) Limited [Canara Bank]	8,100.92	11,083.86	Feb 19	Oct 15 to Mar 20
Asset Reconstruction Company (India) Limited [State Bank of India]	7,050.49	9,502.79	Feb 19	Oct 15 to Mar 20
Asset Reconstruction Company (India) Limited [IDBI Bank]	3,847.98	7,200.09	Feb 19	Oct 15 to Mar 20
Asset Reconstruction Company (India) Limited [Indian Overseas Bank]	6,241.17	7,883.33	Feb 19	Oct 15 to Mar 20
Asset Reconstruction Company (India) Limited [Allhabad Bank]	1,730.62	2,062.06	Feb 19	Oct 15 to Mar 20
Edelweiss Asset Reconstruction Limited [IDFC Limited]	910.00	360.74	May 19 to Mar 20	May 19 to Mar 20
Edelweiss Asset Reconstruction Limited [OBC]	110.00	451.34	May 19 to Mar 20	May 19 to Mar 20

6 Default in repayment of loan to Government: (Rs. in lakhs)

Particulars	Amount of Default as at 31.03.2020		Period of Default	
	Principal	Interest	Principal	Interest
Sugar Development Fund Loan	4,416.41	4,290.32	May 2013 to August 2018	February 2012 to March 2020



- 7 Amount of Rs.85.46 Lakhs (Rs.126.24 Lakhs) relating to deferred expenses towards processing charges is netted off against Loan.

Nature of Security	Terms of Repayment
A) UNSECURED LOANS FROM BANKS	
1 Bank of India Term Loans Rs.Nil (684.08 lakhs)	24 quarterly installments commencing from June 2016. Rate of Interest as at the year end 11.50% p.a. (11.50% p.a)
B) UNSECURED LOANS FROM OTHER PARTIES	
1 Loan amounting to Rs.6611.98 lakhs (Rs.4833.47 lakhs) from various parties	Repayable in varying instalments commencing from 2021.
2 Tamilnadu Newsprint and Papers Limited Loan amounting to Rs.1950.71 lakhs (Rs.1845.70 lakhs)	Rs.1950.71 lakhs (Rs.1845.70 lakhs) is to be repaid by supply of baggase. Rate of Interest as at the year end 10.50%p.a (10.50%p.a)
3 Foreign Currency Convertible Bonds - Rs.301.54 lakhs (Rs.1245.08 lakhs)	Matured for Redemption.

(Rs. in lakhs)

As at 31.03.2020

As at 31.03.2019

NOTE No. 20

OTHER NON-CURRENT FINANCIAL LIABILITIES

Lease liabilities (Refer Note No. 50)

Provision for superannuation contribution

67.17

–

282.77

281.25

349.94

281.25

NOTE No. 21

NON-CURRENT PROVISIONS

Provision for grautuity

Provision for compensated absence

1,713.85

1,620.09

850.34

889.50

TOTAL

2,564.19

2,509.59



NOTE No. 22

INCOME TAXES

22.1 Tax expense recognized in the Statement of Profit and Loss

(Rs. in lakhs)

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
(i) Income Tax recognised in Statement of Profit and Loss		
Current tax		
Current Tax on taxable income for the year	--	--
Total current tax expense	--	--
Deferred tax		
Deferred tax charge/(credit)	(241.52)	(5,274.80)
MAT Credit (taken)/utilised	--	--
Total deferred income tax expense/(benefit)	(241.52)	(5,274.80)
Total income tax expense	(241.52)	(5,274.80)
(ii) Income tax recognised in Other Comprehensive Income		
Deferred Tax		
Deferred Tax Expenses on remeasurement of defined benefit plans	(15.43)	(39.78)

22.2 A reconciliation of the income tax expenses to the amount computed by applying the statutory income tax rate to the profit before income taxes is summarized below:

(Rs. in lakhs)

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Enacted income tax rate in India applicable to the Company	31.200%	34.944%
Profit before tax	(20,833.91)	(26,676.22)
Current tax expenses on Profit before tax expenses at the enacted income tax rate in India	(6,500.18)	(9,321.74)
Tax effect of the amounts which are not deductible/(taxable) in calculating taxable income		
Effect of expenses that are not deductible in determining taxable profit	6,264.46	4,059.26
Income exempted from income taxes	(5.80)	(12.33)
	6,258.66	4,046.93
Total Tax Expenses	(241.52)	(5,274.80)



22.3 The major components of deferred tax (liabilities)/assets arising on account of timing differences are as follows:

As at 31.03.2020

(Rs. in lakhs)

Particulars	Balance sheet 01.04.2019	Profit & Loss 2019-20	OCI 2019-20	Balance sheet 31.03.2020
A. Deferred tax Liabilities:				
Difference between WDV/CWIP of PPE as per books of accounts and income tax	36,436.06	(3,903.86)	--	32,532.20
Total deferred tax liabilities (A)	36,436.06	(3,903.86)	--	32,532.20
B. Deferred tax assets:				
Carry forward business loss/unabsorbed depreciation	27,128.20	(6,644.15)	--	20,484.05
43B Disallowances, etc.	9,039.31	2,981.81	--	12,021.12
Remeasurement benefit of the defined benefit plans	42.46	--	(15.43)	27.03
MAT Credit Entitlement	1,249.30	--	--	1,249.30
Total deferred tax assets (B)	37,459.27	(3,662.34)	(15.43)	33,781.50
Net deferred tax liabilities (Net) (A-B)	(1,023.21)	(241.52)	15.43	(1,249.30)

As at 31.03.2019

Particulars	Balance sheet 01.04.2018	Profit & Loss 2018-19	OCI 2018-19	Balance sheet 31.03.2019
A. Deferred tax Liabilities:				
Difference between WDV/CWIP of PPE as per books of accounts and income tax	35,051.42	1,384.64	--	36,436.06
Total deferred tax liabilities (A)	35,051.42	1,384.64	--	36,436.06
B. Deferred tax assets:				
Carry forward business loss/unabsorbed depreciation	25,091.05	2,037.15	--	27,128.20
43B Disallowances, etc.	4,417.02	4,622.29	--	9,039.31
Remeasurement benefit of the defined benefit plans	82.24	--	(39.78)	42.46
MAT Credit Entitlement	1,249.30	--	--	1,249.30
Total deferred tax assets (B)	30,839.61	6,659.44	(39.78)	37,459.27
Net deferred tax liabilities (Net) (A-B)	4,211.81	(5,274.80)	39.78	(1,023.21)

(Rs. in lakhs)

As at 31.03.2020

As at 31.03.2019

22.4 Deferred tax assets / (liabilities)

Significant components of deferred tax asset/(liabilities) recognised in the financial statements are as follows:

Deferred tax liabilities (net)

Less : MAT credit entitlement

Deferred tax (assets) / liabilities (net)

	-	226.09
	1,249.30	1,249.30
	(1,249.30)	(1023.21)



In the absence of reasonable certainty of taxable income in future years, during the year ended March 31, 2020 the Company has created deferred tax asset on unabsorbed depreciation and other items to the extent of deferred tax liability. During the year ended March 31, 2019, the Company had recognised deferred tax asset to the extent of deferred tax liability only.

The Company elected not to exercise the option permitted under section 115BAA of the Income tax Act, 1961 as introduced by the Taxation Laws (Amendment) Ordinance, 2019. Accordingly, the Company has recognized provision for taxation including Deferred Tax and MAT in accordance with the existing tax structure.

(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
NOTE No. 23		
CURRENT BORROWINGS		
(a) Secured loans		
Loan repayable on demand		
From banks	-	297.00
Total of secured loans	-	297.00
(b) Unsecured loans		
i) Term loans		
From other parties	-	70.00
ii) Loan from related party	13,478.64	12,412.52
Total of unsecured loans	13,478.64	12,482.52
TOTAL	13,478.64	12,779.52

A. SECURED LOAN FROM BANKS

Nature of Security and terms of repayment

Working Capital loan from Tamilnadu Mercantile Bank Limited amounting to Rs. Nil (Rs. 297 lakhs) is secured by the fixed deposit amounting to Rs.330 lakhs held with them.

B. UNSECURED LOAN OTHER PARTIES

Loans amounting to Rs. Nil (Rs. 70 lakhs) from varies parties are fully repaid during the year.

	As at 31.03.2020	As at 31.03.2019
NOTE No. 24		
TRADE PAYABLE		
Dues of micro and small enterprises (Refer Note No. 43)		
Amount due to Related Party	22.98	21.05
Other trade creditors	368.14	307.10
	391.12	328.15
Dues of creditors other than micro and small enterprises		
Amount due to Related Party	424.98	674.73
Other trade creditors	26,793.76	24,998.28
	27,218.74	25,673.01
TOTAL	27,609.86	26,001.16

**NOTES TO FINANCIAL STATEMENTS**

(Rs. in lakhs)

	As at 31.03.2020	As at 31.03.2019
NOTE No. 25		
OTHER CURRENT FINANCIAL LIABILITIES		
Current maturities of long term debts	62,832.44	60,165.15
Current maturities of finance lease obligations	--	9.03
Interest accrued but not due on borrowings	16.17	14.43
Interest accrued and due on borrowings	67,717.35	53,207.35
Lease liabilities (Refer Note No. 50)	55.72	--
Expenses payable	982.07	1,262.65
Security deposits	1,283.36	1,277.13
TOTAL	132,887.11	115,935.74
NOTE No. 26		
OTHER CURRENT LIABILITIES		
Statutory remittances	2,701.07	1,347.99
Advance from customers	1,861.40	2,307.91
Liabilities for capital expenditure	537.20	556.15
Employee related obligations	1,021.12	983.82
Other liabilities	6,489.28	4,267.82
TOTAL	12,610.07	9,463.69
NOTE No. 27		
CURRENT PROVISIONS		
Provision for gratuity	384.21	379.37
Provision for compensated absence	79.62	172.95
TOTAL	463.83	552.32



(Rs. in lakhs)

	Year Ended 31.03.2020	Year Ended 31.03.2019
NOTE No. 28		
REVENUE FROM OPERATIONS		
(a) Sale of products		
Manufactured Goods:		
Sugar	43,061.97	22,985.14
Industrial alcohol	12,853.24	8,366.40
Power	1,599.55	1,179.44
Ethanol	2.74	--
Soya products	15,787.29	13,606.21
Bio earth	98.81	58.54
Carbon-di-oxide	2.89	2.07
Fusel oil	2.79	0.30
Bio diesel	--	1.61
Magazines	25.31	31.40
Bagasse	6,096.31	3,505.06
Ash	5.12	10.25
	79,536.02	49,746.42
Traded Goods:		
Fertilisers & chemicals	469.71	460.90
Seeds	--	3.24
	469.71	464.14
Total (a)	80,005.73	50,210.56
(b) Other Operating revenues		
Sale of used materials	186.72	199.37
Duty drawback/other export incentive	108.56	96.00
Total (b)	295.28	295.37
TOTAL (a+b)	80,301.01	50,505.93
NOTE No. 29		
OTHER INCOME		
(a) Interest income from financial assets at amortised cost	10,684.88	14,872.94
(b) Dividend income from investments mandatorily measured at FVTPL	14.57	13.19
(c) Remission/Unclaimed liability	689.18	--
(d) Other non-operating income		
Rent receipts	152.48	203.30
Net gain on disposal of Property, Plant and Equipment	4.02	22.09
Net gain on investments carried at FVTPL	458.07	6.97
Sundry balances written back	12.65	8.14
Other miscellaneous income	73.78	81.21
	701.00	321.71
TOTAL	12,089.63	15,207.84



(Rs. in lakhs)

	Year Ended 31.03.2020	Year Ended 31.03.2019
NOTE No. 30		
COST OF MATERIAL CONSUMED		
(a) Opening Stock		
Molasses	178.69	524.32
Newsprint paper	1.36	--
Soyabean seeds & others	1,989.80	2,166.85
Soya products	31.42	25.45
Total (a)	2,201.27	2,716.62
(b) Purchases		
Sugarcane	40,708.91	24,927.41
Molasses	2,487.38	1,355.52
Newsprint paper	18.72	12.36
Soyabean seeds & others	11,503.45	10,017.07
Soya products	88.36	168.43
Total (b)	54,806.82	36,480.79
(c) Closing Stock		
Molasses	525.27	178.69
Newsprint paper	1.30	1.36
Soyabean seeds & others	1,127.57	1,989.80
Soya products	85.52	31.42
Total (c)	1,739.66	2,201.27
TOTAL (a+b-c)	55,268.43	36,996.14
NOTE No. 31		
PURCHASES OF STOCK IN TRADE		
Fertiliser & chemicals	428.45	393.80
NOTE No. 32		
CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN TRADE		
(a) Opening Stock		
Finished goods:		
Sugar	4,396.61	1,991.71
Molasses	249.33	344.18
Industrial alcohol	271.48	1,839.46
Ethanol	13.26	--
Soya products	1,235.70	1,125.38
Bagasse	5.59	18.79
Bio earth	58.15	46.19
Fusel oil	1.10	0.32
	6,231.22	5,366.03



NOTES TO FINANCIAL STATEMENTS

(Rs. in lakhs)

	Year Ended 31.03.2020	Year Ended 31.03.2019
Work in Progress and Stock in trade:		
Sugar in process	427.60	241.77
Molasses in process	92.51	53.82
Fertilisers & chemicals	214.72	166.77
	734.83	462.36
Total (a)	6,966.05	5,828.39
(b) Closing Stock		
Finished goods:		
Sugar	531.61	4,396.61
Molasses	217.18	249.33
Industrial alcohol	544.51	271.48
Ethanol	11.69	13.26
Soya products	1,288.29	1,235.70
Bagasse	8.04	5.59
Bio earth	106.83	58.15
Fusel oil	1.67	1.10
	2,709.82	6,231.22
Work in Progress and Stock in trade:		
Sugar in process	30.71	427.60
Molasses in process	1.91	92.51
Fertilisers & chemicals	301.56	214.72
	334.18	734.83
Total (b)	3,044.00	6,966.05
TOTAL (a-b)	3,922.05	(1,137.66)
NOTE No. 33		
EMPLOYEE BENEFIT EXPENSES		
Salaries and wages	5,239.81	4,895.20
Contribution to provident fund and other funds	500.58	514.02
Workmen and Staff welfare expenses	431.04	453.72
TOTAL	6,171.43	5,862.94
NOTE No. 34		
FINANCE COSTS		
Interest Expenses on:		
Borrowings	18,245.91	24,827.75
Trade payable	573.41	1,011.83
Lease Liabilities	23.62	–
Taxes	1,473.23	11.39
Others	268.60	251.34
Other borrowing costs	96.73	92.03
Exchange differences regarded as an adjustment to borrowing costs	(484.40)	(246.52)
TOTAL	20,197.10	25,947.82



(Rs. in lakhs)

	Year Ended 31.03.2020	Year Ended 31.03.2019
NOTE No. 35		
DEPRECIATION AND AMORTIZATION EXPENSES		
Depreciation on Property, Plant and Equipment	4,865.79	5,158.53
Depreciation on Right-of-use Assets	65.27	–
TOTAL	4,931.06	5,158.53
NOTE No. 36		
OTHER EXPENSES		
Manufacturing Expenses:		
Consumption of stores and spares	1,636.83	1,265.56
Printing and publication charges	44.08	46.81
Power and fuel	1,651.41	1,343.04
Consumption of coal	6,379.23	4,342.24
Water charges	98.50	96.30
Rent	53.69	169.20
Repairs to buildings	233.51	216.11
Repairs to machinery	2,078.13	1,289.28
Repairs to others	289.89	242.08
Insurance	105.90	104.43
Rates and taxes	733.69	499.10
Effluent disposal expenses	314.79	203.26
State administrative service fees	71.44	588.27
Selling and Distribution Expenses:		
Selling and distribution expenses	10.26	6.64
Freight & transport on finished goods	324.71	264.39
Commission and brokerage	53.19	41.01
Other Administrative Expenses:		
Travelling expenses	226.66	206.43
Printing, postage & telephone	107.76	106.06
Freight and transport	24.60	25.63
Donations	6.88	19.11
Legal and professional charges	155.46	115.52
Administrative and other expenses	351.48	2,172.90
Bank charges	17.75	18.75
Provision for expected credit losses	6,437.46	–
R & D expenses	22.17	23.56
Data processing charges	19.84	20.89
Auditors remuneration	38.84	39.70
Directors sitting fees	9.00	11.00
Loss on sale of fixed assets	–	47.18
Loss on sale of used materials	0.78	3.14
Loss on Sale of investments	–	8.50
Net Loss on Fair Valuation of Investment through Profit and Loss	131.22	451.19
Irrecoverable advances written off	0.94	1.05
Impairment loss on Non-Financial Assets	675.94	–
TOTAL	22,306.03	13,988.33



NOTES FORMING PART OF FINANCIAL STATEMENTS AS AT 31.03.2020

37 EXCEPTIONAL ITEMS

(Rs. in lakhs)

Particulars	2019-20	2018-19
Remission of Interest	--	(4,993.85)
Reversal of Remission of Interest	--	10,173.94
	--	5,180.09

Asset Reconstruction Company (India) Limited (ARCIL), which had acquired the loan portfolios in respect of the Company from Canara Bank, State Bank of India, HDFC, IOB and IDBI, vide letter dated April 22, 2016, restructured the exposures, granting remission of liability of Rs.101.74 crores during the year 2016-17. However, due to delay in servicing of the loans, ARCIL has revoked the remission granted earlier, vide letter dated February 18, 2019. The same is disclosed under "Exceptional Items" in the Statement of Profit and Loss for the financial year ended March 31, 2019. Further ARCIL has charged differential interest of Rs.86.72 crores for the period from October 2015 to March 2019 and the same is accounted under Finance Cost in the previous year.

Edelweiss Asset Reconstruction Company Limited (Edelweiss), which had acquired the loan portfolios from IDFC and OBC, vide letter dated February 11, 2016, restructured the exposures, granting remission of liability of Rs.22.49 crores. However, due to delay in servicing of the loans, Edelweiss has revoked the remission granted earlier. The same is disclosed under "Exceptional Items" in the Statement of Profit and Loss for the financial year ended March 31, 2018. Subsequently Edelweiss has approved a restructuring package, vide letter dated December 31, 2018 wherein remission of liability amounting to Rs.49.94 crores has been sanctioned and the same is disclosed under Exceptional items in the statement of Profit and Loss for the year ended March 31, 2019.

38 ASSETS CLASSIFIED AS HELD FOR SALE

38.1 The Company intends to dispose off certain non-core assets (land and building and certain Plant and equipment) it no longer requires in the next 12 months. A search for Buyers is underway. Impairment loss of Rs. 675.94 lakhs (Previous year - Nil) is recognised in the Statement of Profit and Loss under other expenses.

38.2 The Company intends to sell Investment amounting to Rs.15157.86 lakhs in the erstwhile associate company in the next 12 months. No impairment loss was recognised for the investment as the Company expects the fair value less cost to sell to be higher than carrying amount.

38.3 Assets and liabilities of disposal group classified as held for sale

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
(a) Land and Building	5,717.07	--
(b) Plant and Equipment	9,061.68	--
(c) Other Assets	7.36	--
Total assets of disposal group held for sale	14,786.11	--
(d) Liabilities directly associated with assets classified as held for sale	--	--
Total liabilities of disposal group held for sale	--	--

(a) The Company intends to dispose off land and buildings (including factory buildings) in the next 12 months which it no longer intends to utilise. These were previously used as manufacturing facilities. A search for potential buyers is underway. No impairment loss was recognised on reclassification of the plant and equipment as held for sale as the Company expects the fair value less cost to sell to be higher than carrying amount.

(b) The Company intends to dispose off plant and equipment in the next 12 months which it no longer intends to utilise. It was previously used in its manufacturing facility at plants. A search for potential buyers is underway. No impairment loss was recognised on reclassification of the plant and equipment as held for sale as the Company expects the fair value less cost to sell to be higher than carrying amount.

39 CONTINGENT LIABILITIES AND COMMITMENTS

A. CONTINGENT LIABILITIES

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
Claims against the Company not acknowledged as debts:-		
a. Income tax matters	3,867.45	3,376.65
b. Purchase tax/sales tax matters	831.68	1,084.34
c. Cane price (refer Note. 39.1)	11,410.72	10,421.56
d. Differential price of levy sugar (refer Note 39.2)	2,038.58	1,948.34
e. Excise Duty / Service Tax	586.27	964.56
f. Water tax	988.08	988.08
g. Electricity tax and start-up power charges	4,809.39	4,913.33
h. Others	8.67	8.67

**B. CONTINGENT LIABILITIES ON ACCOUNT OF GUARANTEES**

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
Guarantees issued by bankers	--	2.75

C. COMMITMENTS

Particulars	31.03.2020	31.03.2019
Estimated amount of contracts remaining to be executed on capital account and not provided for Towards Property, Plant and Equipment	72.50	--

39.1 The sugarcane price for crushing season 2013-14 notified by the State Government over and above FRP announced by the Central Government is disputed and the writ petition filed by the Association in High Court is pending disposal. The differential price on this account is Rs.11410.72 lakhs for the seasons from 2013-14 to 2019-20 (upto March 31, 2020).

39.2 Writ petitions were filed by the Company before the High Court of Orissa, Cuttack challenging the Orders passed by the Deputy Director (Cost), Ministry of Consumer Affairs relating to price payable for supply of levy quotas of sugar for the years from 1999-2000 to 2009-2010. The recall/review petitions filed by the Company are pending. The amount under dispute is Rs.2038.58 Lakhs.

40. GOING CONCERN ASSUMPTIONS

The financial statement of the Company has been prepared on going concern basis as, in the opinion of the directors, there is a reasonable expectation that the Company will continue its operations for the foreseeable future. The Directors have examined the following points in order to ascertain the validity of going concern assumption:

- The Company has incurred a loss of Rs.20833.91 lakhs during the year ended March 31, 2020 and as of that date the Company's accumulated losses amount to Rs.58081.81 lakhs which has resulted in complete erosion of its network. Further as of that date, Company's current liabilities exceeded its current assets by Rs.110399.22 lakhs. Significant financial ratios are also negative.
- The Company has defaulted in repayment of dues to SDF, Banks and Asset Reconstruction Companies for principal amount of Rs.56848.92 lakhs and interest amount of Rs.53815.49 lakhs since February 2012. The Company has received recall notice from one of the Asset Reconstruction Companies for non-payment of principal and interest thereon after the due date by the Company.

The Company has taken steps for restructuring its liabilities with banks and other lenders/creditors which will result in significant reduction of the liabilities and revive its ability to continue as a going concern. Further, the Company is in the process of selling certain investments, non-core assets and group of core assets subject to approval of Banks, Asset Reconstruction Companies and Members of the Company, as may be required. The management is hopeful of finalizing a restructuring package and sale of assets soon.

The conditions explained above indicate existence of material uncertainty that may cast significant doubt of the Company's ability to continue as going concern due to which the Company may not be able to realize its assets and discharge its liabilities in the normal course of business. However, considering management's plans relating to restructuring of debt, expected improvement in operating activities and proposed sale of investments, non-core assets and group of core assets, the financial statement has been prepared on going concern basis.

41 EXPENDITURE ON RESEARCH AND DEVELOPMENT**REVENUE EXPENDITURE**

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
Revenue expenses (excluding depreciation and fixed assets scrapped):		
a. Employee cost	23.81	22.86
b. Stores and spares	0.10	1.79
c. Materials consumed	1.47	3.50
	<u>25.38</u>	<u>28.15</u>
Less : Sale of agri products	3.21	4.59
Net revenue expenses on Research and Development	<u>22.17</u>	<u>23.56</u>



42 AUDITORS' REMUNERATION :

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
Statutory audit fee	24.00	24.00
Other services	13.43	14.33
Reimbursement of expenses	1.41	1.37
	38.84	39.70

43 Disclosure under the Micro, Small and Medium Enterprises Development Act, 2006 are provided as under for the year 2019-20, to the extent the Company has received intimation from the "Suppliers" regarding their status under the Act.

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
(i) Principal amount and the interest due thereon remaining unpaid to each supplier at the end of each accounting year (but within due date as per the MSMED Act)		
Principal amount due to micro and small enterprise	391.12	328.15
Interest due on above	39.28	45.78
(ii) Interest paid by the Company in terms of Section 16 of the MSMED Act, alongwith the amount of the payment made to the supplier beyond the appointed day during the period	--	--
(iii) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the MSMED Act	25.08	24.59
(iv) The amount of interest accrued and remaining unpaid at the end of each accounting year	64.36	70.37
(v) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprises	134.73	--

Dues to Micro and Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditor.

44 A. DISCLOSURE AS PER REGULATION 34(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS

Loans and advances in the nature of loans given to subsidiaries, associates and others and investment in shares of the Company by such parties:

(Rs. in lakhs)

Name of the Party	Relationship	Amount as at 31.03.2020	Amount as at 31.03.2019	Maximum balance outstanding during the year 31.03.2020	Maximum balance outstanding during the year 31.03.2019
Sakthi Auto Component Limited (erstwhile Associate)	Other Entity	24720.67 Dr. (14715.74) Dr.	14715.74 Dr. (2263.93) Dr.	24720.67 (14715.74)	14715.74 (7603.45)

The above loan was given to the erstwhile associate for its business activities (Refer Note 48). Figures in bracket refer to amount as at 31st March, 2019.

B. DISCLOSURE AS PER SECTION 186 OF THE COMPANIES ACT, 2013

The Company has not given any loan, guarantees or made any investment under Section 186 of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 during the Financial year ended 31.03.2020.

45 EMPLOYEE BENEFITS

A. Defined contribution plans

The Company makes Provident Fund, Superannuation Fund and Employee State Insurance Scheme contributions which are defined contribution plans, for qualifying employees. Under the Schemes, the Company is required to contribute a specified percentage of the payroll costs to fund the benefits. The Company recognised Rs.345.76 lakhs (Rs.358.57 lakhs) for Provident Fund contributions, Rs.44.81 lakhs (Rs.44.28 lakhs) for Superannuation Fund contributions and Rs.7.40 lakhs (Rs.11.61 lakhs) for Employee State Insurance Scheme contributions in the Statement of Profit and Loss for the year ended 31st March 2020. The contributions payable to these plans by the Company are at rates specified in the rules of the schemes.



B. Defined benefit plans : Gratuity

In respect of Gratuity plan, the most recent actuarial valuation of the plan assets and the present value of the defined benefit obligation were carried out at March 31, 2020 by Mr. Srinivasan Nagasubramanian, Fellow of the Institute of Actuaries of India. The present value of the defined benefit obligation, and the related current service cost and past service cost, were measured using the projected unit cost method. The following table sets forth the status of the Gratuity Plan of the Company and the amount recognised in the Balance Sheet and Statement of Profit and Loss. The Company provides the gratuity benefit through annual contributions to a fund managed by the Life Insurance Corporation of India (LIC).

The Company is exposed to various risks in providing the above gratuity benefit which are as follows:

Interest rate risk : The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing the above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

Investment risk : The probability or likelihood of occurrence of losses relating to the expected return on any particular investment.

Salary Escalation risk : The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan's liability.

Demographic risk : The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out to be worse compared to the assumption.

(Rs. in lakhs)

Particulars	Gratuity Funded	
	2019-20	2018-19
Present Value of obligations at the beginning of the year	2,075.69	2,132.91
Current service cost	102.62	99.66
Interest Cost	126.17	153.77
Re-measurement (gains)/losses:		
- Actuarial gains and losses arising from change in financial assumption	134.04	(86.07)
Benefits paid	(269.12)	(224.58)
Present Value of obligations at the end of the year	2,169.40	2,075.69
Changes in the fair value of planned assets		
Fair value of plan assets at beginning of year	76.25	120.61
Interest Income	4.62	7.34
Return on plan assets	0.73	(3.47)
Contributions from the employer	258.88	176.35
Benefits paid	(269.13)	(224.58)
Fair Value of plan assets at the end of the year	71.35	76.25
Amounts recognised in the Balance Sheet		
Projected benefit obligation at the end of the year	2,169.40	2,075.69
Fair value of plan assets at end of the year	71.35	76.25
Funded status of the plans – Liability recognised in the balance sheet	2,098.05	1,999.44
Components of defined benefit cost recognised in Profit and Loss		
Current service cost	102.62	99.66
Net interest expense	121.55	146.43
Net Cost in Profit and Loss	224.17	246.09
Components of defined benefit cost recognised in Other Comprehensive Income		
Re-measurement on the net defined benefit liability:		
- Actuarial gains and losses arising from change in financial assumption	134.04	(86.07)
Return on plan assets	0.73	(3.47)
Net Cost in Other Comprehensive Income	134.77	(89.54)



Particulars	31.03.2020	31.03.2019
Assumptions:		
Discount rate	6.50%	7.61%
Expected rate of salary increases	4.00%	4.00%
Expected rate of attrition	4.00%	5.00%
Average age of members	46.66	46.69
Average remaining working life	13.34	13.31
Mortality (IALM (2006-2008) Ultimate)	100%	100%

The Company has invested the plan assets with the insurer managed funds. The insurance company has invested the plan assets in Government Securities, Debt Funds, Equity shares, Mutual Funds, Money Market Instruments and Time Deposits. The expected rate of return on plan asset is based on expectation of the average long term rate of return expected on investments of the fund during the estimated term of the obligation.

Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analysis below have been determined based on reasonably possible changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis is given below:

Particulars	(Rs. in lakhs)	
	31.03.2020	31.03.2019
Discount rate		
+ 100 Basic Points	2,051.07	1,969.18
- 100 Basic Points	2,300.69	2,193.22
Salary growth rate		
+ 100 Basic Points	2,301.07	2,195.21
- 100 Basic Points	2,048.85	1,965.79
Attrition rate		
+ 100 Basic Points	2,182.34	2,093.65
- 100 Basic Points	2,155.34	2,056.28
Mortality rate		
+ 10% up	2,170.22	2,076.77

Sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods of assumptions used in preparing the sensitivity analysis from prior years.

The Company has purchased insurance policy, which is basically a year-on-year cash accumulation plan in which the interest rate is declared on yearly basis and is guaranteed for a period of one year. The insurance Company, as part of the policy rules, makes payment of all gratuity outgoes happening during the year (subject to sufficiency of funds under the policy). The policy, thus, mitigates the liquidity risk. However, being a cash accumulation plan, the duration of assets is shorter compared to the duration of liabilities. Thus, the Company is exposed to movement in interest rate (in particular, the significant fall in interest rates, which should result in increase in liability without corresponding increase in the asset).



Expected contributions to the plan for the next annual periods is given below:

(Rs. in lakhs)

Particulars	31.03.2020	31.03.2019
Year - I - 31.03.2021	183.40	234.95
Year - II - 31.03.2022	176.50	183.40
Year - III - 31.03.2023	266.99	199.56
Year - IV - 31.03.2024	170.56	226.48
Year - V - 31.03.2025	264.24	151.82

C. Note on Provident Fund:

With respect to employees, who are covered under Provident Fund Trust administered by the Company, the Company shall make good deficiency, if any in the interest rate declared by Trust over statutory limit. Having regards to the assets of the Fund and the return on the investments, the Company does not expect any deficiency in the foreseeable future.

D. Long Term Compensated Absence

The assumption used for computing the long term accumulated compensated absences on actuarial basis are as follows:

Particulars	2019-20	2018-19
Discount rate	6.50%	7.61%
Attrition rate	4.00%	5.00%
Expected rate of salary increase	4.00%	4.00%

46 EARNINGS PER SHARE:

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Basic earnings per share (Rs.)	(17.31)	(17.94)
Diluted earnings per share (Rs.)	(17.31)	(17.94)

46.1 Basic Earnings per share

The earnings and weighted average number of equity shares used in the calculation of basic earnings per share are as follows:

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Profit after taxation (Rs.in lakhs)	(20,572.95)	(21,325.07)
Earnings used in the calculation of basic earnings per share (Rs. in lakhs)	(20,572.95)	(21,325.07)
Number of equity shares of Rs.10 each outstanding at the beginning of the year	118849036	118849036
Add: Equity shares issued/allotted during the year	--	--
Revised number of equity shares of Rs. 10 each outstanding at the end of the year	118849036	118849036
(a) Number of equity Shares of Rs.10 each outstanding at the end of the year	118849036	118849036
(b) Weighted average number of equity shares	118849036	118849036

46.2 Diluted Earnings per share

The earnings and weighted average number of equity shares used in the calculation of diluted earnings per share are as follows:

(Rs. in lakhs)

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Earnings used in the calculation of basic earnings per share	(20,572.95)	(21,325.07)
Adjustments	--	--
Earnings used in the calculation of diluted earnings per share	(20,572.95)	(21,325.07)



The weighted average number of equity shares for the purposes of diluted earnings per share reconciles to the weighted average number of equity shares used in the calculation of basic earnings per share are as follows:

Particulars	Year ended 31.03.2020	Year ended 31.03.2019
Weighted average number of equity shares used in the calculation of basic earnings per share	118849036	118849036
Adjustments	--	--
Weighted average number of equity shares used in the calculation of diluted earnings per share	118849036	118849036

47 FINANCIAL INSTRUMENT

47.1 Capital Management

The Company manages its capital to ensure that the Company will be able to continue as a going concern while maximising the return to stakeholders through optimisation of debt and equity balance.

The capital structure of the Company consists of net debt and total equity of the Company.

47.2 Gearing Ratio

The gearing ratio at the end of the reporting period was as follows: (Rs. in lakhs)

Particulars	As at 31.03.2020	As at 31.03.2019
Debt	85,653.79	89,967.04
Cash and Cash Equivalent	(892.48)	(1,196.46)
Net Debt	84,761.31	88,770.58
Total Equity	(16,059.21)	4,513.74
Net Debt to Equity Ratio	(5.28)	19.67

47.3 Category-wise Classification of Financial Instruments

(Rs. in lakhs)

Particulars	Non-Current		Current	
	As at 31.03.2020	As at 31.03.2019	As at 31.03.2020	As at 31.03.2019
Financial Assets measured at Fair Value Through Profit & Loss [FVTPL]				
Investment in quoted equity instruments	516.41	647.62	--	--
Investment in unquoted equity instruments	493.83	35.76	--	--
	1,010.24	683.38	--	--
Financial assets measured at Amortised Cost				
Investments	646.19	646.19	--	--
Trade receivables	--	--	979.28	6,760.72
Loans	82.86	84.72	24,787.14	14,798.04
Cash and cash equivalents	--	--	892.48	1,196.46
Other balances with banks	--	--	1.49	128.02
Other financial assets	780.11	666.77	829.78	108.11
	1,509.16	1,397.68	27,490.17	22,991.35
Total	2,519.40	2,081.06	27,490.17	22,991.35
Financial Liabilities measured at Fair Value Through Profit & Loss [FVTPL]	--	--	--	--
Financial Liabilities measured at Amortised Cost				
Borrowings	9,342.71	17,013.34	13,478.64	12,779.52
Trade payables :				
Dues of micro enterprises and small enterprises	--	--	391.12	328.15
Dues of creditors other than micro enterprises and small enterprises	--	--	27,218.74	25,673.01
Other financial liabilities	349.94	281.25	132,887.11	115,935.74
Total	9,692.65	17,294.59	173,975.61	154,716.42

**47.4 Fair Value Measurements**

The following table provides the fair value measurement hierarchy of the Company's Financial Assets and Liabilities:

47.4.1 Quoted prices in an active market (Level 1):

This level of hierarchy includes financial assets that are measured by reference to quoted prices (unadjusted) in active markets for identical assets or liabilities. This category consists of investment in quoted equity shares, and mutual fund investments.

47.4.2 Valuation techniques with observable inputs (Level 2):

This level of hierarchy includes financial assets and liabilities, measured using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices). This level of hierarchy includes Company's over-the-counter (OTC) derivative contracts.

47.4.3 Valuation techniques with significant unobservable inputs (Level 3):

Valuation techniques with significant unobservable inputs (Level 3): This level of hierarchy includes financial assets and liabilities measured using inputs that are not based on observable market data (unobservable inputs). Fair values are determined in whole or in part, using a valuation model based on assumptions that are neither supported by prices from observable current market transactions in the same instrument nor are they based on available market data.

47.4.4 As at March 31, 2020

(Rs. in lakhs)

Particulars	Fair Value as at 31.03.2020	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
Financial Assets measured at Fair Value through Profit and Loss [FVTPL]				
Investment in quoted equity instruments	516.41	516.41	--	--
Investment in unquoted equity instruments	1,140.02	--	--	1,140.02

47.4.5 As at March 31, 2019

Particulars	Fair Value as at 31.03.2019	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
Financial Assets measured at Fair Value through Profit and Loss [FVTPL]				
Investment in quoted equity instruments	647.62	647.62	--	--
Investment in unquoted equity instruments	681.95	--	--	681.95

47.4.6 Financial Instrument measured at Amortised Cost:

The carrying amount of financial assets and financial liabilities measured at amortised cost in the financial statements are a reasonable approximation of their fair values since the Company does not anticipate that the carrying amounts would be significantly different from the values that would eventually be received or settled.

47.5 Financial Risk Management Objectives

The Company's Corporate finance department provides services to business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Company through internal risk reports which analyse the exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Company seeks to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the Board of Directors, which provide written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits is reviewed by the Management and the internal auditors on a continuous basis. The Company does not enter into or trade in financial instruments, including derivatives for speculative purposes.

The Corporate Treasury function reports quarterly to the Company's risk management committee, an independent body that monitors risks and policies implemented to mitigate risk exposures.



47.5.1 Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risks: interest rate risk, currency risk and other price risk. Financial instruments affected by market risk includes borrowings, investments, trade payables, trade receivables, loans and derivative financial instruments.

47.5.2 Foreign Currency Exchange Rate Risk

The fluctuation in foreign currency exchange rates may have potential impact on the income statement and equity, where any transaction references more than one currency. The Company evaluates the impact of foreign exchange rate fluctuations by assessing its exposure to exchange rate risks.

47.5.3 Credit Risk

Credit risk is the risk of financial loss to the Company if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Company's receivables from customers and investment securities. Credit risk arises from cash held with banks and financial institutions, as well as credit exposure to clients, including outstanding accounts receivable. The maximum exposure to credit risk is equal to the carrying value of the financial assets. The objective of managing counterparty credit risk is to prevent losses in financial assets. The Company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors.

47.5.4 Credit Risk Management

The Company does not have significant credit risk exposure to any single counterparty. Concentration of credit risk related to the Company did not exceed 10% of gross monetary assets at any time during the year. Concentration of credit risk to any other counterparty did not exceed 10% of gross monetary assets at any time during the year.

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The demographics of the customer, including the default risk of the industry and country in which the customer operates, also has an influence on credit risk assessment.

47.5.5 Liquidity Risk

Liquidity risk is the risk that the Company will not be able to meet its financial obligations as they become due. The Company manages its liquidity risk through borrowings.

The Company's corporate treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

The liquidity position of the Company is given below:

(Rs. in Lakhs)

Particulars	As at 31.03.2020	As at 31.03.2019
Cash and Cash Equivalents	892.48	1,196.46



The table below provides details regarding the contractual maturities of significant financial liabilities as at March 31, 2020 and March 31, 2019:

(Rs. in lakhs)

Particulars	As at	Less than 1 Year	1-2 Years	2 Years and above
Borrowings	March 31, 2020	76,313.41	3,027.48	6,346.86
	March 31, 2019	72,953.70	10,670.31	25,486.12
Trade payables	March 31, 2020	27,609.86	--	--
	March 31, 2019	26,001.16	--	--
Other financial liabilities	March 31, 2020	70,404.61	--	--
	March 31, 2019	56,042.81	--	--

47.5.6 Foreign Currency Sensitivity Analysis

The Company is mainly exposed to the currency USD on account of outstanding trade receivables, trade payables and FCCB in USD.

The following table details the Company's sensitivity to a 5% increase and decrease in INR against the USD. 5% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 5% change in foreign currency rates. A positive number below indicates an increase in profit or equity where the INR strengthens 5% against the relevant currency. For a 5% weakening of the INR against the relevant currency, there would be a comparable impact on the profit or equity, and the balances below would be negative.

Particulars	Year Ended 31.03.2020	Year Ended 31.03.2019
Impact on Profit or (Loss) for the year	295.41	225.59

47.5.7 Interest Rate Risk

Interest rate risk is measured by using the cash flow sensitivity for changes in variable interest rates. Any movement in the reference rates could have an impact on the Company's cash flows as well as costs. The Company is subject to variable interest rates on some of its interest bearing liabilities. The Company's interest rate exposure is mainly related to debt obligations.

47.5.8 Interest Rate Sensitivity Analysis

If interest rates had been 1% higher and all other variables were held constant, the Company's profit for the year ended would have impacted in the following manner:

Particulars	Year Ended 31.03.2020	Year Ended 31.03.2019
Impact on Profit or (Loss) for the year	54.64	60.04

**48 INFORMATION ON RELATED PARTY TRANSACTIONS AS REQUIRED BY INDAS-24 - 'RELATED PARTY DISCLOSURES' FOR THE YEAR ENDED 31.03.2020.****48.1 Name of Related Parties and nature of relationship:**

Holding Company	ABT Investments (India) Pvt Ltd
Associates	Sakthi Auto Component Limited Sakthi Finance Limited Sri Chamundeswari Sugars Limited
Key Management Personnel (KMP)	Executive Director:- Sri M Manickam, Chairman and Managing Director Non-Executive Directors:- Sri M Balasubramaniam, Promotor Director Sri M Srinivaasan, Promotor Director Sri C Rangamani, Independent Director Sri S S Muthuvelappan, Independent Director Sri P K Chandran, Independent Director Sri N K Vijayan, Independent Director Sri K V Ramachandran, Independent Director Sri S Chandrasekar, Independent Director Sri S Balasubhranian, Independent Director Smt Priya Bhansali, Independent Director Sri Jigar Dalal, Nominee Director Executive Officers:- Sri S Baskar, Sr. Vice President & Company Secretary Sri C R Sankar, Chief Financial Officer
Relatives of KMP	There have been no transactions with relatives of Key Management Personnel.
Other entities over which there is a significant influence	ABT Limited ABT (Madras) Private Ltd ABT Info Systems Private Limited ABT Foods Limited ABT (Madurai) Private Ltd ABT Two Wheelers Private Ltd Anamallais Bus Transport Private Limited ARC Retreading Company Private Limited Chamundeswari Enterprises Private Ltd Nachimuthu Industrial Association Sakthi Coffee Estates Private Limited ABT Textiles Private Limited Anamallais Retreading Corporation N.Mahalingam and Company Sakthi Automobiles The Gounder and Company.

Note : Related party relationships are as identified by the management and relied upon by the auditors.



48.2 Transaction with Related Parties:

48.2.1 Key management personnel compensation

(Rs. in lakhs)

Particulars	Year Ended 31.03.2020	Year Ended 31.03.2019
Employee share-based payment	--	--
Short-term employee benefits	60.50	50.74
Post-employment benefits	--	--
Total Compensation	60.50	50.74
Remuneration / sitting fees to Non-Executive and Independent Directors	9.00	11.00

48.2.2 Details of Related Party transactions during the year ended 31.03.2020 and balances outstanding as at 31.03.2020:

Nature of transactions	Holding Company	Associate	Key Management Personnel	Other entities over which there is a significant influence	Total
Purchases:					
Purchase of materials					
- Sakthi Auto Component Limited		6.01 (4.09)			6.01 (4.09)
- The Gounder and Company				19.55 (--)	19.55 (--)
- N. Mahalingam and Company				1.20 (--)	1.20 (--)
- ABT Limited				0.69 (--)	0.69 (--)
Purchase of Fuel					
- N. Mahalingam and Company				20.84 (31.72)	20.84 (31.72)
Sales:					
Sale of materials					
- Sakthi Auto Component Limited		5.90 (6.90)			5.90 (6.90)
- N. Mahalingam and Company				1.85 (1.71)	1.85 (1.71)
- ABT Foods Limited				5.86 (9.05)	5.86 (9.05)
- ABT Limited				-- (0.87)	-- (0.87)
Sale of Sugar					
- Nachimuthu Industrial Association				2.27 (2.27)	2.27 (2.27)
- ABT Limited				0.62 (0.35)	0.62 (0.35)
Interest Income					
- Sakthi Auto Component Limited		10,508.21 (14,711.49)			10,508.21 (14,711.49)



(Rs. in lakhs)

Nature of transactions	Holding Company	Associate	Key Management Personnel	Other entities over which there is a significant influence	Total
Rendering of services:					
Rent and other receipts					
- Sakthi Auto Component Limited		7.41 (7.06)			7.41 (7.06)
- ABT Limited				67.55 (115.03)	67.55 (115.03)
- Sri Chamundeswari Sugars Limited		2.32 (8.13)			2.32 (8.13)
Advertisement Receipts					
- Sakthi Finance Limited		3.60 (3.60)			3.60 (3.60)
- Sri Chamundeswari Sugars Limited		2.40 (2.40)			2.40 (2.40)
- N. Mahalingam and Company				4.80 (4.80)	4.80 (4.80)
- ABT Limited				3.60 (3.60)	3.60 (3.60)
- Nachimuthu Industrial Association (MCET)				3.60 (3.60)	3.60 (3.60)
- ARC Retreading Company Private Limited				1.80 (1.80)	1.80 (1.80)
Receiving of services:					
Interest payments					
- ABT Limited				1,391.75 (1,330.03)	1,391.75 (1,330.03)
- Anamallais Bus Transport Private Limited				137.71 (27.79)	137.71 (27.79)
Printing charges					
- Nachimuthu Industrial Association (Rukmani Offset Press)				54.58 (26.71)	54.58 (26.71)
Lease Rent					
- ABT Limited				69.46 (117.15)	69.46 (117.15)
Vehicle purchase / manitenance					
- ABT Limited				3.07 (5.01)	3.07 (5.01)
- ARC Retreading Company Private Limited				1.41 (1.18)	1.41 (1.18)
Transport charges					
- ABT Limited				1.80 (53.62)	1.80 (53.62)



NOTES TO FINANCIAL STATEMENTS

(Rs. in lakhs)

Nature of transactions	Holding Company	Associate	Key Management Personnel	Other entities over which there is a significant influence	Total
Purchase of computer consumables					
- ABT Limited				30.08	30.08
				(30.94)	(30.94)
Remuneration to KMP					
- S Baskar			35.94		35.94
			(34.18)		(34.18)
- C R Sankar			27.28		27.28
			(16.56)		(16.56)
Balances outstanding at the end of the year					
Key Managerial Personnel					
- Sri M Manickam Chairman and Managing Director			37.64		37.64
			(38.20)		(38.20)
Loans and advances					
- Sakthi Auto Component Limited		24,720.67			24,720.67
		(14,715.74)			(14,715.74)
- ABT Limited				36.00	36.00
				(36.00)	(36.00)
Trade Receivable					
- Sakthi Finance Limited		1.28			1.28
		(0.57)			(0.57)
- Sri Chamundeswari Sugars Limited		2.32			2.32
		(--)			(--)
- Nachimuthu Industrial Association (MCET)				4.65	4.65
				(2.52)	(2.52)
- ABT Limited				3.86	3.86
				(3.29)	(3.29)
- N.Mahalingam and Company				0.41	0.41
				(0.11)	(0.11)
- Sakthi Finance Financial Services				0.07	0.07
				(0.07)	(0.07)
- ARC Retreading Company Private Limited				0.46	0.46
				(1.55)	(1.55)
- ABT Foods Limited				1.40	1.40
				(1.54)	(1.54)
Loans from Body Corporate					
- ABT Investments (India) Private Limited	400.00				400.00
	(400.00)				(400.00)
- Anamallais Bus Transport Private Limited				1,027.71	1,027.71
				(1,349.50)	(1,349.50)
- ABT Limited				12,050.92	12,050.92
				(10,663.02)	(10,663.02)



(Rs. in lakhs)

Nature of transactions	Holding Company	Associate	Key Management Personnel	Other entities over which there is a significant influence	Total
Advance from Body Corporate					
- Sri Chamundeswari Sugars Limited		877.93 (877.93)			877.93 (877.93)
Trade Payables					
- ABT Limited				383.74 (522.15)	383.74 (522.15)
- ABT (Madras) Private Limited				27.43 (27.43)	27.43 (27.43)
- Nachimuthu Industrial Association				22.98 (21.05)	22.98 (21.05)
- ARC Retreading Company Private Limited				0.11 (--)	0.11 (--)
- N.Mahalingam and Company				0.74 (2.05)	0.74 (2.05)
- The Gounder and Company				12.97 (--)	12.97 (--)

Note:-

- Information has been furnished with respect to individuals/entities with whom/which related party transactions had taken place during the year.
- Figures in bracket pertain to previous year

48.2.3 Details of transactions during the financial year ended 31st March 2020 with any person or entity belonging to Promoter/Promoters Group who/which holds 10% or more shareholding in the Company

Name of the Person / Entity	Details of Transaction
ABT Investments (India) Private Limited	Nil

49 SEGMENT REPORTING

Basis of Segmentation:

Factors used to identify the reportable segments:

The Company has the following business segments, which are its reportable segments. These segments offer different products and services, and are managed separately because they require different technology and production processes. Operating segment disclosures are consistent with the information provided to and reviewed by the chief operating decision maker.

Reportable Segment	Products/Service
Sugar	Manufacturing and trading of sugar and its by-products
Industrial alcohol	Manufacturing and trading of Industrial Alcohol and its by-products
Soya products	Manufacturing and trading of Soya and its by-products
Power	Generation and trading of Power

Revenue and expenses directly attributable to segments are reported under each reportable segment. Other expenses and income which are not attributable or allocable to segments have been disclosed as net un-allocable expenses/income.

Assets and liabilities that are directly attributable or allocable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as un-allocable.

Inter segment Transfer Pricing:

Inter Segment prices are normally negotiated amongst the segments with reference to cost, market prices and business risks, within an overall optimisation objective for the enterprise.



49.1 Operating segments revenue and results:

(Rs. in lakhs)

	Sugar		Industrial Alcohol		Soya Products		Power		Total	
	2020	2019	2020	2019	2020	2019	2020	2019	2020	2019
Revenue (Sales/Income):										
External Customers	49666.49	27020.39	13071.72	8522.93	15958.13	13772.92	1604.67	1189.69	80301.01	50505.93
Inter-segmental Sales	6192.22	3770.47	1.37	0.80	0.00	0.00	7903.10	4470.56	14096.69	8241.83
	55858.71	30790.86	13073.09	8523.73	15958.13	13772.92	9507.77	5660.25	94397.70	58747.76
Operating Profit (+)/ Loss (-)	(13996.78)	(6871.26)	3289.97	(892.74)	577.53	899.50	(993.94)	(3317.36)	(11123.22)	(10181.86)
Other Unallocated Expenses/Income(-) (Net)									(10486.41)	(9453.46)
Finance Cost									20197.10	25947.82
Profit/(Loss) before Tax									(20833.91)	(26676.22)
Less: Income-tax:-										
Current Tax									--	--
Deferred Tax									(241.52)	(5274.80)
Total Tax									(241.52)	(5274.80)
Net Profit/Loss after Tax									(20592.39)	(21401.42)
Other Information:-										
Segment Assets	124034.99	128714.60	11361.65	11302.95	12399.83	12675.65	30391.76	31315.99	178188.23	184009.19
Unallocated Corporate Assets									5058.91	21401.42
Total Assets									183247.14	188027.14
Segment Liabilities	64440.12	61723.66	1964.77	459.19	2492.52	2073.24	11124.09	11712.34	80021.50	75968.43
Unallocated Corporate Liabilities									119284.85	108568.18
Total Liabilities									199306.35	184536.61
Capital Expenditure	106.72	182.73	0.29	60.32	17.83	12.86	1.86	43.60	126.70	299.51
Depreciation & Amortization	2983.83	3187.22	706.73	724.22	357.67	364.45	882.83	882.64	4931.06	5158.53

49.2 Geographical information

(Rs. in lakhs)

Country	2019-20	2018-19
India	92,725.57	57,188.18
Korea	752.85	735.62
Malaysia	134.14	91.95
Philippines	7.46	18.52
Vietnam	777.68	703.49
Total	94,397.70	58,747.76

49.3 The entire Non-current assets of the Company are located in India.

49.4 There is no transaction with single external customer which amounts to 10% or more of the Company's revenue.

50 LEASES

50.1 The Company as a Lessee

50.1.1 Maturity Analysis of future contractual maturities of lease liabilities as on March 31, 2020 on an undiscounted basis:

(Rs. in lakhs)

0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	Over 5 Years	Total
55.72	67.17	--	--	--	--	122.89

50.1.2 Amounts recognised in Statement of Profit and Loss

(Rs. in lakhs)

Particulars	2019-20
Interest on Lease liability	23.62
Expenses relating to short-term leases	52.35
Expenses relating to leases of low-value assets, excluding short-term leases of low value assets	1.34
Depreciation and amortisation expenses on right-of-use assets	65.27



Break-up of lease liabilities recognised in Statement of Profit and Loss

(Rs. in lakhs)

Particulars	2019-20
Current lease liabilities	55.72
Non-current lease liabilities	67.17
	122.89

50.1.3 Amounts recognised in the cash flow statement

(Rs. in lakhs)

Particulars	2019-20
Principal payment of Lease liabilities	45.84
Interest paid on Lease liabilities	23.62
	69.46

50.1.4 Change in Accounting Policy and Transition:

The Company has adopted Ind AS 116 "Leases" with effect from April 01, 2019 under modified retrospective approach. Accordingly, comparatives for previous year have not been restated. The Company recorded the lease liability at the present value of the lease payments discounted at the incremental borrowing rate and the ROU asset at its carrying amount as if the standard had been applied since the commencement date of the lease, but discounted at the Company's incremental borrowing rate at the date of initial application. This resulted in recognition of lease liability with an equivalent amount recognized as right-of-use asset as of April 01, 2019. Accordingly, comparatives as at and for the year ended March 31, 2019 have not been restated. In the statement of profit and loss, depreciation for the right-of-use assets and finance cost for interest accrued on lease liability is being accounted for. The effect of this adoption is not material on the loss for the year ended March 31, 2020.

50.1.5 Incremental borrowing rate:

The weighted average incremental borrowing rate applied to lease liabilities as at April 1, 2019 is 14%

50.2 The Company as a Lessor

(Rs. in lakhs)

Particulars	2019-20	2018-19
Annual lease payments included as expenses in the Statement of Profit and Loss	152.49	203.30
Future Minimum Lease Receivable		
Not later than one year	139.82	136.41
Later than one year and not later than five years	254.19	336.33
Later than five years	246.37	346.19

51 Impact of COVID-19 on Operation

The Covid-19 pandemic has not made a material impact on the sugar industry as its outbreak was almost at the fag end of crushing period for the season. The Company's factories remained shut down for almost one month due to dislocation of labour force. After resuming operation, crushing of the backlog of sugar cane available was completed with slight reduction in recovery, the effect of which is not significant.

Since sugar industry is agro based and labour intensive, availability of working labour places a major role in carrying out the agricultural operation on which success of sugar industry depends. It is not possible to assess the overall impact of covid-19 at present.

52 The financial statements are approved for issue by the Audit Committee at its meeting held on July 31, 2020 and by the Board of Directors on July 31, 2020.

53 The comparative figures have been regrouped/ rearranged wherever considered necessary to make them comparable with current year figures.

Vide our report annexed
For P K NAGARAJAN & Co

Chartered Accountants

Firm Registration Number : 016676S

P K NAGARAJAN

Partner

Membership Number : 025679

Coimbatore

31st July 2020

M MANICKAM

Chairman and Managing Director

S BASKAR

Sr. Vice President &

Company Secretary

M BALASUBRAMANIAM

Director

C.R. SANKAR

Chief Financial Officer



COMPANY'S PERFORMANCE AT A GLANCE

YEAR	SUGARCANE CRUSHED (TONNES)	SUGAR PRODUCED (TONNES)	RECOVERY (%)	TURNOVER (Rs.in Lakhs)	PROFIT BEFORE DEPRN (Rs. In Lakhs)	DEPRECIATION (Rs. In Lakhs)	PROFIT AFTER DEPRN (Rs. In Lakhs)	EQUITY DIVIDEND (%)	GROSS BLOCK (Rs. In Lakhs)
1968	195997	17614	8.99	346.60	74.97	14.90	60.07	12	173.51
1969	332822	27955	8.40	520.65	31.09	13.74	17.35	12	179.75
1970	460457	38704	8.41	536.07	10.30	15.23	-4.93	6	312.82
1971	434862	40159	9.23	692.62	55.05	20.04	35.01	12	345.52
1972	526103	50063	9.52	1112.43	135.34	29.89	104.45	15	466.18
1973	687892	59691	8.72	1358.41	67.83	34.66	33.17	15	567.55
1974	813430	67776	8.33	1779.28	72.04	46.99	25.05	12	958.57
1975	1002544	84494	8.43	2324.35	128.52	65.61	62.91	-	1014.43
1976	311774	28025	8.98	1395.33	19.20	64.00	-44.80	-	1026.49
1977	298725	22692	7.60	653.64	-98.96	0.00	-98.96	-	1020.98
1978	366487	33883	9.25	706.32	-27.36	0.00	-27.36	-	1021.26
1979	767844	64299	8.37	1201.64	52.40	0.00	52.40	-	1037.86
1980	624399	54680	8.76	2323.30	303.52	58.24	245.28	12	1068.08
1981	648514	57236	8.83	2400.96	138.32	67.22	71.10	17.5	1207.00
1982	1121964	104305	9.30	3861.03	322.10	99.89	222.21	20	1396.35
1983▲	803716	79295	9.87	3371.42	248.52	194.78	53.74	15	1846.66
1984	336704	34375	10.12	3063.41	109.28	108.20	1.08	15	2024.62
1985	697491	70103	10.05	3211.28	297.71	128.91	168.80	16	2122.82
1986	704626	72150	10.24	3739.00	211.46	116.05	95.41	15	2229.53
1987	496762	48791	9.82	3647.90	173.62	150.86	22.76	-	2443.58
1989	934601	96145	10.28	5087.15	849.45	249.08	600.37	30	4530.72
1990	1122219	108421	9.66	8762.84	989.65	377.09	612.56	20	6101.95
1991	1130173	107984	9.55	7474.44	801.55	394.37	407.18	20	6617.61
1992	1091843	103723	9.50	11200.64	1010.49	409.11	601.38	20	8540.39
1993	1115158	107158	9.61	11547.77	1027.03	411.07	615.96	20	11387.44
1994	956993	89163	9.36	18109.42	1521.21	489.38	1031.83	24	17649.21
1995	1724621	159199	9.28	21701.32	1859.60	782.45	1077.15	24	18638.23
1996	2345289	211267	9.00	33568.19	2953.13	857.58	2095.55	24	26042.75
1997	2106840	191940	9.11	33442.13	2022.05	1019.11	1002.94	20	30242.48
1998	1569438	143991	9.21	36753.07	2478.28	1414.47	1063.81	-	32548.89
1999	2607462	246609	9.43	40788.52	2298.23	1860.97	437.26	-	35155.94
2000▲	2161594	212600	9.86	36393.04	2102.55	1485.66	616.89	-	28394.91
2001	2316874	233278	10.04	45197.53	1596.80	1272.83	323.97	-	29463.22
2002	1914453	193302	10.04	45022.47	1791.99	1309.48	482.51	-	30771.78
2003	1472547	192505	9.80	32221.35	-3968.28	1347.49	-5315.77	-	61006.09
2004	499480	124559 ■	10.15	30313.24	-3339.32	948.67	-4287.99	-	56054.15*
2005	847934	257611 ■	9.30	63942.19	3972.94	1158.49	2814.45	-	56273.16
2006	2746916	347702 ■	9.52	89601.78	10835.71	1218.85	9616.86	15	60637.41
2007	3477203	336996 ■	9.56	76651.73	4358.84	1340.87	3017.97	15	91376.04
2008	4416309	400678 ■	9.07	103847.83	-4419.38	4294.29	-8713.67	-	136053.62
2009●	2045681	427288	9.22	140435.07	15496.43	3025.71	12470.72	-	138730.83*
2011	2356303	536973 ■	9.47	216553.65	-8915.89	3878.48	-12794.37	-	142173.20
2012▲	2900630	278431 ■	9.60	112126.99	-2187.62	3162.85	-5350.47	-	143553.93
2013	3056321	286296	9.37	118989.97	-8515.22	3232.54	-11747.76	-	146750.52
2014	1653822	147240	8.82	71704.59	-20165.02	3272.67	-23437.69	-	146898.93
2015	1476477	131893	8.90	84748.61	-1924.07	3013.82	-4937.89	-	147110.70
2016	1562489	121622	7.93	83034.12	-2903.08	4621.12	-7524.20	-	147317.80
2017	1975869	175613	8.83	93897.56	10015.62	5700.47	4315.15	-	145679.38
2018	549241	84800	8.97	53020.06	-19938.69	5281.69	-25220.38	-	139330.95*
2019	849503	81216	9.63	50505.93	-21517.69	5158.53	-26676.22	-	136193.32#
2020	1295177	120227	9.18	80301.01	-15902.85	4931.06	-20833.91	-	117947.01#

▲ 15 Months ● 18 Months ■ Includes sugar produced out of Raw sugar # Excluding assets classified as held for sale.

* Including increase in value on account of revaluation of fixed assets Rs.30045.71 Lakhs

* Including increase in value on account of revaluation of fixed assets Rs.38696.60 Lakhs

* Including net increase of Rs.36642.32 Lakhs on account of adoption of fair value under Ind AS

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