SIMBHAOLI SUGARS LIMITED

Regd.Office: Simbhaoli- 245207 Dist.Ghaziabad (U.P.) UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2012

(Rs. in lacs)

Particulars								(Rs. in lacs)
Particulars			Three months ended				•	Year ended
Income from operations			lune 20, 2045	March 24 2042	lune 20, 2044			Contorch or CO
Income from operations		Particulars	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2011	March 31, 2012	
Income from operations			1	П	III	IV	V	
Consideration Constitution Con			Unaudited	Unaudited		Unaudited	Unaudited	Audited
Excise duty	1	Income from operations						
Net Sales/ income from operations								
Other operating Income 66 204 69 655 1,533 3,436								
Total income from operations								
2 Expenses								
Ca) Cost of materials consumed 5,066 35,223 3,675 50,537 112,048 121,341 (1) Purchase of stock-in-trade 77 5 177 4,917 4,873 88 (2) Changes in inventories of finished goods, work-in-progress and stock-in-trade 77,755 (21,048) 10,536 1,179 (19,515) (9,487) (3,687) (6) Employee benefits expense 1,133 1,330 975 3,318 6,737 4,106 (6) Employee benefits expense 989 1,040 1,041 3,088 6,220 4,009 (7) Consumption of stores, cis & chemicals 721 1,511 945 4,726 9,166 5,336 (9) Power and fuel 226 340 722 1,823 3,174 4,272 (1) Exchange fluctuation loss/(gain) (88) 267 131 781 1,013 (2,201) (1) Colher expenses 1,596 3,067 867 4,905 11,346 6,691 70 total expenses 1,596 3,067 867 4,905 11,346 6,691 70 total expenses 1,596 3,067 867 4,905 11,346 6,691 70 total expenses 1,596 3,067 867 4,905 11,346 6,691 70 total expenses 1,596 3,067 867 4,905 11,346 6,691 70 total expenses 7,596 7,596 7,596 7,597 7,596 7,597	2		.,,,,,	20,000	10,010	10,010	100,021	120,002
Collanges in Inventories of finished goods, work-in-progress and stock-in-thought in the progress of the			5,506	35,223	3,675		112,048	121,341
progress and stock-in-trade		(b) Purchase of stock-in-trade	72	15	172	4,917	4,873	58
Compose benefits expense 1,133 1,330 975 3,318 6,737 4,106								
Comparison and amorisation expense (net of revaluation reserve)								
FreeIntailation reserve) 988 1,040 1,041 3,088 6,220 4,009			1,133	1,330	975	3,318	6,737	4,106
(i) Consumption of stores,oils & chemicals (g) Power and fuel (g) Power (090	1 040	1.041	2 000	6 220	4 000
(i) Power and fuel (ii) Exchange fluctuation loss/(gain) (iii) (
(i) Exchange fluctuation loss/(gain) (i) Exchange fluctuation loss/(gain) (i) Other expenses 1,586 3,067 857 4,905 11,346 6,891 Total expenses 17,910 21,745 19,054 75,274 135,062 134,106 Total expenses 17,910 21,745 19,054 75,274 135,062 134,106 Total expenses 17,910 21,745 19,054 75,274 135,062 134,106 Total expenses 1,586 7,980 7,500 7,5274 135,062 134,106 Total expenses 1,586 7,980 7,500 7,5274 135,062 134,106 Total expenses 1,586 7,580 7,581 7,581								
Total expenses			(68)				1,013	(2,210)
3 Profit/(loss) from operations before other income, finance costs, exceptional items and tax 1,357 2,898 126 493 3,720 639			1,596					
Second Company Compa			17,910	21,745	19,054	75,274	135,062	134,106
Other income	3		(===)	()	(00.0)		440	
Profit/(loss) from ordinary activities before finance costs, exceptional items and tax	4							
Secoptional items and tax S59 2,148 (855) 1,835 3,679 (3,805)			1,357	2,090	120	493	3,720	639
Forfit/Loss) from ordinary activities before exceptional litems and tax (2,680) (854) (3,741) (6,075) (12,591) (12,603)	5		550	2 1/18	(855)	1 935	3 670	(3 905)
The profit (Class) from ordinary activities before exceptional items and tax (2,680) (854) (3,741) (6,075) (12,591) (12,603)	6							
Exceptional item Exceptional item Exceptional item Differential cane price for sugar season 2007-08 -			5,255	2,000	_,	1,010	,	
Differential cane price for sugar season 2007-08 Profit/(loss) from ordinary activities before tax (2,680) (854) (3,741) (6,075) (15,102) (12,603) Current tax Current tax Deferred tax (benefit) (charge (870) (309) (928) (1,703) (4,285) (5,133) Deferred tax (benefit) (charge (870) (309) (928) (1,703) (4,663) (5,133) (5,133) Deferred tax (benefit) (charge (870) (309) (928) (1,703) (4,663) (5,133) (5,133) (10,132) (10,817) (1	/	items and tax	(2,680)	(854)	(3,741)	(6,075)	(12,591)	(12,603)
Differential cane price for sugar season 2007-08 Profitif(loss) from ordinary activities before tax (2,680) (854) (3,741) (6,075) (15,102) (12,603) Current tax Deferred tax (benefit) (4,285) (870) (309) (928) (1,703) (4,625) (5,133) Deferred tax (benefit) (4,607) (309) (928) (1,703) (4,663) (5,133) (1,607) (1,608) (1,703) (4,663) (5,133) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,608) (1,703) (1,709) (1,908) (1	8	Exceptional item						
Tax expenser (benefit)			-	-	-	-		-
Current tax Deferred tax (benefit)/ charge (870) (380) (928) (1,703) (4,663) (5,133) (4,663) (1,703) (4,663) (1,740) (4,663) (1,740) (4,663) (1,740) (4,663) (1,740) (4,663) (1,740) (4,663) (1,740) (4,663) (1,740) (4,663) (4,372) (10,817) (7,470) (4,663) (4,372) (10,817) (4,663) (4,372) (10,817) (4,663) (4,372) (10,817) (4,663) (4,372) (10,817) (4,663) (4,372) (4,663) (4,372) (4,663) (4,372) (4,663) (4,372) (4,663) (4,372) (4,663) (4,372) (4,663)								
Deferred tax (benefit)/ charge (870) (309) (928) (1,703) (4,663) (5,133) Net Profit/(loss) from ordinary activities after tax (1,810) (923) (2,813) (4,372) (10,817) (7,470) Paid up equity share capital (face value Rs.10/- each) 2,770 2,636 2,636 2,770 2,333 Reserves (excluding revaluation reserve) 9,260 7,600 Earning Per Share (of Rs. 10 each) (not annualized)	10		(870)		(928)	(1,703)		(5,133)
11 Net Profit/(loss) from ordinary activities after tax (1,810) (923) (2,813) (4,372) (10,817) (7,470) (2,770) (2,333) (3,342) (3,345) (3,34			(870)		(928)	(1.703)		(5.133)
12	11							
Searing Per Share (of Rs. 10 each) (not annualized) Searing Per Share (of Rs. 10 each) (not annualized) Searing Per Share (of Rs. 10 each) (not annualized) Searing and dilluted EPS before exceptional item (Rs.) (6.57) (3.34) (10.73) (17.56) (35.30) (32.21)								
Searing Per Share (of Rs. 10 each) (not annualized) Searing Per Share (of Rs. 10 each) (not annualized) Searing Per Share (of Rs. 10 each) (not annualized) Searing and dilluted EPS before exceptional item (Rs.) (6.57) (3.34) (10.73) (17.56) (35.30) (32.21)		Reserves (excluding revaluation reserve)	-	-	´- `	(-11		
Basic and dilluted EPS after exceptional item (Rs.) (6.57) (3.34) (10.73) (17.56) (41.86) (32.21)	14							
(A) PARTICULARS OF SHAREHOLDING 1) Public shareholding - Number of shares - Percentage of shareholding a) Pledged/ Encumbered - Number of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) - Number of shares -								
1) Public shareholding - Number of shares - Percentage of shareholding a) Pledged/ Encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the Company) b) Non - encumbered - Number of shares - Percentage of shares (as a % of the total share holding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a	(A)		(6.57)	(3.34)	(10.73)	(17.56)	(41.86)	(32.21)
- Number of shares - Percentage of shareholding - Number of shares - Percentage of shareholding - Number of shares - Percentage of shareholding - Number of shares - Number of shares - Number of shares - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share of shares - Number of shares - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares - Number of shares	(A)							
- Percentage of shareholding 58.16 58.16 61.26 61.26 58.16 56.85 2) Promoters and promoter group shareholding a) Pledged/ Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) b) Non - encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company)			16,035,429	16,035,429	16,068,597	16,068,597	16,035,429	13,187,587
a) Pledged/ Encumbered - Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) b) Non - encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) 33.68 - Solution - Solutio		- Percentage of shareholding	The second secon					
- Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - 33.68 - 33.68 - 33.68 - 28.82 - 28.82 - 33.68 - 33.68 - 33.38							_	
- Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) b) Non - encumbered - Number of shares - Percentage of shares (as a % of the total share the capital of the Company) - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company)								
Shareholding of promoter and promoter group) 19.50 19.50 25.59 25.59 19.50 22.64			2,250,000	2,250,000	2,600,000	2,600,000	2,250,000	2,265,770
- Percentage of shares (as a % of the total share capital of the Company) b) Non - encumbered - Number of shares - Percentage of shares (as a % of the total share shareholding of promoter and promoter group) - Percentage of shares (as a % of the total shareholding of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Respectively - Respectively - Respe			10.50	10.50	25 50	25 50	10.50	22.64
Capital of the Company) 8.16 8.16 9.92 9.92 8.16 9.77			19.50	19.50	20.08	25.59	19.50	22.04
b) Non - encumbered - Number of shares - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company) - Percentage of shares (as a % of the total share capital of the Company)			8 16	8 16	9 92	9 92	8 16	9 77
- Number of shares - Percentage of shares (as a % of the total shareholding of promoter and promoter group) - Percentage of shares (as a % of the total share capital of the Company) - 33.68			0.10	3.10	0.02	5.52	5.10	5.77
shareholding of promoter and promoter group) 80.50 80.50 74.41 74.41 80.50 77.36 - Percentage of shares (as a % of the total share capital of the Company) 33.68 33.68 28.82 28.82 33.68 33.68 33.38			9,285,881	9,285,881	7,560,213	7,560,213	9,285,881	7,742,543
- Percentage of shares (as a % of the total share capital of the Company) 33.68 33.68 28.82 28.82 33.68 33.38								
capital of the Company) 33.68 33.68 28.82 28.82 33.68 33.38			80.50	80.50	74.41	74.41	80.50	77.36
			22.53	20.0-		20.5-	22.5	20.55
	<u> </u>	capital of the Company)	33.68 Three months	33.68	28.82	28.82	33.68	33.38

	Three months
	ended June 30,
Particulars	2012
(B) INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	-
Received during the quarter	-
Disposed off during the quarter	-
Remaining unsolved at the end of quarter	-

Standalone

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT

(De in lace

						(Rs. in lacs)
	Three months ended			Nine months ended	Eighteen months ended	Year ended
Particulars	June 30, 2012	March 31, 2012	June 30, 2011	June 30, 2011	March 31, 2012	September 30 2010
	1	II	III	IV	V	VI
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
(A). Segment Revenue						
(a) Sugar	14,050	22,222	14,670	71,111	125,530	128,411
(b) Distillery	4,943	4,261	4,452	14,185	28,013	18,367
(c) Power	1,259	8,500	678	11,103	25,211	18,485
Total	20,252	34,983	19,800	96,399	178,754	165,263
Less: Inter Segment Revenue	3,140	13,988	1,727	19,783	43,733	35,601
Net sales/ income from operations	17,112	20,995	18,073	76,616	135,021	129,662
(B). Segment Results						
Profit/(loss) before finance costs, unallocated expenditure,						
exceptional items and tax from each segment	(004)	(0.000)	(740)	(400)	(0.000)	(4.700)
(a) Sugar	(694) 229	(3,099) 1,001	(713) 433	(138) 1.149	(3,802) 1,852	(4,782
(b) Distillery (c) Power	(11)	2,090	(362)	1,149	4,220	(1,000
	` '		, ,			2,549
Total	(476)	(8)	(642)	2,348	2,270	(3,233)
Less: (i) Finance cost	3,239	3,002	2,886	7,910	16,270	8,798
(ii) Other un-allocated expenses (net of income)	(1,035)	(2,156)	213	513	(1,409)	572
(iii) Exceptional items	, ,	, , ,			, , ,	
- Differential cane price for sugar season 2007-08	-	-	-	-	2,511	-
Total Profit/(loss) from ordinary activities before tax	(2,680)	(854)	(3,741)	(6,075)	(15,102)	(12,603)
(C).Capital Employed						
(a) Sugar	15,455	17,395	27,362	27,362	17,395	28,818
(b) Distillery	18,654	18,729	18,082	18,082	18,729	16,343
(c) Power	19,693	20,243	18,949	18,949	20,243	19,869
(d) Unallocated assets/(liabilities) (net)	18,087	15,643	10,549	10,549	15,643	10,369
Total Capital Employed	71,889	72,010	74,942	74,942	72,010	75,399

Notes:

- 1. The above results as reviewed by the audit committee were taken on record by the Board of Directors at its meeting held on August 14, 2012 at New Delhi.
- 2. Sugar, one of the major businesses of the Company, is a part of seasonal industry. The results may vary from quarter to quarter.
- 3. A vessel carrying 22,500 MT of raw sugar purchased by the Company sank in July 2009 for which an insurance claim for Rs. 4,780 lacs was filed w ith the insurance Company. Following the repudiation of insurance claim by Cargo insurers, in an arbitrary manner, the Company has initiated legal proceedings against the insurer in India and vessel owner in London. During the quarter, the Company, in the London proceedings, has accepted a final compensation of USD 98 lacs (Rs.5,515 lacs) towards the cost of raw sugar, interest loss and legal costs. The Company is continuing to pursue the ongoing legal proceedings against the cargo insurer for balance Rs. 769 lacs. Based on expert advice, management is confident that the proceedings against insurer would be settled in favour of the Company and no loss would arise in this regard. (Refer para 4 (e) (i) of auditors report for the year ended September 30, 2010).
- 4. (a) During the last two years Indian sugar industry had faced difficulties on account of higher sugar cane prices particularly in Uttar Pradesh. During the 2011-12 sugar season also, the country had a large surplus of sugar resulting in lower sugar realization and under recovery of cost of production and higher finance cost leading to operating/cash losses and consequent erosion of its net worth. The Company has initiated a number of measures, including business and financial restructuring comprising of transfer of potable alcohol and power undertakings to separate SPVs, disinvestments of the shares in such SPVs, fresh capital infusion and Company's foray into sugar refining business in joint venture with a global major etc. to de-risk its businesses and improving its financial position. Subsequent to the end of June 2012 quarter, the free sale sugar price have witnessed an uptrend owing to change in cycle, balanced supply and demand situation and steps initiated by the State/Central governments to strengthen the sugar industry. Taking into account these steps, which will bring long term business viability to the sector and correction in free sugar prices, these financial results are prepared on going concern basis.
 - (b) The Scheme of Arrangement, under Sections 391-394 of the Companies Act, 1956, as approved by the Board of Directors, has been filed with Hon'ble High Court of Judicature at Allahabad, Uttar Pradesh (the Hon'ble Court) for transfer and vesting of the Alcohol Undertaking at Simbhaoli Distillery Division into Simbhaoli Spirits Limited (wholly owned subsidiary company) by way of Slump Sale method. The appointed date has been fixed as October 1, 2010. All the steps/approvals related activities for hiving off have been completed and Petitions have been submitted with the Hon'ble Court. However, pending sanction of the Scheme by the Hon'ble Court, no financial effect of the Scheme has been considered in these results. The impact of the Scheme will be given in the financial accounts pertaining to the eighteen months period ended March 31, 2012, in terms of the final approval of the Scheme by the Hon'ble Court.
 - (c) The Company had taken approval from the shareholders of the Company under section 293(1) (a) of the Companies Act, 1956 to hive off its power businesses to Simbhaoli Power Limited, wholly owned subsidiary to facilitate expansion in power generation/export capacities. The transfer of assets was conditional upon the finalization of the business restructuring for giving effect to the transfer, capital contribution by a select investor and approvals from the lenders for financing expansion plan within a given time frame. Therefore, pending completions of the conditions, no effect/disclosures of such hiving off was considered necessary in these results.
 - (d) Relying upon the future projections prepared based upon the Business restructuring plans under implementation, changing sugar cycle and improved sector scenario, taken on record by the Board of Directors, deferred tax assets (net) amounting to Rs. 12,586 lacs (Rs. 870 lacs provided during the quarter) has been recognized as there is a virtual certainty that sufficient future taxable income will be available against which these assets would be realized. (Refer para 4 (f) of auditors report for the year ended September 30, 2010).
- 5. In accordance with accounting policy consistently followed by the Company, the off-season expenditure aggregating Rs. 1,178 lacs (corresponding previous quarter Rs. Nil), has been deferred for inclusion in the cost of sugar to be produced in the remaining part of the financial year.
- 6. The Company has issued and allotted 6,57,500 equity shares on conversion of 6,57,500 warrants to a promoter at a price of Rs. 46/- (including premium of Rs. 36/-) per equity share under SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 for preferential issue on July 30, 2012.
- 7. Figures for the quarter ended March 31, 2012 pertaining to the Company are the balancing figures between published unaudited figures in respect of the eighteen months period ended March 31, 2012 and published unaudited figures for the fifteen months period ended December 31, 2011for the Company.
- 8. The previous period's figures have been regrouped/rearranged wherever necessary.

For SIMBHAOLI SUGARS LIMITED

(G S C Rao) CEO & Whole Time Director

Place: New Delhi Date: August 14, 2012

Website: www.simbhaolisugars.com