



INDIAN SUCROSE LIMITED



Ref.: ISL/CS/JULY/2020/BM

Scrip Code No.: 500319

Date: 29th July, 2020

To,
The Manager- DCS
BSE Limited
Floor 25, Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai – 400001

Subject: Outcomes of the Board Meeting held on July, 29th 2020.

Dear Sir,

With reference to the captioned subject, we hereby inform you that the Board of Directors of the Company at its meeting held on July, 29th 2020, inter-alia other matters, has approved:

- The standalone Audited Financial Statement for the quarter and year ended 31th March, 2020 along with the Auditor's Report and Statement on impact of Audit Qualification, duly approved by the Board of Directors on recommendation of Audit Committee.
- The Report of the Statutory Auditors is with an unmodified opinion with respect to the Audited Financial Results of the Company for the half and Financial Year ended 31st March, 2020.

The said meeting of the Board of Directors commenced at 4.00 P.M. and Concluded at 7:20 P.M.

Kindly acknowledge the Receipt.

Thanking You

For Indian Sucrose Limited


Anamika Raju
(Company Secretary)
M. No. 26080



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**Independent Auditors Report on the Standalone Annual Financial Results
pursuant to Regulation 33 of the SEBI (Listing Obligation and Disclosure
Requirements) Regulation, 2015 as amended**

To

The Board of Directors
Indian Sucrose Limited.

Report on the Standalone Annual Financial Results

Qualified Opinion

We have audited the standalone annual financial results of Indian Sucrose Holdings Limited ("the Company") for the year ended March 31st, 2020 and the standalone statement of assets and liabilities and the standalone statement of cash flows as at and for the year ended on that date, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial results:-

- i. are presented in accordance with the requirements of Regulation 33 of the listing Regulations in this regard; and
- ii. except for the possible effect of the matters described in basis for qualified opinion paragraph below, give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Accounting Standards prescribed under section 133 of the Companies Act, 2013 and other accounting principles generally accepted in India, of net profit and other comprehensive income and other financial information of the company for year ended March 31st, 2020 and the standalone statement of assets and liabilities and standalone statement of cash flows as at and for the year ended on that date.

Basis for Qualified Opinion

We draw attention to the following matters:

- a) An amount of Rs.1.96 crores interest free advance has been given to M/s. Cosmos Sugar Private Limited, in the previous years which is still outstanding.
- b) The company has duly entered into following related party transactions during the year and the Board of Director has approved the same in their meeting held on 14th Feb 2020. Now the same will be placed before the shareholder in the forthcoming Annual General Meeting for final approval:



Name of the related party	Amount (Rs. in crores)	Remarks
Cosmos Industries Limited	7.90	Loan \ Advance given during the year which has been squared off.
Yadu Corporation Private Limited	0.19	Interest free advance given which has been squared off during the year.
Kunal Breweries Private Limited	0.50	Loan \ Advance given which has been squared off during the year.
SNG Exim Private Limited	5.59	Loan \ Advance given during the year. But rate of interest has not been decided by the management.
Shervani Sugar Syndicate Limited	2.51	During the year Rs. 2.51 crore amount of loan was given. But the company is having permission, as approved by the shareholders during the 2018-19 Annual General Meeting, to give advance \ loan of maximum amount upto Rs.1.70 crores

- c) As per the Information and explanation given to us by the management, the Company has provided guarantee, in earlier years, in respect of KCC loan secured to the farmers (suppliers) from Banks. As per Tri-partite agreement between the Indian Sucrose Ltd., farmers and banks, the banks have sanctioned KCC limit to the farmers and credited the same to the Indian Sucrose Ltd. by debiting the same in farmers loan account. Accordingly, the farmers are borrower in the books of Banks. The company was accordingly showing net balance i.e, recoverable from farmers less amount of loan (KCC) due to banks as Current Asset / Current liability in the Financial Statements. As per the terms & conditions of agreement the company was required to deduct and remit to bank, from the amount due to farmers against supply of sugarcane, the amount due to Bank against KCC loan. As majority of farmers, in respect of which guarantee has been given by the company, are not supplying sugarcane to the company since long period of time hence the company has adjusted the KCC Bank loan account of farmers against their (farmers) old outstanding recoverable against KCC loans. As a result net Rs.25.90 crores was recoverable from the farmers as on 01/04/2019, as per books of accounts, which became stagnant and out of that the company has written off Rs.23.62 crores and recovered Rs.1.92 crores during the year. The company has shown the remaining amount of Rs.0.36 crores as recoverable, whereas in our opinion recovery of entire amount is doubtful.
- d) The company is holding Equity investment in Rangar Breweries Ltd. As per Ind AS-32 "Financial Instrument: Presentation" the financial instruments should be presented at fair value but the fair valuation of above financial instrument as on 31/12/2020 is not available with the company. Accordingly the same has been presented at their carrying cost as on 31/03/2019.

We conducted our audit in accordance with the Standards on Auditing (SAs), as specified under Section 143(10) of the Act and other applicable authoritative pronouncements issued



- Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

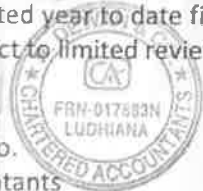
Materiality is the magnitude of misstatements in the Annual Standalone Financial Results that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Annual Standalone Financial Results may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Annual Standalone Financial Results.

We communicate with those charged with governance of the Company 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. 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.

Other Matters

The Financial Results include the results for the quarter ended March 31, 2020 being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us.

For R. Dewan & Co.
Chartered Accountants
FRN 017883N



(Rajiv Dewan)
Partner
M.No. 084718
Place: Ludhiana
Date: 29.07.2020

UDIN : 20084718AAAAAF7797

Indian Sucrose Limited

(Formerly Oswal Sugars Limited)

Regd. Off. & Works: G. T. Road, Mukerian, Distt. Hoshiarpur (Punjab) - 144 211.

CIN: L15424PB1990PLC010903

Website: www.muksug.com

PAN-AAEC1877K

Standalone Audited Financial Results for the Quarter & Year Ended 31st, March -2020

Statement of Profit and Loss for the quarter and Year ended 31st, March -2020

Rs. In crore

Sr. No.	Particulars	Quarter Ended			Year Ended	
		31st Mar-2020 (Audited)	31st Dec-2019 (Unaudited)	31st Mar-2019 (Audited)	31-Mar-20 (Audited)	31-Mar-19 (Audited)
I	Revenue From operations	159.59	109.63	128.60	532.02	362.80
II	Other Income	0.82	0.25	8.41	1.64	10.80
III	Total Income (I+II)	160.41	109.88	137.01	533.66	373.40
IV	Expenses					
	Cost of materials consumed	199.54	58.93	196.07	383.64	333.01
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(73.85)	25.22	(112.74)	25.94	(61.99)
	Employee benefits expense	3.38	2.45	3.81	10.73	10.23
	Finance costs	5.72	4.68	5.18	24.90	21.37
	Depreciation and amortization expenses	2.09	2.05	1.99	8.08	7.77
	Other expenses	22.14	9.33	36.91	61.19	54.98
	Total expenses (IV)	159.02	102.66	131.22	514.48	365.37
V	Profit/(loss) before exceptional items and tax (I-IV)	1.39	7.22	5.79	19.18	8.03
VI	Exceptional Items	0.00	0.00	0.00	0.00	0.00
VII	Profit/(loss) after exceptional items and before tax(V-VI)	1.39	7.22	5.79	19.18	8.03
VIII	Tax expense:					
	(1) Current tax	0.74	3.56	1.40	6.96	2.18
	(2) Earlier Year tax	0.00	(0.82)	0.33	(0.82)	0.33
	(2) Deferred tax	0.57	(0.01)	1.83	0.76	1.16
	TOTAL (Tax Expenses)	1.31	2.73	3.56	6.90	3.67
IX	Profit (Loss) for the period from continuing operations (VII-VIII)	0.08	4.49	2.23	12.28	4.36
X	Profit For the Period	0.08	4.49	2.23	12.28	4.36
XI	Other Comprehensive Income					
	a- Item that will not be reclassified to P&L A/c	(0.79)	-	(2.30)	(0.79)	(2.30)
	b- Income Tax Relating Item that will not be reclassified to P&L A/c	0.22	-	-	0.22	-
XII	Total Comprehensive income for the Period	(0.57)	0.00	(2.30)	(0.57)	(2.30)
XIII	Profit/(loss) for the period (IX+XII)	(0.49)	4.49	(0.07)	11.71	2.06
XIV	paid up equity share capital(face value of rs 10/- each)	15.42	15.42	15.42	15.42	15.42
XV	Earnings per equity share (for continuing operation):					
	(1) Basic	0.07	2.90	1.45	7.96	2.82
	(2) Diluted	0.07	2.90	1.45	7.96	2.82

Notes to results:

- The above standalone financial results were reviewed by the Audit Committee and approved by the Board of Directors in their respective meetings held on 29/07/2020. The statutory auditors have carried out an audit of these financial results.
- The figures for the quarters ended March 31,2020 and March 31,2019 are the balancing figures between the audit figures in respect of the full financial year and the published unaudited year to date figures upto the third quarter of the respective financial year, which were only reviewed and not subject to audit.
- On account of COVID-19 pandemic, the most visible impact of COVID-19, for the company, is crisis on domestic demand of sugar. As per initial estimates, the pandemic could impact the overall domestic sugar consumption. The average realization of sugar prices during financial year 2020-2021 may be lower in comparison to financial year 2019-2020. The Govt. had taken various measures to support the industry including fixation of MSP for sugar, monthly sales quota etc.

Based on the aforesaid, the management concludes that no material uncertainty exists about the company's ability to continue as going concern and accordingly the management has prepared these financial statements on going concern basis. Further the management has also performed an impairment test considering the impact of COVID-19 on the carrying amount of the assets which has resulted in no significant impairment. However, the impact of pandemic may be different from that estimated as at the date of approval of the financial statements and the company will continue to closely monitor any material changes in future economic conditions.

4. The company was entitled to interest subvention against interest paid on Term Loans, from Punjab National Bank, availed by the company. During the financial year 2018-19 & the preceding years the company has wrongly debited the interest paid on Term Loans in the Term Loan account instead of 'Interest Subvention receivable' account. During the financial year 2018-19 Rs. 81304210/- amount of interest subvention, for the financial year 2018-19 & the preceding years, was received against the Term Loans which was wrongly credited to Profit & Loss account as Miscellaneous Income instead of crediting the same to Term Loan account. Accordingly, the rectification has been carried out during the current financial year 2019-20 by debiting the same to Surplus account (past year's undistributed profits) and crediting the same to Term loan account. This wrong treatment of interest paid in the books of accounts did not have any effect on the Profit & Loss account.

- Sugar being a seasonal industry, the performance of the quarter may not be representative of the annual performance of the Company.
- Figures for the previous corresponding periods have been regrouped, wherever considered necessary.

By order of the Board
For Indian Sucrose Ltd.

(Kunal Yadav)
(Managing Director)

(Ravinder Sharma)
(Chief Financial Officer)

Place : Mukerian
Dated :29.07.2020

Indian Sucrose Limited
(Formerly Oswal Sugars Limited)

Regd. Off. & Works: G. T. Road, Mukerian, Distt. Hoshiarpur (Punjab) - 144 211.

(Rs. In Crore)

Statement of Assets and Liabilities		
Particulars	As at 31-Mar-20	As at 31-Mar-19
ASSETS		
1 Non-current assets		
(a) Property, Plant and Equipment	106.34	108.18
(b) Capital work in progress	35.27	25.16
(c) Intangible assets	0	0
(d) Financial assets	0	0
(i) Investments	2.26	3.05
(ii) Other financial assets	0	0
(e) Other non current assets	19.24	4.27
(f) Deferred tax assets	0	0
Total non-current assets	163.11	140.66
2 Current Assets		
(a) Inventories	214.65	240.57
(b) Financial assets	0	0
(i) Investments	0	0
(ii) Trade Receivables	49.67	37.55
(iii) Cash and cash equivalents	7.18	8.44
(iv) Other Bank Balances (other than (iii) above)	10.10	5.65
(v) Other financial assets	7.03	38.04
(c) current tax assets (net)	0.79	0.9
(d) Other current assets	1.16	7.29
Total current assets	290.58	338.44
TOTAL ASSETS	453.69	479.10
EQUITY AND LIABILITIES		
Equity		
(a) Share capital	15.42	15.42
(b) Other equity	73.65	70.35
Total Equity	89.07	85.77
1 Liabilities		
(a) Financial Liabilities	0	0
(i) Borrowings	60.4	31.58
(ii) Other financial liabilities	0	0
(b) Provisions	2.86	2.28
(c) Deferred Tax liabilities	18.07	17.53
(d) Other non current liabilities	0	0
Total non-current liabilities	81.33	51.39
2 Current liabilities		
(a) Financial Liabilities	0	0
(i) Borrowings	30.34	148.18
(ii) Trade payables	173.76	183.47
(iii) Other financial liabilities	63.4	2.06
(b) Other current liabilities	8.11	5.2
(c) Provisions	7.68	3.03
(d) Current tax liabilities (net)	0	0
Total Current liabilities	283.29	341.94
Total Equity and liabilities	453.69	479.10

For and on behalf of Board of Directors


 Kunal Yadav
 Managing Director

INDIAN SUCROSE LIMITED

(Formerly Oswal Sugars Limited)

Regd. Off. & Works: G. T. Road, Mukerian, Distt. Hoshiarpur (Punjab) - 144 211.

Cash Flow Statement for the year Ended 31, March-2020

(Rs. in Crore)

Particulars	for the year ended 31- March-2020 Rs.		for the year ended 31- March-2019 Rs.	
Cash Flow from operational Activities				
Profit Before Tax		19.18		8.03
Adjustments for;				
Depreciation and amortisation Expenses	8.08		7.77	
Loss/(profit) on sale of non-current investment			-	
Loss/(gain) on Fair Valuation of investment			-	
Measured through Profit and Loss			-	
Subsidy income amortized	0.00		(1.95)	
Liabilities no longer required written back			-	
Sundry balance Written off	26.70		-	
Loss/(profit) on property, plant and equipment sold net			-	
Loss on Property, Plant and equipment discarded			-	
Interest Expenses	24.34		20.70	
Interest Income	(0.92)		(0.50)	
IND AS Adjustment			-	
Government Grant Amortized			-	
Operating Profit before working Capital Changes	58.20	77.38	26.02	34.05
Changes in Working Capital				
Increase/(decrease) In trade Payables and other liabilities	(76.10)		58.24	
Decrease/(increase) in trade and other receivables	8.85		9.49	
decrease/(increase) in Inventories	25.94		(66.86)	
Cash Generated from Operations	(41.31)	36.07	0.87	34.92
Income tax Paid (net)		(6.96)		-
Net Cash Flow from (used In) Operating Activities (A)		29.11		34.92
Cash Flow from Investing Activities				
Purchase of Property, Plant and equipment including intangible assets	(16.35)		(14.08)	
Proceeds from sale of property plant and equipment			0.77	
Proceeds from sale of not current investments	(14.98)		2.46	
Interest received	0.92		0.50	
Bank balances not considered as cash and cash equivalents	(4.45)			
Net cash flow from/Used In) Investing Activities (B)	(34.86)	(34.86)	(10.35)	(10.35)
Cash Flow From financing Activities				
Proceeds from Issuances of Share Capital				
Proceeds from non-current borrowings	39.00			
Repayment of Non-current borrowings	(10.16)		(3.69)	
Repayment of other Non-current liabilities				
Proceeds from other Non-current liabilities				
Proceeds from current borrowings				
Interest Paid	(24.35)		(20.70)	
Net Cash Flow from/(used In) Financing Activities (C)	4.49	4.49	(24.39)	(24.39)
Net Increase/(decrease) in Cash and Cash Equivalents (A+B+C)		(1.26)		0.18
Cash and cash equivalents at the beginning of the year		8.44		8.26
Cash and cash equivalents at the end of the year		7.18		8.44
Comprises				
Balance with Banks In Current Account		5.87		7.70
Cash in hand		1.31		0.74
		7.18		8.44

See Accompanying notes to the financial Statements

For and on behalf of Board of Directors

Date: 29.07.2020
Place: Mukerian

Kunal Yadav
Managing Director