DWARIKESH SUGAR INDUSTRIES LIMITED

Corp. Off.: 511, Maker Chambers V, 221, Nariman Point, Mumbai - 400 021. Tel.: 2283 2468, 2204 2945 Fax : 2204 7288
E-mail : dsilbom@dwarikesh.com • Website : www.dwarikesh.com • CIN : L15421UP1993PLC018642

REF: DSIL/2016-17/396 October 22, 2016

Corporate Relationship Department
Bombay Stock Exchange
Phiroze Jeejeebhoy Towers
Dalal Street, Fort, Mumbai - 400 001
Fax: 22723 2082 /3132

National Stock Exchange of India Limited
"Exchange Plaza"
Bandra – Kurla Complex,
Bandra [E], Mumbai - 400 051

Scrip Code – 532610

Scrip Code – DWARKESH

Sub: Press release with respect to financial results for the quarter and half year ended September 30, 2016 and outlook

Dear Sir,

In furtherance of our letter no. DSIL/2016-2017/394 dated October 22, 2016 with regard to financial results for the quarter & half year ended September 30, 2016 and pursuant to regulation 30 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, we annex herewith press release on the financial results for the quarter and half year ended September 30, 2016 and outlook of the company.

Kindly acknowledge the receipt and take the same on record.

Thanking you,

Yours faithfully,

B. J. Maheshwari
Whole Time Director & CS cum CCO

Encl: as above.

INVESTOR RELEASE

Dwarikesh Sugar Q2 Net profit at Rs. 37.4 Cr

Raised Rs. 59.4 cr through QIP Issue in September 2016

Reduced Debt by Rs. 96.5 Cr

22nd October, 2016, Mumbai – The Board of Directors of Dwarikesh Sugar Industries Limited (the Company) in their meeting held today has announced Unaudited Financial results for the quarter and half year ended 30th September, 2016.

Key Highlights are as follows:

Particulars (Rs. Cr)	Q2-FY17	Q2-FY16	H1-FY17	H1-FY16
Total Income	**242.7**	**157.1**	**529.0**	**353.7**
Other Income	10.7	0.9	12.5	9.5
EBITDA	**55.5**	**60.1**	**109.6**	**28.0**
EBITDA Margin #	***22.9%***	***38.2%***	***20.7%***	***7.9%***
Depreciation	7.5	8.5	15.0	16.3
Financial Charges	10.7	12.0	25.3	28.4
PAT ##	**37.4**	**39.6**	**69.3**	**-16.7**
PAT Margin #	*15.4%*	*25.2%*	*13.1%*	-
Cash PAT (PAT + Depreciation)	***44.8***	***48.1***	***84.3***	***-0.4***
Long Term Debt: Equity	*0.83x*	*3.33x*	*0.83x*	*3.33x*

 # During Q2 of September 2015 EBIDTA and margins are higher since Rs. 46.6 Cr, related to subsidies provided by the Government of Uttar Pradesh for cane purchased in Sugar Season 2014-15 was notified in Q2 of FY 2015-16 and hence accounted accordingly

Taxes, if any, are provided in Q4 of the Financial Year

The snapshot of the quarter is as follows:

a. Last year, Q2FY16 profits included Rs. 46.6 Cr arising out financial assistance for Sugar season 2014-15 granted by the Government of Uttar Pradesh. Considering this one-time financial assistance in Q2 2015-16, our profits in current quarter and half year ended 30th September 2016 have shown a remarkable turnaround.

b. Achieved sales of 6.59 lac quintals of Sugar during Q2FY17 at an average realization of Rs. 3,546 per quintal as against 6.48 lac quintals of sale of sugar at an average realization of Rs. 2,327 per quintal during the corresponding quarter last year.

c. Crushing season 2016-17 in UP is expected to commence post Diwali in November 2016. The revised prices for SAP, if any, would be keenly watched.

d. The Crushing season is expected to see sugar production decline in India by more than 7% as per estimates of ISMA. This is expected to keep sugar prices stable.

QIP Fund raise in September 2016:

Pursuant to shareholder approval in August 2016, we launched our equity fund raise program via QIP in September, 2016. We raised a sum of Rs. 59.4 cr at Rs. 236.11 per equity share. The shares were subscribed by marquee Domestic and Foreign Institutional Investors.

The funds raised were utilized for de-leveraging our Balance Sheet as per our stated strategy. Coupled with strong internal accruals we have done accelerated repayment and during the six-month period ended 30th September, 2016 we have reduced our term debt by Rs. 96.5 crores. We shall continue our efforts to strengthen the Balance Sheet.

Post the QIP, Promoter shareholding in the company stood at 41.87% while the Total Equity of the company increased to ~1.88cr equity shares of Face Value Rs. 10/- each. Religare Capital Markets were the Bankers to the Issue while the Legal Advisors were BMR Legal.

At Dwarikesh we continue to embark on our Strategy towards:

1. **Building Operating Efficiencies –** through continuous improvements in operating parameters, R&D and continuous farmer engagement
2. **De-leveraging Balance Sheet –** through Cash generation and improve Financial parameters
3. **Focus on Cane Development –** to improve recoveries for Sugar Mills and yield for farmers leading to win-win situation for all stakeholders
4. **Cost Control** - through Plant efficiencies & logistics management thus improving competitive edge

About Dwarikesh Sugar Industries Ltd -

Dwarikesh is a multi-faceted, fully integrated sugar company with plants at Uttar Pradesh derving its revenues from Sugar, By-Products such as molasses and value added products such as Ethanol and Power. It has 3 plants with combined capacity to crush 21,500 TCD of Sugarcane, generate 86 MW of Power of which 56 MW is evacuated to the State Grid & to manufacture 30 KL of Ethanol per day. Equity Shares are listed both on Bombay Stock Exchange Limited and National Stock Exchange of India Ltd. For more information about Dwarikesh Sugar Industries Limited, please visit www.dwarikeshsugar.com

Safe harbor statement

Statements in this document relating to future status, events, or circumstances, including but not limited to statements about plans and objectives, the progress and results of research and development, potential project characteristics, project potential and target dates for project related issues are forward-looking statements based on estimates and the anticipated effects of future events on current and developing circumstances. Such statements are subject to numerous risks and uncertainties and are not necessarily predictive of future results. Actual results may differ materially from those anticipated in the forward-looking statements. The company assumes no obligation to update forward-looking statements to reflect actual results changed assumptions or other factors.

For further details please contact:

Dwarikesh Sugar Industries Ltd
CIN: L15421UP1993PLC018642
Vijay S. Banka – Whole Time Director & CFO
Email: **vsbanka@dwarikesh.com**

Strategic Growth Advisors Pvt. Ltd.
CIN: U74140MH2010PTC204285
Payal Dave / Shogun Jain
dpayal@sgapl.net / jshogun@sgapl.net