



K.M. Sugar Mills Ltd.

Factory & Works : P.O. Motinagar-224201, Dist. Ayodhya (U. P.)
Phone : 7571000692, Email : director@kmsugar.com
CIN No.:L15421UP1971PLC003492 GSTIN No.:09AAACK5545P1ZZ

October 12, 2026

To
The Listing Department
BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai – 400001
Scrip Code: 532673

To
The Listing Department
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G
Bandra Kurla Complex
Mumbai – 400051

Trading Symbol: KMSUGAR

Subject: Cessation of KM Spirit & Allied Industries Limited as a Subsidiary of KM Sugar Mills Limited pursuant to the Scheme of Arrangement (Demerger); Disclosure under Regulation 30 of SEBI (LODR) Regulations, 2015

This is in furtherance of our previous letter dated October 01, 2026, regarding the effectiveness of the Scheme of Arrangement for Demerger of Distillery Division of K M Sugar Mills Limited (“Demerged Company”/ “the Company”) into K M Spirits and Allied Industries Limited (“Resulting Company”) and their respective shareholders and creditors (“Scheme”), KM Spirits and Allied Industries Limited has ceased to be a subsidiary of KM Sugar Mills Limited from October 12, 2026.

The relevant disclosure under Regulation 30 read with Schedule III of the Listing Regulations and the SEBI Circular No. HO/49/14/14(7)2025-CFD-POD2/I/3762/2026 dated January 30, 2026, is enclosed herewith as **Annexure A**.

The shareholding structure of KM Spirit & Allied Industries Limited has changed in accordance with the approved Scheme, as confirmed by a letter received from KM Spirit and Allied Industries Limited (as Annexed herewith as Annexure B), and KM Sugar Mills Limited no longer exercises control over KM Spirit & Allied Industries Limited.

For KM Sugar Mills Limited

Ritika Tandon
Company Secretary & Compliance Officer
Encl A/a



Annexure A

Disclosure under Regulation 30 read with Schedule III of the Listing Regulations and the SEBI Circular No. HO/49/14/14(7)2025-CFD-POD2/I/3762/2026 dated January 30, 2026

Particulars	Details
Name of subsidiary	KM Spirit & Allied Industries Limited
Reason for cessation	Pursuant to the Effectiveness of the Scheme of Arrangement for Demerger of Distillery Division of K M Sugar Mills Limited (“Demerged Company”/ “the Company”) into K M Spirits and Allied Industries Limited (“Resulting Company”) and their respective shareholders and creditors (“Scheme”), The Resulting Company vide letter date 12.10.2026 (annexed herewith as Annexure A) informed that the Board of Directors of the Resulting Company, in its meeting held today, i.e., October 12, 2026, have approved the allotment of 1,84,00,034 (<i>One Crore Eighty Four Lacs Thirty Four</i>) fully-paid up equity shares of INR 10/- each to the eligible equity shareholders of the Company whose names appeared in the Register of Members/ records of depositories as on the Record Date, i.e., October 02, 2026, in accordance with the terms of the Scheme. The existing equity shares of the Resulting Company as held by the Company stand cancelled and accordingly the Resulting Company ceases to be a subsidiary of the Company.
Date of cessation	October 12, 2026
Brief details	Upon the Scheme becoming effective, KM Spirit & Allied Industries Limited operates as a separate company and is no longer controlled by KM Sugar Mills Limited simultaneously with the allotment approved dated 12.10.2026. The existing equity shares of the Resulting Company as held by the Company stand cancelled and accordingly the Resulting Company ceases to be a subsidiary of the Company
Shareholding before cessation	100%
Shareholding after cessation	Nil / No controlling interest pursuant to Scheme

K M Spirits and Allied Industries Limited

Regd. Office: 76, Eldeco Greens, Gomtinagar, Lucknow UP 226010 INDIA.

CIN No.: U15100UP2018PLC101321; Phone no.: 0522-4079561

Mail id- cs@kmspirit.com

October 12, 2026

To
K M Sugar Mills Limited
76, Eldeco Greens, Gomtinagar,
Lucknow, Uttar Pradesh, India, 226010

Sub: Material update in connection with the Scheme of Arrangement for Demerger of Distillery Division of K M Sugar Mills Limited ("Demerged Company") into K M Spirits and Allied Industries Limited ("Resulting Company"/ "the Company") and their respective shareholders and creditors under Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 ("Scheme").

Dear Sir(s),

This is to inform you that the Board of Directors of the Company, in its meeting held today October 12, 2026, has *inter- alia*, approved the allotment of 1,84,00,034 (One Crore Eighty Four Lacs Thirty Four) fully-paid up equity shares of INR 10/- each to the eligible equity shareholders of K M Sugar Mills Limited whose names appeared in the Register of Members/ records of depositories as on the Record Date, i.e., October 02, 2026, in accordance with the terms of the Scheme.

The aforesaid equity shares as allotted shall rank *pari passu* in all respects with the existing equity shares of the Company.

Further, the said allotment also includes allotment of 7,319 (Seven Thousand Three Hundred and Nineteen) fully paid up Equity Shares of the Company arising out of the fractional share entitlements of the eligible equity shareholders of the Demerged Company, to Mr. Gurvinder Singh Monga - KM Spirits and Allied Industries Limited Fractional Entitlement (PAN No. BIUPM8606M), being the Trustee Appointed by the Board of the Company for disposal of the said fractional entitlements in the market and distribution of the Net Sales Proceeds within a period of 90 days from the date of allotment of shares in adherence with the Scheme and the applicable SEBI Master Circular.

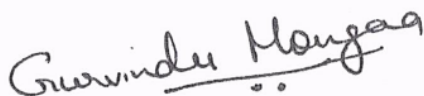
The Company is in the process of making the necessary applications to the Stock Exchanges for listing and obtaining trading approval for the aforesaid equity shares allotted pursuant to the Scheme.

This is for your information.

Thanking You.

Yours faithfully,

For KM Spirits and Allied Industries Limited



Gurvinder Singh Monga
Company Secretary & Compliance Officer
Membership No. A25201