



August 14, 2012

**BY FAX/COURIER**

National Stock Exchange of India Limited  
'Exchange Plaza'  
Bandra – Kurla Complex  
Bandra (E)  
Mumbai – 400051

Dear Sir,

In terms of the clause 41 of the Listing Agreement with the Stock Exchange, we enclose herewith the Unaudited Quarterly Financial Results of the Company for the quarter ended on 30.06.2012 along with the Limited Review Report.

These have been taken on record by the Board of Directors in their meeting held today.

These results are being published in the newspapers.

Thanking you,

Yours faithfully,

**(NAVEEN JAIN)**  
**COMPANY SECRETARY**

Encl: as above.

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**A. F. FERGUSON & CO.**  
CHARTERED ACCOUNTANTS  
9, SCINDIA HOUSE,  
KASTURBA GANDHI MARG,  
NEW DELHI - 110001.

**AUDITORS' REPORT**

**TO THE BOARD OF DIRECTORS OF  
MAWANA SUGARS LIMITED**

1. We have reviewed the accompanying statement of Financial Results of **MAWANA SUGARS LIMITED** ("the Company") for the quarter and fifteen months ended June 30, 2012 ("the Statement"). This Statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the Statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatements. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an opinion.
3. Attention is invited to note 9 regarding preparation of the financial results of the Company on a going concern basis for the reasons stated therein. The appropriateness of assumption of going concern is dependent upon the Company's ability to raise requisite finance and generate cash flows from operations in future to meet its obligations.
4. Our observation in our audit report dated May 30, 2011 on the accounts of the Company for the eighteen months period ended March 31, 2011, although not disclosed in the Statement (refer note 4 of the Statement) is summarized below :

Various matters arisen/arising out of the reorganization arrangement of DCM Limited will be settled and accounted for as and when the liabilities/benefits are finally determined. The effect of these on the results has not been determined by the Company.

5. Further to our comment in paragraph 3 above and except for the matters referred to in paragraph 4 above, based on our review nothing has come to our attention that causes us to believe that the Accompanying Statement, prepared in accordance with the Accounting Standards referred to in Section 211 (3C) of the Companies Act, 1956 and other recognised accounting practices and policies, has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreements with the stock exchanges, including the manner in which it is to be disclosed, or that it contains any material misstatement.



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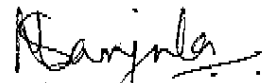
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6. Further, we also report that we have traced the number of shares as well as the percentage of shareholding in respect of the aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/encumbered and non-encumbered in respect of the aggregate amount of promoters and promoter group shareholding in terms of Clause 35 of the Listing Agreements and the particulars relating to undisputed investor complaints from the details furnished by the Management/Registrars.

For A.F. Ferguson & Co.  
Chartered Accountants  
(Registration No. 112066W)



Manjula Banerji  
Partner

(Membership No. 086423)

NEW DELHI, August 14, 2012



Mawana Sugars Limited

Regd. Office : 5th Floor, Kirti Mahal, 19 Rajendra Place, New Delhi - 110125



Statement of Standalone Unaudited Results for the quarter and fifteen months ended on 30.06.2012

(Rs. in Lacs)

| Particulars                                                         | Unaudited                 |                |               |                   |                      |                   | Audited                              |
|---------------------------------------------------------------------|---------------------------|----------------|---------------|-------------------|----------------------|-------------------|--------------------------------------|
|                                                                     | Quarter ended             |                |               |                   | Fifteen months ended |                   | Eighteen months ended March 31, 2011 |
|                                                                     | June 30, 2012             | March 31, 2012 | June 30, 2011 | December 31, 2010 | June 30, 2012        | December 31, 2010 |                                      |
| PART I                                                              | 1                         | 2              | 3             | 4                 | 5                    | 6                 | 7                                    |
| 1 Income from operations                                            |                           |                |               |                   |                      |                   |                                      |
| (a) Net sales/ income from operations (net of excise duty)          | 31201                     | 33402          | 23744         | 32565             | 140286               | 135113            | 161609                               |
| (b) Other Operating Income                                          | 52                        | 296            | 115           | 69                | 1135                 | 908               | 994                                  |
| Total Income from operations (net) (a+b)                            | 31253                     | 33698          | 23859         | 32634             | 141421               | 136021            | 162603                               |
| 2 Expenses                                                          |                           |                |               |                   |                      |                   |                                      |
| (a) Cost of materials consumed                                      | 1558                      | 47405          | 2874          | 22494             | 89043                | 109397            | 151223                               |
| (b) Changes in inventories of finished goods, work-in-progress      | 22262                     | (21983)        | 14286         | 873               | 15975                | (8534)            | (36097)                              |
| (c) Employee benefits expense                                       | 1771                      | 1880           | 1748          | 1803              | 8415                 | 8925              | 10787                                |
| (d) Depreciation and amortisation expenses                          | 1263                      | 1246           | 1290          | 1335              | 6393                 | 6650              | 7930                                 |
| (e) Power and fuel                                                  | 3245                      | 2648           | 2234          | 1977              | 13343                | 9826              | 12206                                |
| (f) Stores, spares and components                                   | 1078                      | 1529           | 1111          | 1145              | 6898                 | 5339              | 6885                                 |
| (g) Loss on cancellation of contracts                               | -                         | -              | -             | -                 | -                    | 2238              | 2238                                 |
| (h) Other expenses                                                  | 350                       | 2814           | 355           | 1062              | 6292                 | 5880              | 8842                                 |
| Total Expenses (a to h)                                             | 31527                     | 35639          | 23896         | 30689             | 147359               | 139721            | 164014                               |
| 3 Profit/ (Loss) from operations before other income, finance       | (274)                     | (1941)         | (37)          | 1945              | (5938)               | (3700)            | (1411)                               |
| 4 Other income                                                      | 500                       | 536            | 79            | 3497              | 1920                 | 4673              | 5961                                 |
| 5 Profit/ (Loss) from ordinary activities before finance cost       | 226                       | (1405)         | 42            | 5442              | (4018)               | 973               | 4550                                 |
| 6 Finance Costs                                                     | 2214                      | 2145           | 2333          | 1722              | 10207                | 8664              | 10412                                |
| 7 Profit/ (Loss) from ordinary activities after finance costs but   | (1988)                    | (3550)         | (2291)        | 3720              | (14225)              | (7691)            | (5862)                               |
| 8 Exceptional items (Refer Note 3)                                  | -                         | -              | -             | -                 | 4655                 | -                 | -                                    |
| 9 Profit/ (Loss) from ordinary activities before tax (7-8)          | (1988)                    | (3550)         | (2291)        | 3720              | (18880)              | (7691)            | (5862)                               |
| 10 Tax Expenses                                                     |                           |                |               |                   |                      |                   |                                      |
| Current tax                                                         | -                         | -              | -             | -                 | -                    | -                 | -                                    |
| Provision for tax written back relating to earlier years            | (271)                     | -              | -             | -                 | (271)                | -                 | -                                    |
| 11 Net Profit/ (Loss) from ordinary activities after tax (9-10)     | (1717)                    | (3550)         | (2291)        | 3720              | (18609)              | (7691)            | (5862)                               |
| 12 Extraordinary items (net of tax)                                 | -                         | -              | -             | -                 | -                    | -                 | -                                    |
| 13 Net Profit/ (Loss) for the period (11+12)                        | (1717)                    | (3550)         | (2291)        | 3720              | (18609)              | (7691)            | (5862)                               |
| 14 Paid-up equity share capital (Face value of each share Rs. 10/-) | 3496                      | 3496           | 3496          | 3496              | 3496                 | 3496              | 3496                                 |
| 15 Reserve excluding Revaluation Reserve as per balance             | -                         | -              | -             | -                 | -                    | -                 | 12495                                |
| 16 Earning per share (of Rs. 10 each) (Not annualised)              |                           |                |               |                   |                      |                   |                                      |
| - Basic/Diluted                                                     | (4.91)                    | (10.16)        | (8.55)        | 10.64             | (53.23)              | (22.00)           | (16.77)                              |
| PART II                                                             |                           |                |               |                   |                      |                   |                                      |
| A PARTICULARS OF SHAREHOLDING                                       |                           |                |               |                   |                      |                   |                                      |
| 1 Public shareholding                                               |                           |                |               |                   |                      |                   |                                      |
| - Number of shares                                                  | 11,895,888                | 11,895,888     | 11,895,888    | 11,895,888        | 11,895,888           | 11,895,888        | 11,895,888                           |
| - Percentage of shareholding                                        | 34.03%                    | 34.03%         | 34.03%        | 34.03%            | 34.03%               | 34.03%            | 34.03%                               |
| 2 Promoters and Promoter Group Shareholding                         |                           |                |               |                   |                      |                   |                                      |
| a) Pledged/Encumbered                                               |                           |                |               |                   |                      |                   |                                      |
| - Number of shares                                                  | NIL                       | NIL            | NIL           | NIL               | NIL                  | NIL               | NIL                                  |
| - Percentage of shares (as a % of the total shareholding of         | NIL                       | NIL            | NIL           | NIL               | NIL                  | NIL               | NIL                                  |
| - Percentage of shares (as a % of the total share capital of        | NIL                       | NIL            | NIL           | NIL               | NIL                  | NIL               | NIL                                  |
| b) Non - encumbered                                                 |                           |                |               |                   |                      |                   |                                      |
| - Number of shares                                                  | 23,060,923                | 23,060,923     | 23,060,923    | 23,060,923        | 23,060,923           | 23,060,923        | 23,060,923                           |
| - Percentage of shares (as a % of the total shareholding of         | 100%                      | 100%           | 100%          | 100%              | 100%                 | 100%              | 100%                                 |
| - Percentage of shares (as a % of the total share capital of        | 65.97%                    | 65.97%         | 65.97%        | 65.97%            | 65.97%               | 65.97%            | 65.97%                               |
| Particulars                                                         | 3 months ended 30.06.2012 |                |               |                   |                      |                   |                                      |
| B INVESTOR COMPLAINTS                                               |                           |                |               |                   |                      |                   |                                      |
| Pending at the beginning of the quarter                             |                           |                |               | 0                 |                      |                   |                                      |
| Received during the quarter                                         |                           |                |               | 4                 |                      |                   |                                      |
| Disposed of during the quarter                                      |                           |                |               | 4                 |                      |                   |                                      |
| Remaining unresolved at the end of the quarter                      |                           |                |               | 0                 |                      |                   |                                      |

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**Segment wise Revenue Results and Capital Employed  
under clause 41 of the Listing Agreement**



(Rs. in Lacs)

| S. NO | Particulars                                                                                    | Unaudited     |               |               |                  |                      |                  | Audited                             |
|-------|------------------------------------------------------------------------------------------------|---------------|---------------|---------------|------------------|----------------------|------------------|-------------------------------------|
|       |                                                                                                | Quarter ended |               |               |                  | Fifteen months ended |                  | Eighteen months ended March 31 2011 |
|       |                                                                                                | June 30 2012  | March 31 2012 | June 30 2011  | December 31 2010 | June 30 2012         | December 31 2010 |                                     |
|       |                                                                                                | 1             | 2             | 3             | 4                | 5                    | 6                | 7                                   |
| 1.    | <b>Segment Revenue</b>                                                                         |               |               |               |                  |                      |                  |                                     |
|       | a Sugar                                                                                        | 25383         | 31199         | 19059         | 31141            | 120979               | 133622           | 159546                              |
|       | b Power                                                                                        | 910           | 13807         | 1347          | 8811             | 24730                | 35041            | 48163                               |
|       | c Chemical                                                                                     | 5323          | 4953          | 4228          | 3822             | 23766                | 18881            | 21101                               |
|       | d Other                                                                                        | 1561          | 1401          | 1329          | 1366             | 5543                 | 5037             | 6625                                |
|       | <b>Total</b>                                                                                   | <b>33177</b>  | <b>51360</b>  | <b>25963</b>  | <b>45140</b>     | <b>175018</b>        | <b>190581</b>    | <b>235435</b>                       |
|       | Less: Inter-Segment revenue                                                                    | 1924          | 17662         | 2104          | 12506            | 33597                | 54560            | 72832                               |
|       | <b>Net Sales / Income from Operations</b>                                                      | <b>31253</b>  | <b>33698</b>  | <b>23859</b>  | <b>32634</b>     | <b>141421</b>        | <b>136021</b>    | <b>162603</b>                       |
| 2.    | <b>Segment Results</b>                                                                         |               |               |               |                  |                      |                  |                                     |
|       | <b>Profit / (Loss) (before tax and interest) from Segment</b>                                  |               |               |               |                  |                      |                  |                                     |
|       | a Sugar                                                                                        | 757           | (7677)        | (124)         | (970)            | (11220)              | (7814)           | (9387)                              |
|       | b Power                                                                                        | (250)         | 5613          | 311           | 3270             | 7854                 | 8270             | 12357                               |
|       | c Chemical                                                                                     | 66            | 174           | 89            | 13               | 513                  | (888)            | (1112)                              |
|       | d Other                                                                                        | 395           | 461           | 390           | 253              | 1304                 | 223              | 806                                 |
|       | <b>Total</b>                                                                                   | <b>968</b>    | <b>(1429)</b> | <b>666</b>    | <b>2566</b>      | <b>(1649)</b>        | <b>(209)</b>     | <b>2664</b>                         |
|       | Less: i) Finance Cost                                                                          | 2214          | 2145          | 2333          | 1722             | 10207                | 8664             | 10412                               |
|       | ii) Other unallocable expenditure / (Income)<br>net off other unallocable Income / expenditure | 742           | (24)          | 624           | (2876)           | 2469                 | (1182)           | (1886)                              |
|       | iii) Exceptional Item (Refer Note 3)                                                           | -             | -             | -             | -                | 4655                 | -                | -                                   |
|       | <b>Total Profit/(Loss) before Tax</b>                                                          | <b>(1988)</b> | <b>(3550)</b> | <b>(2291)</b> | <b>3720</b>      | <b>(16880)</b>       | <b>(7691)</b>    | <b>(5862)</b>                       |
| 3.    | <b>Segment Capital employed</b>                                                                |               |               |               |                  |                      |                  |                                     |
|       | a Sugar                                                                                        | 26509         | 36830         | 44537         | 29398            | 26509                | 29398            | 55167                               |
|       | b Power                                                                                        | 21883         | 23349         | 20481         | 21856            | 21883                | 21856            | 21107                               |
|       | c Chemical                                                                                     | 8363          | 9339          | 10888         | 10058            | 8363                 | 10058            | 10859                               |
|       | d Other                                                                                        | 6502          | 6078          | 6791          | 6124             | 6502                 | 6124             | 6354                                |
|       | e Unallocated                                                                                  | 4946          | 5077          | 4615          | 4129             | 4946                 | 4129             | 4924                                |
|       | <b>Total Segment Capital Employed</b>                                                          | <b>68203</b>  | <b>80673</b>  | <b>87312</b>  | <b>71565</b>     | <b>68203</b>         | <b>71565</b>     | <b>98411</b>                        |

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**Notes:**

1. The above results have been taken on record by the Board of Directors in its meeting held on August 14, 2012.
2. The Company, inter-alia, manufactures Sugar which is produced during the season and sold throughout the year. As such the performance in any quarter may not be representative of the annual performance of the Company.
3. Exceptional item represents the differential cane price of Rs. 46.55 crores for the sugar season 2007-08 accounted for in the quarter ended 31<sup>st</sup> December 2011 pursuant to the Hon'ble Supreme Court's order dated January 17, 2012. Subsequently, the amount has been paid on April 16, 2012.
4. The above results should be read together with the observation of the Auditors in their Report on the accounts for the eighteen months ended March 31, 2011. No provision has been considered in respect of the matter covered in Note 14 to the accounts for the reasons stated therein.
5. The year to date figures for current period ended June 30, 2012 (mentioned in column 5) are not comparable with the year to date figures for the previous period ended Dec 31, 2010 (mentioned in column 6) as the current period comprises of 5 quarters i.e. 3 off season quarters and 2 season quarters as against 5 quarters in the previous period comprising of 2 off season quarters and 3 season quarters.
6. The requisite approval for the extension and change of financial year has been received from Registrar of Companies, Delhi & Haryana, As such the financial year has been extended from March 31, 2012 to September 30, 2012.
7. In view of change in accounting year all the off-seasonal expenses have been charged off in the current quarter/period ended on June 30, 2012. However, in the quarter ended on June, 2011 the off seasonal expenses were deferred amounting to Rs. 1834 lacs.
8. The rework proposal envisaging restructuring of debts of the Company has been approved by CDR empowered group in its meeting held on June 25, 2012.
9. During the current period, the Company's financials were adversely affected by low sugar prices, lower than expected recoveries of sugar from cane, high sugar cane prices and consequential under recovery of cost of production, which has significantly affected the entire Sugar industry in Uttar Pradesh. Higher finance costs were also added to the significant operating/ cash losses and consequential erosion of net worth. The Company has already initiated various steps including corporate debt restructuring etc. which support preparing these financial results on going concern basis. Further, the State/Central Governments are seized of the problems of the sugar industry and are considering long term solutions in this regard.
10. Pursuant to Circular CIR/CFD/DIL/4/2012 dated April 16, 2012 issued by Securities and Exchange Board of India, figures for the previous year/ period have been regrouped wherever necessary to correspond with the current year/period's figures.

**Limited Review**

The Limited Review, as required under Clause 41 of the Listing Agreement has been completed and the related Report forwarded to the Stock Exchanges. This Report does not have any impact on the above 'Results and Notes' for the quarter and fifteen months ended 30th June, 2012 which needs to be explained, except in respect of matters explained in note 4 above.

For Mawana Sugars Limited

  
A.K. MEHRA  
DIRECTOR

Place : New Delhi  
Date : August 14, 2012

