



Refer: MSL/NSE/

August 13, 2013

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 30.6.2013 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.

MAWANA SUGARS LIMITED**Corporate Office:**

Plot No. 15, Institutional Area
Sector-32, Gurgaon-122 001 (India)
T 91-124-4298000 F 91-124-4298300

Registered Office:

5th Floor, Kirti Mahal, 19 Rajendra Place
New Delhi-110 125 (India)
T 91-11-25739103 F 91-11-25743659

E corporate@mawanasugars.com
www.mawanasugars.com



A. P. J. S. & CO.
9, SCINDIA HOUSE,
KASTURBA GANDHI MARG,
NEW DELHI - 110001.

INDEPENDENT AUDITORS' REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
MAWANA SUGARS LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **MAWANA SUGARS LIMITED** ("the Company") for the Quarter and nine Months ended June 30, 2013 ("the Statement"), being submitted by the Company pursuant to Clause 41 of the Listing Agreements with the Stock Exchanges except for the disclosures in Part II - Select Information referred to in paragraph 6 below. 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 misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
 3. (a) Various matters arisen/arising out of the reorganisation arrangement of DCM Limited will be settled and accounted for as and when the liabilities/benefits are finally determined as stated in note 4 of the Statement. The effect of these on the results has not been determined by the Company.
 - (b) Attention is invited to note 5(a) of the Statement which explains the transaction underlying the recognition of profit on transfer of shares of Siel - IE, a wholly owned subsidiary of the Company, to Siel - IED, another wholly owned subsidiary of the Company in the previous period.
- In our opinion, as the amount recorded as profit on sale of shares of Siel - IE to Siel - IED represents surplus arising out of recognition of the fair value of Siel - IE shares exchanged for the additional shares acquired in Siel - IED and since the exchange of shares in Siel - IE for shares in Siel - IED is an exchange of shares in entities under common control without dilution in the Company's control over Siel - IE even after the non-monetary transfer of shares to Siel - IED, the Deficit in the Statement of Profit and Loss is understated by Rs. 12154 lacs.
4. Based on our review conducted as stated above, except for the matters referred to in paragraph 3 above, 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.

A.F.FERGUSON&CO.

5. Attention is invited to note 8 of the Statement regarding the Company being a "Sick Industrial Company" in terms of the provisions of the Section 3(1)(o) of the Sick Industrial Companies (Special Provisions), Act, 1985, as the Company's net worth has been fully eroded and the Company has incurred cash losses during the current period. The ability of the Company to continue as a going concern is dependent upon the successful completion of initiatives to improve the operational performance and the Company's ability to generate sufficient cash flows to meet its future obligations. However, the financials results of the Company have been prepared by the Management of the Company on a going concern basis for the reasons stated therein. Our conclusion is not qualified in respect of this matter.
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 investor complaints disclosed in Part II - Select Information for the Quarter and nine Months Ended June 30, 2013 of the Statement, from the details furnished by the Management/Registrars.

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



Jaideep Bhargava
Partner

(Membership No. 090295)

New Delhi, August 13th, 2013

Mawana Sugars Limited

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

**Statement of Standalone Unaudited Financial Results for the quarter and nine months ended June 30, 2013**

Particulars		Unaudited					(Rs. in Lacs)
		Quarter ended			Nine Months ended June 30, 2013	Fifteen Months ended June 30, 2012	Audited Eighteen Months ended September 30, 2012
		June 30, 2013	March 31, 2013	June 30, 2012			
PART I		1	2	3	4	5	6
1	Income from operations						
	(a) Net sales/ Income from operations (net of excise duty)	44061	32909	31201	100501	140286	168619
	(b) Other operating income	55	77	52	240	1135	1169
	Total Income from operations (net) (a+b)	44116	32986	31253	100741	141421	169788
2	Expenses						
	(a) Cost of materials consumed	12278	62886	1558	105316	68043	89533
	(b) Changes in Inventories of finished goods and work-in-progress	26512	(40956)	22262	(28920)	15975	35117
	(c) Employee benefits expense	1902	2286	1771	6242	9415	11241
	(d) Depreciation and amortisation expenses	1258	1240	1263	3776	6393	7663
	(e) Power and fuel	2981	3186	3245	9754	13343	16506
	(f) Stores, spares and components	883	1810	1078	4675	6898	8476
	(g) Other expenses	593	3365	350	5937	6292	6885
	Total Expenses (a to g)	46407	33817	31527	106780	147359	176421
3	Profit/ (Loss) from operations before other income, finance costs and exceptional items (1-2)	(2291)	(831)	(274)	(6039)	(6938)	(6633)
4	Other income	342	66	500	860	1920	2051
5	Profit/ (Loss) from ordinary activities before finance costs and exceptional items (3+4)	(1949)	(765)	226	(5179)	(4018)	(3582)
6	Finance costs	2604	2327	2214	6790	10207	12292
7	Profit/ (Loss) from ordinary activities after finance costs but before exceptional items (5-6)	(4553)	(3092)	(1988)	(11969)	(14225)	(15874)
8	Exceptional items expense/(income) (Refer Note 5)	(505)	-	-	(505)	4655	(7499)
9	Profit/ (Loss) from ordinary activities before tax (7-8)	(4048)	(3092)	(1988)	(11464)	(18880)	(8375)
10	Tax expenses						
	Relating to earlier years	-	-	-	29	-	-
	Provision for tax written back relating to earlier years	(10)	-	(271)	(10)	(271)	(271)
11	Net Profit/ (Loss) from ordinary activities after tax (9-10)	(4038)	(3092)	(1717)	(11483)	(18609)	(8104)
12	Extraordinary items (net of tax)	-	-	-	-	-	-
13	Net Profit/ (Loss) for the period (11+12)	(4038)	(3092)	(1717)	(11483)	(18609)	(8104)
14	Paid-up equity share capital (Face value of each share Rs. 10/-)	3912	3912	3496	3912	3496	3496
15	Reserve excluding Revaluation Reserve as per balance sheet	-	-	-	-	-	4392
16	Earning per share (of Rs. 10 each) (Not annualised)						
	- Basic/Diluted	(10.33)	(7.84)	(4.91)	(29.73)	(53.23)	(23.18)
PART II							
A PARTICULARS OF SHAREHOLDING							
1	Public shareholding						
	- Number of shares	11895888	11895888	11895888	11895888	11895888	11895888
	- Percentage of shareholding	30.41%	30.41%	34.03%	30.41%	34.03%	34.03%
2	Promoters and Promoter Group Shareholding						
a)	Pledged/Encumbered*						
	- Number of shares	27002959	26066794	NIL	27002959	NIL	21906741
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	99.20%	95.76%	NIL	99.20%	NIL	95.00%
	- Percentage of shares (as a % of the total share capital of the Company)	69.03%	66.64%	NIL	69.03%	NIL	62.67%
	* The Promoter of the Company has signed Non-disposal undertaking with the lender for 26,002,959 equity shares and M/s.Usha International Limited have pledged 10,00,000 equity shares with the lender of the equity.						
b)	Non - encumbered						
	- Number of shares	218017	1154182	23060923	218017	23060923	1154182
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	0.80%	4.24%	100%	0.80%	100%	5.00%
	- Percentage of shares (as a % of the total share capital of the Company)	0.56%	2.95%	65.97%	0.56%	65.97%	3.30%
Particulars		3 months ended 30.06.2013					
B INVESTOR COMPLAINTS							
Pending at the beginning of the quarter		0					
Received during the quarter		9					
Disposed of during the quarter		9					
Remaining unresolved at the end of the quarter		0					

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

Revenue Results and Capital Employed under clause 41 of the Listing Agreement							
S. NO	Particulars	Unaudited					(Rs. in Lacs)
		Quarter ended			Nine Months ended June 30, 2013	Fifteen Months ended June 30, 2012	Audited Eighteen Months ended September 30, 2012
		June 30, 2013	March 31, 2013	June 30, 2012			
		1	2	3	4	5	6
1.	Segment Revenue						
	a Sugar						
	b Power	41364	32870	25383	93791	120979	141274
	c Chemical	4264	16835	910	27537	24730	25720
	d Distillery	4496	5717	5323	16207	23766	29649
	e Others	409	77	1561	934	5431	7288
	Total	-	-	-	-	5431	7288
	Less: Inter-Segment revenue	50533	54499	33177	138469	112	112
	Net Sales / Income from Operations	6417	21513	1924	37728	175018	204043
		44116	32986	31253	100741	33597	34255
2.	Segment Results						
	Profit / (Loss) (before tax, finance cost and exceptional items) from Segment						
	a Sugar						
	b Power	(2691)	(6485)	757	(14067)	(11220)	(11047)
	c Chemical	1278	6445	(250)	10327	7854	7856
	d Distillery	(305)	118	66	(148)	513	875
	Total	29	(103)	395	(47)	1304	1832
	Less: i) Finance costs	(1689)	(25)	968	(3935)	(1549)	(482)
	ii) Other un-allocable expenditure net off un-allocable income	2604	2327	2214	6790	10207	12292
	iii) Exceptional items expense/(income) (Refer Note 5)	260	740	742	1244	2469	3100
	Total Profit/(Loss) before Tax	(505)	-	-	(505)	4655	(7499)
		(4048)	(3092)	(1988)	(11464)	(18880)	(8375)
3.	Segment Capital employed						
	a Sugar	29187	40777	26509	29187	26509	14289
	b Power	22866	22537	21883	22866	21883	20664
	c Chemical	8032	8444	8363	8032	8363	8565
	d Distillery	6422	5271	6502	6422	6502	5162
	e Unallocated	16949	17344	4946	16949	4946	16443
	Total Segment Capital Employed	83456	94373	68203	83456	68203	65123

**Notes:**

1. The above results have been taken on record by the Board of Directors in its meeting held on August 13, 2013.
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. The year to date figures (mentioned in column 4) for current period ended June 30, 2013 are not comparable with the year to date figures (mentioned in column 5) for the previous period ended June 30, 2012 as it includes result for 3 quarter of the current financial year as against 5 quarters of last financial year. This is due to the Company extending its last financial year by six months in a process to change the accounting year to October 01 to September 30, of every year.
4. There are various issues relating to sales tax, income tax etc. arisen/arising out of reorganization arrangement of DCM Limited which will be settled and accounted for in terms of the Scheme of Arrangement of DCM Limited and memorandum of understanding between all the companies involved as and when liabilities/benefits are fully determined.

In the opinion of the management, having regard to the current status of the assessment proceedings at various stages and since no demand have been received by the Company on this account, the effect of these matters on the accounts, though not determinable at this stage, are not expected to be significant.

5. Exceptional items represent:

- a. Eighteen months ended September 30, 2012: The Company had sold 13,475,000 equity shares of Rs. 10/- each of Siel Industrial Estate Limited (Siel IE), a wholly owned subsidiary of the Company to Siel Infrastructure & Estate Developers Private Limited (Siel IED) which became a wholly owned subsidiary w.e.f. September 13, 2012 for a consideration aggregating to Rs. 13502 lacs, as determined through an independent valuation for Siel IE based on the Net Asset Value method. The consideration had been received by the Company in the form of 13,501,950 equity shares of Rs. 100/- each fully paid up of Siel IED. Accordingly, the Company had recognised a profit of Rs. 12154 lacs in the Statement of Profit and Loss.
- b. Fifteen months ended June 30, 2012 and Eighteen months ended September 30, 2012: The differential cane price of Rs.4655 lacs for the sugar season 2007-08 accounted for in the quarter ended December 31, 2011 pursuant to the Hon'ble Supreme Court's order dated January 17, 2012.
- c. Nine months and quarter ended June 30, 2013: The Company has sold 31,29,994 equity shares of Rs. 10/- fully paid up (65.03% of paid up capital) held by it in Mawana Foods Limited (MFL), a subsidiary of the Company at a price of Rs. 26.12 per share to Usha International Limited (UIL) for a total consideration of Rs. 818 lacs. Consequently, MFL ceased to be subsidiary of the Company w.e.f. June 29, 2013 and the Company has recognized a profit of Rs. 505 lacs.

6. During the period ended June 30, 2013 the Company has issued and allotted 4,160,053 equity shares of Rs. 10 each fully paid-up at a price of Rs. 15.12 per share (including premium of Rs. 5.12 per share) under SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2009 for preferential issue on November 02, 2012 to M/s Usha International Limited (Promoter) pursuant to requirement of CDR package.
7. During the quarter ended on June 30, 2013, there has been an inter-se transfer of equity shares, wherein Usha International Limited (UIL) has transferred 2,59,77,735 equity shares of Rs. 10 each (66.41% of the paid up capital) at a price of Rs. 10 per share to Mr. Siddharth Shriram, promoter of the Company. Consequently the Company ceased to be the subsidiary of UIL w.e.f. June 20, 2013.

The Board of Directors in its meeting held on August 13, 2013 has taken cognizance that UIL ceased to be a Promoter of the Company.

8. As per communication received from Board for Industrial and Financial Reconstruction (BIFR) vide its letter no. BIFR/Sec.23/2144/BC/2013 dated May 13, 2013, the Company has become a Sick Industrial Company in terms of Sick Industrial Companies (Special Provisions) Act, 1985 (SICA). Accordingly, the Company, in terms of Board of Directors' resolution dated June 3, 2013 has filed a reference in Form 'A' with BIFR on August 01, 2013.

In view of various initiatives to improve the operational performance and financial position being undertaken by the Company including discussions with various Stakeholders, these financial results have been prepared by the Company on a going concern basis.

9. The Board of Directors of the Company at its meeting held on July 15, 2013 has approved the resignation of Mr. Sunil Kakria, Managing Director of the Company effective close of business on July 31, 2013.
10. Figures for the previous corresponding period have been regrouped wherever necessary.

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 ended June 30, 2013 which needs to be explained, except in respect of matters explained in notes 4 and 5 (a) above.

For Mawana Sugars Limited


A.K. Mehra
Director

Place : New Delhi

Date : August 13, 2013

