

THIRU AROORAN SUGARS LIMITED

August 14, 2018

**National Stock Exchange of India Ltd
Exchange Plaza
C-1, Block G
Bandra Kurla Complex, Bandra (E)
Mumbai - 400 051**

Dear Sir,

**Sub.: Audited Financial Results for the Quarter and Year ended
March 31, 2018 - compliance under Regulation 33 of SEBI (Listing
Obligations and Disclosure Requirements) Regulations, 2015**

Pursuant to Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose the following:

1. Audited Standalone Financial Results of the Company for the Quarter and Year ended March 31, 2018
2. Audited Consolidated Financial Results of the Company for the year ended March 31, 2018

The above Results have been duly approved by the Board of Directors of the Company, at the Meeting held today. The Meeting of the Board of Directors commenced at 5.30 P.M. and concluded at 8.45 P.M.

3. Copy of the Reports of the Statutory Auditors, M/s.Guru & Ram LLP, Chennai on the Standalone and Consolidated Financial Results of the Company for the year ended March 31, 2018.

Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby declare that the aforesaid Reports of Statutory Auditors do not contain any qualification (unmodified opinion) on the Standalone and Consolidated Financial Results of the Company for the Financial Year ended March 31, 2018.

We are arranging to publish the Audited Financial Results in the Newspapers in the prescribed format, pursuant to Regulations 33 and 47 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Thanking you,

Yours faithfully,
for **THIRU AROORAN SUGARS LIMITED**


R V TYAGARAJAN
CHAIRMAN AND MANAGING DIRECTOR

Encl: as above

THIRU AROORAN SUGARS LIMITED

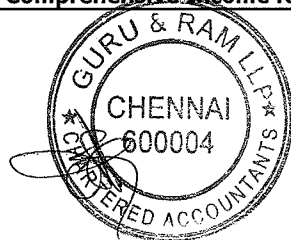
Regd. Office: "Eldorado", V Floor, 112 Nungambakkam High Road, Chennai 600 034

AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2018

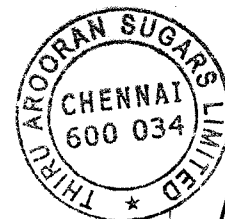
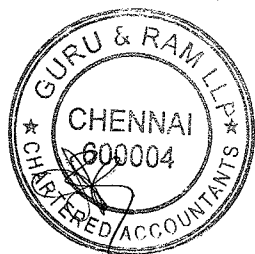
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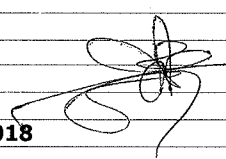
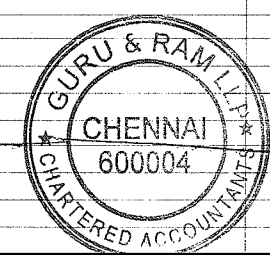
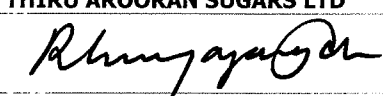
Rs. in lakhs

S No	Particulars	Standalone					Consolidated	
		Three months ended			Year ended		Year ended	
		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)*	March 31, 2017 (Audited)*
1	Income							
	a) Revenue from Operations,	3320.37	910.94	6,934.78	20205.81	24122.71	39,011.67	63,154.87
	b) Other Income	(358.21)	451.97	499.92	555.59	575.43	1,638.18	2,571.32
	Total Income	2962.16	1362.91	7434.70	20761.40	24698.14	40649.85	65726.19
2	Expenses							
	a) Cost of Materials consumed	2621.77	607.93	8,381.33	9726.62	14682.68	21,039.19	32,421.35
	b) Purchase of stock-in-trade	310.00	-	-	310.00	0.74	773.36	29.34
	c) Changes in Inventories of Finished goods and Work-in-progress	(326.82)	274.72	(5,546.18)	7,402.10	1652.70	14,174.60	9,786.63
	d) Excise Duty on Sales	-	-	299.52	242.06	1061.14	371.81	2,366.27
	e) Employee Benefits Expense	281.67	326.06	397.29	1310.25	1496.70	3,060.84	3,415.80
	f) Finance Cost	722.84	701.23	585.41	2690.75	2603.42	8,413.69	7,942.57
	g) Depreciation and Amortisation Expense	188.93	189.17	190.57	756.50	759.76	2,418.36	2,383.41
	h) Other Expenses	1341.06	715.61	1,169.64	4672.32	3184.01	8,988.93	9,649.16
	Total Expenses	5139.45	2814.72	5477.58	27110.60	25441.15	59240.78	67994.53
3	Profit/(Loss) before Tax before Exceptional Items (1-2)	(2177.29)	(1451.81)	1957.12	(6349.20)	(743.01)	(18590.93)	(2268.34)
4	Exceptional Items	-	-	-	-	-	-	-
5	Profit/(Loss) Before Tax (3-4)	(2177.29)	(1451.81)	1957.12	(6349.20)	(743.01)	(18590.93)	(2268.34)
6	Tax Expenses							
	Current Tax	-	-	-	-	-	-	27.70
	Deferred Tax	(442.01)	(479.97)	635.22	(1821.24)	(254.91)	(5,314.79)	(765.41)
7	Profit/(Loss) After Tax (5-6)	(1735.28)	(971.84)	1321.90	(4527.96)	(488.10)	(13276.14)	(1530.63)
8	Other Comprehensive Income							
	Items that will not be reclassified to Profit or Loss							
	(i) Re-measurement of Defined Benefit Plans (net of Income Tax effect thereon)	70.67	-	1.93	70.67	10.15	224.52	14.51
	(ii) Equity Instruments thro' Other Comprehensive Income	(542.19)	-	69.27	(542.19)	69.27	(600.37)	98.22
		(471.52)		71.20	(471.52)	79.42	(375.85)	112.73
9	Total Comprehensive Income for the Period (7+8)	(2206.80)	(971.84)	1393.10	(4999.48)	(408.68)	(13651.99)	(1417.90)

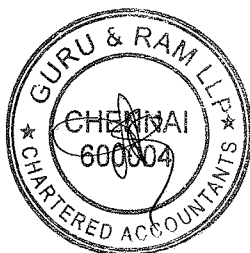


S No	Particulars	Standalone					Consolidated	
		Three months ended			Year ended		Year ended	
		March 31,	December 31,	March 31,	March 31,	March 31,	March 31,	March 31,
		2018	2017	2017	2018	2017	2018	2017
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)	(Audited)*	(Audited)*
10	Profit attributable to:							
	Owners of the Company						(7911.05)	(843.75)
	Non Controlling Interests						(5365.09)	(686.88)
	Profit/(Loss) for the Year						(13276.14)	(1530.63)
11	Other Comprehensive Income attributable to:							
	Owners of the Company						(439.73)	92.29
	Non Controlling Interest						63.88	20.44
	Other Comprehensive Income for the year						(375.85)	112.73
12	Total Comprehensive Income for the year							
	Owners of the Company						(8350.78)	(751.46)
	Non Controlling Interest						(5301.21)	(666.44)
	Total Comprehensive Income for the year	(2,206.80)	(971.84)	1,393.10	(4,999.48)	(408.68)	(13651.99)	(1417.90)
13	Reserves (Excluding Revaluation Reserve)				(813.83)	4185.65	10206.68	18557.46
14	Paid up Equity Share Capital (Equity Shares of Rs.10/- each)	1131.67	1131.67	1131.67	1131.67	1131.67	1131.67	1131.67
15	Earnings per Share							
	a) Basic (Rs. per Share)	(15.33)	(8.59)	11.68	(40.01)	(4.31)	(69.91)	(7.46)
	b) Diluted (Rs. per Share)	(15.33)	(8.59)	11.68	(40.01)	(4.31)	(69.91)	(7.46)
* Consolidated Results of Thiru Arooran Sugars Limited ,Terra Energy Limited and Shree Ambika Sugars Ltd.								
Notes :								
1 This Statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS) prescribed under Section 133 of the Companies Act,2013 and other recognised accounting practices and policies to the extent applicable. Beginning April 01, 2017 (Adoption date), the Company has for the first time adopted Ind AS with a transition date of April 01, 2016.								
2 In compliance of MCA Notification dated 16-2-2015, the Company has adopted Indian Accounting Standard (Ind AS) from April 1, 2017. Based on SEBI's Circular CIR/CFD/FAC/62/2016 dated July 5, 2016, the Company has presented the Ind AS compliant Financial Results for the previous periods and provided below the reconciliation of Net Profit/(Loss) in accordance with the requirement of Paragraph 32 of the Ind AS 101- First time adoption of Ind AS.								



Reconciliation		Standalone		Consolidated
Particulars		Three Months ended 31.03.2017	Year ended 31.03.2017	Year ended 31.03.2017
1. Net Profit/(Loss) as per previous GAAP		1324.43	(477.95)	(1516.12)
2. Adjustments: Add/(Less)				
(i) Remeasurement of Defined Employee Benefit Plans (Net of tax)		(2.53)	(10.15)	(14.51)
3. Net Profit/(Loss) after tax as per Ind AS		1321.90	(488.10)	(1530.63)
4. Other Comprehensive Income (net of Income tax)		71.20	79.42	112.73
Total Comprehensive Income for the Period		1393.10	(408.68)	(1417.90)
Reconciliation of Equity as at March 31, 2017			Standalone	Consolidated
			As at 31.3.2017	As at 31.3.2017
Equity (Reserves and Surplus) as per previous GAAP			9108.94	28499.38
Add: Changes in Fair Value of Equity instruments FVTOCI under Ind AS 109			225.93	276.01
Other Equity as per Ind AS			9334.87	28775.39
3 Figures for the last quarter are the difference between Audited figures in respect of the full Financial Year and the published year todate figures up to the third quarter of the current Financial Year.				
4 Revenue from operations for the year ended March 31, 2018 includes Excise Duty up to June 30,2017 which was discontinued effective from July 01,2017 upon implementaiton of Goods and Service Tax (GST). Revenue from operations of earlier periods being inclusive of Excise Duty are not comparable.				
5 Previous Quarter's/ Accounting Year's figures have been regrouped wherever necessary.				
6 The above results were reviewed and recommended by the Audit Committee and approved by the Board of Directors at their meetings held on August 14, 2018				
 		For and on behalf of the Board of Directors of THIRU AROORAN SUGARS LTD  R V TYAGARAJAN Chairman and Managing Director		
Chennai August 14,2018				

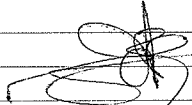
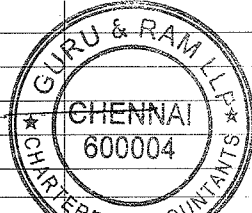
REPORTING OF SEGMENTWISE REVENUE, RESULTS AND CAPITAL EMPLOYED								
UNDER REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015								
							Rs. in lakhs	
		Standalone					Consolidated	
SI	PARTICULARS	Three Months ended			Year ended		Year ended	
No.		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
1	Segment Revenue (Sales/Income)							
	a) Sugar	3280.82	649.51	6671.35	18109.54	21187.36	34950.21	51831.12
	b) Power	-	-	-	-	-	6276.53	7327.58
	c) Distillery	320.00	265.52	1032.52	3976.49	4250.24	6363.04	11166.33
	Total	3600.82	915.03	7703.87	22086.03	25437.60	47589.78	70325.03
	Less: Inter segment Revenue	280.45	4.09	769.09	1880.22	1314.89	8578.11	7170.16
	Sales/Income from Operations	3320.37	910.94	6934.78	20205.81	24122.71	39011.67	63154.87
2	Segment Results							
	Profit/(Loss) before Tax and Interest from each segment							
	a) Sugar	(1366.36)	(371.75)	2121.84	(3109.13)	1385.87	(6971.68)	1674.19
	b) Power	-	-	-	-	-	(267.61)	3,699.62
	c) Distillery	3.44	(195.57)	426.66	414.94	1530.94	198.95	3037.26
	Total	(1362.92)	(567.32)	2548.50	(2694.19)	2916.81	(7040.34)	8411.07
	Less: i) Interest	722.84	701.23	585.41	2690.75	2603.42	8413.69	7942.57
	ii) Other Unallocable expenditure/ (income) net	91.53	183.26	5.97	964.26	1056.40	3136.90	2736.84
	Total Profit/(Loss) Before Tax	(2177.29)	(1451.81)	1957.12	(6349.20)	(743.01)	(18590.93)	(2268.34)



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		Standalone					Consolidated	
SI	PARTICULARS	Three Months ended			Year ended		Year ended	
No.		March 31, 2018 (Audited)	December 31, 2017 (Unaudited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)	March 31, 2018 (Audited)	March 31, 2017 (Audited)
3	Segment Assets							
	a) Sugar	29932.26	31218.70	40471.95	29932.26	40471.95	89885.86	109605.14
	b) Power	-	-	-	-	-	45070.52	44626.33
	c) Distillery	7060.72	6823.72	7143.49	7060.72	7143.49	16363.38	16407.03
	d) Unallocable	21578.14	19074.24	19420.62	21578.14	19420.62	36874.41	35541.03
	Total	58571.12	57116.66	67036.06	58571.12	67036.06	188194.17	206179.53
4	Segment Liabilities							
	a) Sugar	27850.31	27194.92	30226.77	27850.31	30226.77	62482.74	61164.40
	b) Power						11734.31	10092.19
	c) Distillery	2688.73	3103.26	1783.59	2688.73	1783.59	3467.23	2336.51
	d) Unallocable	22565.03	19370.55	24559.16	22565.03	24559.16	89870.50	98295.04
	Total	53104.07	49668.73	56569.52	53104.07	56569.52	167554.78	171888.14

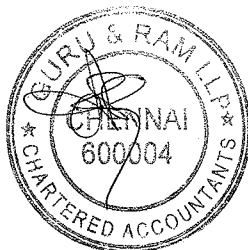
Chennai
August 14, 2018

For and on behalf of the Board of Directors of
THIRU AROORAN SUGARS LTD

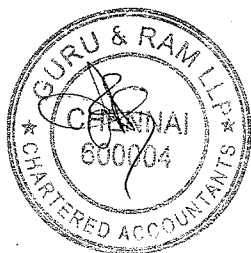


R V TYAGARAJAN
Chairman and Managing Director

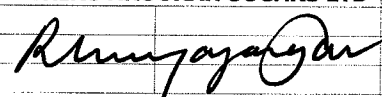


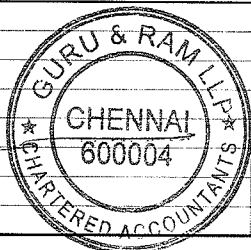
THIRU AROORAN SUGARS LIMITED
STATEMENT OF ASSETS AND LIABILITIES

				Rs. in lakhs	
		Standalone		Consolidated	
Particulars		As at	As at	As at	As at
		March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
		(Audited)	(Audited)	(Audited)	(Audited)
A	ASSETS				
	Non-Current Assets				
	(a) Property, Plant and Equipment	20,958.68	21,609.91	73,917.61	75,330.39
	b) Capital Work in Progress	783.01	863.31	1,496.23	2,434.28
	(c) Other Intangible Assets	12.63	13.23	12.30	13.81
	(d) Goodwill on Consolidation			4,732.58	5,278.37
	(e) Financial Assets				
	(i) Investments	10,096.11	10,872.51	3,633.10	3,921.89
	(iii) Loans and Advances	3,910.30	3,835.01	12,023.42	11,504.16
	(f) Deferred Tax Asset (Net)	6,513.49	4,692.25	12,461.21	7,146.42
	Sub total	42,274.22	41,886.22	108,276.45	105,629.32
	Current Assets				
	(a) Inventories	7,558.38	19,598.83	21,693.62	43,919.03
	(b) Financial Assets				
	(i) Trade Receivables	857.52	813.80	21,150.55	21,154.80
	(ii) Cash and Cash equivalents	197.69	507.17	4,960.77	7,019.02
	(iii) Loans and Advances	7,245.42	3,755.44	9,548.43	6,955.81
	(iv) Other Current Assets	437.89	474.60	22,564.35	21,501.55
	Sub total	16,296.90	25,149.84	79,917.72	100,550.21
	TOTAL ASSETS	58,571.12	67,036.06	188,194.17	206,179.53



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		Particulars	Standalone		Consolidated	
			As at	As at	As at	As at
			March 31, 2018	March 31, 2017	March 31, 2018	March 31, 2017
B		EQUITY AND LIABILITIES				
		EQUITY				
	(a)	Equity Share Capital	1,131.67	1,131.67	1,131.67	1,131.67
	(b)	Other Equity	4,335.38	9,334.87	20,424.59	28,775.39
		Sub total	5,467.05	10,466.54	21,556.26	29,907.06
		Non Controlling Interest			(916.87)	4,384.33
		LIABILITIES				
		Non-Current Liabilities				
	(a)	Financial Liabilities				
		(i) Borrowings	-	889.20	11,548.64	14,213.12
		(ii) Long Term Liabilities	17,279.52	20,058.92	67,803.18	74,766.38
	(b)	Provisions	89.93	84.36	183.15	196.97
		Sub total	17,369.45	21,032.48	79,534.97	89,176.47
		Current Liabilities				
	(a)	Financial Liabilities				
		(i) Borrowings	7,992.04	7,555.37	12,582.20	10,679.37
		(ii) Trade Payables	19,657.02	22,520.68	44,805.55	49,393.29
	(b)	Other Current Liabilities	7,756.34	4,847.62	29,769.86	21,084.33
	(c)	Provisions	329.22	613.37	862.20	1,554.68
		Sub total	35,734.62	35,537.04	88,019.81	82,711.67
		TOTAL EQUITY AND LIABILITIES	58,571.12	67,036.06	188,194.17	206,179.53
			For and on behalf of the Board of Directors of			
			THIRU AROORAN SUGARS LTD			
			 R V TYAGARAJAN Chairman and Managing Director			
Chennai August 14, 2018						



Independent Auditor's Report To the Board of Directors of Thiru Arooran Sugars Limited on the Annual Standalone Financial Results of the Company

[Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015]

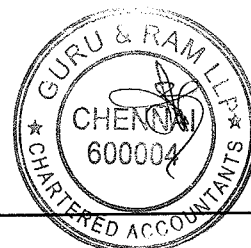
**To the Board of Directors of
Thiru Arooran Sugars Limited**

1. We have audited the accompanying statement of Standalone Financial Results of M/s. Thiru Arooran Sugars Limited ("**the Company**") for the year ended 31st March 2018 ("**the Statement**") being submitted by the Company pursuant to the requirement of regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015. This Statement, which is the responsibility of the Company's management and approved by the Board of Directors has been prepared on the basis of the related financial statements which is in accordance with Indian Accounting Standards ("**IND AS**") prescribed under Section 133 of the Companies Act 2013, as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on the Statement.
2. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. These Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation and fair presentation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

3. The comparative standalone information for the year ended 31.03.2017, included in the statement, were audited by the predecessor auditor and they have expressed an unmodified opinion on the same.



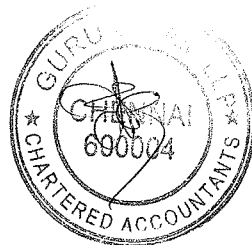
4. In our opinion and to the best of our information and according to the explanations given to us, the Statement:
- i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - ii) give a true and fair view in conformity with the aforesaid accounting standards and other accounting principles generally accepted in India of the loss and other financial information of the Company for the year ended 31st March 2018.

Material Uncertainty Related to Going Concern:

5. The Company is facing liquidity issues resulting in instances of default in servicing loan to Banks and others and in discharge of undisputed statutory and other liabilities including payment of salaries to employees leading to adverse working capital position; the Company's main business is facing headwinds in the form of lower sales realizations coupled with higher minimum price payable to sugarcane farmers.
6. The Company has guaranteed the Term Loans, Working Capital facilities and Trade Advances granted to the Associate Company, M/s. Shree Ambika Sugars Limited and its Subsidiary Company, M/s. Terra Energy Limited and these Companies are also facing some of the issues as stated in the aforesaid para. Subsequently, in July, 2018, the lender has invoked the Bank Guarantee with respect to Trade Advances availed by M/s. Shree Ambika Sugars Limited amounting to Rs. 537 crores and the Banks in turn have served notice on that Company.
7. The Management of the Company has prepared the annual standalone financial results on a going concern basis. However, the aforesaid events and conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The appropriateness of assumption of going concern is dependent upon the materialization of various initiatives being undertaken by the Company including raising substantial long term funds to make the business economically viable. Our opinion is not modified in respect of this matter.

Other Matters:

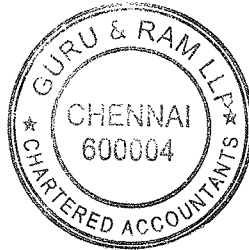
8. The Company has not reversed Input Tax Credit with respect to non-payment of value of supplies along with tax payable thereon to the suppliers beyond a period of 180 days from the date of issue of invoice as stipulated in Section 16 of the Central Goods and Service Act, 2017 and Tamil Nadu Goods and Services Act, 2017. The input credit can be claimed once the payment is made to the creditors. Our opinion is not modified with respect to this matter.
9. The Company, being a first time adopter of Ind AS, has carried its investments in the Subsidiary Company, M/s. Terra Energy Limited and its Associate Company, M/s.



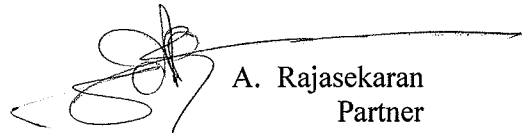
Shree Ambika Sugars Limited at cost as on the transition date i.e., 01.04.2016 and continued to show investments at cost as on 31.03.2017. However, as on 31.03.2018, the Company has restated the aforesaid investments based on the Net Asset Value and the resulting loss amounting to Rs. 5.45 crores has been recognized in Other Comprehensive Income for the year ended 31.03.2018.

10. The aforesaid treatment of investments in Associate Company and Subsidiary Company is not in accordance with IND AS 101. IND AS 101 stipulates that the accounting policies used in its opening IND AS Balance Sheet shall be applied throughout all periods presented in its first IND AS financial statements. Had the Company restated the aforesaid investment to Net Asset value in its Opening Balance Sheet as on 01.04.2016 and Balance sheet as on 31.03.2017, the resulting loss for the year ended 31.03.2018 that has to be recognized in Other comprehensive income is Rs. 32.15 crores. Our opinion is not modified with respect to this matter.
11. The Statement includes the results for the Quarter ended 31st March 2018 being the balancing figures between the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subjected to limited review by us.

Place: Chennai
Date: 14.08.2018



For Guru & Ram LLP
Chartered Accountants
LLP Regn No: 009723S/S200039

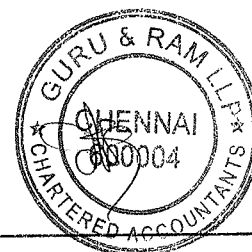

A. Rajasekaran
Partner
Membership No. 025549

**Independent Auditor's Report To the Board of Directors of Thiru Arooran Sugars Limited on
Annual Consolidated Financial Results of the Company**

[Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirement)
Regulations, 2015]

**To the Board of Directors of
Thiru Arooran Sugars Limited**

1. We have audited the accompanying statement of Annual Consolidated Financial Results of M/s. Thiru Arooran Sugars Limited ("**the Company**") for the year ended 31st March 2018, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015.
2. These consolidated financial results have been prepared on the basis of audited annual consolidated financial statements. The Company's Board of Directors are responsible for preparation of financial results in accordance with the recognition and measurement principles laid down in Indian Accounting Standards ("**IND AS**") mandated under Section 133 of the Companies Act 2013 read with relevant rules as applicable and other accounting principles generally accepted in India. Our responsibility is to express an opinion on these consolidated financial results based on our audit.
3. We conducted our audit in accordance with the Auditing Standard generally accepted in India. These Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free from material misstatement. An audit includes examining on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
4. We have audited the Financial Statements of one Subsidiary Company and one Associate Company included in the Consolidated Annual financial results whose consolidated financial statements reflect total assets of Rs. 1396.58 crores as at March 31, 2018; as well as the total revenue of Rs. 226.83 crores for the year ended March 31, 2018.
5. The comparative standalone and consolidated information of the Company for the year ended 31.03.2017 included in the Statement were audited by the predecessor auditor and they have expressed unmodified opinion on the same.
6. In our opinion and to the best of our information and according to the explanations given to us, these consolidated Annual financial results;
 - (i) include the results of the following entities;
 - a) Terra Energy Limited, Subsidiary Company; and
 - b) Shree Ambika Sugars Limited, Associate Company



- (ii) are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- (iii) give a true and fair view of the consolidated net loss and other financial information for the year ended March, 2018.

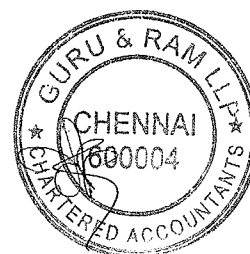
Material uncertainty related to going concern:

- 7. The Company is facing liquidity issues resulting in instances of default in servicing dues to Banks and others and in discharge of undisputed statutory and other liabilities including payment of salaries to employees leading to adverse working capital position; the Company's main business is facing headwinds in the form of lower sales realizations coupled with higher minimum price payable to sugarcane farmers.
- 8. The Company has guaranteed the Term Loans, Working Capital facilities and Trade Advances granted to the Associate Company, M/s. Shree Ambika Sugars Limited and its Subsidiary Company, M/s. Terra Energy Limited and these Companies are also facing some of the issues as stated in the aforesaid para. Subsequently, in July, 2018, the lender has invoked the Bank Guarantee with respect to Trade Advances availed by M/s. Shree Ambika Sugars Limited amounting to Rs. 537 crores and the Banks in turn have served notice on that Company.
- 9. The Management of the Company has prepared the annual standalone financial results on a going concern basis. However, the aforesaid events and conditions indicate that a material uncertainty exists that may cast significant doubt on the Company's ability to continue as a going concern. The appropriateness of assumption of going concern is dependent upon the materialization of various initiatives being undertaken by the Company including raising substantial long term funds to make the business economically viable. Our opinion is not modified in respect of this matter.

Emphasis of Matter:

- 10. We draw attention to the following matters in the Notes forming part of the Consolidated Financial Statements:
 - (i) Note No.30 regarding accounting of interest on the amounts due from TANGEDCO; and
 - (ii) Note No. 31 regarding the rate at which the power supplied to TANGEDCO has been billed and accounted for pending finalization of the dispute relating to fixation of tariff for the reasons stated therein.

Our opinion is not modified in respect of these matters.



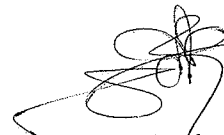
Other Matters:

The Company has not reversed Input Tax Credit with respect to non-payment of value of supplies along with tax payable thereon to the suppliers beyond a period of 180 days from the date of issue of invoice as stipulated in Section 16 of the Central Goods and Service Act, 2017 and Tamil Nadu Goods and Services Act, 2017. The input credit can be claimed once the payment is made to the suppliers. Our opinion is not modified with respect to this matter.

Place: Chennai

Date: 14.08.2018

For Guru & Ram LLP
Chartered Accountants & RAM LLP
LLP Regn No: 0097238/S200039


A. Rajasekaran
Partner
Membership No. 025549

