

**BirlaSugar**

K.K. BIRLA GROUP OF SUGAR COMPANIES

OSML/SE/14-15/6

5th November, 2014

The Dy. General Manager
Corporate Relationship Department
BSE Ltd.
1st Floor, New Trading Ring, Rotunda
Building
P.J. Towers, Dalal Street, Fort
Mumbai 400 001
Company Code No. 507260

✓ The Secretary
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex, Bandra (E)
Mumbai 400 051
Company Code No. OUDHSUG

Dear Sir,

Sub: Submission of Unaudited Financial Results and Limited Review Report of the Company for the quarter ended 30th September, 2014

In terms of Clause 41 of the Listing Agreement, we send herewith a copy of the Unaudited Financial Results of the Company along with the Statement of Assets and Liabilities and the Limited Review Report for the quarter ended 30th September, 2014 duly approved by the Board of Directors of the Company at its meeting held today i.e. 5th November, 2014.

Please acknowledge receipt.

Yours faithfully,
For The Oudh Sugar Mills Limited

Anand Sharma
Company Secretary

Encl : as above

**The Oudh Sugar Mills Limited**



THE OUDH SUGAR MILLS LIMITED

Registered Office : Post Office Margaon, District Sitapur, Uttar Pradesh - 261 121

CIN : L16432UP1932PLC025166, Web-site : www.birla-sugar.com, E-mail : birlasugar@birla-sugar.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30TH SEPTEMBER, 2014

(₹ in Lacs)

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2014 (Unaudited)	30.09.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Unaudited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
PART I						
1 Income from Operations						
(a) Gross Sales / Income from Operations	31,282.04	36,712.82	28,350.40	67,995.86	56,062.24	1,16,953.64
Less : Excise Duty & Cess	1,028.04	1,236.06	1,001.08	2,264.10	1,944.27	4,077.03
Net Sales / Income from Operations	30,254.00	35,476.86	27,349.32	65,731.76	54,117.97	1,12,876.61
(b) Other Operating Income	25.82	18.85	26.59	44.57	377.72	2,644.84
Total Income from Operations (net)	30,280.82	35,495.81	27,375.91	65,776.33	54,495.69	1,15,521.25
2 Expenses						
(a) Cost of Raw Materials consumed	365.74	12,800.70	285.50	13,166.44	8,415.14	86,381.00
(b) Purchases of stock-in-trade	136.15	147.40	104.09	283.55	217.45	665.22
(c) Decrease / (Increase) of finished goods, work-in-progress and stock-in-trade	29,065.32	16,248.34	27,139.75	45,313.60	42,326.49	(8,359.86)
(d) Employees benefits expenses	1,182.24	1,274.07	1,084.89	2,456.31	2,212.20	5,006.60
(e) Depreciation and Amortization expense	712.67	723.55	1,051.85	1,435.22	2,061.72	4,173.81
(f) Stores, spares and packing materials consumed	367.32	931.79	445.97	1,289.11	1,045.38	4,358.13
(g) Other expenses	1,514.05	1,519.84	1,581.79	3,033.69	2,834.22	6,559.25
Total Expenses	33,343.49	33,644.49	31,763.44	66,687.88	59,342.58	1,19,782.24
3 Profit / (Loss) from Operations before other income and finance costs (1-2)	(3,062.67)	1,851.32	(4,387.53)	(1,211.55)	(4,846.89)	4,439.01
4 Other Income	9.72	36.48	55.76	49.18	88.75	436.64
5 Profit / (Loss) from ordinary activities before finance costs (3+4)	(3,053.28)	1,887.80	(4,272.77)	(1,162.47)	(4,758.14)	4,875.65
6 Finance costs	3,439.19	3,580.76	3,448.16	7,028.95	7,109.96	13,108.47
7 Profit / (Loss) from ordinary activities before tax (5-6)	(6,492.44)	(1,692.96)	(7,721.93)	(8,192.42)	(11,868.10)	(8,232.82)
8 Tax Expense :						
(a) Current Tax	-	-	-	-	-	-
(b) Deferred Tax Credit	(2,186.29)	(577.62)	(2,715.22)	(2,763.91)	(4,122.71)	(2,852.64)
9 Net Profit / (Loss) for the period (7-8)	(4,306.15)	(1,122.38)	(5,006.71)	(5,428.51)	(7,745.39)	(5,469.88)
10 Paid-up Equity Share Capital (Face value per share ₹ 10/-)	2,604.43	2,604.43	2,604.43	2,604.43	2,604.43	2,604.43
11 Reserves excluding Revaluation Reserves						(7,482.62)
12 Basic & Diluted Earning per share (of ₹ 10/- each)	(17.10) *	(4.81) *	(19.80) *	(21.91) *	(30.85) *	(22.99)
PART II						
A PARTICULARS OF SHAREHOLDING						
1 Public Shareholding						
- Number of Equity Shares	99,32,208	99,32,208	99,32,208	99,32,208	99,32,208	99,32,208
- Percentage of Shareholding	38.32	38.32	38.32	38.32	38.32	38.32
2 Promoters & Promoter Group Shareholding						
(a) Pledged / Encumbered						
- Number of Shares	64,79,294	64,79,294	64,79,294	64,79,294	64,79,294	64,79,294
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	40.53	40.53	40.53	40.53	40.53	40.53
- Percentage of Shares (as a % of the total share capital of the company)	25.00	25.00	25.00	25.00	25.00	25.00
(b) Non - encumbered						
- Number of Shares	95,05,783	95,05,783	95,05,783	95,05,783	95,05,783	95,05,783
- Percentage of Shares (as a % of the total shareholding of promoter and promoter group)	59.47	59.47	59.47	59.47	59.47	59.47
- Percentage of Shares (as a % of the total share capital of the company)	36.68	36.68	36.68	36.68	36.68	36.68

* Not annualised.




THE OUDH SUGAR MILLS LIMITED

Registered Office : Post Office Hargoon, District Sitapur, Uttar Pradesh - 201 121
CIN : L15432UP1932PLC025186, Web-site : www.birla-sugar.com, E-mail : birlasugar@birla-sugar.com

Particulars	Quarter ended 30.09.2014
B INVESTOR COMPLAINTS	
Pending at the beginning of the quarter	Nil
Received during the quarter	10
Disposed of during the quarter	10
Remaining unresolved at the end of the quarter	Nil

**SEGMENT WISE REVENUE, RESULTS AND
CAPITAL EMPLOYED UNDER CLAUSE 41 OF THE LISTING AGREEMENT**

(₹ in Lacs)

Particulars	Quarter ended			Six months ended		Year ended
	30.09.2014 (Unaudited)	30.06.2014 (Unaudited)	30.09.2013 (Unaudited)	30.09.2014 (Unaudited)	30.09.2013 (Unaudited)	31.03.2014 (Audited)
1 Segment Revenue						
a) Sugar	27,745.81	32,001.42	24,800.88	58,747.23	48,627.00	1,02,570.71
b) Distillery	2,151.09	3,784.16	3,041.55	5,915.25	6,124.19	14,645.30
c) Co-generation	89.46	2,155.08	53.22	2,224.52	937.72	8,719.58
d) Food Processing	1,344.00	1,073.13	1,024.75	2,417.13	1,874.37	3,888.31
Total	31,290.36	39,013.77	28,720.50	70,304.13	57,563.28	1,29,621.80
Less: Inter Segment revenue	1,008.84	3,517.98	1,345.59	4,527.80	3,087.59	14,400.65
Net Sale / Income from Operations	30,280.52	35,495.81	27,374.91	65,776.33	54,495.69	1,15,221.25
2 Segment Results						
(Profit / (Loss) from ordinary activities before finance costs]						
a) Sugar	(3,162.08)	388.41	(4,482.93)	(2,773.87)	(6,016.87)	(1,750.33)
b) Distillery	374.24	1,047.16	610.07	1,421.40	1,715.70	4,137.75
c) Co-generation	(196.46)	538.58	(264.43)	373.11	(212.66)	2,866.58
d) Food Processing	55.64	52.40	30.04	108.04	42.14	173.06
Total	(2,897.65)	2,026.53	(4,117.25)	(871.12)	(4,471.69)	5,427.04
Less:						
i) Finance Cost	3,439.19	3,690.78	3,448.18	7,029.95	7,109.08	13,188.47
ii) Other Un-allocable Expenditure net off Un-allocable income	155.60	135.75	155.52	291.35	286.25	851.19
Profit / (Loss) from ordinary activities before tax	(8,492.44)	(1,899.88)	(7,721.95)	(8,192.42)	(11,868.10)	(8,322.62)
3 Capital Employed						
(Segment Assets - Segment Liabilities)						
a) Sugar	62,144.80	73,917.03	50,125.93	62,144.80	50,125.93	73,838.00
b) Distillery	11,088.97	11,754.83	11,635.39	11,088.97	11,635.39	12,477.32
c) Co-generation	11,627.82	13,253.44	12,729.79	11,627.82	12,723.73	13,720.30
d) Food Processing	1,276.14	1,297.47	1,047.92	1,276.14	1,047.82	1,192.88
Total	86,147.53	1,00,222.77	75,532.97	86,147.53	75,532.97	1,00,988.57




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Notes:
1 Statement of Assets and Liabilities

Particulars	As at 30.09.2014 ₹ in lacs (Unaudited)	As at 31.03.2014 ₹ in lacs (Audited)
Equity and Liabilities		
1. Shareholders' Funds		
Share Capital	7,604.43	7,604.43
Reserves and Surplus	(12,863.86)	(7,482.62)
Bearer Equity Share Coupons	0.06	0.08
	(5,359.37)	121.67
2. Non-current Liabilities		
Long-term borrowings	33,148.43	33,350.13
Other long-term liabilities	586.94	721.46
Long-term provisions	148.95	134.34
	33,884.32	34,205.93
3. Current Liabilities		
Short-term borrowings	63,537.16	70,303.54
Trade payables	18,042.09	49,732.64
Other current liabilities	11,333.73	16,315.04
Short-term provisions	276.86	266.87
	93,189.83	1,36,618.09
TOTAL	1,21,714.88	1,70,945.69
Assets		
1. Non-Current Assets		
Fixed Assets	54,232.44	55,132.53
Non-current investments	1,080.23	1,080.29
Deferred tax assets (net)	11,793.74	9,001.60
Long-term loans and advances	102.56	28.45
Other non-current assets	85.06	62.02
	67,274.03	65,294.83
2. Current assets		
Inventories	47,280.15	95,118.70
Trade Receivables	1,578.93	3,891.72
Cash and bank balances	552.77	376.46
Short-term loans and advances	2,280.82	3,053.82
Other current assets	2,788.08	3,110.17
	54,440.85	1,05,650.86
TOTAL	1,21,714.88	1,70,945.69

2 Sugar is a seasonal industry where crushing normally takes place during the period between November and April, while sales are distributed throughout the year. As such, the above quarterly results are not indicative of the likely results for the year due to seasonal impact.

3 The Auditors in their Report on the Accounts for the year ended 31st March, 2014 and subsequent limited review report for the quarter ended 30th June, 2014 have commented upon recognition of Deferred Tax Asset (net) based on future profitability projections. The Company is certain that there would be sufficient taxable income in future, to claim the above tax credit.

4 The Company has incurred significant higher losses during the current period due to decline in sugar prices and higher sugarcane prices fixed by the State Government. Based on the representation made by the sugar industry, the State Govt. of Uttar Pradesh has constituted empowered committee to reform the method of determining sugar cane prices, in order to make the operations financially viable.

In view of the above factors, these financial results have been drawn up on the going concern assumption.

5 There is no exceptional / extraordinary item during the quarter / six months ended 30th September, 2014.

6 The previous period figures have been re-grouped, wherever necessary, to conform to the current period figures.

7 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 5th November, 2014. Limited Review of the above results has been carried out by the Statutory Auditors of the Company.

For and on behalf of the Board
The Oudh Sugar Mills Limited


Chandra Shekhar Nopany
Chairman-cum-Managing Director

Place : Mumbai
Date : 6th November, 2014



S.R. BATLIBOI & Co. LLP

Chartered Accountants

22, Camac Street
3rd Floor, Block 'C'
Kolkata-700 016, India
Tel : +91 33 6615 3400
Fax : +91 33 2281 7750

**Limited Review Report to
The Board of Directors
The Oudh Sugar Mills Limited**

1. We have reviewed the accompanying statement of unaudited financial results of The Oudh Sugar Mills Limited ('the Company') for the quarter ended September 30, 2014 (the "Statement"), except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from disclosures made by the management and have not been reviewed by us. 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 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. Without qualifying our conclusion, we draw attention to note 4 regarding significant losses leading to material uncertainty about the Company's ability to continue as a going concern and based on mitigating factor, as fully described therein, the accompanying financial results have been prepared under the going concern assumption.
4. We observe that the Company has recognized Deferred Tax Asset (DTA) (net) of Rs. 11,793.74 lacs (including Rs.2,186.29 lacs for the quarter) up to 30th September, 2014, based on the future profitability projections made by the management. In our opinion, in the absence of virtual certainty about the above projections, as required in terms of Accounting Standard – 22, had the above impact been considered, there would be a loss of Rs.16,099.89 lacs (including DTA of Rs.9,607.45 lacs recognised up to 30th June 2014) as against the reported loss of Rs. 4,306.15 lacs for the quarter.

In respect of above, our review report for the quarter ended June 30, 2014 and audit report for the year ended March 31, 2014 were similarly qualified.



S.R. BATLIBOI & CO. LLP

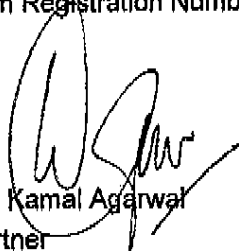
Chartered Accountants

5. Based on our review conducted as above, *except for the effect of our observation stated in para (4) above*, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results prepared in accordance with recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", [specified under the Companies Act, 1956 (which are deemed to be applicable as per section 133 of the Companies Act, 2013, read with rule 7 of the Companies (Accounts) Rules, 2014)] and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

For S.R. Batliboi & Co. LLP

Chartered Accountants

Firm Registration Number: 301003E

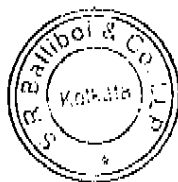

per Kamal Agarwal

Partner

Membership Number: 58652

Place: Kolkata

Date: November 5, 2014



**BirlaSugar**

K.K. BIRLA GROUP OF SUGAR COMPANIES

OSML/SE/14-15/7

5th November, 2014

The Dy. General Manager
Corporate Relationship Department
BSE Ltd.
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National Stock Exchange of India Ltd.
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Plot No. C/1, G Block
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Mumbai 400 051
Company Code No. OUDHSUG

Dear Sir,

Sub: Outcome of Board Meeting

The Board of Directors at its meeting held today decided on the following matters subject to requisite approval of the shareholders through postal ballot:

- a. Amendment of Articles of Association of the Company to bring in consonance and harmony with the Companies Act, 2013; and
- b. To make further investment, provide loans or give guarantee or provide security in connection with loans to any other body corporate or person under Section 186 of the Companies Act, 2013, for an amount not exceeding Rs 300 Crores (Rupees Three hundred Crores)

Please acknowledge receipt.

Yours faithfully,
For The Oudh Sugar Mills Limited

Anand Sharma
Company Secretary

**The Oudh Sugar Mills Limited**