

**PONNI SUGARS (ERODE) LIMITED**

CIN : L15422 TN1998 PLC037208

Regd. Office : SVIN House, No.13, Rajiv Gandhi Salai (E.M.R.)

Perungudi, Chennai 600 046

Phone : 044 - 49279100 Fax : 044 - 24960156

E-mail : admin@ponnisugars.com Website : www.ponnisugars.com



PEL / SH / 2.36

October 31, 2014

National Stock Exchange of India Ltd
Exchange plaza
5th Floor, Flat No.C / 1 G Block
Bandra-Kurla Complex
Bandra East, Mumbai 400 051
Fax No.022 26598237 / 26598238

Bornbay Stock Exchange Ltd
Phiroze Jeejeebhoy Towers
Dalal Street, Fort
Mumbai 400001
Fax No 022 22723121

Attention: Listing Department

Dear Sirs,

Sub: Audited Financial Results – Quarter ended 30.09.2014

Pursuant to the amended provisions of Clause 41 of the Listing Agreement we send herewith the following:

- (i) Audited Financial Results for the Quarter ended 30th September 2014 which was approved by the Board of Directors at their meeting held on Friday, the 31st October 2014 and signed by the Managing Director.
- (ii) Auditors' Report on Quarterly Financial Results.

Please take the above on record and confirm

For Ponni Sugars (Erode) Ltd

N Ramanathan
Managing Director

Encl: As above

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PONNI SUGARS (ERODE) LIMITED

CIN : L15422 TN1996 PL0037200

Regd. Office: FSVIN House, No.13, Rajiv Gandhi Salai (OMR)

Perungudi, Chennai 600 096.

Phone : 044 - 38279300 Fax : 044 - 24960156

E-mail : admin@ponnisugars.com Website : www.ponnisugars.com

Investor Grievance ID: investor@ponnisugars.com

ISO

27001:2005
CERTIFIED

(₹ Lakhs)

Statement of Audited Financial Results for the Quarter and Six Months Ended 30-09-2014							
	Particulars	3 months ended			6 months ended		Year ended
		30-09-2014	30-06-2014	31-03-2014	30-09-2014	30-09-2013	31-03-2014
1	Income from Operations						
	(a) Net sales/ Income from Operations (Net of excise duty)	6750	3831	7229	10581	10056	16781
	(b) Other operating income	23	6	31	29	53	57
	Total income from operations (Net)	6773	3837	7260	10610	10109	16838
2	Expenses						
	(a) Cost of materials consumed	6805	97	6310	6902	6421	11774
	(b) Changes in inventories of finished goods and work in progress	(2706)	3506	(1600)	890	1063	132
	(c) Utilities	1056	96	1046	1152	1101	2363
	(d) Employee benefits expense	351	306	297	657	592	1199
	(e) Depreciation and amortisation expense	141	142	411	263	820	825
	(f) Other expenses	470	74	254	544	483	961
	Total Expenses	6117	4311	6617	10428	10480	17254
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	656	(474)	443	182	(371)	(376)
4	Other Income	82	51	159	133	162	225
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3+4)	738	(423)	602	315	(209)	(151)
6	Finance Costs	109	(53)	149	262	344	671
7	Profit/(Loss) from ordinary activities after finance costs but before exceptional items (5-6)	629	(576)	453	53	(553)	(822)
8	Exceptional items	133	0	0	133	0	(541)
9	Profit / (Loss) from ordinary activities before tax (7-8)	496	(576)	453	(80)	(553)	(281)
10	Tax expense	178	(212)	264	(34)	(78)	197
11	Net Profit / (Loss) for the period (9-10)	318	(364)	189	(46)	(475)	(478)
12	Paid-up Equity Share Capital (Face value ₹ 10 per share)	860	860	860	860	860	860
13	Reserves excluding Revaluation Reserve	11470	11019	11579	11470	11579	11516
14	Earnings Per Share (₹)						
	Basic and Diluted	3.70	(4.23)	2.70	(0.53)	(5.52)	(5.56)
15 (a)	Public shareholding						
	- Number of Shares	4549474	4549474	4248020	4549474	4248020	4246495
	- Percentage of shareholding	52.91	52.91	49.40	52.91	49.40	49.39
(b)	Promoters and Promoter Group Shareholding						
	a) Pledged/ Encumbered						
	- Number of Shares	425000	425000	425000	425000	425000	425000
	- Percentage of Shares (as a % of the total Shareholding of promoter and promoter Group)	10.50	10.50	9.77	10.50	9.77	9.77
	- Percentage of Shares (as a % of the total Share capital of the Company)	4.94	4.94	4.94	4.94	4.94	4.94
	b) Non-encumbered						
	- Number of Shares	3623944	3623944	3923020	3623944	3923020	3926823
	- Percentage of Shares (as a % of the total Shareholding of promoter and promoter Group)	89.50	89.50	90.23	89.50	90.23	90.23
	- Percentage of Shares (as a % of the total Share capital of the Company)	42.15	42.15	45.66	42.15	45.66	45.67

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PONNI SUGARS (ERODE) LIMITED

CIN : L15422 TN1998 PL 0037200
 Regd. Office: EDWIN House, No 13, Rajiv Gandhi Salai (OMR),
 Perungudi, Chennai 600 096.
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 E-mail : admin@ponnisugars.com Website : www.ponnisugars.com

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(₹ Lakhs)

Segmentwise Revenue, Results and Capital Employed (Audited)						
Particulars	3 months ended			6 months ended		Year ended
	30-09-2014	30-06-2014	30-09-2013	30-09-2014	30-09-2013	31-03-2014
1 Segment Revenue						
a) Sugar	6471	3879	6176	10295	9825	16244
b) Co-generation	1045	15	467	1060	987	1825
Sub total	7516	3894	6643	11355	10812	18069
Less: Intersegmental Revenue	743	2	684	745	703	1191
Net sales/Income From Operations	6773	3892	5959	10610	10109	16878
2 Segment Results						
Profit/(Loss) before Tax and Interest from each segment						
a) Sugar	534	(233)	662	301	288	143
b) Co-generation	72	(152)	(127)	(80)	(493)	375
Sub total	606	(385)	535	221	(205)	518
Less:						
a) Finance Costs	109	151	149	262	344	671
b) Other Unallocable expenditure/(income)	1	38	(67)	39	4	128
Total Profit/(Loss) Before Tax	496	(576)	419	(80)	(553)	(281)
3 Capital Employed						
(Segment Assets - Segment Liabilities)						
a) Sugar	8015	6984	6438	8015	8298	9916
b) Co-generation	9720	9271	6471	9720	8471	9363
c) Unallocable Assets less Liabilities	(5405)	(3936)	(4330)	(5405)	(4330)	(6903)
Total Capital Employed	12330	11879	12479	12330	12439	12376

PONNI SUGARS (ERODE) LIMITED

CIN : L15422 TN1966 P1C007200

Regd. Office: SSVIN House, No.13, Raju Gandhi Salai (OMR)

Pattinagudi, Chennai 600 036

Phone : 044 - 35279300 Fax : 044 - 24960156

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**Statement of Assets and Liabilities (Audited)**

(₹ Lakhs)

	Particulars	As at 30.09.2014	As at 31.03.2014		Particulars	As at 30.09.2014	As at 31.03.2014
A	EQUITY AND LIABILITIES			B	ASSETS		
1	Shareholders' funds			1	Non-current assets		
	(a) Share capital	860	860		(a) Fixed assets	13012	13406
	(b) Reserves and surplus	11470	11515		(b) Non-current investments	2079	2079
	Sub-total - Shareholders funds	12330	12375		(c) Long term Loans and Advances	280	262
2	Non-current liabilities				Sub-total Non-current assets	15371	15747
	(a) Long-term borrowings	4639	4926				
	(b) Deferred Tax Liabilities (Net)	273	307				
	Sub-total - Non-current liabilities	4912	5233	2	Current Assets		
3	Current liabilities				(a) Inventories	6406	7214
	(a) Short-term borrowings	2037	3214		(b) Trade receivables	1776	1156
	(b) Trade payables	3306	2541		(c) Cash and Bank balances	59	79
	(c) Other current liabilities	888	636		(d) Short-term loans and advances	231	299
	(d) Short-term provisions	1210	1216		(e) Other current assets	840	715
	Sub-total - Current Liabilities	7441	7601		Sub-total-Current assets	9312	9463
	TOTAL EQUITY AND LIABILITIES	24683	25210		TOTAL ASSETS	24683	25210

Notes:

- Sugar production being seasonal, performance of one quarter is not indicative of the trend for the whole year.
- Effective from 1st April 2014 depreciation is provided as per Schedule II of the Companies Act 2013 as against Schedule XIV of the Companies Act, 1956. As a result, the depreciation for the current quarter and half-year is lower by ₹ 68 lakhs and ₹ 134 lakhs respectively.
In the previous quarter ended 30-06-2014, a sum of ₹ 133 lakhs, being carrying cost (net of residual value) of assets, whose useful lives have come to an end prior to 31-03-2014, has been adjusted against 'Reserves'. In the current quarter, by availing the option in terms of MCA Notification GSR 422 (F) dated 29-03-2014, the sum of ₹ 133 lakhs has been charged to Statement of Profit & Loss and disclosed as 'Exceptional Item' by reversing the debit to 'Reserves' in the previous quarter.
- Cane availability for 2014-15 season poses serious challenge due to successive years of drought in the operational area.
- Number of investor complaints for the quarter ended 30-09-2014: Beginning Nil, Received Nil, Disposed Nil and Pending Nil.
- The above results were reviewed by the Audit Committee and approved by the Board of Directors at the respective meetings held on 31-10-2014.

For Ponni Sugars (Erode) Ltd.

Chennai
31.10.2014N Ramanathan
Managing Director

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M/s Maharaj N R Suresh & Co
Chartered Accountants

M/s R Subramanian And Company
Chartered Accountants

Auditor's Report on Quarterly Financial Results of Ponni Sugars (Erode) Ltd

[Pursuant to the Clause 41 of the Listing Agreement]

To

Board of Directors
Ponni Sugars (Erode) Ltd
ESVIN House
13 Old Mahabalipuram Road
Perungudi, Chennai 600 096

Dear Sirs,

We have audited the quarterly financial results of Ponni Sugars (Erode) Limited for the quarter ended 30th September 2014 and the year to date results for the period 01.04.2014 to 30.09.2014 attached herewith, being submitted by the company pursuant to the requirement of Clause 41 of the Listing Agreement 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 audited by us. These quarterly financial results as well as the year to date financial results have been prepared on the basis of the interim financial statements, which are the responsibility of the company's management. Our responsibility is to express an opinion on these financial results based on our audit of such interim financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, issued by the Institute of Chartered Accountants of India and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). 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.

FROM : PONNI SUGARS

FAX NO. : 24960156

31 Oct. 2014 1:39PM P6

M/s Maharaj N R Suresh & Co
Chartered Accountants

M/s R Subramanian And Company
Chartered Accountants

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In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results and the year to date results:

- (i) are presented in accordance with the requirements of Clause 41 of the Listing Agreement in this regard, and
- (ii) give a true and fair view of the net profit and other financial information for the quarter ended 30th September 2014 and the year to date results for the period 01.04.2014 to 30.09.2014.

Further, we also report that we have, on the basis of the books of account and other records and information and explanations given to us by the management, also verified the number of shares as well as percentage of shareholdings in respect of aggregate amount of non promoter shareholdings, as furnished by the company in terms of Clause 35 of the Listing Agreement and found the same to be correct.

For Maharaj N R Suresh & Co
FRN No.001931S
Chartered Accountants

For R Subramanian And Company
FRN No.004137S
Chartered Accountants


K V Srinivasan
Partner
Membership No.204368


A Ganesan
Partner
Membership No.21438

Place: Chennai
Date: 31.10.2014

