

M/s P.G.BHAGWAT
CHARTERED ACCOUNTANTS

CS No. 250, B-2, Lower Ground Floor,
3, Anant Paradise, Opp. Mahaveer College
Nagala Park, Kolhapur 416003
e-mail: nikhil_shevade@pgbhagwatca.com
Web: www.pgbhagwatca.com
Phone: 0231-2659546

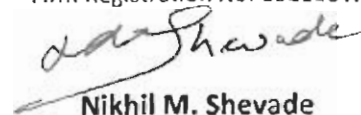
**REPORT ON LIMITED REVIEW OF UNAUDITED FINANCIAL RESULTS
OF THE UGAR SUGAR WORKS LIMITED**

We have reviewed the accompanying statement of unaudited financial results of The Ugar Sugar Works Ltd. for the quarter ended 30-09-2012. 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 these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (SRE) 2400, "Engagements to Review Financial Statements" 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 financial statements are free from 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.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized 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 M/s P. G. Bhagwat
Chartered Accountants,
Firm Registration No. 101118W



Nikhil M. Shevade

Partner

Membership No. 217379

Place: Panhala

Date: 09-11-2012



THE UGAR SUGAR WORKS LIMITED

Regd. Office: Mahaveernagar, Sangli 416416
Administrative Offices: Ugarkhurd 591316 (Dist. Belgaum)
Factories: Ugarkhurd (Dist. Belgaum) and Nagarhalli-Malli Village (Dist. Gulbarga)

PART I

(Amount in Rs. Lakh)

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2012

Particulars	3 Months ended 30/09/2012 (Unaudited)	Preceding 3 Months ended 30/06/2012 (Unaudited)	Corresponding 3 Months ended 30/09/2011 in the previous year (Unaudited)	Year to date ended 30/09/2012 (Unaudited)	Year to date ended 30/09/2011 (Unaudited)	Previous Year ended 31/03/2012 (Audited)
1. Income from Operations						
(a) Net Sales / Income from operations (Net of excise duty)	17,904.68	19,646.35	16,642.43	37,551.03	34,133.87	65,692.29
(b) Other Operating Income						
Total income from Operations (Net)	17,904.68	19,646.35	16,642.43	37,551.03	34,133.87	65,692.29
2. Expenses						
(a) Cost of materials consumed	3,717.69	1,507.76	2,328.29	5,225.45	9,605.58	52,909.34
(b) Other Manufacturing Expenses	577.79	615.68	620.49	1,193.47	1,032.66	2,548.47
(c) Purchase of Stock in trade	314.07	449.04	301.00	763.11	811.56	2,123.46
(d) Change in inventories of finished goods, work-in-progress and stock-in-trade	11,413.14	13,522.93	12,534.94	24,936.07	17,994.65	(7,103.43)
(e) Employee benefit expenses	1,097.38	1,158.51	1,085.64	2,255.89	2,190.86	4,501.19
(f) Depreciation & amortisation expense	559.19	541.56	623.02	1,100.75	1,240.79	2,516.58
(g) Other expenses	446.31	537.88	420.73	984.19	798.76	2,275.15
Total Expenses	18,125.57	18,333.36	17,914.11	36,458.93	33,675.86	60,170.76
3. Profit from operations before other income, finance costs and exceptional items (1 - 2)	(220.89)	1,312.99	(1,271.68)	1,092.10	458.01	5,521.53
4. Other Income	92.49	52.76	207.69	145.25	234.54	627.18
5. Profit from operations before finance costs and exceptional items (1 - 2)	(128.40)	1,365.75	(1,063.99)	1,237.35	692.55	6,148.71
6. Finance costs	771.65	943.69	805.25	1,715.34	1,649.89	2,971.25
7. Profit from operations after finance costs but before exceptional items (1 - 2)	(900.05)	422.06	(1,869.24)	(477.99)	(957.34)	3,177.46
8. Exceptional Items	-	-	-	-	-	(431.16)
9. Profit from ordinary activities before tax (7 ± 8)	(900.05)	422.06	(1,869.24)	(477.99)	(957.34)	2,746.30
10. Tax expense	(248.28)	19.77	(794.14)	(228.51)	(257.74)	1,037.06
11. Profit from ordinary activities after tax (9 ± 10)	(651.77)	402.29	(1,075.10)	(249.48)	(699.60)	1,709.24
12. Extraordinary items (net of tax expense)	-	-	-	-	-	-
13. Net Profit for the period (11 ± 12)	(651.77)	402.29	(1,075.10)	(249.48)	(699.60)	1,709.24
14. Paid-up equity share capital (Face Value per Share - Re.1)	1,125.00	1,125.00	1,125.00	1,125.00	1,125.00	1,125.00
15. Reserves excluding Revaluation Reserve as per the balance sheet of the previous accounting year						9,026.96
16.i Earnings per share (before extraordinary items) of Re. 1 (not annualised)	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Basic	(0.58)	0.36	(0.96)	(0.22)	(0.62)	1.52
(b) Diluted	(0.58)	0.36	(0.96)	(0.22)	(0.62)	1.52
16.ii Earnings per share (after extraordinary items) of Re. 1 (not annualised)	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Basic	(0.58)	0.36	(0.96)	(0.22)	(0.62)	1.52
(b) Diluted	(0.58)	0.36	(0.96)	(0.22)	(0.62)	1.52

THE UGAR SUGAR WORKS LIMITED

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PART II

SELECT INFORMATION FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2012

Particulars	3 Months ended 30/09/2012 (Unaudited)	Preceding 3 Months ended 30/06/2012 (Unaudited)	Corresponding 3 Months ended 30/09/2011 in the previous year (Unaudited)	Year to date ended 30/09/2012 (Unaudited)	Year to date ended 30/09/2011 (Unaudited)	Previous Year ended 31/03/2012 (Audited)
A PARTICULARS OF SHAREHOLDING						
1. Public Shareholding						
- Number of shares	6,00,27,147	6,00,22,060	6,00,16,033	6,00,27,147	6,00,16,033	6,00,34,732
- Percentage of shareholding	53.36%	53.35%	53.35%	53.36%	53.35%	53.36%
2. Promoters & Promoter Group Shareholding						
a) Pledged / Encumbered						
- Number of shares	10,00,000	10,00,000	10,00,000	10,00,000	10,00,000	10,00,000
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	1.91%	1.91%	1.91%	1.91%	1.91%	1.91%
- Percentage of shares (as a % of the total share capital of the company)	0.89%	0.89%	0.89%	0.89%	0.89%	0.89%
b) Non-encumbered						
- Number of shares	5,14,72,853	5,14,77,940	5,14,83,967	5,14,72,853	5,14,83,967	5,14,65,268
- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	98.09%	98.09%	98.09%	98.09%	98.09%	98.09%
- Percentage of shares (as a % of the total share capital of the company)	45.75%	45.76%	45.76%	45.75%	45.76%	45.75%
B INVESTOR COMPLAINTS						
- Pending at the beginning of the quarter	NIL					
- Received during the quarter	3					
- Disposed of during the quarter	3					
- Remaining unresolved at the end of the quarter	NIL					

Notes:

- Inter-segment Transfers of Bagasse and Molasses, the cost of which is unascertainable, are recorded at prevalent market price. Inter-segment Transfers of other items are recorded at cost.
- Cane Crushing Operations for the season 2012-13 commenced on 19-10-2012 at Ugar and on 29-10-2012 at Jewargi.
- Raw Material consumed during the period include an amount of Rs. 2956.22 lakh provided towards additional cane price for the season 2011-12 and also an amount of Rs. 205 lakh provided towards rate difference payable to cane transport contractors.
- Tax expense represents provision for the current period, excess provision for earlier year/s and deferred tax adjustment.
- Figures for the immediately preceding quarter, corresponding periods in the earlier year and for the Previous Accounting Year have been regrouped / recast, where necessary.
- The Statutory Auditors of the Company have carried out limited review of the accounts for the Quarter.
- The above results are reviewed by the Audit Committee and were approved and taken on record by the Board of Directors at its meeting held on 09-11-2012.

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(Amount in Rs. Lakh)

UNAUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND SIX MONTHS ENDED 30th SEPTEMBER, 2012

Particulars	3 Months ended 30/09/2012 (Unaudited)	Preceding 3 Months ended 30/06/2012 (Unaudited)	Corresponding 3 Months ended 30/09/2011 in the previous year (Unaudited)	Year to date ended 30/09/2012 (Unaudited)	Year to date ended 30/09/2011 (Unaudited)	Previous Year ended 31/03/2012 (Audited)
1. Segment Revenue						
a. Sugar	16,723.89	18,337.38	15,750.06	35,061.27	30,980.69	60,719.28
b. Co-generation	-	862.03	264.63	862.03	3,057.91	11,296.21
c. Industrial Alcohol	270.06	794.26	651.89	1,064.32	1,346.60	2,894.33
d. Potable Alcohol	1,100.45	1,127.40	879.64	2,227.85	2,031.29	4,054.02
Total	18,094.40	21,121.07	17,546.22	39,215.47	37,416.49	78,963.84
Less: Intersegment Revenue	189.72	1,474.72	903.79	1,664.44	3,282.62	13,271.55
Net Sales / Income from Operations	17,904.68	19,646.35	16,642.43	37,551.03	34,133.87	65,692.29
2. Segment Results						
Profit / (Loss) before interest & tax						
a. Sugar	994.25	2,030.29	137.98	3,024.54	793.56	3,959.81
b. Co-generation	(553.38)	(288.06)	(725.49)	(841.44)	393.15	3,917.40
c. Industrial Alcohol	(103.92)	60.88	(142.09)	(43.04)	(2.26)	106.18
d. Potable Alcohol	40.24	107.50	51.19	147.74	395.75	422.59
Total	377.19	1,910.61	(678.41)	2,287.80	1,580.20	8,405.98
Less:						
i. Finance Cost	771.65	943.69	805.25	1,715.34	1,649.89	2,971.25
ii. Other Unallocable Expenditure net of Unallocable Income	505.59	544.86	385.58	1,050.45	887.65	2,688.43
	1,277.24	1,488.55	1,190.83	2,765.79	2,537.54	5,659.68
Profit / (Loss) before tax	(900.05)	422.06	(1,869.24)	(477.99)	(957.34)	2,746.30
3. Capital Employed (Segment Assets minus Segment Liabilities)						
a. Sugar	23,973.95	33,728.95	18,977.23	23,973.95	18,977.23	32,457.87
b. Co-generation	6,833.71	6,481.35	6,837.71	6,833.71	6,837.71	7,954.32
c. Industrial Alcohol	1,310.37	1,433.01	1,307.23	1,310.37	1,307.23	1,723.58
d. Potable Alcohol	2,089.50	2,041.32	2,022.41	2,089.50	2,022.41	1,788.53
e. Others (Unallocated)	1,055.14	379.02	569.45	1,055.14	569.45	(68.37)
Total	35,262.67	44,063.65	29,714.03	35,262.67	29,714.03	43,855.93

As per report of even date
For M/s P. G. Bhagwat
Chartered Accountants
Firm Regn. No. 101118W

Nikhil M. Shevade

Nikhil M. Shevade
Partner

Membership No. 217379

For The Ugar Sugar Works Ltd

Shishir S. Shirgaokar
Shishir S. Shirgaokar
Managing Director

Place: Panhala

Date: 09-11-2012



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(Amount in Rs. Lakh)

STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at 30th September, 2012	As at 31st March 2012
A EQUITY & LIABILITIES		
1. Shareholders' fund		
(a) Share capital	1,125.00	1,125.00
(b) Reserves & Surplus	8,420.55	9,026.96
(c) Money Received against share warrants	-	-
Sub-total - Shareholders' Funds	9,545.55	10,151.96
2. Non-current liabilities		
(a) Long term borrowings	5,663.62	4,104.94
(b) Deferred tax liabilities (net)	1,151.62	1,306.08
(c) Long term provisions	898.35	844.95
Sub-total Non-current liabilities	7,713.59	6,255.97
3. Current liabilities		
(a) Short term borrowings	13,663.91	23,032.28
(b) Trade payables	2,845.50	16,128.66
(c) Other current liabilities	8,695.69	9,999.56
(d) Short term provisions	181.17	839.94
Sub-total Current liabilities	25,386.27	50,000.44
TOTAL - EQUITY & LIABILITIES	42,645.41	66,408.37
B ASSETS		
1. Non-current assets		
(a) Fixed assets	15,891.76	15,721.77
(b) Non-current investments	159.35	8.54
(c) Deferred tax assets (net)	-	-
(d) Long term loans & advances	2,599.01	465.54
(e) Other non-current assets	436.41	400.67
Sub-total Non-current assets	19,086.53	16,596.52
2. Current Assets		
(a) Inventories	16,394.53	42,369.76
(b) Trade receivables	1,409.67	3,118.74
(c) Cash & Bank Balances	1,728.33	2,693.69
(d) Short term loans and advances	3,736.09	1,028.94
(e) Other current assets	290.26	600.72
Sub-total Current assets	23,558.88	49,811.85
TOTAL - ASSETS	42,645.41	66,408.37

As per report of even date
For M/s P. G. Bhagwat
Chartered Accountants
Firm Regn. No. 101118W

For The Ugar Sugar
Works Limited

Place: Panhala

Date: 09-11-2012



Nikhil M. Shevade
Partner
Membership No. 217379

Shishir S. Shirgaokar
Managing Director