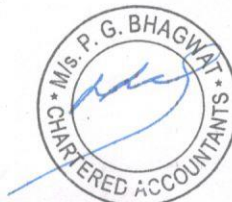


**Auditor's Report On Quarterly Financial Results and Year to Date Results of the
Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure
Requirements) Regulations, 2015**

To Board of Directors of The Ugar Sugar Works Ltd.,

1. We have audited the quarterly financial results of The Ugar Sugar Works Limited ('the Company') for the quarter ended March 31, 2017 and the financial results for the year ended March 31, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2017 and the published year to date figures upto December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subject to limited review. The financial results for the quarter ended March 31, 2017 have been prepared on the basis of the financial results for the nine-month period ended December 31, 2016, the audited annual financial statements as at and for the year ended March 31, 2017, and the relevant requirements of regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are the responsibility of the company's management and have been approved by the board of directors of the company. Our responsibility is to express an opinion on these financial results based on our review of the financial results for the nine-month period ended December 31, 2016 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standards (AS) 25, Interim financial reporting, specified under the section 133 of the Companies Act 2013 read with relevant rules issued thereunder; and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended March 31, 2017; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
2. 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 misstatements. 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.



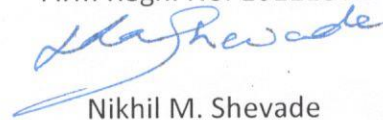
3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- i. are 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 of the net profit and other financial information for the quarter ended March 31, 2017 and for the year ended March 31, 2017.

4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2017 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2017 and the published year to date figures up to December 31, 2016, being the date of the end of the third quarter of the current financial year, which were subjected to a limited review as stated in paragraph 1 above, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Place: Ugarkhurd
Date: 29-05-2017

For M/s P. G. Bhagwat
Chartered Accountants
Firm Regn. No. 101118W



Nikhil M. Shevade
Partner
Membership No. 217379



THE UGAR SUGAR WORKS LIMITED

CIN-L15421PN1939PLC006738

Regd. Office: Mahaveernagar, Sangli 416416

Administrative Offices: Ugarkhurd 591316 (Dist. Belgavi)

Factories: Ugarkhurd (Dist. Belgavi) and Nagarhalli-Malli Village (Dist. Kalburgi)

(Amount in Rs. Lakh)

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2017

Particulars	<-- Quarter Ended -->			Year Ended	
	31/03/2017 (Audited)	31/12/2016 (Unaudited)	31/03/2016 (Audited)	31/03/2017 (Audited)	31/03/2016 (Audited)
1. Income from Operations					
(a) Net Sales / Income from operations (Net of excise duty)	17,490.86	16,965.57	37,138.13	58,437.11	82,387.01
(b) Other Operating Income	-	-	862.38	99.40	1,343.21
Total income from Operations (Net)	17,490.86	16,965.57	38,000.51	58,536.51	83,730.22
2. Expenses					
(a) Cost of materials consumed	11,116.06	22,681.36	32,389.71	36,452.38	62,491.56
(b) Other Manufacturing Expenses	463.57	1,082.19	579.31	2,503.18	2,389.70
(c) Purchase of Stock in trade	671.62	968.59	835.13	2,714.29	2,599.30
(d) Change in inventories of finished goods, work-in-progress and stock-in- trade	(433.09)	(13,787.45)	(6,379.49)	1,714.12	1,765.99
(e) Employee benefit expenses	1,940.08	1,669.74	2,513.57	6,812.48	6,766.21
(f) Depreciation & amortisation expense	407.83	369.63	396.69	1,468.39	1,567.98
(g) Other expenses	598.54	494.18	1,012.17	2,249.88	2,673.76
Total Expenses	14,764.61	13,478.24	31,347.09	53,914.72	80,254.50
3. Profit from operations before other income, finance costs and exceptional items (1 - 2)	2,726.25	3,487.33	6,653.42	4,621.79	3,475.72
4. Other Income	280.22	50.54	386.25	845.29	882.70
5. Profit from operations before finance costs and exceptional items (3 + 4)	3,006.47	3,537.87	7,039.67	5,467.08	4,358.42
6. Finance costs	896.84	676.82	600.73	3,039.59	2,873.75
7. Profit from operations after finance costs but before exceptional items (5 - 6)	2,109.63	2,861.05	6,438.94	2,427.49	1,484.67
8. Exceptional Items	-	-	-	-	-
9. Profit from ordinary activities before tax (7 ± 8)	2,109.63	2,861.05	6,438.94	2,427.49	1,484.67



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(Amount in Rs. Lakh)

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2017

Particulars	<-- Quarter Ended -->			Year Ended	
	31/03/2017 (Audited)	31/12/2016 (Unaudited)	31/03/2016 (Audited)	31/03/2017 (Audited)	31/03/2016 (Audited)
10. Tax expense	(28.34)	178.81	275.30	84.81	356.39
11. Profit from ordinary activities after tax (9 ± 10)	2,137.97	2,682.24	6,163.64	2,342.68	1,128.28
12. Extraordinary items (net of tax expense)	-	-	-	-	-
13. Net Profit for the period (11 ± 12)	2,137.97	2,682.24	6,163.64	2,342.68	1,128.28
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
15. Reserves excluding Revaluation Reserve as per the balance sheet of the previous accounting year					7,960.15
16.i Earnings per share (before extraordinary items) of Re. 1 (not annualised)	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Basic	1.90	2.38	5.48	2.08	1.00
(b) Diluted	1.90	2.38	5.48	2.08	1.00
16.ii Earnings per share (after extraordinary items) of Re. 1 (not annualised)	Rs.	Rs.	Rs.	Rs.	Rs.
(a) Basic	1.90	2.38	5.48	2.08	1.00
(b) Diluted	1.90	2.38	5.48	2.08	1.00



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(Amount in Rs. Lakh)

AUDITED SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED FOR THE QUARTER AND YEAR ENDED 31st MARCH, 2017

Particulars	<-- Quarter Ended -->			Year Ended	
	31/03/2017 (Audited)	31/12/2016 (Unaudited)	31/03/2016 (Audited)	31/03/2017 (Audited)	31/03/2016 (Audited)
1. Segment Revenue					
a. Sugar	17,974.67	19,818.38	39,423.30	60,020.39	83,102.72
b. Co-generation	2,475.10	5,238.44	7,476.33	8,116.10	13,946.66
c. Industrial Alcohol	1,398.24	963.86	1,902.29	4,325.78	5,996.93
d. Potable Alcohol	1,031.06	867.47	1,252.93	3,734.56	4,719.67
e. Unallocated	-	-	-	-	-
Total	22,879.07	26,888.15	50,054.85	76,196.83	1,07,765.98
Less: Intersegment Revenue	5,388.21	9,922.58	12,054.34	17,660.32	24,035.76
Net Sales / Income from Operations	17,490.86	16,965.57	38,000.51	58,536.51	83,730.22
2. Segment Results					
Profit / (Loss) before interest & tax					
a. Sugar	3,695.73	4,182.05	6,238.41	9,504.02	3,725.71
b. Co-generation	78.24	161.40	1,394.54	(856.74)	1,957.48
c. Industrial Alcohol	228.89	(38.96)	226.00	(0.04)	704.74
d. Potable Alcohol	53.80	45.87	43.49	156.03	490.10
e. Unallocated	-	-	-	-	-
Total	4,056.66	4,350.36	7,902.44	8,803.27	6,878.03
Less:					
i. Finance Cost	896.84	676.82	600.73	3,039.59	2,873.75
ii. Other Unallocable Expenditure	1,330.41	863.03	1,249.02	4,181.48	3,402.31
iii. Unallocable Income	(280.22)	(50.54)	(386.25)	(845.29)	(882.70)
	1,947.03	1,489.31	1,463.50	6,375.78	5,393.36
Profit / (Loss) before tax	2,109.63	2,861.05	6,438.94	2,427.49	1,484.67
3. Capital Employed (Segment Assets minus Segment Liabilities)					
a. Sugar	44,020.46	29,674.53	38,176.10	44,020.46	38,176.10
b. Co-generation	5,229.85	5,411.93	6,807.74	5,229.85	6,807.74
c. Industrial Alcohol	1,695.65	1,817.55	2,102.01	1,695.65	2,102.01
d. Potable Alcohol	2,427.31	2,239.69	3,265.75	2,427.31	3,265.75
e. Others (Unallocated)	96.85	1,037.48	75.20	96.85	75.20
Total	53,470.12	40,181.18	50,426.80	53,470.12	50,426.80



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Notes:

1. Inter-segment Transfers of Bagasse and Molasses, the cost of which is unascertainable, are recorded at net realisable value. Inter-segment Transfers of other items are recorded at cost.
2. Figures for the immediately preceding quarter, corresponding periods in the earlier year and for the Previous Accounting Year have been regrouped / recast, where necessary.
3. Figures for the quarter ended 31-03-2017 are the balancing figures between the audited figures in respect of the full financial year and the published year-to-date figures upto the third quarter of the current financial year.
4. The Company is holding 48.20% of shares in Ugar Theatres Pvt. Ltd. However, the amounts being immaterial, consolidation of accounts as per the provisions of "AS-23 - Accounting for Investments in Associates in Consolidated Financial Statements" and other relevant provisions of the Companies Act, is not considered necessary.
5. The directors have recommended a Dividend of Re. 0.20 (20%) per share of Re. 1/- for the year 2016-17.
6. 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 29-05-2017.



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(Amount in Rs. Lakh)

STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at 31st March 2017	As at 31st March 2016
A EQUITY & LIABILITIES		
1. Shareholders' fund		
(a) Share capital	1,125.00	1,125.00
(b) Reserves & Surplus	10,030.80	7,960.15
Sub-total - Shareholders' Funds	11,155.80	9,085.15
2. Non-current liabilities		
(a) Long term borrowings	4,968.91	9,016.10
(b) Deferred tax liabilities (net)	644.88	1,082.82
(c) Long term provisions	1,668.25	1,338.51
Sub-total Non-current liabilities	7,282.04	11,437.43
3. Current liabilities		
(a) Short term borrowings	27,460.12	15,622.09
(b) Trade payables	835.26	17,872.03
(c) Other current liabilities	14,408.23	20,945.29
(d) Short term provisions	653.49	985.46
Sub-total Current liabilities	43,357.10	55,424.87
TOTAL - EQUITY & LIABILITIES	61,794.94	75,947.45
B ASSETS		
1. Non-current assets		
(a) Fixed assets	16,751.73	16,066.94
(b) Non-current investments	649.43	647.21
(c) Long term loans & advances	573.73	507.46
(d) Other non-current assets	91.24	38.63
Sub-total Non-current assets	18,066.13	17,260.24



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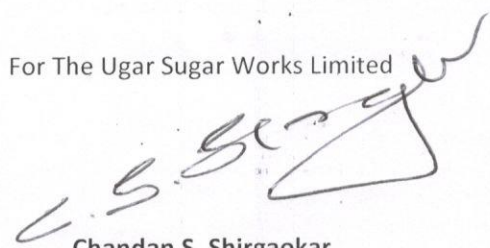
(Amount in Rs. Lakh)

STATEMENT OF ASSETS AND LIABILITIES

Particulars	As at 31st March 2017	As at 31st March 2016
B ASSETS		
2. Current Assets		
(a) Inventories	40,204.56	41,947.88
(b) Trade receivables	1,065.29	14,251.81
(c) Cash & cash equivalents	1,524.25	744.33
(d) Short term loans and advances	789.70	1,395.93
(e) Other current assets	145.01	347.26
Sub-total Current assets	43,728.81	58,687.21
TOTAL - ASSETS	61,794.94	75,947.45

As per our report of even dateFor M/s P. G. Bhagwat
Chartered Accountants
Firm Regn. No. 101118WNikhil M. Shevade
Partner
Membership No. 217379

For The Ugar Sugar Works Limited


Chandan S. Shirgaokar
Managing Director
DIN - 208200Place: Ugarkhurd
Date: 29-05-2017