Dharani Sugars and Chemicals Limited

Regd. Office: "PGP HOUSE", (Old No.57) New No.59, Sterling Road, Nungambakkam, Chennai - 600 034.
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Email : accounts@dharanisugars-pgp.com, commercial @pgpgroup.in, secretarial@dharanisugars-pgp.com
GST No : 33AAACD1281F1Z7 | TIN NO:33061502443 | CST No : 818529/19.11.87
CIN No : L15421TN1987PLC014454, Website : www.dharanisugars.in

DSCL/FIN/2018

Date: 01-09-2018

Bombay Stock Exchange Limited
Corporate Relationship Department
1st Floor, New Trading Ring,
Rotunda Building, PJ Towers
Dalal Street, Fort
Mumbai-400 001.

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot No. C/1, G Block
Bandra Kurla Complex
Bandra East
Mumbai-400 051.

Dear Sir,

Ref: Disclosures of material information under Regulation 30 read with Schedule III of SEBI (LODR).

Due to glut in sugar during the last 2 years, the performance of the Sugar Industry has been affected. Further, the drought in Tamil Nadu during the last 4 years have also affected the performance of the sugar units in Tamil Nadu. Consequently, the financial position of our Company has been affected due to non-availability of sufficient cane and consequent reduction in the production of Alcohol and Power Generation. The capacity utilisation of sugar mills in Tamil Nadu is around 25% only.

On account of the above, the Company is not in a position to service the debts to the banks/ financial institutions fully from May-August 2018.

In view of the above, now the lenders have declared the loan accounts of the Company as a Non Performing Asset. The Company will be able to improve its performance and regularise its loan accounts in the coming year once the cane availability improves with the expected normal mansoon in the next few months.

The Company has submitted Resolution Plan to the Lenders on its proposal for restructuring its debts to match with the projected cash flows and the same is under discussion with the banks and institutions.

Kindly take the same on your records.

Thanking you,

Yours faithfully,
For Dharani Sugars and Chemicals Limited

M.P. Kaliannan
Chief Financial Officer

DHARANI SUGARS AND CHEMICALS LIMITED ★ No. 57, Sterling Road, Nungambakkam, Chennai-34.