PGP GROUP

Dharani Sugars and Chemicals Limited

Regd. Office : "PGP HOUSE", (Old No.57) New No. 59, Sterling Road, Nungambakkam, Chennai - 600034.
Tel : 2831 1313, 28254176, 28234000 Website: www.dharanisugars.in
E-mail : accounts@dharanisugars-pgp.com, commercial@pgpgroup.in, secretarial@dharanisugars-pgp.com
GST No : 33AAACD1281F1Z7 / TIN No : 33061502443 / CSTNo : 818529/19.11.87 / CIN No: L15421TN1987PLC014454.

13/11/2026

DSCL/SE/Q2/FR/NOV 2026

To,
The Listing Department,
BSE Limited,
PJ Towers, Dalal Street,
Fort, Mumbai – 400 001

BSE SCRIP CODE: 507442

To,
The Manager – listing
National Stock Exchange of India Ltd,
Exchange plaza, Bandra – Kurla Complex,
Bandra(east), Mumbai – 400 051

NSE SYMBOL: DHARSUGAR

Dear Sir/Madam,

Sub: outcome of the Board meeting held on 13th November 2026 – reg

Pursuant to Regulation 33 read with Regulation 30, Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, We wish to inform you that the Board of directors of the company at its meeting held today i.e., Friday, 13th November 2026 had approved the followings: -

1. Un-audited financial results for the quarter and half year ended 30 September 2026, along with the segment report, Cash flow statement and Statement of assets and liabilities.
2. The limited Review Report issued by the Statutory auditor of the Company.

The Meeting of Board of directors of the Company commenced at 03.30 PM and concluded at 4.25PM PM

This above Result is also available at the website of the Company www.dharanisugars.com and at the websites of the stock Exchanges where the equity shares of the company are listed: BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited www.nseindia.com)

This is for your information and records.

Thanking you
for Dharani Sugars and Chemicals Limited

E P Sakthivel
Company Secretary & Compliance Officer

Encl: A/a

Dharani Nagar, Vasudevanallur,
Tenkasi District - 627 760
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Srivatsan & Associates
Chartered Accountants

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Limited Review Report on the Unaudited Financial Results for the quarter ended September 30, 2026 of M/s. Dharani Sugars and Chemicals Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

We have reviewed the accompanying statement of unaudited financial results of Dharani Sugars and Chemicals Limited for the quarter ended September 30, 2026, being submitted by the company pursuant to the requirement of Regulations 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended to date ("the listing regulation").

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. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

We have 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.

Management Responsibility for the Unaudited Financial Results.

The preparation of the Statement in accordance with the recognition and measurement principles Laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company, Our responsibility is to issue a report on the Statement based on our review.

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements for the quarter ended September 30, 2026 give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Ind AS specified under Section 133 of the Act. This responsibility includes the preparation and presentation of the standalone financial results for the quarter ended September 30, 2026.

SRIVATSAN & ASSOCIATES ★ CHARTERED ACCOUNTANTS ★ FRN 016821S

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This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial control, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Basis for Qualified Conclusion:

1. We draw your attention to Note 1 of the Financial Results, the Company has incurred substantial losses and has accumulated losses resulting in erosion of net worth as at September 30, 2026. Further, the manufacturing facilities and operations of the Company have remained non-operational for a prolonged period and the Company has defaulted in repayment of significant borrowings, settlement obligations and statutory dues.

   The manufacturing plants and major fixed assets of the Company have remained idle for a prolonged period. The Company's ability to recommence operations is dependent upon mobilisation of substantial working capital, settlement of overdue farmer dues and availability of adequate sugarcane for the ensuing crushing seasons.

   Further, pursuant to withdrawal of CIRP proceedings, the Company had entered into a Master Restructuring Agreement ("MRA") dated May 24, 2024 with India Debt Resolution Company Limited ("IDRCL"), acting as trustee on behalf of National Asset Reconstruction Company Limited ("NARCL"), for restructuring of the outstanding borrowings of the Company. Since the previous year, the Company committed breaches of repayment obligations (including current quarter) and financial covenants stipulated under the MRA, including non-payment of instalments falling due under the agreed repayment schedule, non-fulfilment of security related conditions precedent, non-creation of Debit Service Reserve Account ("DSRA"), delays in operationalisation of monitoring mechanisms, non-payment of farmer dues and availing of additional indebtedness without prior lender approval. Consequently, IDRCL, through its legal counsel, issued a Default Notice dated February 07, 2026 granting time for one month to cure the subsisting Events of Default and also reserved its rights to initiate recovery proceedings before the Hon'ble Debt Recovery Tribunal ("DRT"). However, the Company could not remedy the defaults within the stipulated timeline and accordingly, the restructuring arrangement stands cancelled and the concessions and reliefs granted thereunder stand withdrawn.

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Subsequently, IDRCL issued a Follow-up Notice of Default dated October 27, 2026 stating that the Events of Default are continuing, with estimated overdue obligations of INR 59.2 Crores as at September 30, 2026, and reserving its rights to initiate proceedings, including under Section 7 of the Insolvency and Bankruptcy Code, 2016 before the Hon'ble NCLT and before the Hon'ble DRT. In its reply dated November 02, 2026, the Company stated that it is in advanced discussions with prospective financiers to fund the settlement of IDRCL dues and recommencement of operations, undertook to submit a comprehensive revival proposal within fifteen days and requested IDRCL to withhold coercive action in the interim.

However, the lender has not recalled the aforesaid borrowings as at the date of our report and, accordingly, the Company has not reclassified such borrowings as current liabilities in the Financial Results. In our opinion, in view of the continuing defaults in repayment obligations and financial covenants, cancellation of the MRA and withdrawal of the concessions and reliefs granted thereunder, the aforesaid borrowings have become due and payable and ought to have been classified as current liabilities in accordance with the applicable requirements of Ind AS. Consequently, the current liabilities and current portion of borrowings are understated and non-current borrowings are correspondingly overstated by ₹9,690 lakhs as at September 30, 2026. Further, the Company intimated the default in repayment of the loan, which occurred on September 30, 2026, to the stock exchanges through its communication dated October 27, 2026.

Further, the Sugar Development Fund ("SDF") Loan secured by the fixed assets of Unit-III (excluding refinery assets and harvester machines) was covered under a One Time Settlement ("OTS") sanctioned by the Government of India for an amount of INR 6,111 Lakhs and vide letter dated October 13, 2025, the repayment timeline under the OTS was extended up to April 06, 2026. However, the Company defaulted in repayment within the extended timeline. Consequently, the administrative approval for the OTS arrangement stands revoked and the original liabilities together with applicable interest and other charges have become repayable by the Company.

The aforesaid events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

2. We draw your attention to Note 2 & 3 of the Financial Results, the company continues to face significant liquidity and cash flow constraints which adversely impact its ability to recommence operations and meet its financial and operational obligations in a timely manner. The manufacturing plants and major fixed assets of the Company have remained idle and non-operational for a prolonged period.

SRIVATSAN & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN 010921S

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Further, the sugar manufacturing business is inherently dependent upon availability of sugarcane, which is a seasonal agricultural crop influenced by various factors including climatic conditions, cultivation patterns, recovery levels and cane availability in the command area. The ability of the Company to successfully recommence and sustain operations is dependent upon timely availability and procurement of adequate sugarcane supplies during the relevant crushing seasons, apart from availability of adequate working capital and operational funding.

The Company is presently engaged in discussions and negotiations with existing lenders and other stakeholders in relation to restructuring, settlement and revival arrangements.

3. We draw attention to Note 4 & 8 of the financial statements, which discloses borrowings from directors & Intercorporate Loans from related parties. The Company has not provided for interest expense on these borrowings as per the agreed terms. In our view, the omission of such provision has resulted in an understatement of finance costs and current liabilities. The total outstanding from Directors and Related parties stands at INR 21,963.19 Lakhs as on September 30, 2026.

4. We further draw attention to the settlement obligations payable to sugarcane farmers pursuant to the settlement arrangement approved under the restructuring framework. As per the terms of the arrangement, the second and final instalment aggregating to INR 36.08 Crores payable to Ryots remained unpaid as at September 30, 2026.

5. We draw attention to Note No. 5 of the financial statements, wherein the Company has defaulted in repayment of a loan availed from I Heart Properties Private Limited amounting to INR 3,130.69 Lakhs, including accrued interest of INR 660.69 Lakhs, which remained overdue as at September 30, 2026. The Company has not provided sufficient evidence regarding the terms of settlement/recovery and consequential financial implications arising from such default.

6. We draw attention to Note No. 6 to the financial statements relating to the Company's investment in Appu Hotels Limited, having a carrying amount of INR 1,455.39 Lakhs as at September 30, 2026. The Management is in the process of assessing the fair value of the investment and complying with the disclosure requirements of Ind AS 113 – Fair Value Measurement. In our conclusion, the carrying value of the investment is not reflective of its fair value as required under Ind AS 113 – Fair Value Measurement.

7. We were not provided with balance confirmations as at September 30, 2026, for trade receivables, trade payables, advances received/paid and for deposits received/ paid. Based on the above we are unable to report the impact on standalone financial statements due to non-receipt of confirmations.

SRIVATSAN & ASSOCIATES * CHARTERED ACCOUNTANTS * FRN:01492S

Srivatsan & Associates
Chartered Accountants

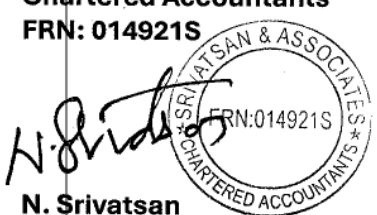
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8. The equity shares of the Company were suspended from trading on the National Stock Exchange of India (NSE) and Bombay Stock Exchange (BSE) with effect from July 03, 2023, pursuant to initiation of liquidation proceedings by the Hon'ble National Company Law Tribunal, Chennai Bench, vide Order IA (IBC)/380/CHE/2023 in IBA/976/2019 dated June 27, 2023. Further, vide NSE Circular Ref. No. 0815/2023 dated June 30, 2023, the Exchange notified suspension of trading in the equity shares of the Company.

Our conclusion is modified with respect to point No.1 to 8 of the above-mentioned points.

Based on our review conducted and subject the qualifications 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 Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Srivatsan & Associates
Chartered Accountants
FRN: 014921S



N. Srivatsan
Proprietor
M.No.230195

Date: 13-11-2026
Place: Chennai
UDIN: 26230195NQXHLG2775

Dharani Sugars and Chemicals Limited
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Tel.No.91-44-28311313, Fax No.091-44-28232074, CIN - L15421TN1987PLC014454
Email: secretarial@dharanisugars-pgp.com, Website: www.dharanisugars.com
Statement of standalone Unaudited financial results for the Quarter Ended September 30, 2026

Rs. In lakhs

S.No	Particulars	Quarter ended			Half Year ended		Year ended
		September 30, 2026 (Unaudited)	June 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)	September 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)	March 31, 2026 (Audited)
	Income from Operations						
1	(a) Net Sales/ Revenue from operations			13.45	-	13.45	-
	(b) Other Operating Income	120.75	49.76	163.24	170.51	186.34	241.33
	Total Income from Operations (Net)	**120.75**	**49.76**	**176.69**	**170.51**	**199.79**	**241.33**
2	**Expenses**						
	(a) Cost of materials consumed		-	-	-		-
	(b) Purchase of Stock in Trade		-	-	-		-
	(c) Changes in inventories of finished goods, work in progress and stock in trade		-	-	-		-
	(d) Employees benefits expense	193.24	280.59	375.19	473.83	766.44	1782.02
	(e) Depreciation and amortisation expense	540.13	540.13	549.77	1,080.26	1,099.53	2199.05
	(f) Other expenses	109.88	171.55	229.52	281.43	410.40	678.09
	Total Expenses	**843.25**	**992.27**	**1,154.48**	**1,835.52**	**2,276.37**	**4,609.16**
3	Profit/(Loss) from Operations before other income,Finance costts and exceptional items (1-2)	**(722.50)**	**(942.51)**	**(977.79)**	**(1,665.01)**	**(2,076.58)**	**(4,367.83)**
4	Other income						-
5	Profit/(Loss) from ordinary activities before Finance costs and exceptional items (3+4)	**(722.50)**	**(942.51)**	**(977.79)**	**(1,665.01)**	**(2,076.58)**	**(4,367.83)**
6	Finance Cost	1,050.44	1,054.26	997.47	2104.70	1957.04	3908.68
7	Profit/(Loss) from ordinary activities after Finance costs but before exceptional items (5+6)	(1,772.94)	(1,996.77)	(1,975.26)	(3,769.71)	(4,033.62)	(8,276.51)
8	Exceptional items		-	-	-	-	(2,195.56)
9	Profit/(Loss) from ordinary activities before tax (7+8)	**(1,772.94)**	**(1,996.77)**	**(1,975.26)**	**(3,769.71)**	**(4,033.62)**	**(10,472.07)**
10	Tax expenses	-	-	-	-	-	-
11	Net Profit (Loss) ordinary activities after tax (9+10)	**(1,772.94)**	**(1,996.77)**	**(1,975.26)**	**(3,769.71)**	**(4,033.62)**	**(10,472.07)**
12	Extraordinary items (net of tax)	-	-	-	-	-	-
13	Net Profit (Loss) for the period (11+12)	**(1,772.94)**	**(1,996.77)**	**(1,975.26)**	**(3,769.71)**	**(4,033.62)**	**(10,472.07)**
14	Share of profit/(Loss) of Associates	-	-	-	-	-	-
15	Minority Interest	-	-	-	-	-	-
16	Net profit /(Loss) after taxes,minority interest and share of profit/(Loss) of associates(13+14+15)	**(1,772.94)**	**(1,996.77)**	**(1,975.26)**	**(3,769.71)**	**(4,033.62)**	**(10,472.07)**
17	Other Comprehensive Income						
	(A) Items that will not be classified to profit or loss						
	(i) Remeasurement of Defined Benefit Gain/(Loss)		-	-	-		516.54
	(ii) Income Tax relating to items that will be not reclassified to profit or loss		-	-	-		
	Total other comprehensive income , net of income tax	**(1,772.94)**	**(1,996.77)**	**(1,975.26)**	**(3,769.71)**	**(4,033.62)**	**(9,955.53)**
18	Paid-up equity share capital	4151.43	4151.43	4151.43	4151.43	4151.43	4,151.43
	Face value per share (Rs)	10.00	10.00	10.00	10.00	10.00	10.00
19	Reserves excluding Revaluation Reserves as per balance sheet of Previous accounting year		-	-			(30,435.10)
20	i.Earnings per share(Before extraordinary items)						
	- Basic	(4.27)	(4.81)	(4.76)	(9.08)	(9.72)	(19.94)
	- Diluted	(4.27)	(4.81)	(4.76)	(9.08)	(9.72)	(19.94)
	ii.Earnings per share(After extraordinary items)						
	- Basic	(4.27)	(4.81)	(4.76)	(9.08)	(9.72)	(25.23)
	- Diluted	(4.27)	(4.81)	(4.76)	(9.08)	(9.72)	(25.23)

DHARANI SUGARS AND CHEMICALS LTD. No.59, Sterling Road, Nungambakkam, CHENNAI-34

Dharani Sugars and Chemicals Limited

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Statement of Assets and Liabilities

Particulars	As at September 30, 2026 (Unaudited)	As at March 31, 2026 (Unaudited)
Assets		
Non-current assets		
Property, plant and equipment	41,408.29	42,488.54
Capital work in progress		
Financial assets		
Investments		
Other financial assets	1,473.05	1,467.63
Non-Current tax assets (net)	41.72	41.95
Other non-current assets	15.59	23.16
Total non-current assets	74.00	55.92
Current assets	**43,012.65**	**44,077.20**
Inventories		
Financial assets	37.86	37.82
Trade receivables	-	-
Cash and cash equivalents	454.05	457.74
Other financial assets	23.49	13.50
Other current assets	19.21	10.55
Total current assets	295.74	269.55
Total Assets	**830.35**	**789.16**
EQUITY AND LIABILITIES	**43,843.00**	**44,866.36**
Equity		
Equity share capital		
Other equity	4,151.43	4,151.43
Total equity	(34,204.81)	(30,435.10)
	(30,053.38)	(26,283.67)
Liabilities		
Non-current liabilities		
Financial liabilities		
Borrowings		
Other financial liabilities	34,462.98	37,474.63
Deferred tax liabilities (net)	5,651.38	4,093.91
Provisions	1,338.46	1,338.46
Total non-current liabilities	817.52	816.91
Current liabilities	**42,270.34**	**43,723.91**
Financial liabilities		
Borrowings		
Trade payables	1,668.62	1,693.62
Dues to Micro and Small Enterprises	-	-
Dues to Other Than Micro and Small Enterprises	77.97	74.81
Other financial liabilities	5,087.46	5,112.99
Other current liabilities	21,405.47	17,186.40
Short Term Provisions	3,297.69	3,269.47
Total current liabilities	88.83	88.83
Total liabilities	**31,626.04**	**27,426.12**
Total Equity and Liabilities	**73,896.38**	**71,150.03**
The Company has organised the business into three segments viz. Sugar, Distillery and Power. This reporting complies with Ind AS 108 "Operating Segments".	**43,843.00**	**44,866.36**

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Rs. In lakhs

Segment wise Revenue Results and Capital Employed

Particulars	Quarter ended			Half Year		Year ended
	September 30, 2026 (Unaudited)	June 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)	September 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)	March 31, 2026 (Audited)
Segment Revenue						
(a) Sugar		-	-	-		-
(b) Distillery		-	-	-		-
(c) Power		-	-	-		-
(d) Unallocated	120.75	49.76	176.69	170.51	199.79	241.33
Total	**120.75**	**49.76**	**176.69**	**170.51**	**199.79**	**241.33**
Less: Inter Segment Revenue						-
Revenue from operations (Net)	**120.75**	**49.76**	**176.69**	**170.51**	**199.79**	**241.33**
Segment Results						
Profit (+) / Loss (-) before tax and finance cost						
(a) Sugar	(530.60)	(632.58)	(796.61)	(1,163.18)	(1,584.21)	(3,247.03)
(b) Distillery	(225.66)	(207.96)	(216.40)	(433.62)	(428.38)	(862.80)
(c) Power	(86.99)	(151.73)	(141.47)	(238.72)	(263.78)	(499.33)
(d) Unallocated	120.75	49.76	176.69	170.51	199.79	241.33
Total	**(722.50)**	**(942.51)**	**(977.79)**	**(1,665.01)**	**(2,076.58)**	**(4,367.83)**
Add/ (Less) : Finance Cost	1,050.44	**1,054.26**	997.47	2,104.70	1,957.04	**3,908.68**
Loss from continuing operations	(1,772.94)	(1,996.77)	(1,975.26)	(3,769.71)	(4,033.62)	(8,276.51)
Loss from discontinuing operations	-	-	-	-	-	-
Profit /(Loss) Before Tax	**(1,772.94)**	**(1,996.77)**	**(1,975.26)**	**(3,769.71)**	**(4,033.62)**	**(8,276.51)**
Segment Assets						
(a) Sugar	28,347.51	28,131.33	29,891.60	28,347.51	29,891.60	28346.51
(b) Distillery	7,337.61	7,774.26	8,082.94	7,337.61	8,082.94	7960.91
(c) Power	8,061.68	8,387.46	8,354.25	8,061.68	8,354.25	8461.23
(d) Other unallocable corporate assets	96.21	96.96	99.27	96.21	99.27	97.71
Total assets	**43,843.00**	**44,390.01**	**46,428.06**	**43,843.00**	**46,428.06**	**44,866.36**
Segment Liabilities						
(a) Sugar	62,793.33	59,518.43	55,303.09	62,793.33	55,303.09	58248.07
(b) Distillery	2,872.80	2,872.80	2,881.18	2,872.80	2,881.18	2872.80
(c) Power	8,230.25	10,279.22	8,605.49	8,230.25	8,605.49	10029.15
(d) Other unallocable corporate liabilities		-	-	-	-	-
Total liabilities	**73,896.38**	**72,670.45**	**66,789.76**	**73,896.38**	**66,789.76**	**71,150.02**
Capital Employed (Segment assets-Segment liabilities)						
(a) Sugar	(34,445.82)	(31,387.10)	(25,411.49)	(34,445.82)	(25,411.49)	(29,901.56)
Add : Loans	44,616.60	44,233.34	42,243.59	44,616.60	42,243.59	43925.25
Capital Employed Sugar segment	**10,170.78**	**12,846.24**	**16,832.10**	**10,170.78**	**16,832.10**	**14,023.69**
(b) Distillery	4,464.81	4,901.46	5,201.76	4,464.81	5,201.76	5,088.11
Add : Loans	2,872.80	2,872.80	2,686.25	2,872.80	2,686.25	2,872.80
Capital Employed Distillery segment	**7,337.61**	**7,774.26**	**7,888.01**	**7,337.61**	**7,888.01**	**7,960.91**
(c) Power	(168.57)	(1,891.76)	(251.24)	(168.57)	(251.24)	(1,567.92)
Add : Loans	7,072.80	7,072.80	7,259.35	7,072.80	7,259.35	7,072.80
Capital Employed power segment	**6,904.23**	**5,181.04**	**7,008.11**	**6,904.23**	**7,008.11**	**5,504.88**
Total capital employed in segments	**24,412.61**	**25,801.54**	**31,728.22**	**24,412.61**	**31,728.22**	**27,489.48**
Other unallocable corporate assets less Corporate liabilities	96.21	96.96	99.27	96.21	99.27	97.71
Total Capital Employed	**24,508.82**	**25,898.50**	31,827.49	24,508.82	31,827.49	27,587.19

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Dr Palani G Periasamy
Executive Chairman
DIN: 00081002

Place: Chennai
Date : 13th November 2026

Dharani Sugars and Chemicals Limited

Statement of cash flows for the Half Year ended September 30, 2026

(All amounts are in INR Lakhs, except share data and unless otherwise stated)

Particulars	For the Quarter ended September 30, 2026	For the year ended March 31, 2026
Cash Flow From Operating Activities		
Profit before income tax	(3,769.71)	(10,472.07)
Adjustments for		
Depreciation and amortisation expense	1,080.26	2,199.05
Unamortised finance income	-	-
Interest income	(29.14)	(0.90)
Accumulated Depreciation reversal on Sale of Asset	-	(125.77)
Finance costs	2,104.69	3,908.67
Changes in fair value of investments	(5.42)	3.58
	(619.32)	**(4,487.44)**
Change in operating assets and liabilities		
(Increase)/ decrease in other financial assets	(8.43)	(0.05)
(Increase)/ decrease in inventories	(0.04)	(6.15)
(Increase)/ decrease in trade receivables	3.69	(7.53)
(Increase)/ decrease in other assets	(44.28)	(58.99)
Increase/ (decrease) in provisions and other liabilities	5,805.36	12,642.20
Increase/ (decrease) in trade payables	(22.36)	(21.12)
Cash generated from operations	5,114.63	8,060.92
Less: Income taxes paid/ (refunds)	(7.57)	5.80
Net cash from operating activities (A)	**5,122.20**	**8,055.12**
Cash Flows From Investing Activities		
Purchase of property, plant and equipment	-	-
Proceeds from Sale of Property , Plant and Equipment	-	238.75
Interest received	29.14	0.90
Net cash used in investing activities (B)	**29.14**	**239.65**
Cash Flows From Financing Activities		
Proceeds from/ (repayment of) short term borrowings (net)	(25.00)	25.92
Proceeds from/ (repayment of) long term borrowings (net)	(3,011.65)	(4,419.15)
Interest paid	(2,104.69)	(3,908.66)
Net cash from/ (used in) financing activities (C)	**(5,141.34)**	**(8,301.89)**
Net increase/ (decrease) in cash and cash equivalents(A+B+C)	**9.99**	**(7.12)**
Cash and cash equivalents at the beginning of the financial year	13.50	20.62
Cash and cash equivalents at end of the year	**23.49**	**13.50**

Notes:

1. The above cash flow statement has been prepared under indirect method prescribed in Ind AS 7 "Cash Flow Statemen
2. Components of cash and cash equivalents

Balances with banks		
- in current accounts	18.15	4.92
Cash on hand	5.34	8.58
Total	**23.49**	**13.50**

3. Positive Cash flow operations as shown in CFS , is only due to reclassification of Current maturities of Long term debt and there is no repayment of long term borrowings.

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Notes to the unaudited financial results for the quarter ended September 30, 2026:

1. The Company has accumulated losses resulting in negative net worth as of September 30, 2026. Further, the manufacturing facilities and operations of the Company have remained non-operational for a prolonged period and the Company has defaulted in repayment of certain borrowings and settlement obligations during the year.

   However, the standalone financial statements for the quarter ended September 30, 2026, have been prepared on a going concern basis considering the revival and recommencement plans initiated by the management for restoration of production capabilities, improvement of operational and financial performance and ensuring the Company's ability to meet its obligations and sustain its business activities in the foreseeable future.

2. Pursuant to withdrawal of CIRP proceedings, the Company entered into a Master Restructuring Agreement ("MRA") dated May 24, 2024 with India Debt Resolution Company Limited ("IDRCL"), acting as trustee on behalf of National Asset Reconstruction Company Limited ("NARCL"), for restructuring of the outstanding borrowings of the Company.

   Under the terms of the MRA, unsustainable debt amounting to INR 33,465 Lakhs was disclosed as contingent liability. Since the previous financial year, the Company committed multiple breaches of repayment obligations and financial covenants stipulated under the MRA, including non-payment of instalments falling due under the agreed repayment schedule. Consequently, IDRCL, through its legal counsel, issued a Default Notice dated February 07, 2026, granting time for one month to cure the subsisting Events of Default. However, the Company could not remedy the defaults within the stipulated timeline. The company has also made a subsequent default on the said liability on 30th September 2026.

   Accordingly, in terms of the MRA, the restructuring arrangement stands cancelled and the concessions, waivers and reliefs granted thereunder stand withdrawn. Consequently, the original outstanding dues including unsustainable debt amounting to INR 33,465 Lakhs have become payable by the Company. However, the aforesaid unsustainable debt continues to be disclosed as contingent liability in the financial statements based on ongoing discussions and negotiations with the lenders and management's assessment regarding the proposed restructuring and funding arrangements. The Company has not reclassified the borrowings as current liabilities as the lender has not recalled the loan as at the date of the report. The Company is in discussions with the lender for resolution of the outstanding defaults and restructuring of the repayment obligations. Further, the Company intimated the default in repayment of the loan, which occurred on September 30, 2026, to the stock exchanges through its communication dated October 27, 2026.

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Further, the Sugar Development Fund ("SDF") Loan secured by the fixed assets of Unit-III (excluding refinery assets and harvester machines) was covered under a One Time Settlement ("OTS") sanctioned by the Government of India for an amount of INR 6,111 Lakhs. Vide letter dated October 13, 2025, the authority had granted extension for repayment of the aforesaid OTS amount up to April 06, 2026.

However, the Company has defaulted in repayment within the extended timeline. Consequently, the SDF Authority has issued a letter dated April 22,2026 stating the cancellation of OTS arrangement entered into with the company, the concessions and reliefs granted under the OTS arrangement stand withdrawn and the original liability together with applicable interest has become payable by the Company. The consequential financial impact arising on account of reinstatement of the original liability, including applicable interest and other related charges, is being evaluated by the management and necessary adjustments, wherever required, will be accounted for upon final determination. Also, The Government of India, vide its communication dated August 18, 2026, has extended the timeline for One Time Settlement (OTS) of Sugar Development Fund (SDF) loans. In view of this extension, the Company is considering submitting a fresh application for OTS settlement of its outstanding SDF loan.

3. The management is actively undertaking various revival and recommencement measures for restoration of the Company's operations, including arrangements for working capital and operational funding and discussions with lenders and other stakeholders. Management is also evaluating various options for external funding and infusion of financial support for recommencement of operations and meeting working capital requirements. Management is positive about the revival and recommencement of the Company's operations and expects improvement in the operational and financial position of the Company in the foreseeable future.

4. The Company has obtained unsecured loans in the said quarter from Corporate entities to the tune of INR 329.68 Lakhs as per Loan agreements. The Total Outstanding loans from Directors & Loans from related parties stands at INR 21,963.19 Lakhs as on September 30, 2026.

5. The Company availed a loan from I heart Properties Private Limited in August 2024 amounting to INR 2,470 lakhs for a tenure of four months. As at September 30, 2026, the entire loan amount of INR 3130.69 Lakhs including interest of INR 660.69 Lakhs, remains unpaid beyond its due date.

6. The Company has investments in equity shares of Appu Hotels Limited, having a carrying amount of INR 1,455.39 Lakhs as at September 30, 2026. The Management is in the process

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of assessing the fair value of the investments and complying with the disclosure requirements of Ind AS 113 – Fair Value Measurement.

7. During the financial year 2024-25, the Company issued 83,14,328 equity shares of INR 10 each for consideration other than cash pursuant to a debt resolution agreement entered into with National Asset Reconstruction Company Limited (NARCL). However, as at September 30, 2026, the said shares have not been admitted in dematerialised form and are pending receipt of in-principle approval from the stock exchanges in accordance with the terms of the agreement. Consequently, the equity shares issued pursuant to the debt resolution arrangement are neither dematerialised nor listed as at September 30, 2026.

   Further, the equity shares of the Company were suspended from trading on the National Stock Exchange of India and the Bombay Stock Exchange (BSE) with effect from July 03, 2023, pursuant to initiation of liquidation proceedings by the Hon'ble National Company Law Tribunal, Chennai Bench, vide Order IA (IBC)/380/CHE/2023 in IBA/976/2019 dated June 27, 2023. Further, vide NSE Circular Ref. No. 0815/2023 dated June 30, 2023, the Exchange notified suspension of trading in the equity shares of the Company. The management is undertaking necessary steps for regularisation of defaults and pursuing efforts for restoration of trading and revocation of suspension of the equity shares of the Company. As of the review date, Statutory dues aggregating in respect of TDS, Employees Provident Fund, Employees State Insurance, Professional Tax, and Power Generation Tax remain unpaid. The delays are primarily due to liquidity issues. The Company is working on a priority payment schedule to clear all outstanding statutory dues.

8. Interest on the Inter-Corporate Loan from Dharani Developers Limited and loans from directors has not been accrued in the books for the quarter in line with the terms agreed in the Master Restructuring Agreement (MRA) dated 24th May 2024.

9. Vendor classification between MSME and non-MSME is under review. Updated MSME registration certificates are being obtained from suppliers. Management acknowledges that some MSME dues have remained unpaid beyond statutory timelines and is working to settle these and prevent delays in future.

10. The Company has reversed rental expense to the extent of 54.36 Lakhs attributable to FY 25-26 and Rs.27.18 Lakhs attributable for the period April 2026 to September 2026.

11. The Company does not have any subsidiary/associate/joint venture company as on September 30 ,2026.

12. Previous period figures have been regrouped/reclassified, wherever necessary.

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