



BirlaSugar

K.K. BIRLA GROUP OF SUGAR COMPANIES

UGSIL/SE/2016-17/08

May 13, 2016

The Secretary
National Stock Exchange of India Ltd.
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra- Kurla Complex, Bandra (E)
Mumbai 400 051

The Dy. General Manager
Corporate Relationship
Department
BSE Ltd.
1st Floor, New Trading Ring,
Rotunda Building
P.J. Towers, Dalal Street, Fort
Mumbai-400 001

The Secretary
The Calcutta Stock
Exchange Ltd.
7, Lyons Range
Kolkata 700 001

Stock Code : UPERGANGES

Stock Code : 530505

Stock Code - 10031097

Dear Sir,

Sub : Outcome of the Board meeting held on 13.05.2016 and disclosures under Regulation 30 of SEBI (LODR) Regulations, 2015

Dear Sirs

This is to inform you that Board of Directors at its meeting held on May 13, 2016, inter alia, have approved the Audited Financial Results for the financial year ended March 31, 2016 along with last quarter Audited Financial Results of the Company and have not recommended any dividend for the financial year 2015-16.

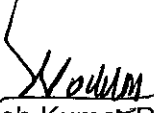
Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015, enclosed please find herewith statement of Audited Financial Results for the quarter and year ended 31st March 2016, with Auditors Report thereon and Form B (for Audit Report with modified opinion), as per the prescribed format.

Kindly acknowledge and take the above information on records and dissemination to all concerned.

Thanking you,

Yours faithfully,

For Upper Ganges Sugar & Industries Limited


Santosh Kumar Poddar
Company Secretary

Encl – as above



Upper Ganges Sugar & Industries Limited

Upper Ganges Sugar & Industries Limited

Registered Office : P.O. Seohara, District Bijnor, Uttar Pradesh - 246746

CIN : L15421UP1932PLC025141, Website : www.birla-sugar.com, Email : birlasugar@birla-sugar.com

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND THE YEAR ENDED 31 MARCH, 2016

(₹ in Lacs)

Particulars	Standalone					Consolidated	
	Quarter ended			Year ended		Year ended	
	31.03.2016 (Audited) refer Note-3	31.12.2015 (Unaudited)	31.03.2015 (Audited) refer Note-3	31.03.2016 (Audited)	31.03.2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)
PART I							
1 Income from Operations							
(a) Gross Sales / Income from Operations	26,120.84	26,079.54	20,692.71	86,597.62	88,235.06	86,597.62	88,235.06
Less : Excise Duty & Cess	1,189.35	1,121.39	924.93	3,967.61	3,334.77	3,967.61	3,334.77
Net Sales / Income from Operations	24,931.49	24,958.15	19,767.78	82,630.01	84,900.29	82,630.01	84,900.29
(b) Other Operating Income	575.12	31.00	349.53	1,099.54	383.91	1,099.54	383.91
Total Income from Operations (net)	25,506.61	24,989.15	20,117.31	83,729.55	85,284.20	83,729.55	85,284.20
2 Expenses							
(a) Cost of raw materials consumed	40,506.92	18,279.05	36,129.20	66,388.95	61,645.99	66,388.95	61,645.99
(b) Purchases of stock-in-trade	362.54	231.21	393.71	852.87	808.57	852.87	808.57
(c) Decrease / (Increase) of finished goods, work-in-progress and stock-in-trade	(26,902.21)	1,983.11	(22,461.70)	(3,604.48)	11,164.13	(3,604.48)	11,164.13
(d) Employees benefits expense	1,705.84	1,483.47	1,798.17	5,736.53	5,402.38	5,736.53	5,402.38
(e) Depreciation & Amortization	393.70	391.70	308.39	1,397.93	1,702.23	1,401.33	1,705.63
(f) Stores, spares & packing materials consumed	1,285.68	646.90	1,425.13	2,428.76	2,700.06	2,428.76	2,700.06
(g) Other expenses	1,141.69	1,400.34	1,076.83	4,330.56	4,178.72	4,364.85	4,198.87
Total expenses	18,494.16	24,415.78	18,669.73	77,531.12	87,602.08	77,568.81	87,625.63
3 Profit / (Loss) from Operations before other income and finance costs (1-2)	7,012.45	573.37	1,447.58	6,198.43	(2,317.88)	6,160.74	(2,341.43)
4 Other Income	169.00	82.49	100.66	379.94	282.16	734.57	575.47
5 Profit / (Loss) from ordinary activities before finance costs (3+4)	7,181.45	655.86	1,548.24	6,578.37	(2,035.72)	6,895.31	(1,765.96)
6 Finance costs	1,396.11	1,065.70	1,465.28	5,579.66	6,467.27	5,541.72	6,467.27
7 Profit / (Loss) from ordinary activities before tax (5-6)	5,785.34	(409.84)	82.96	998.71	(8,502.99)	1,353.59	(8,233.23)
8 Tax Expense :							
(a) Current Tax	(32.69)	24.65	(27.78)	55.52	85.76	57.70	85.76
(b) Deferred Tax Charge / (Credit)	199.75	-	31.86	199.75	(3,051.62)	199.75	(3,051.62)
(c) Provision for Income Tax no longer required written back	(375.82)	-	-	(375.82)	-	(375.82)	-
9 Net Profit / (Loss) after Tax(7-8)	5,994.10	(434.49)	78.88	1,119.26	(5,537.13)	1,471.96	(5,267.37)
10 Paid up Equity Share Capital (Face value per Share ₹ 10)	1,155.73	1,155.73	1,155.73	1,155.73	1,155.73	1,155.73	1,155.73
11 Reserves excluding Revaluation Reserve				(221.50)	(1,344.70)	2,925.18	1,449.28
12 Basic & Diluted Earning per share (of ₹ 10/- each)	50.93 *	(4.70) *	(0.27) *	5.93	(49.84)	8.98	(47.50)

* Not annualised



Upper Ganges Sugar & Industries Limited

Registered Office : P.O. Seohara, District Bijnor, Uttar Pradesh - 246746

CIN : L15421UP1932PLC025141, Website : www.birla-sugar.com, Email : birlasugar@birla-sugar.com

SEGMENT WISE REVENUE, RESULTS AND CAPITAL EMPLOYED

Particulars	Standalone					Consolidated	
	Quarter ended			Year ended	Year ended	Year ended	Year ended
	31.03.2016 (Audited)	31.12.2015 (Unaudited)	31.03.2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)	31.03.2016 (Audited)	31.03.2015 (Audited)
	(Refer Note 3)		(Refer Note 3)				
1. Segment Revenue							
a) Sugar	22,710.23	22,759.36	17,760.30	73,756.75	77,617.40	73,756.75	77,617.40
b) Distillery	3,336.33	2,585.23	2,465.18	10,496.02	5,890.93	10,496.02	5,890.93
c) Co-Generation	5,929.86	2,530.65	5,266.41	9,925.45	10,069.72	9,925.45	10,069.72
d) Tea	364.56	699.56	401.45	2,246.64	2,272.64	2,246.64	2,272.64
e) Others	383.24	226.15	402.34	878.38	827.85	878.38	827.85
Total	32,724.22	28,800.95	26,295.68	97,303.24	96,678.54	97,303.24	96,678.54
Less : Inter Segment Revenue	7,217.61	3,811.80	6,178.37	13,573.69	11,394.34	13,573.69	11,394.34
Net Sale/Income from Operations	25,506.61	24,989.15	20,117.31	83,729.55	85,284.20	83,729.55	85,284.20
2. Segment Results							
[Profit/(Loss) before finance cost]							
a) Sugar	3,391.78	(1,236.10)	(1,055.37)	(573.43)	(7,217.60)	(573.43)	(7,217.60)
b) Distillery	1,332.47	812.74	517.82	3,239.42	994.96	3,239.42	994.96
c) Co-Generation	2,653.79	935.64	2,471.51	3,657.50	3,914.38	3,657.50	3,914.38
d) Tea	(187.45)	176.40	(255.42)	429.66	532.79	429.66	532.79
e) Others	8.80	5.72	8.54	19.33	13.52	19.33	13.52
Total	7,199.39	694.40	1,687.08	6,772.48	(1,761.95)	6,772.48	(1,761.95)
Less/Add :							
i) Finance Cost	1,396.11	1,065.70	1,465.28	5,579.66	6,467.27	5,541.72	6,467.27
ii) Other un-allocable expenditure net off un-allocable income	17.94	38.54	138.84	194.11	273.77	(122.83)	4.01
Profit/(Loss) before tax	5,785.34	(409.84)	82.96	998.71	(8,502.99)	1,353.59	(8,233.23)
3. Capital Employed							
(Segment Assets-Segment Liabilities)							
a) Sugar	33,691.89	9,603.02	29,098.20	33,691.89	29,098.20	33,691.89	29,098.20
b) Distillery	6,223.46	5,904.21	6,513.71	6,223.46	6,513.71	6,223.46	6,513.71
c) Co-Generation	15,773.21	14,391.11	15,828.35	15,773.21	15,828.35	15,773.21	15,828.35
d) Tea	861.19	980.96	854.95	861.19	854.95	861.19	854.95
e) Others	11.20	15.72	20.31	11.20	20.31	11.20	20.31
Total	56,560.95	30,895.02	52,315.52	56,560.95	52,315.52	56,560.95	52,315.52



Notes :

1. Statements of Assets and Liabilities

Particulars	Standalone		Consolidated	
	As at 31 March 2016 ₹ in lacs	As at 31 March 2015 ₹ in lacs	As at 31 March 2016 ₹ in lacs	As at 31 March 2015 ₹ in lacs
Equity and liabilities				
1 Shareholders' funds				
(a) Share capital	4,155.73	4,155.73	4,155.73	4,155.73
(b) Reserves and surplus	(221.50)	(1,344.70)	2,925.18	1,449.28
	3,934.23	2,811.03	7,080.91	5,605.01
2 Non-current liabilities				
(a) Long-term borrowings	18,617.03	17,225.32	18,617.03	17,225.32
(b) Other long-term liabilities	540.23	650.86	540.23	650.86
(c) Long-term provisions	459.45	784.04	459.45	784.04
	19,616.71	18,660.22	19,616.71	18,660.22
3 Current liabilities				
(a) Short-term borrowings	38,910.17	38,390.65	37,655.67	37,456.15
(b) Trade payables	26,023.33	35,285.73	26,023.45	35,285.85
(c) Other current liabilities	16,862.55	9,747.01	16,862.55	9,747.59
(d) Short-term provisions	269.26	275.97	272.69	279.40
	82,065.31	83,699.36	80,814.36	82,768.99
TOTAL	1,05,616.25	1,05,170.61	1,07,511.98	1,07,034.22
Assets				
1 Non-current assets				
(a) Fixed assets	33,145.79	34,515.57	33,213.91	34,587.09
(b) Non-current investments	2,114.14	2,114.14	3,865.47	3,865.47
(c) Deferred Tax Assets (Net)	7,017.61	7,217.36	7,017.61	7,217.36
(d) Loans and advances	564.78	597.10	572.34	603.75
(e) Other Non current Assets	93.65	76.70	93.65	76.70
	42,935.97	44,520.87	44,762.98	46,350.37
2 Current assets				
(a) Current investments	17.50	17.50	17.50	17.50
(b) Inventories	52,921.77	48,079.14	52,921.77	48,079.14
(c) Trade receivables	4,209.96	3,660.49	4,209.96	3,660.49
(d) Cash and bank balances	1,692.43	1,236.74	1,728.63	1,237.83
(e) Loans and advances	1,112.18	1,134.64	1,144.70	1,167.66
(f) Other current assets	2,726.44	6,521.23	2,726.44	6,521.23
	62,680.28	60,649.74	62,749.00	60,683.85
TOTAL	1,05,616.25	1,05,170.61	1,07,511.98	1,07,034.22

- The Auditors in their Report on the Accounts for the year ended 31 March 2016 have commented upon recognition of Deferred Tax Asset (net) based on future profitability projections. The Company is certain that there would be sufficient taxable income in future, to claim the above tax credit.
- The figures of last quarter for the current year and for the previous year are the balancing figures between the audited figures in respect of the full financial year ended 31st March and the unaudited published year to date figures up to the third quarter ended 31st December, which have been reviewed by the Statutory Auditors.
- The Company's Board of Directors has approved a Composite Scheme of arrangement amongst the Company, The Oudh Sugar Mills Limited, Palash Securities Limited, Allahabad Canning Limited, Ganges Securities Limited, Cinnatollah Tea Limited, Vaishali Sugar & Energy Limited, Magadh Sugar & Energy Limited, Avadh Sugar & Energy Limited in terms of the provisions of Section 391 to 394 and other applicable provisions of the Companies Act, 1956 & Companies Act 2013 to the extent applicable, to restructure and de-link its multiple business in separate new entities w.e.f 1 April 2015 subject to necessary approvals. The Company is in the process of obtaining necessary approvals from various concerned authorities and pending such approvals, no accounting adjustment has been made in these financial results.

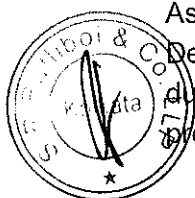


Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
**Board of Directors of
Upper Ganges Sugar & Industries Limited**

1. We have audited the quarterly financial results of Upper Ganges Sugar & Industries Limited ('the Company') for the quarter ended March 31, 2016 and the financial results for the year ended March 31, 2016, 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, 2016 and the published year-to-date figures up to December 31, 2015, 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, 2016 and year to date ended March 31, 2016 have been prepared on the basis of the financial results for the nine-month period ended December 31, 2015, the audited annual financial statements as at and for the year ended March 31, 2016, 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, 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, Interim Financial Reporting, specified under 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, 2016; 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. **Basis for qualified opinion**

As indicated in Note 2 to the accompanying results, the Company continues to carry Deferred Tax Asset (DTA) (net) of Rs.7,017.61 lacs (after reversal of Rs. 199.75 lacs during the quarter and year) up to March 31, 2016, based on the future profitability projections made by the management. In our opinion, in the absence of virtual certainty



S.R. BATLIBOI & Co. LLP

Chartered Accountants

about the above projections, as required in terms of Accounting Standard – 22, had the above impact been considered, there would have been a loss of Rs. 1,023.51 lacs and Rs. 5,898.35 lacs for the quarter and the year respectively as against the reported profit of Rs.5,994.10 lacs and Rs.1,119.26 lacs for the quarter and the year respectively.

Our review reports for the quarter ended 30th June, 2015, 30th September, 2015 and 31st December, 2015 and audit report for the year ended 31st March, 2015 were also qualified in respect of the above matter.

4. Qualified opinion

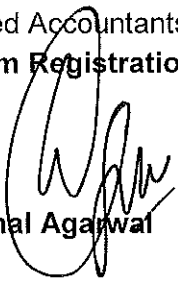
In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:

- i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - ii. except for the effect of the matter stated in the Basis for Qualified Opinion paragraph above, give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2016 and for the year ended March 31, 2016.
5. Without qualifying our opinion, we draw attention to Note 4 to the accompanying financial results in respect of composite scheme of arrangement to re-structure and de-link the Company's multiple businesses into separate entities w.e.f 1st April, 2015 subject to necessary approvals more fully described therein. Pending such approvals, no adjustment has been made in these results.
6. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2016 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2016 and the published year-to-date figures up to December 31, 2015, 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.

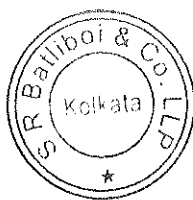
For S.R. BATLIBOI & CO. LLP

Chartered Accountants

ICAI Firm Registration Number: 301003E/E300005


per Kamal Agarwal
Partner

Membership No.: 58652



Place: Kolkata

Date: May 13, 2016

5. There were no exceptional and extra-ordinary item during the quarter / year ended 31 March 2016.
6. The previous period figures have been re-grouped, wherever necessary, to confirm to the current period figures.
7. The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 11th May, 2016 & 13th May, 2016 respectively.

Place : Kolkata
Date : 13th May, 2016



For and on behalf of the Board
Upper Ganges Sugar & Industries Limited

[Signature]
Director





FORM B

1.	Name of the Company:	Upper Ganges Sugar & Industries Limited
2.	Annual financial statements for the period ended	March 31, 2016
3.	Type of Audit qualification	"Except for"
4.	Frequency of observation	Repetitive since 2009-10
5.	Draw attention to relevant notes in the annual financial statements and management response to the qualification in the directors report:	<u>Audit Report on Standalone Financial Statements</u> As indicated in Note 14 to the financial statements, the Company continues to carry Deferred Tax Asset (DTA) (net) of Rs. 7,017.61 lacs (after reversal of Rs. 199.75 lacs during the year) up to March 31, 2016, based on the future profitability projections made by the management. In our opinion, in the absence of virtual certainty about the above projections, as required in terms of Accounting Standard – 22, had the above impact been considered, loss for the year would have been Rs. 5,898.35 lacs as against the reported profit of Rs. 1,119.26 lacs and reserves & surplus as at the balance sheet date would have been (-) Rs. 7,239.11 lacs as against the reported figure of (-) Rs. 221.50 lacs. <u>Audit Report on Consolidated Financial Statements</u> As indicated in Note 14 to the consolidated financial statements, the Holding Company continues to carry Deferred Tax Asset (DTA) (net) of Rs. 7,017.61 lacs (after reversal of Rs. 199.75 lacs during the year) up to March 31, 2016, based on the future profitability projections made by the management. In our opinion, in the absence of virtual certainty about the above projections, as required in terms of Accounting Standard – 22, had the above impact been considered, there would have been a loss of Rs. 5,545.65 lacs during the year as against the reported profit of Rs. 1,471.96 lacs and reserves & surplus as at the



Upper Ganges Sugar & Industries Limited



BirlaSugar

K.K. BIRLA GROUP OF SUGAR COMPANIES

		balance sheet date would have been (-) Rs. 4,092.43 lacs as against the reported figure of Rs. 2,925.18 lacs. <u>Management Response:</u> The Company has earned profits during the current year consequent to improved realisation and sugar yields. In view of above, the management is certain that the Company would be in a position to generate positive cash flows and profitability and is certain that there would be sufficient taxable income in future to claim the above tax credit.
6	Additional comments from the board / audit committee chair	Nothing significant
7.	To be signed by- - Bal Kishore Malpani Whole-time Director - Mr. S K Maheswari Chief Financial Officer - Mr. Kamal Agarwal Partner Membership no. 58652 For S. R. Batliboi & Co. LLP Chartered Accountants Firm Registration no. 301003E/E300005 (Statutory Auditors) - Mr. I.P. Singh Roy Audit Committee Chairman	



Upper Ganges Sugar & Industries Limited