



14.09.2020

To
The Manager
BSE Limited
25th Floor, P.J.Towers,
Dalal Street, Mumbai - 400001

**SUB: UN-AUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED
JUNE 30, 2020**

Scrip Code: 532102

Dear Sir/Madam,

Pursuant to Regulation 33 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, please find enclosed herewith a copy of un-audited financial results (Standalone & Consolidated) for the quarter ended on June 30, 2020 duly approved by the Board of Directors of the Company in their meeting held on September 14, 2020 along with Limited Review Report.

The said Board Meeting commenced at 03:30 PM and concluded at 05:30 PM.

The same will be available on Company's website.

You are requested to kindly take the same on record.

Yours Faithfully,

For SBEC Sugar Limited


Ankit K. Srivastava
Company Secretary & Compliance officer

Encl: a/a

**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED
STANDALONE FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE REGULATION
33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATION
2015 (AS AMENDED)**

**TO THE BOARD OF DIRECTORS OF
SBEC Sugar Limited**

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **SBEC Sugar Limited** ("the Company"), for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations"), read with Circular No. CIR/CFD/CMD1/44/2019 dated 29 March, 2019 ("the Circular").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143(10) of the Companies Act, 2013 and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. **Basis of qualified opinion**
 - 1) *During the quarter ended 30th June, 2020 the company has not made provision for interest, on late payment of cane dues amounting to Rs.1112.58 lacs for sugar season 2019-20, had the company made provisions, the expense and loss for the quarter ended 30th June, 2020 would have been higher by Rs 1112.58 lacs and its consequential impact on EPS.*



- 2) *The company has taken the debt of IDBI, PNB & IFCL in Modi Industries Limited. As at 30th June, 2020 the company has net exposure of Rs.14685lacs. No Interest on the said amount has been provided as there is no reasonable certainty of its collection since the net worth of Modi Industries Limited has been completely eroded. Recoverability of the above balance is also doubtful. However, no provisions for doubtful debts were made in the financial statements of the company and consequently we are unable to opine on the appropriateness of the same and its consequential impact on the financial statements*
5. Based on our review conducted except for the possible effects of the matters described in the **“Basis of qualified opinion” in para 4 above**, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, as amended, including the manner in which is to be disclosed, or that it contains any material misstatement.
6. **Emphasis of Matter**

Attention is invited to note no (d) of the standalone audited financial statement regarding interest payment on cane dues where the High Court vide its order dated 9th March, 2017 has set aside the decision of State Government for the waiver of Interest for the year 2012-13, 2013-14 and 2014-15 and asked the Cane Commissioner to take a final call in the matter, pending final order the Company has not made provision for interest, on the late payment of cane dues for years 2012-13, 2013-14 and 2014-15. The Hon'ble Supreme Court vide its order dated 23.04.2018 has upheld the Hon'ble High Court order dated 9th March, 2017. The matter is still sub-judice.

Our opinion is not qualified in respect of this matter.

For K. K. JAIN & CO.
Chartered Accountants
FRNo.002465N

Simmi Jain
(Simmi Jain)
Partner

M. No. 086496
UDIN: 20086496AAAADP2139



Place : New Delhi
Date : 14.09.2020

SBEC SUGAR LIMITED
Corporate Identification Number (CIN) : L15421UP1991PLC019160
Registered Office : Village Loyan Malakpur, Tehsil Baraut, Distt. Baghpat, Uttar Pradesh - 250611
Un-Audited Financial Results for the Quarter Ended 30th June, 2020

(Rs. in Lakhs)

S.No.	Particulars	QUARTER ENDED		YEAR ENDED	
		6/30/2020	3/31/2020	6/30/2019	3/31/2020
		Unaudited	Audited	Unaudited	Audited
I	Revenue from operations	12308.87	13446.97	11569.12	47093.66
II	Other income	3.71	0.41	52.61	16.31
III	Total income (I + II)	12312.57	13447.38	11621.74	47109.97
IV	Expenses				
	Cost of materials consumed	12960.93	21652.26	9555.96	47608.64
	Changes in inventories of finished goods, stock - in - trade and work - in - progress	(2949.26)	(11753.57)	(878.00)	(10061.99)
	Excise Duty on Sales	0.00	0.00	0.00	0.00
	Employee benefits expenses	372.92	450.46	369.05	1514.93
	Finance costs	380.09	396.51	386.34	1603.29
	Depreciation and amortization expenses	455.86	462.29	453.12	1823.43
	Other expenses	1420.60	1244.73	1337.22	4125.12
	Total expenses	12641.13	12452.66	11223.68	46613.41
V	Profit / (loss) before exceptional items and tax (I - IV)	(328.56)	994.71	398.06	496.55
VI	Exceptional items	0.00	0.00	0.00	0.00
VII	Profit / (loss) before tax (V - VI)	(328.56)	994.71	398.06	496.55
VIII	Tax expense				
	(1) Current tax	0.00	0.00	0.00	0.00
	(2) Deferred tax	0.00	0.00	0.00	0.00
	(3) Adjustment of Tax for Earlier Years	0.00	0.00	0.00	0.00
		0.00	0.00	0.00	0.00
IX	Profit / (loss) from continuing operations (VII - VIII)	(328.56)	994.71	398.06	496.55
X	Profit / (loss) from discontinued operations (VII - VIII)	0.00	0.00	0.00	0.00
XI	Tax expense of discontinued operations	0.00	0.00	0.00	0.00
XII	Profit / (loss) from discontinued operations (after tax) (X - XI)	0.00	0.00	0.00	0.00
XIII	Profit / (loss) for the period (IX + XII)	(328.56)	994.71	398.06	496.55
XIV	Other comprehensive income				
	A (i) Items that will not be reclassified to profit or loss	7.39	29.05	0.17	29.57
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00	0.00	0.00
	B (i) Items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00
	(ii) Income tax relating to items that will be reclassified to profit or loss	0.00	0.00	0.00	0.00
		7.39	29.05	0.17	29.57
XV	Total comprehensive income for the period (XIII + XIV)	(335.95)	965.66	397.89	466.98
XVI	Paid Up Equity Share Capital (Face Value Rs. 10/- Per Share)	4765.39	4765.39	4765.39	4765.39
XVII	Earnings per equity share (for continuing operations)				
	(1) Basic	(0.69)	2.09	0.84	1.04
	(2) Diluted	(0.69)	2.09	0.84	1.04




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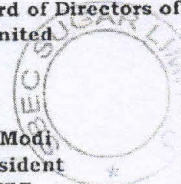
- a The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective Meetings held on 14 September, 2020. The Statutory Auditors have carried out a limited review for the quarter ended 30th June, 2020.
- b The Company operates under single activity, hence IND AS -108 'Segment Reporting' is not applicable.
- c During the quarter ended 30th June 2020, the company has not made provision for interest on late payment of cane dues amounting to Rs. 1112.58 for the sugar season 2019-20, had the company made provisions the profit for the quarter would have been lower by Rs.1112.58 lacs and its consequential impact on EPS.
- d The Hon'ble Supreme Court vide its order dated 23.04.2018 has upheld the order passed by the Hon'ble High Court of Judicature at Allahabad dated 9th March,2017 in PIL No. 67617/2004, where the said court has set aside the decision of the state Government for the waiver of interest for the year 2012-13, 2013-14 and 2014-15 and proceeded to ask the Cane Commissioner to take a final call in the matter. Pending final order, the Company has not made provision for interest on the late payment of cane dues for the years 2012-13, 2013-14 and 2014-15. The Matter is Sub-Judice. Under the power vested with the Cane Commissioner (U.P.) for waiver of interest under UP Sugar Cane (Regulation of Supply & Purchase) Act, 1953 in respect of loss making/sick companies, the company had made an application to Cane Commissioner (U.P.) for waiver of interest on cane dues. Pending receipt of the Cane Commissioner's decision, no interest has been provided on the cane dues. The company has decided to account for the same upon decision in the matter/payment.
- e The company has taken into account the possible impact of COVID-19 in preparation of financial results, including but not limited to its assesment of liquidity and going concern assumption, recoverable values of its financial and non financial assets, impact on revenues etc. The company has considered internal and certain external sources of information including reliable credit reports, economic forecast upto the date of approval of the financial results.
- f Figures pertaining to previous quarters have been regrouped/reclassified wherever found necessary to confirm to current quarter.



Date : 14-September-2020
Place : New Delhi

For and on behalf of Board of Directors of
SBEC Sugar Limited


Umesh Kumar Modi
Chairman & President
DIN : 00002757



**INDEPENDENT AUDITOR'S REVIEW REPORT ON THE QUARTERLY UNAUDITED
CONSOLIDATED FINANCIAL RESULTS OF THE COMPANY PURSUANT TO THE
REGULATION 33 OF THE SEBI (LISTING OBLIGATIONS AND DISCLOSURE
REQUIREMENTS) REGULATION 2015 (AS AMENDED)**

**TO THE BOARD OF DIRECTORS OF
SBEC Sugar Limited**

1. We have reviewed the accompanying Statement of unaudited Consolidated Financial Results of **SBEC Sugar Limited** (herein after referred to as "the company"), and its subsidiaries (the parent and subsidiaries together referred to as the "the Group") attached herewith, being submitted by the company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Regulations"), read with Circular No. CIR/CFD/CMD1/44/2019 dated 29 March, 2019 ("the Circular").
2. This Statement, which is the responsibility of the company's Management and approved by the company's Board of Directors, has been prepared 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. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement 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. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. We also performed procedures in accordance with the Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended, to the extent applicable.
5. The Statement includes the result of the subsidiaries (a) SBEC-Bio Energy Limited and (b) SBEC Stock Holding & Investment Limited.
6. **Basis of qualified opinion**
 - 1) *During the quarter ended 30th June, 2020 the company has not made provision for interest, on late payment of cane dues amounting to Rs.1112.58 lacs for sugar season 2019-20, had the company made provisions, the expense and loss for the quarter ended 30th June, 2020 would have been higher by Rs 1112.58 lacs and its consequential impact on EPS.*
 - 2) *The company has taken the debt of IDBI, PNB & IFCI in Modi Industries Limited. As at 30th June, 2020 the company has net exposure of Rs.14685lacs. No Interest on the said amount has been provided as there is no reasonable certainty of its collection since the net worth of Modi Industries Limited has been completely eroded. Recoverability of the above balance is also doubtful. However, no provisions for doubtful debts were made in the financial statements of the company and consequently we are unable to opine on the appropriateness of the same and its consequential impact on the financial statements*

7. Based on our review conducted except for the possible effects of the matters described in the **"Basis of qualified opinion" in para 6 above**, and based on the consideration of the review reports of other auditor, nothing has come to our attention that causes us to believe that the accompanying statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian accounting standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Regulation 33 read with the Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

8. Emphasis of Matter

Attention is invited to note no (d) of the standalone audited financial statement regarding interest payment on cane dues where the High Court vide its order dated 9th March, 2017 has set aside the decision of State Government for the waiver of Interest for the year 2012-13, 2013-14 and 2014-15 and asked the Cane Commissioner to take a final call in the matter, pending final order the Company has not made provision for interest, on the late payment of cane dues for years 2012-13, 2013-14 and 2014-15. The Hon'ble Supreme Court vide its order dated 23.04.2018 has upheld the Hon'ble High Court order dated 9th March, 2017. The matter is still sub-judice.

Our opinion is not qualified in respect of this matter.

9. We did not audit the financial statements/financial information of two subsidiaries included in the consolidated quarterly results, whose financial statements / financial information reflect total assets of Rs 14,834.67 lacs as at 30th June, 2020, total revenues of Rs 241.39 lacs, total net loss after tax of Rs 129.28 Lacs, total comprehensive income of Rs 1.03 lacs for the quarter ended on that date, as considered in the consolidated financial results.

These financial statements / financial information have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above.

Our opinion on the Statement is not modified in respect of the above matters.

For K. K. JAIN & CO.
Chartered Accountants
FRNo.002465N

Simmi Jain

(Simmi Jain)

Partner

M. No. 086496

UDIN:20086496AAAADO6585



Place: New Delhi

Date: 14.09.2020

SBEC SUGAR LIMITED				
Corporate Identification Number (CIN) : L15421UP1991PLC019160				
Registered Office : Village Lohan Malakpur, Tehsil Baraut, Distt. Baghpat, Uttar Pradesh - 250611				
Un-Audited Consolidated Financial Results for the Quarter Ended 30th June, 2020				
(Rs. in Lacs)				
S.No.	Particulars	QUARTER ENDED		YEAR ENDED
		6/30/2020	3/31/2020	3/31/2020
		Unaudited	Audited	Unaudited
I	Revenue from operations	12,548.24	13,930.38	11,989.48
II	Other income	5.72	3.65	67.82
III	Total income (I + II)	12,553.96	13,934.02	12,057.29
IV	Expenses			
	Cost of materials consumed	12,960.93	21,652.26	9,555.96
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	(2,950.17)	(11,757.69)	(873.47)
	Excise Duty on Sales	0.00	0.00	0.00
	Employee benefits expenses	439.05	530.52	435.60
	Finance costs	499.05	513.47	528.48
	Depreciation and amortization expenses	511.18	514.17	512.92
	Other expenses	1,551.75	1,452.20	1,503.59
	Total expenses	13,011.80	12,904.94	11,663.08
V	Profit / (loss) before exceptional items and tax (I - IV)	(457.84)	1,029.08	394.21
VI	Exceptional items	0.00	0.00	0.00
VII	Profit / (loss) before tax (V - VI)	(457.84)	1,029.08	394.21
VIII	Tax expense			
	(1) Current tax	0.00	0.00	0.00
	(2) Deferred tax	0.00	(169.61)	0.00
	(3) Adjustment of Tax for Earlier Years	0.00	0.00	0.12
		0.00	(169.61)	0.00
IX	Profit / (loss) from continuing operations (VII - VIII)	(457.84)	1,198.69	394.21
X	Profit / (loss) from discontinued operations (VII - VIII)	0.00	0.00	0.00
XI	Tax expense of discontinued operations	0.00	0.00	0.00
XII	Profit / (loss) from discontinued operations (after tax) (X - XI)	0.00	0.00	0.00
XIII	Profit / (loss) for the period (IX + XII)	(457.84)	1,198.69	394.21
XIV	Other comprehensive income			
	A (i) Items that will not be reclassified to profit or loss	8.42	33.26	0.14
	(ii) Income tax relating to items that will not be reclassified to profit or loss	0.00	0.00	0.00
	B (i) Items that will be reclassified to profit or loss	0.00	0.00	0.00
	(ii) Income tax relating to items that will be reclassified to profit or loss	0.00	0.00	0.00
		8.42	33.26	0.14
XV	Total comprehensive income for the period (XIII + XIV)	(466.26)	1,165.43	394.07
XVI	Total comprehensive income for the period (XIII + XIV) / (Comprising profit/loss and other comprehensive income for the period) Attributable to :-	(466.26)	1,165.43	394.07
	Owners of the parent	(407.62)	1,074.72	395.74
	Non-Controlling interests	(58.64)	90.71	(1.67)
XVII	Of the total comprehensive income above, profit for the attributable to:			
	Owners of the parent	(399.66)	1,106.08	395.90
	Non-Controlling interests	(58.17)	92.61	(1.68)
XVIII	Of the total comprehensive income above, other comprehensive income attributable to			
	Owners of the parent	7.96	31.37	0.16
	Non-Controlling interests	0.46	1.89	(0.01)
XIX	Paid Up Equity Share Capital (Face Value Rs. 10/- Per Share)	4,765.39	4,765.39	4,765.39
XX	Earnings per equity share (for continuing operations)			
	(1) Basic	(0.96)	2.52	0.83
	(2) Diluted	(0.96)	2.52	0.83



Notes:

- a The above results have been reviewed by the Audit Committee and approved by the Board of Directors of the Company at their respective Meetings held on 14 Sept, 2020. The Statutory Auditors have carried out a Limited review of the results for the quarter ended 30th June, 2020.
- b The Company operates under single activity, hence IND AS -108 'Segment Reporting' is not applicable.
- c During the quarter ended 30th June 2020, the company has not made provision for interest on late payment of cane dues amounting to Rs. 1112.58 for the sugar season 2019-20, had the company made provisions the profit for the quarter would have been lower by Rs.1112.58 lacs and its consequential impact on EPS.
- d The Hon'ble Supreme Court vide its order dated 23.04.2018 has upheld the order passed by the Hon'ble High Court of Judicature at Allahabad dated 9th March, 2017 in PIL No. 67617/2004, where the said court has set aside the decision of the state Government for the waiver of interest for the year 2012-13, 2013-14 and 2014-15 and proceeded to ask the Cane Commissioner to take a final call in the matter. Pending final order, the Company has not made provision for interest on the late payment of cane dues for the years 2012-13, 2013-14 and 2014-15. The Matter is Sub-Judice.
- e Under the power vested with the Cane Commissioner (U.P.) for waiver of interest under UP Sugar Cane (Regulation of Supply & Purchase) Act, 1953 in respect of loss making/sick companies, the company had made an application to Cane Commissioner (U.P.) for waiver of interest on cane dues. Pending receipt of the Cane Commissioner's decision, no interest has been provided on the cane dues. The company has decided to account for the same upon decision in The company has taken into account the possible impact of COVID-19 in preparation of financial results, including but not limited to its assesment of liquidity and going concern assumption, recoverable values of its financial and non financial assets, impact on revenues etc. The company has considered internal and certain external sources of information including reliable credit reports, economic forecast upto the date of approval of the financial results.
- f Figures pertaining to previous quarters have been regrouped/reclassified wherever found necessary to confirm to current quarter.



Date : 14-September-2020
Place : New Delhi

For and on behalf of Board of Directors of
SBEC Sugar Limited

Umesh Kumar Modi
Chairman & President
DIN : 00002757

