

November 11, 2022

DCS-CRD BSE Limited First Floor, New Trade Wing Rotunda Building Phiroze Jeejeebhoy Towers Dalal Street, Fort Mumbai 400 023 Stock Code: 500032	National Stock Exchange of India Limited Exchange Plaza, 5th Floor Plot no. C/1, G Block Bandra Kurla Complex Bandra (East) Mumbai 400051 Stock Code: BAJAJHIND
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Dear Sirs,

Re: Outcome of the Board Meeting held on November 11, 2022

Sub: Unaudited Standalone and Consolidated Financial Results for the second quarter ended September 30, 2022 of the Financial Year 2022-23

Pursuant to Regulation 33 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we enclose herewith the Unaudited Standalone and Consolidated Financial Results for the second quarter ended September 30, 2022 of the Financial Year 2022-23. The above unaudited standalone and consolidated results were reviewed by the Audit Committee and approved and taken on record by the Board of Directors of the Company at its meeting held today i.e. November 11, 2022, commenced at 11.30 A.M. and concluded at 12.55 P.M.

We would further like to inform that the auditors have carried out "Limited Review" of the above said results for the second quarter ended September 30, 2022 and the said Limited Review reports are enclosed.

The same may please be taken on record and suitably disseminated to all concerned.

Thanking you,

Yours faithfully,
For Bajaj Hindusthan Sugar Limited



Kausik Adhikari
Company Secretary &
Compliance Officer
(Membership No. ACS 18556)

Encl.: As above

bajaj SUGAR

Bajaj Hindusthan Sugar Ltd.

CIN: L15420UP1931PLC065243

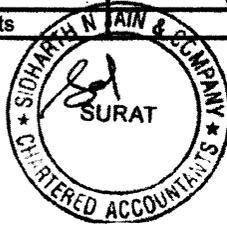
Regd. Office: Golagokarannath, Lakhimpur-Kheri, District Kheri, Uttar Pradesh- 262802

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STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022

₹(crore)

Sl. No.	Particulars	Standalone					
		3 Months ended	Preceding	Corresponding	Current 6	Corresponding	Previous
		30.09.2022	3 Months ended	3 Months ended	Months ended	6 Months ended	year ended
		30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Income						
	(a) Revenue from operations	1,320.17	1,523.78	1,345.94	2,843.95	2,700.35	5,569.09
	(b) Other income	5.41	3.96	2.92	9.37	7.81	21.13
	Total Income	1,325.58	1,527.74	1,348.86	2,853.32	2,708.16	5,590.22
2.	Expenses						
	a) Cost of materials consumed	13.44	441.82	15.92	455.26	385.68	4,609.93
	b) Changes in inventories of finished goods, by-products and work-in-progress	1,207.29	862.88	1,138.14	2,070.17	1,834.76	(209.67)
	c) Employee benefits expense	85.21	78.54	73.22	163.75	147.15	342.31
	d) Finance costs	32.14	32.65	62.80	64.79	133.06	253.55
	e) Depreciation and amortisation expense	53.74	53.16	54.04	106.90	107.51	214.63
	f) Other expenses	93.82	107.82	116.62	201.64	252.43	601.83
	Total expenses	1,485.64	1,576.87	1,460.74	3,062.51	2,860.59	5,812.58
3.	Profit/(Loss) before tax (1-2)	(160.06)	(49.13)	(111.88)	(209.19)	(152.43)	(222.36)
4.	Tax expense	-	-	-	-	-	(4.11)
5.	Net Profit / (Loss) for the period after tax (3-4)	(160.06)	(49.13)	(111.88)	(209.19)	(152.43)	(218.25)
6.	Other comprehensive income						
	Items that will not be reclassified to profit or loss	-	-	-	-	-	(5.05)
	Items that will be reclassified to profit or loss	-	-	-	-	-	(47.90)
	Income tax on above	-	-	-	-	-	81.20
	Total other comprehensive income	-	-	-	-	-	28.25
7.	Total comprehensive income for the period (5+6)	(160.06)	(49.13)	(111.88)	(209.19)	(152.43)	(190.00)
8.	Paid-up equity share capital (Face Value - Re.1/- per share)	127.74	127.74	127.74	127.74	127.74	127.74
9.	Other equity	NA	NA	NA	N.A	NA	2,752.94
10.	Earnings per share (EPS) (of Re. 1/- each) (not annualised)						
	(a) Basic (Rs. Per share)	(1.29)	(0.39)	(0.92)	(1.68)	(1.32)	(1.82)
	(b) Diluted (Rs. Per share)	(1.29)	(0.39)	(0.92)	(1.68)	(1.32)	(1.82)
	See accompanying notes to the Standalone Financial Results						

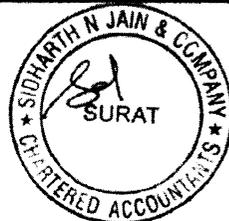


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UNAUDITED STANDALONE SEGMENT- WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022

₹(crore)

Sl. No.	Particulars	Standalone					
		3 Months ended	Preceding	Corresponding	Current 6	Corresponding	Previous
		30.09.2022	3 Months ended	3 Months ended	Months ended	6 Months ended	year ended
		30.09.2022	30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Segment Revenue						
	a. Sugar	1,228.34	1,512.78	1,213.72	2,741.12	2,536.50	5,722.05
	b. Distillery	253.79	363.67	197.84	617.46	445.02	980.10
	c. Power	15.15	114.35	18.97	129.50	116.63	810.14
	d. Others	1.92	1.92	1.93	3.84	3.90	8.02
	Total	1,499.20	1,992.72	1,432.46	3,491.92	3,102.05	7,520.31
	Less : Inter- segment revenue	179.03	468.94	86.52	647.97	401.70	1,951.22
	Revenue from operations	1,320.17	1,523.78	1,345.94	2,843.95	2,700.35	5,569.09
2.	Segment Results (Profit/(Loss) before tax and interest)						
	a. Sugar	(90.03)	(25.38)	(2.26)	(115.41)	13.50	(31.55)
	b. Distillery	6.21	29.10	(2.50)	35.31	45.32	98.30
	c. Power	(38.09)	(14.20)	(32.92)	(52.29)	(59.57)	(3.73)
	d. Others	(1.28)	(1.19)	(1.24)	(2.47)	(2.44)	(4.61)
	Total	(123.19)	(11.67)	(38.92)	(134.86)	(3.19)	58.41
	Less: (i) Finance costs	(32.14)	(32.65)	(62.80)	(64.79)	(133.06)	(253.55)
	(ii) Interest Income	0.18	0.20	0.18	0.38	0.38	0.74
	(iii) Other Un-allocable Income net off Un-allocable Expenditure	(4.91)	(5.01)	(10.34)	(9.92)	(16.56)	(27.96)
	Total Profit / (Loss) before Tax	(160.06)	(49.13)	(111.88)	(209.19)	(152.43)	(222.36)
3.	Segment Assets						
	a. Sugar	6,135.40	7,328.64	6,273.13	6,135.40	6,273.13	8,164.72
	b. Distillery	881.44	955.55	925.30	881.44	925.30	964.15
	c. Power	899.27	925.77	990.12	899.27	990.12	954.28
	d. Others	194.41	195.43	198.66	194.41	198.66	196.51
	e. Unallocated	3,307.11	3,323.44	3,309.37	3,307.11	3,309.37	3,330.59
	Total	11,417.63	12,728.83	11,696.58	11,417.63	11,696.58	13,610.25
4.	Segment Liabilities						
	a. Sugar	2,385.33	3,394.85	2,817.70	2,385.33	2,817.70	4,100.21
	b. Distillery	84.25	82.45	55.25	84.25	55.25	89.29
	c. Power	17.90	21.14	11.99	17.90	11.99	17.24
	d. Others	0.45	0.44	0.60	0.45	0.60	0.43
	e. Unallocated	6,261.70	6,401.69	5,894.89	6,261.70	5,894.89	6,525.69
	Total	8,749.63	9,900.57	8,780.43	8,749.63	8,780.43	10,732.86



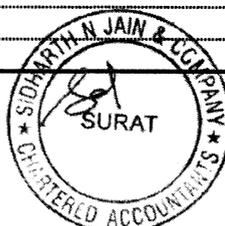
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Notes:

1 Statement of standalone assets and liabilities as at Sept. 30, 2022 is provided below:-

₹(crore)

Particulars	Standalone	
	As at 30.09.2022	As at 31.03.2022
	Unaudited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	6,694.38	6,799.28
Right of use assets	3.11	4.21
Capital work in progress	7.07	4.29
Financial assets :		
Investments	92.34	92.34
Other financial assets	12.68	13.39
Other non-current assets	145.68	137.98
Sub-total- Non-current assets	6,955.26	7,051.49
Current assets		
Inventories	646.09	2,745.56
Financial assets :		
Current investments	770.13	770.13
Trade receivables	172.02	213.87
Cash and cash equivalents	20.41	47.33
Other bank balances	0.00	0.00
Loans	2,088.79	2,088.79
Current tax assets (Net)	8.93	7.92
Other current assets	755.99	685.16
Sub-total- Current assets	4,462.36	6,558.76
TOTAL- ASSETS	11,417.62	13,610.25
EQUITY AND LIABILITIES		
Equity		
Equity share capital	124.45	124.45
Other equity	2,543.55	2,752.94
Sub-total- Equity	2,668.00	2,877.39
Non-current liabilities		
Financial liabilities :		
Borrowings	4,025.71	4,243.82
Lease liabilities	1.16	2.46
Provisions	92.75	89.50
Deferred tax liabilities	505.63	505.63
Other non current liabilities	20.66	22.00
Sub-total- Non-current liabilities	4,645.91	4,863.41
Current liabilities		
Financial liabilities :		
Borrowing	543.01	543.01
Lease liabilities	2.52	2.38
Trade payables		
total outstanding dues of micro and small enterprises	0.32	0.28
total outstanding dues of other than micro and small enterprises	2,320.71	4,091.97
Other financial liabilities	82.10	79.29
Other current liabilities	1,134.27	1,131.74
Provisions	20.78	20.78
Sub-total- Current liabilities	4,103.71	5,869.45
TOTAL- EQUITY AND LIABILITIES	11,417.62	13,610.25

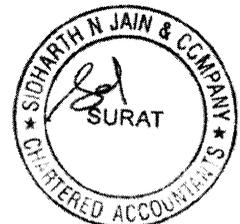


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2 Standalone Cash Flow Statement is provided below:-

		₹(crore)	
Particulars	Standalone		
	Current 6 Months ended 30.09.2022	Corresponding 6 Months ended 30.09.2021	
	Unaudited	Unaudited	
A. Cash flow from operating activities:			
Net profit/ (loss) before tax	(209.19)	(152.43)	
Adjustment for:			
Depreciation and amortisation	106.90	107.51	
Reversal of reserve for molasses storage tank-for repair work	(0.20)	(0.74)	
Provision for doubtful Debts/ Bad Debts Written off	1.05	2.36	
Provision for doubtful advances	-	(0.22)	
Provision for expenses written back	(0.27)	-	
Rental Income	(5.61)	(5.52)	
Loss/ (surplus) on sale of property, plant and equipment (net)	(0.15)	0.03	
Finance costs	64.79	133.06	
Interest income	(0.38)	(0.38)	
	166.13	236.10	
Operating profit/ (loss) before working capital changes	(43.06)	83.67	
Adjustment for:			
Trade and other receivables	(36.77)	4.97	
Inventories	2,099.47	1,860.27	
Trade and other payables	(1,766.51)	(1,509.46)	
Cash generated from operations	253.13	439.45	
Direct taxes	(1.01)	(0.31)	
Net cash from/ (used in) operating activities	252.12	439.14	
B. Cash flow from investing activities:			
Purchase of property, plant and equipment	(3.72)	(3.42)	
Sale of property, plant and equipment	0.19	2.21	
Rental Income	5.61	5.52	
Interest received	0.12	0.14	
Net cash from/ (used in) investing activities	2.20	4.45	
C. Cash flow from financing activities:			
Repayment of long term borrowings	(218.59)	(362.28)	
Proceeds from short term borrowings (net of repayments)	(0.00)	-	
Interest paid	(61.24)	(89.06)	
Payment of lease liability	(1.41)	(1.59)	
Net cash from/ (used in) financing activities	(281.24)	(452.93)	
Net increase/(decrease) in cash and cash equivalents	(26.92)	(9.34)	
Cash and cash equivalents (opening balance)	47.33	63.00	
Cash and cash equivalents (closing balance)	20.41	53.66	

- a) The above cash flow statement has been prepared under the "Indirect Method" as per Indian Accounting Standard (Ind AS) 7.
- b) Figures in brackets indicate cash outflow and without brackets indicate cash inflow.



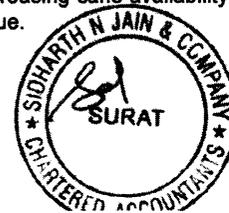
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Notes:

- 3 Considering the seasonal nature of industry, the results of any quarter may not be a true and/or proportionate reflection of the annual performance of the Company.
- 4 The Optionally Convertible Debentures (OCDs) aggregating to Rs.3483.25 Crore issued by the Company to the Joint Lenders' Forum (JLF) of the Company in accordance with the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) towards the conversion of a part of the unsustainable debt, provides the holder an option to exercise the right to convert the outstanding OCDs into the equity shares of the Company at a price in accordance with applicable laws (including the ICDR Regulations). There is a contractual obligation related to the premium payable on OCD at the time of redemption of OCD stipulates that the YTM (Yield to maturity) being the difference between weighted average interest and coupon rate interest is payable as redemption premium at the time of redemption of OCD which are redeemable in 13 equal instalments commencing from the Financial Year 2024-25. The Company considers such premium to be paid is contingent on the occurrence of the event of redemption of OCDs, the YTM of Rs.1784.12 Crore from the date of allotment of OCDs till March 31, 2022 is treated as a contingent liability and would be accounted for as finance cost at the time of redemption of respective OCDs. The Company has also not taken provision towards coupon rate interest on such OCD and not consider YTM after 31.03.2022. In the opinion of the management, said coupon rate interest and YTM will be treated as per financial restructuring plan submitted by the Company to the lenders. Auditors have drawn qualification for non-provision of YTM premium up to Sept 30, 2022 as well as coupon interest on OCD for the quarter and six month ended on Sept 30, 2022.
- 5 The Company has exposure aggregating to Rs.1742.67 Crore, in its three wholly-owned subsidiaries and Rs.525.80 Crore in other company, aggregating to Rs.2268.47 Crore, by way of investments, loans, accumulated interest on these loans, and receivables. Management is of the view that sufficient efforts are being undertaken to revive the said subsidiaries in the foreseeable future so as to recover carrying value of the investments, loans, receivables, and the diminution/provisions, if any exists, is only of temporary nature. Further investments made, loans given and receivable due from other company is also considered good and recoverable / realisable based on the future business plan of this company, and on-going efforts towards obligation casted on the Company and its promoters to recover the outstanding loans in phased manner and accordingly no provision, other than those already accounted for, has been considered necessary. Auditors have drawn emphasis of matter in their limited review report. Further on the basis of principle of conservatism and prudence, the Company has not recognised interest income for the quarter and Six Month ended on Sept 30, 2022, of Rs.35.24 Crore and Rs.71.54 Crore respectively, on inter corporate loans, as and when it is recoverable it will be recognized in the books.
- 6 Due to delayed payment of loan instalment and coupon rate interest on optionally convertible debentures the lenders have classified the Company's account as Non-Performing Assets (NPA) as per the RBI regulations on loan classification. As on Sept 30, 2022, the amount of the principal instalment of Rs.108.60 Cr due out of this Rs.77.68 Crore was paid up to the date. Coupon interest on OCD for FY22 amounting to Rs.78.37 Crore (Net of TDS) due on 31.03.2022 has not been paid and will be treated as per financial restructuring plan submitted by the Company. The Company is actively in discussion with State Bank of India (SBI) and other lenders for implementation of the Resolution plan submitted by the Company. As a process the Stressed Assets Resolution Group (SARG) of SBI has initiated Corporate Insolvency Resolution Process (CIRP) of the Company before the Hon'ble National Company Law Tribunal (NCLT) which was also disclosed to the stock exchanges. The Company is actively pursuing the matter with SBI & other lenders and is confident to resolve the matter soon.
- 7 For the quarter and six Month ended Sept 30, 2022, and in earlier years, the Company had incurred losses resulting in the reduction of net worth to such extent. The losses were mainly attributable to high raw material (i.e., sugarcane prices) and other inputs costs, relatively lower realization of sugar, higher depreciation and finance expenses. Market forces determine sugar prices based on the demand-supply situation and other market dynamics, which are external factors, and the sugar prices have been relatively lower over the years due to higher production of sugar in the country.

The Company is continuously striving to improve its operational efficiency and operating parameters by way of improvement in sugar recovery, increase in production of alcohol/ ethanol by using B heavy molasses, reduction of overheads, finance, other costs and monetization of certain non-core assets etc.

The debt restructuring as per RBI's S4A Scheme has somewhat improved the Company's liquidity position. However, keeping in view the status of outstanding cane dues and funds for servicing debt obligations, the Company is further discussing with the lenders a debt resolution plan to have a lasting solution to improve its liquidity. The resolution plan envisages reduction of its overall debt, realignment of its capital structure, payment of cane dues of farmers, increasing cane availability and supply etc. The company is also exploring/ evaluating various options for corporate restructuring to streamline the business and enhance the Company's value.

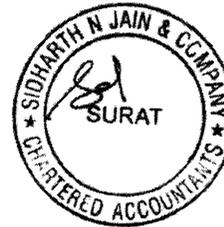


The Government has also taken various measures to improve the financial health of the sugar industry in recent past, like MIEQ, buffer stock subsidy, fixing MSP for sugar; increased ethanol prices etc. Presently, the Government has put a great thrust on promoting ethanol production and has planned to increase the ethanol blending in petrol up to 20% by 2025. Ethanol will turn around the economic dynamics of the sugar industry positively. All these measures are expected to turn around the operations of the sugar industry on a sustainable basis. The Company also expects to receive accrued benefits under the Sugar Industries Promotion policy 2004 for which it is entitled, but presently, the matter is sub-judice.

The management expects to generate positive cash flow from operation in view of the above. Accordingly, the financial results are presented on a going concern basis, which contemplates the realization of assets and settlement of liabilities in the ordinary course of business. Also, the Company continues to classify bank borrowings into non-current and current as per last approved repayment plan. This matter has been referred by auditors in their limited review report.

- 8 Previous periods figures have been regrouped/ rearranged/ reworked/ restated wherever necessary to conform to the current period classification.
- 9 The above unaudited standalone financial results for the quarter and six month ended Sept 30, 2022 were reviewed by the Audit Committee and thereafter, approved by the Board of Directors and were taken on record at their respective meetings held on November 11, 2022.

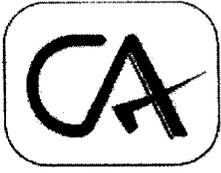
Place: Lucknow
Dated: November 11, 2022



For Bajaj Hindusthan Sugar Limited

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D.K. Shukla
Director
DIN 00025409



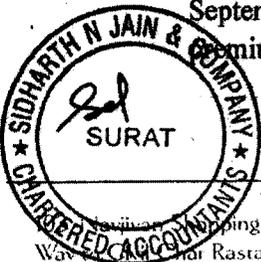
SIDHARTH N JAIN & COMPANY

Chartered Accountants

Limited Review Report on Unaudited Quarterly and Year-to-date Standalone Financial Results of Bajaj Hindusthan Sugar Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Bajaj Hindusthan Sugar Limited**

1. We have reviewed the accompanying statement of standalone unaudited financial results of Bajaj Hindusthan Sugar Limited ('the Company') for the quarter ended September 30, 2022 and year to date from April 01, 2022 to September 30, 2022 ('the standalone financial results') attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulation'), including relevant circulars issued by the SEBI from time to time.
2. The standalone financial results is the responsibility of the Company's Management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulation. Our responsibility is to express a conclusion on the standalone financial results based on our review.
3. We 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 standalone financial results is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. We draw attention to Note 4 of the standalone financial results, regarding the non-provision of coupon rate interest and yield to maturity (YTM) premium (contractual obligation) payable on Optionally Convertible Debentures (OCDs). YTM premium is payable at the time of redemption of OCDs pursuant to the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) which stipulates that the yield to maturity (YTM) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCDs redeemable in 13 equal instalments commencing from the financial year 2024-25. The Company considers such YTM/ redemption premium as contingent liability. The Company has not provided YTM premium and coupon rate interest of Rs 114.00 crores and Rs 21.95 crores respectively, in the books of account for the quarter ended September 30, 2022 and YTM premium and coupon rate interest Rs 226.76 crores and Rs 43.66 crores respectively for the six months ended September 30, 2022. In the opinion of the management, said coupon rate interest and YTM premium will be treated as per financial restructuring plan submitted by the Company to the



lenders. The aggregate unprovided liability for such YTM and coupon rate interest from the date of allotment of OCDs till period ended September 30, 2022 is Rs. 2,054.54 crores (Rs 1,784.12 crores till March 31, 2022). Had such interest been provided on OCD's, the reported loss for the quarter and six months ended September 30, 2022 would have been Rs. 296.01 crores and Rs 479.61 crores instead of loss of Rs 160.06 crores and Rs 209.19 crores respectively and Net worth of the Company would have been Rs. 613.46 crores.

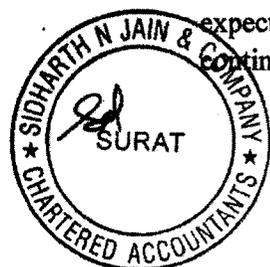
5. Based on our review conducted as above, and except for our comments in para 4 above, nothing has come to our attention that causes us to believe that the accompanying standalone financial results, prepared in accordance with applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. (a) As stated in Note 7 of the standalone financial results, the Company during the last few years had incurred losses due to high raw material and other inputs costs, relatively lower realization of sugar, higher depreciation and finance expenses. Sugar prices have been relatively lower over the years due to higher production of sugar in the country. All these factors resulted into reduction of net worth of the Company. As at September 30, 2022, the Company has sugar cane dues payable to farmers, outstanding loan installment for September 2022, unpaid coupon rate interest liabilities towards optionally convertible debentures. Due to delayed payment of loan instalment and coupon rate interest on optionally convertible debentures the lenders have classified the Company's account as Non-Performing Assets (NPA) and initiated the Corporate Insolvency Resolution Process (CIRP) of the Company before the Hon'ble National Company Law Tribunal (NCLT). The above factors indicate a material uncertainty, which may cast significant doubt about the Company's ability to continue as a going concern.

The Company is continuously striving to improve its operational efficiency and other parameters by way of improvement in sugar recovery, increase in production of alcohol/ ethanol by using B heavy molasses, reduction of overheads, finance, other costs and monetization of certain non-core assets etc. The debt restructuring as per RBI's S4A Scheme, has somewhat improved the liquidity position of the Company. The Company is further discussing with the lenders a debt resolution plan to have a lasting solution to improve its liquidity. The Company is also exploring/ evaluating various options for corporate restructuring to streamline the corporate structure and enhance the Company's value.

The Government has also taken various measures to improve the financial health of sugar industry. All these measures are expected to turnaround the operations of sugar industry on sustainable basis. The Company also expects to receive accrued benefits under the Sugar Industries Promotion Policy 2004 for which it is entitled to.

Also, out of the principal instalment of Rs 108.60 crores due as on 30th September 2022 an amount of Rs. 77.68 crores has been paid till date.

In view of the above, the management is confident to resolve the NPA matter with lenders and expects to generate positive cash flow from operation and accordingly, the financial results are continued to be presented on going concern basis, which contemplates realization of assets and

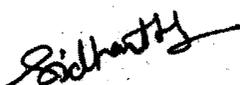


settlement of liabilities in the normal course of business. Also, the Company continues to classify bank borrowings into non-current and current as per last approved repayment plan.

(b) As stated in Note 5 to the standalone financial results, the Company has exposure aggregating to Rs 1,742.67 crores, in its three wholly-owned subsidiaries and Rs 525.80 crores in other companies, aggregating to Rs. 2,268.47 crores, by way of investments, loans, accumulated interest on these loans and receivables. Management is of the view that sufficient efforts are being undertaken to revive the said subsidiary in the foreseeable future so as to recover carrying value of the investments, loans, receivables, and the diminution/provisions, if any exists, is only of temporary nature. Further management believes that investments made, loans given and receivable due from other companies are also considered good and recoverable / realisable based on the future business plan of these companies, and on-going efforts towards obligation casted on the Company and its promoters to recover the outstanding loans in phased manner and accordingly no provision, other than those already accounted for, has been considered necessary. Further on the basis of principle of conservatism and prudence, the Company has not recognised interest income for the quarter and six months ended September 30, 2022, of Rs 35.24 Crore and Rs 71.54 crores, on inter corporate loans, as and when it is recoverable it will be recognized in the books.

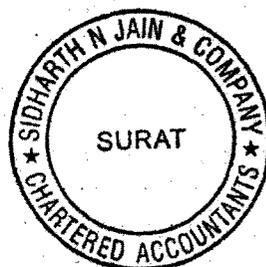
Our opinion is not modified in respect of the above matters.

For Sidharth N Jain & Company
Firm registration number: 018311C
Chartered Accountants



Sidharth Jain
Proprietor

Membership No.: 134684
UDIN: 22134684BCUGFX4354



Place: Surat
Date: 11 November 2022

bajaj SUGAR

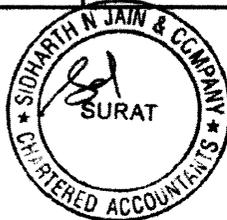
Bajaj Hindusthan Sugar Limited

Regd. Office: Golagokarannath, Lakhimpur-Kheri, District Kheri, Uttar Pradesh- 262802
Tel.:+91-5876-233754/51718, 233403, Fax:+91-5876-233401, Website:www.bajajhindusthan.com

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTHS ENDED SEPTEMBER 30, 2022

₹(crore)

Sl. No.	Particulars	Consolidated					
		3 Months ended 30.09.2022 Unaudited	Preceding 3 Months ended 30.06.2022 Unaudited	Corresponding 3 Months ended 30.09.2021 Unaudited	Current 6 Months ended 30.09.2022 Unaudited	Corresponding 6 Months ended 30.09.2021 Unaudited	Previous year ended 31.03.2022 Audited
1.	Income from operations						
	(a) Revenue from operations	1,323.40	1,529.92	1,344.14	2,853.32	2,696.75	5,575.65
	(b) Other income	6.59	7.79	3.21	14.38	8.14	31.91
	Total Income	1,329.99	1,537.71	1,347.35	2,867.70	2,704.89	5,607.56
2.	Expenses						
	a) Cost of materials consumed	13.44	441.82	15.92	455.26	385.68	4,609.93
	b) Changes in inventories of finished goods, stock-in-trade and work-in-progress	1,207.29	862.88	1,138.14	2,070.17	1,834.76	(209.67)
	c) Employee benefits expense	85.41	78.71	73.35	164.12	147.43	342.93
	d) Finance costs	32.14	32.66	62.90	64.80	133.25	253.99
	e) Depreciation and amortisation expense	53.75	53.17	54.04	106.92	107.52	214.66
	f) Other expenses	100.25	113.38	116.01	213.63	258.98	661.05
	Total expenses	1,492.28	1,582.62	1,460.36	3,074.90	2,867.62	5,872.89
3.	Profit/ (Loss) before exceptional items and tax (1-2)	(162.29)	(44.91)	(113.01)	(207.20)	(162.73)	(265.33)
4.	Exceptional items	-	-	-	-	-	6.19
5.	Profit/(Loss) before tax (3-4)	(162.29)	(44.91)	(113.01)	(207.20)	(162.73)	(271.52)
6.	Tax expense	0.08	-	-	0.08	-	(3.98)
7.	Net Profit / (Loss) for the period after tax (5-6)	(162.37)	(44.91)	(113.01)	(207.28)	(162.73)	(267.54)
8.	Non controlling Interest	0.00	0.00	0.00	0.00	0.00	(0.00)
9.	Net Profit/ (Loss) after taxes, non controlling interest (7-8)	(162.37)	(44.91)	(113.01)	(207.28)	(162.73)	(267.54)
10.	Other comprehensive income						
	Items that will not be reclassified to profit or loss	-	-	-	-	-	(5.05)
	Items that will be reclassified to profit or loss	(0.18)	(0.05)	(0.26)	(0.23)	(0.33)	(48.22)
	Income tax on above	-	-	-	-	-	81.20
	Total other comprehensive income	(0.18)	(0.05)	(0.26)	(0.23)	(0.33)	27.93
11.	Total comprehensive income for the period (9+10)	(162.55)	(44.96)	(113.27)	(207.51)	(163.06)	(239.61)
12.	Paid-up equity share capital (Face Value - Re.1/- per share)	127.74	127.74	127.74	127.74	127.74	127.74
13.	Other equity	NA	NA	NA	NA	NA	2,134.66
14.	Earnings per share (EPS) (of Re.1/- each) (not annualised)						
	(a) Basic (Rs. Per share)	(1.30)	(0.36)	(0.93)	(1.67)	(1.41)	(2.23)
	(b) Diluted (Rs. Per share)	(1.30)	(0.36)	(0.93)	(1.67)	(1.41)	(2.23)
	See accompanying notes to the Consolidated Financial Results						



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UNAUDITED CONSOLIDATED SEGMENT- WISE REVENUE, RESULTS, ASSETS AND LIABILITIES FOR THE QUARTER AND SIX MONTHS ENDED SEPT 30, 2022

₹ (crore)

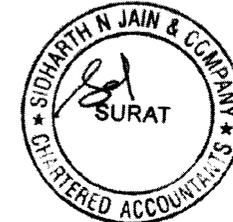
Sl. No.	Particulars	Consolidated					
		3 Months ended	Preceding	Corresponding	Current 6	Corresponding 6	Previous year
		30.09.2022	3 Months ended	3 Months ended	Months ended	Months ended	ended
		30.06.2022	30.09.2021	30.09.2022	30.09.2021	31.03.2022	
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1.	Segment Revenue						
	a. Sugar	1,228.34	1,512.78	1,213.72	2,741.12	2,536.50	5,722.05
	b. Distillery	253.79	363.67	197.84	617.46	445.02	980.10
	c. Power	15.15	114.35	18.97	129.50	116.63	810.14
	d. Others	5.15	8.06	0.13	13.21	0.30	14.58
	Total	1,502.43	1,998.86	1,430.66	3,501.29	3,098.45	7,526.87
	Less : Inter- segment revenue	179.03	468.94	86.52	647.97	401.70	1,951.22
	Revenue from operations	1,323.40	1,529.92	1,344.14	2,853.32	2,696.75	5,575.65
2.	Segment Results (Profit/(Loss) before tax and interest)						
	a. Sugar	(90.03)	(25.38)	(2.26)	(115.41)	13.50	(31.55)
	b. Distillery	6.21	29.10	(2.50)	35.31	45.32	98.30
	c. Power	(38.09)	(14.20)	(32.92)	(52.29)	(59.57)	(3.73)
	d. Others	(3.52)	2.32	(2.28)	(1.20)	(12.56)	(53.89)
	Total	(125.43)	(8.16)	(39.96)	(133.59)	(13.31)	9.13
	Less: (i) Finance costs	(32.14)	(32.66)	(62.90)	(64.80)	(133.25)	(253.99)
	(ii) Interest Income	0.19	0.92	0.19	1.11	0.39	1.30
	(iii) Other Un-allocable Income net off Un-allocable Expenditure	(4.91)	(5.01)	(10.34)	(9.92)	(16.56)	(27.96)
	Total Profit / (Loss) before Tax	(162.29)	(44.91)	(113.01)	(207.20)	(162.73)	(271.52)
3.	Segment Assets						
	a. Sugar	6,135.40	7,328.64	6,273.13	6,135.40	6,273.13	8,164.72
	b. Distillery	881.44	955.55	925.30	881.44	925.30	964.15
	c. Power	2,049.52	2,083.26	1,526.30	2,049.52	1,526.30	2,111.06
	d. Others	208.04	212.28	212.78	208.04	212.78	212.99
	e. Unallocated	1,564.48	1,582.50	2,206.16	1,564.48	2,206.16	1,596.82
	Total	10,838.88	12,162.23	11,143.67	10,838.88	11,143.67	13,049.74
4.	Segment Liabilities						
	a. Sugar	2,385.33	3,394.85	2,817.70	2,385.33	2,817.70	4,100.21
	b. Distillery	84.25	82.45	55.25	84.25	55.25	89.29
	c. Power	17.90	21.14	11.99	17.90	11.99	17.24
	d. Others	38.32	47.97	27.01	38.32	27.01	58.21
	e. Unallocated	6,261.70	6,401.69	5,894.89	6,261.70	5,894.89	6,525.70
	Total	8,787.50	9,948.10	8,806.84	8,787.50	8,806.84	10,790.65

The consolidated financial results include results of the following companies:
Name of the subsidiary companies

Bajaj Aviation Private Ltd. #
Bajaj Power Generation Private Ltd. #
Bajaj Hindusthan (Singapore) Pte. Ltd., Singapore #
PT. Batu Bumi Persada, Indonesia #
PT. Jangkar Prima, Indonesia #



Holding as on	Holding as on
Sept 30, 2022	March 31, 2022
100.00%	100.00%
100.00%	100.00%
100.00%	100.00%
99.00%	99.00%
99.88%	99.88%



Management has compiled the accounts as at Sept 30, 2022 in order to consolidate the accounts with that of the Holding Company.

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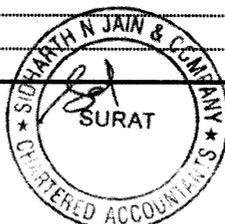
Notes:

1 Statement of consolidated assets and liabilities as at Sept 30, 2022 is provided below:-

₹(crore)

Particulars	Consolidated	
	As at Sept 30, 2022	As at March 31, 2022
	Unaudited	Audited
ASSETS		
Non-current assets		
Property, plant and equipment	6,695.81	6,800.72
Right of use assets	3.11	4.21
Capital work in progress	11.19	8.35
Financial assets :		
Loans	0.01	0.03
Other financial assets	12.68	13.39
Other non-current assets	146.30	138.58
Sub-total- Non-current assets	6,869.10	6,965.28
Current assets		
Inventories	646.10	2,745.56
Financial assets :		
Current investments	1,918.47	1,918.47
Trade receivables	168.33	214.30
Cash and cash equivalents	23.63	51.73
Other bank balances	0.33	0.28
Loans	445.58	451.06
Current tax assets (Net)	10.00	15.22
Other current assets	757.34	687.84
Sub-total- Current assets	3,969.78	6,084.46
TOTAL- ASSETS	10,838.88	13,049.74
EQUITY AND LIABILITIES		
Equity		
Equity share capital	124.45	124.45
Other equity	1,926.95	2,134.66
Non controlling interest	(0.02)	(0.02)
Sub-total- Equity	2,051.38	2,259.09
Non-current liabilities		
Financial liabilities:		
Borrowings	4,025.72	4,243.82
Lease liabilities	1.16	2.46
Provisions	92.78	89.54
Deferred tax liabilities	505.63	505.63
Other non current liabilities	20.66	22.00
Sub-total- Non-current liabilities	4,645.95	4,863.45
Current liabilities		
Financial liabilities :		
Borrowing	569.38	567.97
Lease liabilities	2.52	2.38
Trade payables		
total outstanding dues of micro and small enterprises	0.33	0.30
total outstanding dues of other than micro and small enterprises	2,320.92	4,094.43
Other financial liabilities	90.21	107.31
Other current liabilities	1,137.41	1,134.03
Provisions	20.78	20.78
Sub-total- Current liabilities	4,141.55	5,927.20
TOTAL- EQUITY AND LIABILITIES	10,838.88	13,049.74

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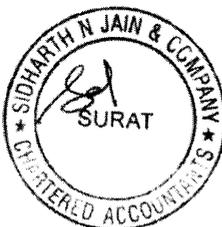
2 Consolidated Cash Flow Statement is provided below:-

₹(crore)

Particulars	Consolidated	
	Current 6 Months ended 30.09.2022	Corresponding 6 Months ended 30.09.2021
	Unaudited	Unaudited
A. Cash flow from operating activities:		
Net profit/ (loss) before tax	(207.20)	(162.73)
Adjustment for:		
Depreciation and amortisation	106.92	107.52
Reversal of reserve for molasses storage tank-for repair work	(0.20)	(0.74)
Provision for doubtful Debts/ Bad Debts Written off	0.67	(1.33)
Provision for doubtful advances	-	(0.22)
Provision for expenses written back	(0.27)	-
Rental Income	(2.01)	(1.92)
Loss/ (surplus) on sale of property, plant and equipment (net)	(0.15)	0.03
Finance costs	64.80	133.25
Interest income	(1.11)	(0.39)
Exchange fluctuation reserve on consolidation	(0.23)	(0.33)
	168.42	235.87
Operating profit before working capital changes	(38.78)	73.14
Adjustment for:		
Trade and other receivables	(31.00)	8.60
Inventories	2,099.46	1,860.27
Trade and other payables	(1,787.82)	(1,509.69)
Cash generated from operations	241.86	432.32
Direct taxes paid	5.13	(0.32)
Net cash from/(used in) operating activities	246.99	432.00
B. Cash flow from investing activities:		
Purchase of property, plant and equipment	(3.78)	(3.54)
Sale of property, plant and equipment	0.18	2.20
Movement in Loans and advances (net)	5.50	-
Rental Income	2.01	1.92
Interest received	0.85	0.16
Net cash from/(used) in investing activities	4.76	0.74
C. Cash flow from financing activities:		
Repayment of long term borrowings	(218.59)	(362.28)
Proceeds from short term borrowings (net of repayments)	1.41	1.26
Interest paid	(61.26)	(89.25)
Payment of lease liability	(1.41)	(1.59)
Net cash from/ (used in) financing activities	(279.85)	(451.86)
Net increase/(decrease) in cash and cash equivalents	(28.10)	(19.12)
Cash and cash equivalents (opening balance)	51.73	73.78
Cash and cash equivalents (closing balance)	23.63	54.66

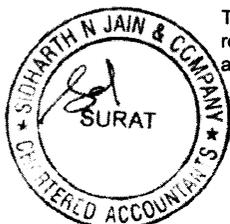
- a) The above cash flow statement has been prepared under the "Indirect Method" as per Indian Accounting Standard (Ind AS) 7.
- b) Figures in brackets indicate cash outflow and without brackets indicate cash inflow.

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Notes:

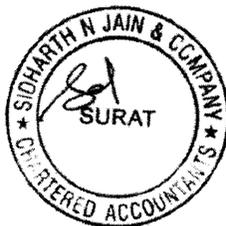
- 3 Considering the seasonal nature of industry, the results of any quarter may not be a true and/or proportionate reflection of the annual performance of the Group.
- 4 The Optionally Convertible Debentures (OCDs) aggregating to Rs.3483.25 Crore issued by Parent Company to the Joint Lender's Forum (JLF) of the Parent Company in accordance with the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) towards conversion of a part of the unsustainable debt, provides the holder an option to exercise the right to convert the outstanding OCDs into the equity shares of the Parent Company at a price in accordance with applicable laws (including the ICDR Regulations). There is a contractual obligation related to premium payable on OCD at the time of redemption of OCD stipulates that the YTM (Yield to maturity) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCD redeemable in 13 equal instalments commencing from the Financial Year 2024-25. The Parent Company considers such premium to be paid is contingent on the occurrence of the event of redemption of OCDs, the YTM of Rs.1784.12 Crore from the date of allotment of OCDs till March 31, 2022 is treated as a contingent liability and would be accounted for as finance cost at the time of redemption of respective OCDs. The Parent Company has also not taken provision towards coupon rate interest on such OCD and not consider YTM after 31.03.2022. In the opinion of the management, said coupon rate interest and YTM will be treated as per the financial restructuring plan submitted by the Parent Company to the lenders. Auditors have drawn qualification for non-provision of YTM premium up to Sept 30, 2022 as well as coupon interest on OCD for the quarter and Six Month ended on Sept 30, 2022.
- 5 The Parent Company has exposure aggregating to Rs.525.80 Crore in other company, by way of investments, loans, accumulated interest on these loans and receivables. Management believes that investment made, loan given and receivables due from Other company is considered good and recoverable based on the future business plan of this company and on-going efforts towards obligation casted on the Holding Company and its promoters to recover the outstanding loans in phased manner and accordingly no provision other than those already accounted for, has been considered necessary. Auditors have drawn emphasis of matter in their limited review report. Further on the basis of principle of conservatism and prudence, the Parent Company has not recognised interest income on inter corporate debts for the quarter and six month ended on Sept 30, 2022 of Rs.7.63 Crore and Rs.15.17 Crore Respective , as and when it is recoverable it will be recognised in the books.
- 6 Due to delayed payment of loan instalment and coupon rate interest on optionally convertible debentures the lenders have classified the Parent Company's account as Non-Performing Assets (NPA) as per the RBI regulations on loan classification. As on Sept 30, 2022, the amount of the principal instalment of Rs.108.60 Crore due out of this Rs.77.68 Crore was paid up to the date. Coupon interest on OCD for FY22 amounting to Rs.78.37 Crore (Net of TDS) due on 31.03.2022 has not been paid and will be treated as per financial restructuring plan submitted by the Parent Company. The Parent Company is actively in discussion with State Bank of India (SBI) and other lenders for implementation of the Resolution plan submitted by the Company. As as process the Stressed Assets Resolution Group (SARG) of SBI has initiated Corporate Insolvency Resolution Process (CIRP) of the Company before the Hon'ble National Company Law Tribunal (NCLT) which was also disclosed to the stock exchanges. The Parent Company is actively pursuing the matter with SBI & other lenders and is confident to resolve the matter soon.
- 7 For the quarter and six months ended Sept 30, 2022, and in earlier years, the Group had incurred losses resulting in the reduction of net worth to such extent. The losses in Parent Company were mainly attributable to high raw material prices (i.e., sugarcane) and other inputs costs, relatively lower realization of sugar, higher depreciation and finance expenses. Market forces determine sugar prices based on the demand-supply situation and other market dynamics, which are external factors, and the sugar prices have been relatively lower over the years due to higher production of sugar in the country.
- The Parent Company is continuously striving to improve its operational efficiency and operating parameters by way of improvement in sugar recovery, increase in production of alcohol/ ethanol by using B heavy molasses, reduction of overheads, finance, other costs and monetization of certain non-core assets etc.
- The debt restructuring as per RBI's S4A Scheme has somewhat improved the Parent Company's liquidity position. However, keeping in view the status of outstanding cane dues and funds for servicing debt obligations, the Parent Company is further discussing with the lenders a debt resolution plan to have a lasting solution to improve its liquidity. The resolution plan envisages reduction of its overall debt, realignment of its capital structure, payment of cane dues of farmers, increasing cane availability and supply etc. The Parent Company is also exploring/ evaluating various options for corporate restructuring to streamline the business and enhance the Group's value.
- The Government has also taken various measures to improve the financial health of the sugar industry in recent past, like MIEQ, buffer stock subsidy, fixing MSP for sugar; increased ethanol prices etc. Presently, the Government has put a great thrust on promoting ethanol production and has planned to increase the ethanol blending in petrol up to 20% by 2025. Ethanol will turn around the economic dynamics of the sugar industry positively. All these measures are expected to turn around the operations of the sugar industry on a sustainable basis. The Parent Company also expects to receive accrued benefits under the Sugar Industries Promotion policy 2004 for which it is entitled, but presently, the matter is sub-judice.
- The management expects to generate positive cash flow from operation in view of the above. Accordingly, the financial results are presented on a going concern basis, which contemplates the realization of assets and settlement of liabilities in the ordinary course of business. Also, the parent Company continues to classify bank borrowings into non-current and current as per last approved repayment plan. This matter has been referred by auditors in their limited review report.



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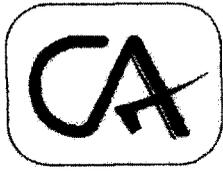
- 8 The figures for the quarter and six months ended Sept 30, 2022 included in the statement of consolidated financial results have been approved by the Holding Company's Board of Directors, pursuant to Regulation 33(8) of SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015 as amended. The figures of the indian subsidiaries and foreign subsidiaries for the quarter and six Months ended Sept 30, 2022 are management certified.
- 9 Previous periods figures have been regrouped/ rearranged/ reworked/ restated wherever necessary to conform to the current period classification.
- 10 The above unaudited consolidated financial results for the quarter and six months ended Sept 30, 2022 were reviewed by the Audit Committee and there after, approved by the Board of Directors and were taken on record at their respective meetings held on November 11, 2022

Place: Lucknow
Dated: November 11, 2022



For Bajaj Hindusthan Sugar Limited

D.K. Shukla
Director
DIN 00025409



SIDHARTH N JAIN & COMPANY

Chartered Accountants

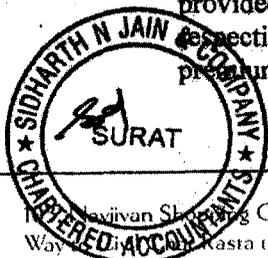
Limited Review Report on Unaudited Quarterly and Year-to-date Consolidated Financial Results of Bajaj Hindusthan Sugar Limited under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**To the Board of Directors of
Bajaj Hindusthan Sugar Limited**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Bajaj Hindusthan Sugar Limited ("the Parent Company") and its subsidiaries (the Parent Company and its subsidiaries together referred to as "the Group") for the quarter ended September 30, 2022 and year to date from April 01, 2022 to September 30, 2022 ("consolidated financial results"), being submitted by the Parent Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulation") including relevant circulars issued by the SEBI from time to time.
2. The consolidated financial results, which is the responsibility of the Parent Company's Management and approved by the Parent Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the consolidated financial results based on our review.
3. We conducted our review of the consolidated financial results 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.

We also performed procedures in accordance with the circular CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. We draw attention to Note 4 of the consolidated financial results, regarding the non-provision of coupon rate interest and yield to maturity (YTM) premium (contractual obligation) payable on Optionally Convertible Debentures (OCDs). YTM premium is payable at the time of redemption of OCDs pursuant to the Scheme for Sustainable Structuring of Stressed Assets (S4A Scheme) which stipulates that the yield to maturity (YTM) being the difference between weighted average interest and coupon rate payable as redemption premium at the time of redemption of OCDs redeemable in 13 equal instalments commencing from the financial year 2024-25. The Group considers such YTM/ redemption premium as contingent liability. The Parent Company has not provided YTM premium and coupon rate interest of Rs 114.00 crores and Rs 21.95 crores respectively, in the books of account for the quarter ended September 30, 2022 and YTM premium and coupon rate interest Rs 226.76 crores and Rs 43.66 crores respectively for the six



months ended September 30, 2022. In the opinion of the management, said coupon rate interest and YTM premium will be treated as per financial restructuring plan submitted by the Company to the lenders. The aggregate liability for such YTM and coupon rate interest from the date of allotment of OCDs till period ended September 30, 2022 is Rs. 2,054.54 crores (Rs 1,784.12 crores till March 31, 2022). Had such interest been provided on OCD's, the reported loss for the quarter and six months ended September 30, 2022 would have been Rs. 298.32 crores and Rs 477.70 crores instead of loss of Rs 162.37 crores and Rs 207.28 crores respectively and Net worth of the Company would have been Rs. (-)3.16 crores.

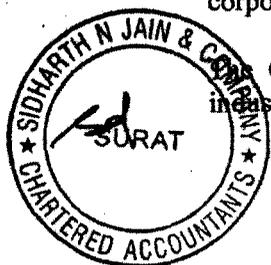
5. The consolidated financial results includes the results of the following entities:

Sr No	Name of Subsidiaries	Holding %	Country of Incorporation
1	Bajaj Aviation Private Limited	100%	India
2	Bajaj Power Generation Private Limited	100%	India
3	Bajaj Hindusthan (Singapore) Pte Ltd	100%	Singapore
4	PT Batu Bumi Persada	99.00%	Indonesia
5	PT Jangkar Prima	99.88%	Indonesia

6. Based on our review conducted and procedures performed as stated in paragraph 3 above and except for the effects of the matters described in paragraph 4 above, nothing has come to our attention that causes us to believe that the accompanying consolidated financial results, prepared in accordance with the applicable Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued there under and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
7. (a) As stated in Note 7 of the consolidated financial results, the Group during the last few years had incurred losses due to high raw material and other inputs costs, relatively lower realization of sugar, higher depreciation and finance expenses. Sugar prices have been relatively lower over the years due to higher production of sugar in the country. All these factors resulted into reduction of net worth of the Parent Company. As at September 30, 2022, the Parent Company has sugar cane dues payable to farmers, outstanding loan installment for September 2022, unpaid coupon rate interest liabilities towards optionally convertible debentures. Due to delayed payment of loan instalment and coupon rate interest on optionally convertible debentures the lenders have classified the Parent Company's account as Non-Performing Assets (NPA) and initiated the Corporate Insolvency Resolution Process (CIRP) of the Parent Company before the Hon'ble National Company Law Tribunal (NCLT). The above factors indicate a material uncertainty, which may cast significant doubt about the Parent Company's ability to continue as a going concern.

The Parent Company is continuously striving to improve its operational efficiency and other parameters by way of improvement in sugar recovery, increase in production of alcohol/ ethanol by using B heavy molasses, reduction of overheads, finance, other costs and monetization of certain non-core assets etc. The debt restructuring as per RBI's S4A Scheme, has somewhat improved the liquidity position of the Parent Company. The Parent Company is further discussing with the lenders a debt resolution plan to have a lasting solution to improve its liquidity. The Group is also exploring/ evaluating various options for corporate restructuring to streamline the corporate structure and enhance the Group's value.

Government has also taken various measures to improve the financial health of sugar industry. All these measures are expected to turnaround the operations of sugar industry on



sustainable basis. The Parent Company also expects to receive accrued benefits under the Sugar Industries Promotion Policy 2004 for which it is entitled to.

Also, out of the principal instalment of Rs 108.60 crores due as on 30th September 2022 an amount of Rs. 77.68 crores has been paid till date by the Parent Company.

In view of the above, the management is confident to resolve the NPA matter with lenders and expects to generate positive cash flow from operation and accordingly, the consolidated financial results are continued to be presented on going concern basis, which contemplates realization of assets and settlement of liabilities in the normal course of business. Also, the Parent Company continues to classify bank borrowings into non-current and current as per last approved repayment plan.

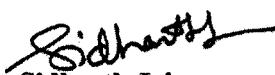
(b) As stated in Note 5 to the consolidated financial results, the Parent Company has exposure aggregating to Rs 525.80 crores in other companies, by way of investments, loans, accumulated interest on these loans and receivables. Management believes that investment made, loan given and receivables due from other companies are considered good and recoverable based on the future business plan of these companies and on-going efforts towards obligation casted on the Parent Company and its promoters to recover the outstanding loans in phased manner and accordingly no provision other than those already accounted for, has been considered necessary. Further on the Basis of principle of conservatism and prudence, the Group has not recognised interest income of Rs. 7.63 crores and Rs. 15.17 crores on such loans for the quarter and six months ended on September 30, 2022, as and when it is recoverable it will be recognised in the books.

Our opinion on the consolidated financial results is not modified in respect of the above matters.

8. The consolidated unaudited financial results includes the interim financial statements / financial information / financial results of five subsidiaries which have not been reviewed by their auditors, whose interim financial statements / financial information / financial results reflect total assets of Rs 1,316.55 crores as at September 30, 2022 and total revenue of Rs 6.21 crores and Rs 17.98 crores, total net loss after tax of Rs 2.83 crores and net profit of Rs 0.88 crores and total comprehensive loss of Rs 3.01 crores and total comprehensive income Rs 0.64 crores for the quarter and six months ended September 30, 2022, respectively, and cash outflows (net) of Rs 1.18 crores for the six months ended September 30, 2022, before giving effect to the consolidation adjustments, as considered in the consolidated unaudited financial results. According to the information and explanations given to us by the management, these interim financial statements / financial information / financial results are not material to the Group.

Our opinion on the consolidated financial results is not modified in respect of the above matter.

For Sidharth N Jain & Company
Firm registration number: 018311C
Chartered Accountants


Sidharth Jain

Proprietor
Membership No.: 134684
UDIN: 22134684BCUGOG9184
Place: Surat
Date: 11 November 2022

