



Dharani Sugars and Chemicals Limited

Regd. Office: "PGP HOUSE", (Old No.57) New No.59, Sterling Road, Nungambakkam, Chennai - 600 034.

Tel : 28234000, 28311313, 28254176, Fax : 28232074, 28232076

Email : accounts@dharanisugars-pgp.com, commercial @pgpgroup.in, secretarial@dharanisugars-pgp.com

GST No : 33AAACD1281F1Z7 | TIN NO:33061502443 | CST No : 818529/19.11.87

CIN No : L15421TN1987PLC014454, Website : www.dharanisugars.in

DSCL\Results Reg-33 \2019

28.05.2019

BSE Ltd Corporate Relationship Department, First Floor, New Trading Ring, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai 400 001	National Stock Exchange of India Limited Exchange Plaza, 5 th Floor Plot No.C/1 G Block Bandra – Kurla Complex Bandra East, Mumbai 400 051
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Dear Sir,

Sub: Audited Financial Results for the Quarter and Year ended 31st March 2019.

Ref : BSE- Scrip Code – 507442 (BSE) – NSE- DHARSUGAR(NSE).

In accordance with Regulation 33 read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, the following items were discussed and approved in the Meeting of the Board of Directors held on 28th May 2019.

1. Audited Financial Results for the Quarter and Year ended 31st March 2019 along with segment wise report.
2. Statement of Assets & Liabilities.
3. Independent Auditors Report.
4. Declaration regarding Audit Qualifications

The Meeting of the Board of Directors of the Company commenced at 12.00 p.m. and concluded at 3.30 p.m.

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

This is for your information and record.

Thanking You,

Yours faithfully,
for Dharani Sugars and Chemicals Limited


E.P. Sakthivel
Company Secretary
Encl.: as above



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Tirunelveli District - 627 760

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Dharani Sugars and Chemicals Limited

Regd. Office: "PGP House", New No.59 (Old No.57), Sterling Road, Nungambakkam, Chennai 600 034

Tel.No.91-44-28311313, Fax No.091-44-28232074, CIN - L15421TN1987PLC014454

Email: secretarial@dharanisugars-gpp.com, Website: www.dharanisugars.in

Statement of Standalone audited financial results for the quarter and year ended March 31, 2019 under Ind AS

S.No	Particulars	Three months ended			Year ended	
		March 31, 2019	Dec 31, 2018	March 31, 2018	March 31, 2019	March 31, 2018
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
	Income from Operations					
1	Net Sales/ Income from operations	10,573.57	3,045.18	7,117.66	31,569.73	48,775.78
2	Other Income (Net)	309.93	9.24	1,356.13	365.51	1,758.24
3	Total Income (1+2)	10,883.50	3,054.42	8,473.79	31,935.24	50,534.02
	4 Expenses					
	Cost of materials consumed	7,544.25	2,590.44	8,150.47	15,627.69	32,584.28
	Changes in inventories of finished goods, work-in-progress and stock in trade	1,466.42	141.05	40.51	12,139.90	7,849.49
	Excise duty expense	-	-	-	-	625.81
	Employees benefits expense	576.46	600.40	632.23	2,377.92	2,493.40
	Depreciation and amortisation expense	565.06	566.33	589.41	2,259.42	2,257.51
	Finance Cost	1,864.92	1,879.82	1,977.70	7,454.97	7,628.58
	Other expenses	2,486.39	723.94	1,578.57	5,165.05	5,563.67
	Total Expenses	14,503.50	6,501.98	12,968.89	45,024.95	59,002.74
5	Profit/ (Loss) before exceptional items and tax (3-4)	(3,620.00)	(3,447.56)	(4,495.10)	(13,089.71)	(8,468.72)
6	Exceptional items	-	-	-	-	-
7	Profit/ (Loss) before tax (5+6)	(3,620.00)	(3,447.56)	(4,495.10)	(13,089.71)	(8,468.72)
8	Tax expense					
	Current tax					
	Current tax relating to earlier years	-	(1.18)	-	(1.18)	-
	MAT Credit Reversal	-	-	-	(1,577.56)	-
	Deferred tax Asset/ (Liability)	-	(264.17)	(55.85)	(264.47)	(69.33)
	Total Tax Expenses	-	(265.35)	(55.85)	(1,843.21)	(69.33)
9	Profit/ (Loss) for the period from continuing operations (7-8)	(3,620.00)	(3,712.91)	(4,550.95)	(14,932.92)	(8,538.05)
10	Profit/ (Loss) from discontinued operations					
11	Tax expense of discontinued operations	-	-	-	-	-
12	Profit/ (Loss) from discontinued operations (after tax) (10-11)	-	-	-	-	-
13	Profit/ (Loss) for the period (9+12)	(3,620.00)	(3,712.91)	(4,550.95)	(14,932.92)	(8,538.05)
14	Other comprehensive income (net of income tax)					
a)	(i) items that will not be reclassified to profit or loss	19.70	11.61	62.24	54.53	75.00
	(ii) income tax relating to the above items	-	-	-	-	-
b)	(i) items that will be reclassified to profit or loss	-	-	-	-	-
	(ii) income tax relating to the above items	-	-	-	-	-
	Total other comprehensive income, net of income tax	19.70	11.61	62.24	54.53	75.00
15	Total comprehensive income/ (loss) for the period (13+14)	(3,600.30)	(3,701.30)	(4,488.71)	(14,878.39)	(8,463.05)
16	Paid-up equity share capital	3,320.00	3,320.00	3,320.00	3,320.00	3,320.00
	Face value per share (Rs.)	10.00	10.00	10.00	10.00	10.00
17	Earning per share (Rs.) (not annualised)					
	- Basic	(10.90)	(11.18)	(13.71)	(44.98)	(25.72)
	- Diluted	(10.90)	(11.18)	(13.71)	(44.98)	(25.72)

Notes:

- The above results for the quarter and year ended March 31, 2019 as reviewed and recommended by the audit committee of the Board, have been approved by the Board of Directors at its meeting held on May 28, 2019.
- The statement has been prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
- The format for audited quarterly results as prescribed in SEBI's Circular CIR/CFD/CMD/15/2015 dated November 30, 2015 has been modified to comply with the requirements of SEBI's circular dated July 5, 2016 Ind AS and Schedule III (Part II) to the Companies Act, 2013, which are applicable to companies that are required to comply with Ind AS.
- The principal and interest on term loans taken from the banks and financial institutions are declared as non-performing assets by the lenders which is mainly due to general issues faced by the sugar industry due to factors like failure of monsoon, varietal degeneration, reduced recovery, decline in area under cultivation and the resultant reduction in capacity utilisation of sugar mills. The Company has submitted a resolution plan to the consortium banks for restructuring the loans and the consortium banks have suggested to the Company to plan for a One Time Settlement (OTS) of the loans. Subsequent to the balance sheet date, few banks issued notice to recall the loans. The Company is in the process of replying to the notices appropriately. The next hearing of the consortium banks is expected to be in June 2019. The Company is also in the process of identifying alternative plans to initiate the OTS with the banks. Pending submission of the OTS/ other alternative resolution plans, a decision is yet to be taken by the lenders regarding restructuring of the Company's borrowings. Based on these uncertainties, the above Statement is prepared on a going concern basis.

5 Statement of assets and liabilities

Particulars		(Rs. in lakhs)	
		As at March 31, 2019	As at March 31, 2018
Assets			
Non-current assets			
Property, plant and equipment			
Intangible assets	58,284.38		60,429.13
Deferred tax assets (net)	-		0.06
Financial assets	-		163.89
Investments			
Other financial assets	1,666.29		2,857.81
Other non-current assets	211.73		287.24
	281.95		413.42
	60,444.35		64,151.55
Current assets			
Inventories			
Financial assets	2,464.16		14,690.20
Trade receivables			
Cash and cash equivalents	4,211.71		4,560.15
Bank balances other than above	164.37		261.69
Other financial assets	21.83		1,215.76
Other current assets	11.58		79.72
	2,072.03		699.36
	8,945.68		21,506.88
Total Assets			
	69,390.03		85,658.43
Equity and liabilities			
Equity			
Equity share capital	3,320.00		3,320.00
Other Equity	(9,222.95)		5,655.44
	(5,902.95)		8,975.44
Non-Current Liabilities			
Financial liabilities			
Borrowings			
Other financial liabilities	15,507.11		23,855.45
Deferred tax Liabilities (net)	26.68		31.49
Provisions	1,678.14		-
	459.56		447.71
	17,671.49		24,334.65
Current liabilities			
Financial liabilities			
Borrowings			
Trade payables	20,867.93		20,690.97
Other financial liabilities	10,632.93		12,653.16
Other current liabilities	2,247.45		2,629.96
Short Term Provisions	23,731.74		16,201.45
	141.44		172.80
	57,621.49		52,348.34
Total Equity and Liabilities			
	69,390.03		85,658.43



[Handwritten signature]

6 The Company has organised the business into three segments viz. Sugar, Distillery and Power. This reporting complies with the Ind AS segment reporting principles.

(Rs. in lakhs)

Particulars	Three months ended			Year Ended	
	March 31, 2019(Audited)	Dec 31, 2018(Unaudited)	March 31, 2018(Audited)	March 31, 2019(Audited)	March 31, 2018(Audited)
Segment Revenue					
a) Sugar					
b) Distillery	10,322.31	2,810.10	5,950.80	28,029.15	42,805.06
c) Power	1,028.12	543.27	2,234.78	4,923.36	8,650.47
d) Unallocated	1,096.25	262.15	1,008.01	1,768.91	3,453.79
Total	309.93	9.24	1,356.13	365.51	1,758.24
Less: Inter Segment Revenue	12,756.61	3,624.76	10,549.72	35,086.93	56,667.56
Revenue from operations (Net)	(1,873.09)	(570.36)	(2,075.93)	(3,151.69)	(6,133.54)
Segment Results	10,883.52	3,054.40	8,473.79	31,935.24	50,534.02
Profit/ (Loss) before tax and finance cost					
a) Sugar					
b) Distillery	(2,275.43)	(1,265.03)	(4,052.20)	(6,191.10)	(4,160.67)
c) Power	408.50	(81.85)	355.39	792.66	1,589.16
d) Unallocated	(198.08)	(230.10)	(176.72)	(601.81)	(26.87)
Total	309.93	9.24	1,356.13	365.51	1,758.24
Less: Finance Cost	(1,755.08)	(1,567.74)	(2,517.40)	(5,634.74)	(840.14)
Profit/ (Loss) from continuing operations	(1,864.92)	(1,879.82)	(1,977.70)	(7,454.97)	(7,628.58)
Profit/ (Loss) from discontinuing operations	(3,620.00)	(3,447.56)	(4,495.10)	(13,089.71)	(8,468.72)
Profit/ (Loss) Before Tax	(3,620.00)	(3,447.56)	(4,495.10)	(13,089.71)	(8,468.72)
Segment Assets					
a) Sugar					
b) Distillery	42,585.15	44,396.34	56,561.43	42,585.15	56,561.43
c) Power	13,887.54	13,664.07	14,195.00	13,887.54	14,195.00
d) Other unallocable corporate assets	12,797.77	12,906.18	14,605.00	12,797.77	14,605.00
Total assets	119.57	120.75	297.00	119.57	297.00
Segment Liabilities					
a) Sugar					
b) Distillery	56,511.62	54,652.16	59,329.27	56,511.62	59,329.27
c) Power	5,063.78	5,122.45	4,328.80	5,063.78	4,328.80
d) Other unallocable corporate liabilities	12,039.44	11,937.25	13,024.92	12,039.44	13,024.92
Total liabilities	1,678.14	1,678.14	-	1,678.14	-
Capital Employed (Segment assets-Segment liabilities)	75,292.98	73,390.00	76,682.99	75,292.98	76,682.99
a) Sugar					
Add: Long Term Loans	(13,926.47)	(10,255.82)	(2,767.84)	(13,926.47)	(2,767.84)
Net capital employed in Sugar Segment	10,495.23	14,228.11	17,557.73	10,495.23	17,557.73
b) Distillery	(3,431.24)	3,972.29	14,789.89	(3,431.24)	14,789.89
Add: Long Term Loans	8,823.76	8,541.62	9,866.20	8,823.76	9,866.20
Net capital employed in Distillery Segment	1,558.36	1,482.91	1,832.80	1,558.36	1,832.80
c) Power	10,382.12	10,024.53	11,699.00	10,382.12	11,699.00
Add: Long Term Loans	758.33	968.93	1,580.08	758.33	1,580.08
Net capital employed in Power Segment	3,453.52	4,014.97	4,464.92	3,453.52	4,464.92
Total capital employed in segments	4,211.85	4,983.90	6,045.00	4,211.85	6,045.00
Unallocable corporate assets less corporate liabilities	11,162.73	18,980.72	32,533.89	11,162.73	32,533.89
Total Capital Employed	(1,558.57)	(1,557.39)	297.00	(1,558.57)	297.00
	9,604.16	17,423.33	32,830.89	9,604.16	32,830.89



For Dharani Sugars and Chemicals Limited

Dr. PALANI.G. PERIASAMY

Executive Chairman

DIN : 00081002

Place: Chennai - 34

Date : May 28, 2019

Initialled for identification purposes





CNGSN & ASSOCIATES LLP

CHARTERED ACCOUNTANTS

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Independent Auditors' Report

on quarter and year to date financial results for the quarter and year ended March 31, 2019 of
M/s Dharani Sugars and Chemicals Limited Pursuant to the Regulation 33 of the SEBI (Listing
Obligations and Disclosure Requirements) Regulations, 2015

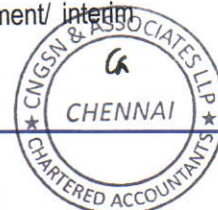
The Board of Directors
Dharani Sugars and Chemicals Limited
Chennai

1. We have audited the quarterly financial results of Dharani Sugars and Chemicals Limited (the "Company") for the quarter and year ended March 31, 2019 which are included in the accompanying 'Statement of Audited Financial Results for the quarter and year ended March 31, 2019' together with the notes thereon (the "Statement" or "Interim Financial Information"). The Statement has been prepared by the Company's Management pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015") and SEBI Circular dated July 5, 2016, which has been initialled by us for identification purposes. The Statement is the responsibility of the Company's Management and has been approved by its Board of Directors. This Statement has been prepared by the management in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India. Further, the Management is also responsible to ensure that the accounting policies used in preparation of this Statement are consistent with those used in the preparation of the annual financial statements prepared in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (Ind AS) prescribed under Section 133 of the Companies Act, 2013 and other recognised accounting practices and policies.

Our responsibility is to express an opinion on the financial results based on our audit of the aforesaid Statement/ interim financial information

2. We conducted our audit of the Statement/ interim financial information in accordance with the Standards on Auditing specified under Section 143 (10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement/ interim financial information is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the Statement/ interim financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement/ interim



financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the Statement/ interim financial information that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's directors, as well as evaluating the overall presentation of the Statement/ interim financial information.

We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the Statement/ interim financial information.

3. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement of audited financial results for the quarter and year ended March 31, 2019
- (a) are presented in accordance with the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated July 5, 2016; and
 - (b) give a true and fair view, in conformity with the aforesaid Indian Accounting Standards and other accounting principles generally accepted in India, of the net profit and other financial information for the quarter and year ended March 31, 2019

4. Emphasis of Matter

Without qualifying our opinion, we draw attention to the following:

- a) The Company's net worth is negative and the borrowings from banks and financial institutions have been classified by the lenders as non-performing assets during the year. We understand from the management that the poor performance of the Company is mainly due to low availability of sugarcane for crushing as planting areas are being continuously reduced due to continuous draught and the general slowdown in sugar industry due to factors like failure of monsoon, varietal degeneration, reduced recovery, decline in area under cultivation and the resultant reduction in capacity utilisation of sugar mills. This being a general industry issue, a formal representation was made by the South Indian Sugar Mills Association (SISMA), in which the Company is a member, to the Hon'ble Prime Minister and the Chief Minister of Tamil Nadu for announcing revival packages for the sugar industry. SISMA expects that its demands will be considered by the Central and State Governments favourably.
- b) On a petition filed by the Company and others, the Hon'ble Supreme Court of India April 2 declared the RBI circular of February 12, 2018, as "ultra-vires, Section 35AA of the Banking Regulation Act". The Company has submitted a resolution plan to the consortium banks for restructuring the loans and the consortium banks have suggested to the Company to plan for a One Time Settlement (OTS) of the loans. The lenders agreed to initiate fresh valuations for plant and machineries of all the three units. Subsequent to the balance sheet date, few banks issued notice to recall the loans. We understand that the Company is in the process of appropriately replying to the notices. The next hearing of the consortium banks is expected to be in June 2019. We were informed that the Company is also in the process of identifying alternative plans to initiate the OTS with the banks. Pending submission of the OTS/ other alternative resolution plans, a decision is yet to be taken by the lenders regarding restructuring of the Company's borrowings.



- c) The above factors cast a significant uncertainty on the Company's ability to continue as a going concern. Pending the resolution of the above uncertainties, the Company has prepared the aforesaid statement on a going concern basis.

For CNGSN & Associates LLP
Chartered Accountants
Firm Registration No.004915S/ S200036



(CHINNSAMY GANESAN)
Partner
Membership No. 027501
Place: Chennai
Date: May 28, 2019





Dharani Sugars and Chemicals Limited

Regd. Office: "PGP HOUSE", (Old No.57) New No.59, Sterling Road, Nungambakkam, Chennai - 600 034.

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GST No : 33AAACD1281F1Z7 | TIN NO:33061502443 | CST No : 818529/19.11.87

CIN No : L15421TN1987PLC014454, Website : www.dharanisugars.in

DSCL\Results Reg-33(3) \2019

28.05.2019

BSE Ltd Corporate Relationship Department, First Floor, New Trading Ring, Rotunda Building, P J Towers, Dalal Street, Fort, Mumbai 400 001	National Stock Exchange of India Limited Exchange Plaza, 5 th Floor Plot No.C/1 G Block Bandra – Kurla Complex Bandra East, Mumbai 400 051
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Dear Sir,

Sub: Disclosure under Reg.30 read with Sch.III Part A.Para A.4 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Ref: Declaration under 2nd proviso to Reg. 33(3)(d) .

As required by 2nd proviso to Reg.33 (3)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company hereby declares that the Statutory Auditors have in their audit report furnished an unmodified opinion on the Standalone financial results for the year ended 31st March 2019.

This is for your information and record.

Thanking You,

Yours faithfully,
for Dharani Sugars and Chemicals Limited


E P Sakthivel
Company Secretary