

THE UNITED PROVINCES SUGAR COMPANY LIMITED

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(₹ in lakhs, except for EPS)

Particulars	Quarter ended			Year ended
	June 30, 2020	March 31, 2020	June 30, 2019	March 31, 2020
	Unaudited	Audited	Unaudited	Audited
I. Revenue from Operations				
II. Other Income	13,320.16	12,752.24	3,959.57	34,599.35
	98.27	244.14	97.49	579.54
III. Total Income (I+II)	13,418.43	12,996.38	6,057.06	35,178.89
IV. Expenses :				
i. Cost of Materials consumed	1,921.01	15,749.58	4,462.94	26,356.04
ii. Changes in Inventories of Finished Goods, By-Products and Work-in-Progress	9,977.36	(5,814.60)	300.09	2,577.01
iii. Employee Benefits Expense	335.31	562.66	394.52	1,678.95
iv. Finance Costs	534.82	664.55	655.43	2,627.13
v. Depreciation and Amortisation Expense	168.34	170.55	152.69	633.29
vi. Other Expenses	218.18	442.95	334.16	1,920.75
Total Expenses (IV)	13,155.02	11,775.69	6,299.83	35,793.17
V. Profit/(Loss) before Exceptional Items and Tax (III-IV)	263.41	1,220.69	(242.77)	(614.28)
VI. Exceptional Items	NIL	NIL	NIL	NIL
VII. Profit/(Loss) before Tax (V-VI)	263.41	1,220.69	(242.77)	(614.28)
VIII. Tax Expenses				
i. Current Tax	NIL	NIL	NIL	NIL
ii. Deferred Tax	73.94	402.64	55.99	206.89
Total Tax Expenses	73.94	402.64	55.99	206.89
IX. Profit/(Loss) for the Period (VII-VIII)	189.47	818.05	(298.76)	(821.17)
X. Other Comprehensive Income				
Items that will not be reclassified to Profit and Loss				
i. Gain/(Loss) on Remeasurement of Defined Benefit Plan	(6.35)	(17.57)	(1.84)	(23.08)
ii. Income Tax relating to (i) above	1.77	4.89	0.51	6.42
iii. Increase in carrying amount on Revaluation of Land	-	413.70	-	413.70
iv. Income Tax relating to (iii) above	-	(92.07)	-	(92.07)
Other Comprehensive Income	(4.58)	308.95	(1.33)	304.97
XI. Total Comprehensive Income (IX+X)	184.89	1,127.00	(300.10)	(516.20)
XII. Paid-up Equity Share Capital (Face value of ₹ 10 each)	255.00	255.00	255.00	255.00
XIII. Other Equity				2,328.56
XIV. Earnings per share (of ₹ 10 each) (Not Annualised)				
Basic EPS and Diluted EPS (₹)	7.43	32.08	(11.72)	(32.20)

Notes :

- The above unaudited Financial Results for the quarter ended June 30, 2020 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on September 15, 2020. The Financial Results of the Company have been prepared in accordance with the Indian Accounting Standards (Ind AS) as prescribed under the Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.
- The figures for the last quarter of the financial year 2019-20 as reported in these financial results are balancing figures between the audited figures in respect of the financial year 2019-20 and published year-to-date figures upto the end of the third quarter of the relevant financial year, which were subjected to limited review.
- The main business of the Company is manufacture of sugar and all other activities of the Company revolve around its main activities. Accordingly, there is only one operating segment as per Ind AS 108.
- Sugar being a seasonal industry, the performance of the Company varies from quarter to quarter and results for the quarter as such are not representative of the annual performance of the Company.
- Consequent to the outbreak of COVID-19, which has been declared a pandemic by the World Health Organisation (WHO), Government of India and State Government have declared Lockdown restrictions which have impacted business in general. Since, the Company is engaged in the manufacturing of essential commodities, the activities of the Company were carried out normally under the directives issued by the Ministry of Home Affairs and State Government. Owing to lockdown, demand for sugar was impacted to some extent which is gradually coming to its normal level. The Company's capital and financial resources as such have not been significantly impacted.
The Company has considered internal and external information while finalising various estimates and making assumptions to its financial statements and no material impact on financial results inter alia including the carrying value of various current and non-current assets are expected to arise. The actual impact of global health pandemic is dependent upon future development including policies and measures announced by Government. The Company will continue to closely monitor the variations in the situations and the same will be taken into consideration when it crystallizes.
- Since the Company follows revaluation model for its Freehold Land as a class of Property, Plant and Equipment, it is measured at a revalued amount, being the fair value based on the valuation carried out during the financial year ended March 31, 2020. Accordingly, the carrying amount of the Freehold Land was increased and recognised in Other Comprehensive Income and accumulated in Other Equity under Revaluation Surplus, net of tax for the year ended March 31, 2020.
- Sugar industry per se is agro-based as also cyclical and hence, the prices of sugar and consequently, the profits of the Company depend upon variety of factors such as agroclimatic conditions, availability of sugarcane, sugar recovery and international sugar scenario. In fact, in the last twenty one years, the Company made losses only in nine years. Thus, considering the cyclical nature of the Company's activities and its past records, as the losses incurred in one year gets generally recouped over a period of 2-3 years, the management of the Company expects that it is probable that future taxable profit will be available against which the unused tax losses can be utilised and accordingly, Deferred Tax Assets of ₹ 763.92 lakhs on unabsorbed depreciation and that of ₹ 2,123.08 lakhs (₹ 2,381.73 lakhs for the year ended March 31, 2020) on business losses was recognised upto June 30, 2020.
- Figures for the previous period have been regrouped and/ or rearranged and/ or reclassified wherever necessary to make them comparable with those of current period.

Paresh
Harikant
Clerk

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Paresh Harikant
Clerk
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For The United Provinces Sugar Company Limited

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Arvind K. Kanoria
Managing Director

Place : Mumbai
Dated : September 15, 2020

BANSI S. MEHTA & CO.
CHARTERED ACCOUNTANTS

Bansi S. Mehta
(Chief Mentor)

A. A. DESAI	K. R. GANDHI (Ms.)
D. R. DESAI (Ms.)	Y. A. THAR
P. H. CLERK	R. G. DOSH
M. V. SHAH	A. A. AGRAWAL (Ms.)
A. B. AGRAWAL	U. A. SHAH (Ms.)
M. M. PADHIAR (Ms.)	

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**Independent Auditor's Review Report on Unaudited Quarterly Financial Results of
The United Provinces Sugar Company Limited Pursuant to the Regulation 33 of the
SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

To The Board of Directors,

THE UNITED PROVINCES SUGAR COMPANY LIMITED

1. We have reviewed the accompanying Statement of Unaudited Financial Results of **THE UNITED PROVINCES SUGAR COMPANY LIMITED** ("the Company") for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) 34 "Interim Financial Reporting" 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 Engagement (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. Based on our review conducted as stated in paragraph 3 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 Ind AS and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the Listing Regulations, as amended from time to time, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **BANSI S. MEHTA & CO.**
Chartered Accountants
Registration No. 100991W

**Paresh
Harikant
Clerk**

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Paresh Harikant Clerk
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PLACE : MUMBAI
DATED : September 15, 2020

PARESH H. CLERK
Partner
Membership No. 036148
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