



Empee Sugars and Chemicals Limited

Administrative Office : "Empee Tower" 59, Harris Road, Pudupet, Chennai - 600 002.

Tel : 91-44-28531111 Fax : 91-44-28555163 Web : www.empeegroup.co.in

CIN: L24110AP1988PLC009291

11.02.2016

Bombay Stock Exchange Limited
Floor 25, P.J.Tower,
Dalal Street,
Mumbai 400 001.

Dear Sirs,

Sub: **Empee Sugars and Chemicals Ltd** - Board meeting held on 11 02 2116 - Outcome of the Meeting.

The outcome of the Board meeting held on 11th Feb, 2016 is as follows:

The Board has approved the following :

1. Unaudited Q3 financial results for the period ended on 31st Dec.2015, a copy of which is attached herewith .
2. Recorded the Limited Review Report of the Statutory Auditors for Q3 financial results, a copy of which is attached herewith.
3. Upon expiry of the term of Chairman & Managing Director, on 24.12.2015 Mr.M.P. Purushothaman was appointed as Executive Chairman and Managing Director of the Company w.e.f. 11.02.2016 for 3 years subject to shareholders approval /Central Govt. approval.
4. Accepted the resignations of the Directors namely, Mr. T.S. Raghavan- Independent Director and Mr. Sheeju Purushothaman – Non-Executive Promoter Director .

The Meeting concluded at 5.30 p.m. today (11.02.2016). We request you to please place the above information on your Web-site.

Kindly acknowledge.

Yours faithfully

For Empee Sugars and Chemicals Ltd

Nisha Purushothaman
Director



Plant I : Ayyapareddipalem, Naidupet - 524 126, Nellore Dist., Andhra Pradesh.

Tel : (08623) 248150, 248171 Fax : 08623 - 248172

Plant II: Alangulam Road, Edaikal Village, Ambasamudram Taluk, Tirunelveli Dist. - 627 821. Tamil Nadu.

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VENKATESH & CO
Chartered Accountants

**INDEPENDENT AUDITORS' REVIEW REPORT TO THE BOARD OF DIRECTORS OF
EMPEE SUGARS AND CHEMICALS LIMITED**

"We have reviewed the accompanying statement of Unaudited Standalone Financial results of **Empee Sugers and Chemicals Limited** for the Quarter and period ended 31st December, 2015. This statement is the responsibility of the Company's management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial results based on our review.

We conducted our review in accordance with the standard on Review Engagements (SRE) 2410. 'Review of 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 statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than audit. We have not performed an audit and accordingly we do not express an audit opinion.

The company has made a reference to BIFR as the net worth is eroded for submission of the rehabilitation scheme.

Based on our review conducted as above, nothing has come to our notice that causes us to believe that the accompanying statement, prepared in accordance with Accounting Standards and other recognized accounting practices and policies, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure requirements) Regulations 2015, including the manner in which it has to be disclosed, or that it contains any material misstatement.

For **Venkatesh & Co**
Chartered Accountants
FR No: 0046368

CA. DASARATY V
M No. 026336
Partner

Place: Chennai
Date : 11/02/2016

EMPEE SUGARS AND CHEMICALS LIMITED

CIN: L24110AP1988PLC009291

Regd. Office : Ayyapareddipalem, Naidupet Mandal, Nellore District, Andhra Pradesh.

Statement of Un-Audited Financial Results for the Quarter ended 31st December 2015.

PART I		Rs. in lakhs					
S.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31.12.2015 (Unaudited)	30.09.2015 (Unaudited)	31.12.2014 (Unaudited)	31.12.2015 (Unaudited)	31.12.2014 (Unaudited)	31.3.2015 (Audited)
1	Income from operations						
	Net sales/ income from operations (Net of Excise duty)	379.36	345.60	2,376.58	1,491.80	9,441.40	12,540.84
	Other operating income	-	-	-	-	-	-
	Total income from operations (net)	379.36	345.60	2,376.58	1,491.80	9,441.40	12,540.84
2	Expenses						
	(a) Cost of materials consumed	560.55	262.28	2,154.65	1,068.60	7,435.97	17,551.41
	(b) Purchases of stock-in-trade	-	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(73.30)	78.08	(273.05)	454.09	754.12	2,868.29
	(d) Employee benefits expense	102.38	109.76	206.66	368.89	499.86	809.2
	(e) Depreciation and amortisation expense	608.76	608.77	517.74	1,826.30	1,553.23	2,518.30
	(f) Provision for Bad Debts	-	-	3,327.60	-	4,754.38	5,522.77
	(g) Other expenses	84.92	53.23	205.78	289.33	648.01	892.77
	Total expenses	1,283.30	1,112.12	6,139.38	4,007.20	15,645.55	30,162.74
3	Profit / (Loss) from operations before other income, finance costs and exceptional items (1-2)	-903.95	-766.52	-3,762.80	-2,515.41	-6,204.15	-17,621.90
4	Other income	33.19	0.04	4.03	42.92	26.63	682.94
5	Profit / (Loss) from ordinary activities before finance costs and exceptional items (3 ± 4)	-870.76	-766.48	-3,758.77	-2,472.49	-6,177.52	-16,938.96
6	Finance costs	1,955.97	1,895.21	1,548.67	5,687.82	4,969.54	7,081.58
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 ± 6)	-2,826.72	-2,661.69	-5,307.44	-8,160.30	-11,147.05	-24,020.54
8	Exceptional items	0	-	5094.97	-	5,094.97	-
9	Profit / (Loss) from ordinary activities before tax (7 + 8)	-2,826.72	-2,661.69	-10,402.41	-8,160.30	-16,242.02	-24,020.54
10	Tax expense	-	-	0	0	(1,804.44)	4,978.16
11	Net Profit / (Loss) from ordinary activities after tax (9 ± 10)	-2,826.72	-2,661.69	-10,402.41	-8,160.30	-14,437.58	-28,998.70
12	Extraordinary items	-	-	0	-	-	-
13	Net Profit / (Loss) for the period (11 ± 12)	(2,826.72)	-2,661.69	(10,402.41)	(8,160.30)	(14,437.58)	(28,998.70)
14	Share of Profit / (loss) of associates (applicable for cons.results)	-	-	-	-	-	-
15	Minority Interest (applicable for consolidated results)	-	-	-	-	-	-
16	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15)	(2,826.72)	-2,661.69	(10,402.41)	(8,160.30)	(14,437.58)	(28,998.70)
17	Paid-up equity share capital (Face Value of the Share shall be indicated)	4,197.29	4,197.29	4,197.29	4,197.29	4,197.29	4,197.29
18	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	-	-	-
19	Earnings per share (EPS)						
	a) Basic and Diluted before extraordinary items	(6.73)	(6.34)	(24.78)	(19.44)	(34.40)	(69.09)
	b) Basic and Diluted after extraordinary items	(6.73)	(6.34)	(24.78)	(19.44)	(34.40)	(69.09)



EMPEE SUGARS AND CHEMICALS LIMITED

CIN: L24110AP1988PLC009291

Regd. Office : Ayyapareddipalem, Naidupet Mandal, Nellore District, Andhra Pradesh.

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PART II							
Particulars		Quarter ended			Nine months ended		Year ended
		31.12.2015 (Unaudited)	30.09.2015 (Unaudited)	31.12.2014 (Unaudited)	31.12.2015 (Unaudited)	31.12.2014 (Unaudited)	31.3.2015 (Audited)
A	PARTICULARS OF SHAREHOLDING						
1	Public shareholding						
	- Number of shares	12,771,636	12,771,636	12,771,636	12,771,636	12,771,636	12,771,636
	- Percentage of shareholding	30.43	30.43	30.43	30.43	30.43	30.43
2	Promoters and Promoter Group Shareholding						
	a) Pledged / Encumbered						
	- Number of shares	21,110,607	21,110,607	21,110,607	21,110,607	21,110,607	21,110,607
	- Percentage of shares (as a % of the total shareholding of promoter and promoter group)	72.29	72.29	72.29	72.29	72.29	72.29
	- Percentage of shares (as a % of the total share capital of the company)	50.30	50.30	50.30	50.30	50.30	50.30
	b) Non - encumbered						
	- Number of shares	8,090,657	8,090,657	8,090,657	8,090,657	8,090,657	8,090,657
	- Percentage of shares (as a % of the total shareholding of the Promoter and Promoter group)	27.71	27.71	27.71	27.71	27.71	27.71
	- Percentage of shares (as a % of the total share capital of the company)	19.28	19.28	19.28	19.28	19.28	19.28

Segment wise Revenue, Results and Capital Employed along with the quarterly results


(Rs in Lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31.12.2015 (Unaudited)	30.09.2015 (Unaudited)	31.12.2014 (Unaudited)	31.12.2015 (Unaudited)	31.12.2014 (Unaudited)	31.3.2015 (Audited)
1. Segment Revenue (net sales/income from each segment should be disclosed under this head)						
(a) Segment – Sugar	37.47	40.67	1,312.27	314.48	2115.85	4,816.07
(b) Segment – IAP	340.70	304.93	163.49	1176.13	1502.06	1,901.29
(c) Segment – Power	1.19	-	880.62	1.19	5,823.49	5,823.49
(d) Unallocated						
Total	379.36	345.60	2,376.58	1,491.80	9,441.40	12,540.84
Less: Inter Segment Revenue						
Net sales/Income From Operations	379.36	345.60	2,376.58	1,491.80	9,441.40	12,540.84
2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)						
(a) Segment – Sugar	(628.85)	(307.88)	(717.45)	-1,291.47	(1,461.96)	-8,077.32
(b) Segment – IAP	99.55	(15.23)	(22.62)	59.17	(98.91)	-203.05
(c) Segment – Power	(341.66)	(443.37)	(3,018.70)	-1,240.19	(4,616.65)	-8,658.59
(d) Unallocated						
Total	-870.76	-766.48	-3,758.77	-2,472.49	-6,177.52	-16,938.98
Less: (i) Interest	1,955.96	1,895.21	1,548.67	5,887.61	4,969.53	7,081.58
(ii) Other Un-allocable Expenditure net off						
(iii) Un-allocable income						
Total Profit Before Tax	-2,826.72	-2,661.69	-5,307.44	-8,160.30	-11,147.05	-24,020.54
3. Capital Employed (Segment assets – Segment Liabilities)						
(a) Segment – Sugar	9219.78	10044.93	18,072.44	9219.78	18,072.44	11,208.28
(b) Segment – IAP	414.50	396.50	946.32	414.50	946.32	586.89
(c) Segment – Power	-2217.56	-807.92	2,554.11	-2217.56	2,554.11	1,584.02
(d) Unallocated	6629.88	6084.66	8,778.67	6629.88	8,778.67	5,444.41
Total	14,046.60	15,718.17	30,351.54	14,046.60	30,351.54	18,823.60

Notes:

- The above financial results have been reviewed by the Audit Committee and approved by the Board at its meetings held on 11.02.2016. The Statutory Auditors have carried out Limited Review on the same.
- The Company has received SARFAESI notices u/s.13(4) of the SARFAESI Act from Indian Bank and Union Bank of India to take symbolic possession of the Sugar unit Assets located at Naidupet. The company has filed an appeal before DRT, Vizag which is pending. However on an application preferred by the Company, DRT vide its Orders dated 15.12.2015 has permitted the company to operate the crushing of sugar by way of opening a designated account with Indian Bank, Ethiraj Salai Branch and Naidupet for season 2015-16 and the Company has honoured the DRT orders subject to supervision of Indian Bank.
- Consequent upon erosion of networth of the company, the Company has been registered as Sick Company under the provisions of SICA with BIFR under Case Ref.No.69/2014. BIFR.
- Due to non availability of sugar cane in and around Ambasamudram, Tamilnadu, sugar production was discontinued. The 50 MW power co-gen plant in this location has stopped generation of power since 1.12.2014 due to a) Non availability of bagasse from the sugar factory and b) Further coal as an alternate fuel to generate power could not be purchased due to financial crisis.
- The company operates sugar, IAP and Power segments and segmental accounts are given in the financial results.
- The Company has received SARFAESI notices u/s.13(4) of the SARFAESI Act from Indian Bank, Union Bank of India, Punjab National Bank, Indian Overseas Bank, Oriental Bank of Commerce, Bank of India and Andhra Bank to take symbolic possession of the Sugar unit Assets located at Ambasamudram. The Company has filed an appeal before DRT, Madurai. However Oriental Bank of Commerce and Andhra Bank have assigned their borrowings aggregating to 35.04% on the total outstanding dues of Rs.596.42 crs in respect of all the above Banks to M/s.Edelweiss Assets Construction Co.Ltd, Mumbai. The Federal Bank has issued SARFAESI Notice u/s 13(2) of the SARFAESI Act On 13.01.2016 and the same is being replied through our Advocates.
- Previous period(s) figures have been regrouped wherever necessary.

r Empee Sugars and Chemicals l


Nisha Purushothaman
 Director

Place: Chennai
Date :11.2.2016

