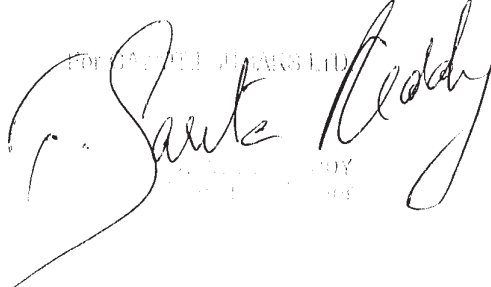


| GAYATRI SUGARS LIMITED | | | | | | |
|---|--|----------------|----------------|----------------|----------------|----------------|
| Registered office : Door No.6-3-1090 ,B-2, T.S.R. Towers Rajbhavan Road, Somajiguda, Hyderabad-500 082 | | | | | | |
| Part I STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2015 | | | | | | |
| (₹ in lakhs) | | | | | | |
| Sr. No | Particulars | Quarter ended | | | Year ended | |
| | | 31.03.2015 | 31.12.2014 | 31.03.2014 | 31.03.2015 | 31.03.2014 |
| Refer Notes below | | (Refer Note 2) | Unaudited | (Refer Note 2) | Audited | Audited |
| 1. | Income from Operations | | | | | |
| | a). Net Sales/ Income from operations (Net of excise duty) | 8,571 | 3,570 | 9,501 | 23,052 | 19,668 |
| | b). Other operating income | 37 | 21 | 8 | 73 | 37 |
| | Total income from operations (net) | 8,608 | 3,591 | 9,509 | 23,125 | 19,705 |
| 2. | Expenses | | | | | |
| | a). Cost of materials consumed | 11,375 | 8,137 | 13,585 | 20,059 | 20,091 |
| | b). Changes in inventories of finished goods and work in progress | (4,246) | (5,406) | (7,756) | 769 | (5,041) |
| | c). Employee benefits expense | 437 | 320 | 352 | 1,341 | 1,134 |
| | d). Depreciation and amortisation expense (Refer Note 6) | 185 | 323 | 316 | 1,149 | 1,262 |
| | e). Other expenses | 898 | 869 | 931 | 2,532 | 2,396 |
| | Total expenses | 8,649 | 4,243 | 7,428 | 25,850 | 19,842 |
| 3. | Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2) | (41) | (652) | 2,081 | (2,725) | (137) |
| 4. | Other income | 21 | - | 16 | 22 | 19 |
| 5. | Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4) | (20) | (652) | 2,097 | (2,703) | (118) |
| 6. | Finance costs | 458 | 570 | 519 | 2,173 | 2,169 |
| 7. | Profit/(Loss) from ordinary activities after finance costs and before exceptional items (5 - 6) | (478) | (1,222) | 1,578 | (4,876) | (2,287) |
| 8. | Exceptional items (Refer Note 7) | 606 | - | - | 1,362 | - |
| 9. | Profit / (Loss) from ordinary activities before tax (7 - 8) | (1,084) | (1,222) | 1,578 | (6,238) | (2,287) |
| 10. | Tax expenses | - | - | - | - | - |
| 11. | Net Profit / (Loss) from ordinary activities after tax (9 - 10) | (1,084) | (1,222) | 1,578 | (6,238) | (2,287) |
| 12. | Extraordinary items (net of tax expense) | - | - | - | - | - |
| 13. | Net Profit / (Loss) for the period (11 - 12) | (1,084) | (1,222) | 1,578 | (6,238) | (2,287) |
| 14. | Paid-up equity share capital (Face value ₹ 10 per share) | - | - | - | 4,370 | 4,370 |
| 15. | Reserve excluding revaluation reserves | - | - | - | (12,317) | (5,846) |
| 16. | Earnings per share (of ₹ 10 each)(not annualised) | | | | | |
| | a). Basic (₹) | (2.62) | (2.92) | 3.35 | ##(14.59) | ##(5.49) |
| | b). Diluted (₹) | *(2.62) | *(2.92) | 3.14 | ##*(14.59) | ##*(5.49) |
| | * (is anti-dilutive) # annualised | | | | | |


 R. Sankar Reddy
 Director
 Gayatri Sugars Limited

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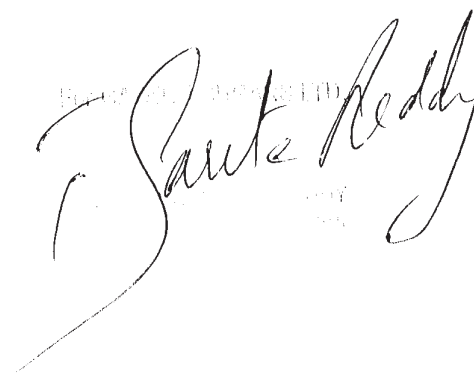
Nizamsagar Unit : Maagi, Nizamsagar Mandal,
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CIN : L15421AP1995PLC020720

| Part II : SELECT INFORMATION FOR THE QUARTER AND YEAR ENDED MARCH 31, 2015 | | | | | |
|--|---------------|------------|------------|------------|------------|
| Particulars | Quarter ended | | | Year ended | |
| | 31.03.2015 | 31.12.2014 | 31.03.2014 | 31.03.2015 | 31.03.2014 |
| A PARTICULARS OF SHAREHOLDING | | | | | |
| 1. Public shareholding | | | | | |
| - Number of shares | 18,662,755 | 18,662,755 | 18,662,755 | 18,662,755 | 18,662,755 |
| - Percentage of shareholding | 42.70% | 42.70% | 42.70% | 42.70% | 42.70% |
| 2. Promoters and Promoter Group Shareholding | | | | | |
| a). Pledged/Incumbered | | | | | |
| - Number of shares | 7,900,000 | 7,900,000 | - | 7,900,000 | - |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 31.55% | 31.55% | - | 31.55% | - |
| - Percentage of shares (as a % of the total share capital of the company) | 18.08% | 18.08% | - | 18.08% | - |
| b). Non-encumbered | | | | | |
| - Number of shares | 17,140,888 | 17,140,888 | 25,040,888 | 17,140,888 | 25,040,888 |
| - Percentage of shares (as a % of the total shareholding of promoter and promoter group) | 68.45% | 68.45% | 100.00% | 68.45% | 100.00% |
| - Percentage of shares (as a % of the total share capital of the company) | 39.22% | 39.22% | 57.30% | 39.22% | 57.30% |

| Particulars | Quarter ended 31.03.2015 |
|---|-----------------------------|
| B INVESTOR COMPLAINTS | |
| Number of complaints pending as on 01.01.2015 | Nil |
| Received during the quarter | Nil |
| Disposed off during the quarter | Nil |
| Lying unresolved as on 31.03.2015 | Nil |



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(₹ in lakhs)

| Statement of Assets and Liabilities | | As at | As at |
|-------------------------------------|---|----------------|----------------|
| | | 31 March, 2015 | 31 March, 2014 |
| | | Audited | Audited |
| A | EQUITY AND LIABILITIES | | |
| | 1. Shareholders' funds | | |
| | (a). Share capital | 8,485 | 5,985 |
| | (b). Reserves and surplus | (12,317) | (5,846) |
| | Sub-total - Shareholders' Fund | (3,832) | 139 |
| | 2. Non-current liabilities | | |
| | (a). Long-term borrowings | 6,362 | 8,892 |
| | (b). Other long-term liabilities | 353 | 627 |
| | (c). Long-term provisions | 190 | 164 |
| | Sub-total - Non-current liabilities | 6,905 | 9,683 |
| | 3. Current liabilities | | |
| | (a). Short-term borrowings | 6,553 | 6,041 |
| | (b). Trade payables | 12,182 | 9,726 |
| | (c). Other current liabilities | 7,082 | 5,182 |
| | (d). Short-term provisions | 42 | 33 |
| | Sub-total - Current liabilities | 25,859 | 20,982 |
| | TOTAL EQUITY AND LIABILITIES (1+2+3) | 28,932 | 30,804 |
| B | ASSETS | | |
| | 1. Non-current assets | | |
| | (a). Fixed assets | 13,682 | 15,668 |
| | Sub-total - Non-current assets | 13,682 | 15,668 |
| | 2. Current assets | | |
| | (a). Inventories | 12,495 | 13,231 |
| | (b). Trade receivables | 1,107 | 469 |
| | (c). Cash and cash equivalents | 914 | 765 |
| | (d). Short-term loans and advances | 734 | 671 |
| | Sub-total - Current assets | 15,250 | 15,136 |
| | TOTAL ASSETS (1+2) | 28,932 | 30,804 |

(₹ in lakhs)

| SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED | | | | | |
|--|--|----------------|----------------|----------------|----------------|
| Sr. No. | Particulars | Quarter ended | | Year ended | |
| | | 31.03.2015 | 31.12.2014 | 31.03.2015 | 31.03.2014 |
| | | (Refer Note 2) | Unaudited | (Refer Note 2) | Audited |
| 1. | Segment Revenue | | | | |
| | a) Sugar | 7,864 | 3,577 | 9,794 | 21,626 |
| | b) Distillery | 972 | 916 | 839 | 2,794 |
| | Total | 8,836 | 4,493 | 10,633 | 24,420 |
| | Less: Inter Segment Revenue | 228 | 902 | 1,124 | 1,295 |
| | Net Sales/Revenue from Operations | 8,608 | 3,591 | 9,509 | 23,125 |
| 2. | Segment Results | | | | |
| | a) Sugar | *(1,343) | (1,163) | 1,674 | *(4,776) |
| | b) Distillery | 696 | 511 | 407 | 1,445 |
| | Total | (647) | (652) | 2,081 | (3,331) |
| | Less: Inter Segment elimination | - | - | - | - |
| | Total segment results before interest and tax | (647) | (652) | 2,081 | (3,331) |
| | (i) Finance Costs | 458 | 570 | 519 | 2,929 |
| | (ii) Other un-allocable income | (21) | - | (16) | (22) |
| | Profit/(Loss) before tax | (1,084) | (1,222) | 1,578 | (6,238) |
| | Tax | - | - | - | - |
| | Net Profit/(Loss) after tax | (1,084) | (1,222) | 1,578 | (6,238) |
| 3. | Capital employed | | | | |
| | a) Sugar | (7,146) | (5,722) | (3,675) | (7,146) |
| | b) Distillery | 3,331 | 3,223 | 3,831 | 3,331 |
| | Unallocated | (17) | (17) | (17) | (17) |
| | Total | (3,832) | (2,516) | 139 | (3,832) |

* includes ₹ 606 lakhs towards impairment of Goodwill (Refer Note 7 (b))

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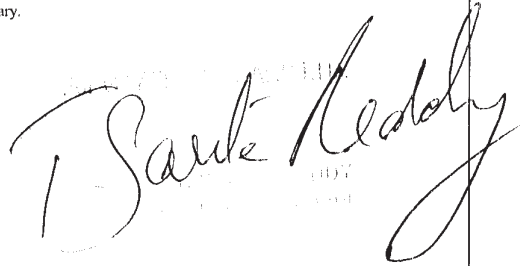
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CIN : L15421MH1995PLC020720

Notes:

- 1 The above results have been reviewed and recommended by Audit Committee and taken on record and approved by the Board of Directors at their meeting held on April 27, 2015.
- 2 The figures of the quarter ended 31.03.2015 and quarter ended 31.03.2014 are the balancing figures between the audited figures of the full financial year ended 31.03.2015 and 31.03.2014 respectively and the published year to date figures upto nine months ended 31.12.2014 and 31.12.2013 respectively.
- 3 Sugar Industry being seasonal, the performance of the Company varies from quarter to quarter.
- 4 The Earnings Per Share has been calculated after reckoning the dividend on the Preference Shares.
- 5 As at March 31, 2015 the accumulated losses amounted to ₹ 12,533 Lakhs which has completely eroded the net worth of the Company. The Company has made a reference to the Board for Industrial and Financial Reconstruction (BIFR) on August 5, 2013, under Section 23 of Sick Industrial Companies (Special Provisions) Act, 1985. Further, the Company is dependent on continuous support from its promoters. As of March 31, 2015 the promoters have arranged an unsecured loan of ₹ 2,642 Lakhs. Further during the year, the unsecured loan of ₹ 2,500 lakhs has been converted to 6% Cumulative Redeemable Preference Shares at a face value of ₹ 10 each for a tenure of not exceeding 9 years. The financial statements have been prepared on a going concern basis, based on a Comfort letter provided by the promoters, for continued support to the Company, to meet its financial obligations, in order to enable the Company, to continue its operations in the foreseeable future. The Promoters of the Company, are hopeful that the Company would be able to generate adequate profits in the foreseeable future to make it economically viable.
- 6 During the year, pursuant to the notification of Schedule II to the Companies Act, 2013 with effect from April 1, 2014, the Company revised the estimated useful lives of its fixed assets to align with the useful lives specified in Schedule II. The depreciation on carrying value of the assets whose useful lives expired as at April 1, 2014, aggregating ₹ 233 lakhs, has been adjusted against the Opening balance in Reserves and Surplus (Deficit in Statement of Profit and Loss) and in respect of other assets, the carrying value is depreciated over the remaining useful lives of the assets and the impact is recognised in the Statement of Profit and Loss. Consequently, the depreciation expense for the year ended March 31, 2015 is lower by ₹ 119 lakhs.
- 7 Exceptional item includes:
 - a) The Company paid interest on Working Capital loans raised from the Banks at a concessional rate under Corporate Debt Restructuring ('CDR') scheme as per the Reserve Bank of India guidelines, pursuant to which, the Banks had a Right of Recompense ('ROR') i.e. interest rate concession given earlier to the Company, which shall be compensated by the Company at the end of the scheme. Upon expiry of the CDR time period, the respective banks raised a demand of ₹ 840 lakhs towards ROR and the Company's proposal for payment of interest claims partly in cash and the balance in the form of issue of redeemable preference shares had not been agreed by the banks during the previous years. The Company paid and charged to the Statement of Profit and Loss an amount of ₹ 84 lakhs during the year ended March 31, 2014. As the Company was incurring losses for past few years and there was no cash surplus, the Company was pursuing with the banks for waiver of balance amount of ₹ 756 lakhs. During the consortium meeting held on June 9, 2014, the member banks of the consortium had decided not to consider, the waiver request of the Company and requested the Company to make the payment of the balance ROR amount before March 31, 2015. Consequently, the management of the Company agreed to pay balance ROR amount in installments and accordingly an amount ₹ 756 lakhs was provided during the quarter ended June 30, 2014. The said amount pertains to earlier years, which was a subject matter for qualified opinion in the audit report's for the year ended March 31, 2013 and March 31, 2014.
 - b) Pursuant to the Scheme of Amalgamation, between the Company and GSR Sugars Private Limited, during the year ended March 31, 2010, the Company had recognised Goodwill of ₹ 1,212 lakhs, which was being amortised over a period of ten years. The carrying value of goodwill as at March 31, 2015 is ₹ 606 Lakhs. In view of losses and complete erosion of net worth, more fully detailed in note 5, the management is of the opinion that the goodwill is required to be impaired. Consequently, the entire carrying value of the goodwill of ₹ 606 lakhs had been impaired and charged to the Statement of Profit and Loss, during the quarter/year ended March 31, 2015.
- 8 The Company has recognised revenue from Export of Power to the Telangana State Northern Power Distribution Company Limited (TSNPDC), (formerly, Andhra Pradesh Northern Power Distribution Company Limited) at revised tariff, based on the Order passed by the Appellate Tribunal for Electricity, Hyderabad on November 20, 2014, remanding the matter to the State Commission for considering the revision of tariff. Since, TSNPDC has not preferred an appeal against the Order of the Appellate Tribunal for Electricity, within the time limits, the management had recognised the revenue at revised tariff, on account of which the revenue from sale of power is higher by ₹ 320 lakhs for the quarter and year ended March 31, 2015.
- 9 Previous quarter's / period's figures have been regrouped / rearranged wherever considered necessary.

Place: Hyderabad
Date: April 27, 2015



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