

THE UGAR SUGAR WORKS LIMITED.

Works * Ugar Khurd - 591 316, Dist.Belgaum, Karnataka
E-mail * helpdesk@ugarsugar.com
Regd. Office * Mahaveernagar, Sangli - 416 416, Maharashtra.
E-mail * usw.sangli@ugarsugar.com.

Phone * -91 8339 272230 (5 Lines) Fax * -918339 272232
Website * www.ugarsugar.com
Phone * -91 233 2623717, 2623716 Fax * -91 233 2623617
TIN No. * 29520007001, PAN-AAACT7580R
SERV.TAX * AA ACT7580 RST 004. ECC No. AA ACT7580 RXM001.
(CIN - L15421PN1939PLC006738)

Sec/

Date:

To,
Netra Sahani,
Asst. General Manager - DCS,
BSE Limited
P. J. Towers, Dalal Street,
MUMBAI - 400 001.

Dear Sir / Madam,


Sub: Form A (Annual Report) for the year 2014.
Ref: Your Email dated May, 22, 2014


FORM A (Clause 31 (a) of the Listing Agreements)


Format of covering letter of the annual audit report to be filed with the Stock Exchange


1.	Name of the company	The Ugar Sugar Works Ltd.
2.	Annual financial statements for the year ended	31 st March, 2014.
3.	Type of Audit observation	Un-qualified Audit Report
4.	Frequency of observation	Not Applicable

5. To be signed by-


Shishir S. Shirgaokar
Managing Director
The Ugar Sugar Works Ltd.


R. V. Desurkar
Manager Finance
The Ugar Sugar Works Ltd.


S. N. Tnamdar
Audit Committee Chairman
The Ugar Sugar Works Ltd.


Nikhil M. Shevade (M. No. 217379)
Chartered Accountants,
Partner,
M/s. P G Bhagwat
FRN - 101118W



The Ugar Sugar Works Limited

CIN: L15421PN1939PLC006738

74TH ANNUAL REPORT 2013-14

BOARD OF DIRECTORS

(As on 23rd May, 2014)

Sr. No.	Name	Designation
1.	Shri. R. V. Shirgaokar	Chairman & Mentor
2.	Shri. P. V. Shirgaokar	Executive Vice Chairman
3.	Shri. V. Balasubramanian I.A.S. (Retired)	Non Executive Director
4.	Dr. M. R. Desai	Non Executive Director
5.	Shri. S. N. Inamdar	Non Executive Director
6.	Shri. M. G. Joshi	Non Executive Director
7.	Shri. D. B. Shah	Non Executive Director
8.	Shri. Rakesh Kapoor	Non Executive Director
9.	Shri. Deepak Ghaisas	Non Executive Director
10.	Shri. Sachin R. Shirgaokar	Non Executive Director
11.	Shri. Sohan S. Shirgaokar	Non Executive Director
12.	Shri. Shishir S. Shirgaokar	Managing Director
13.	Shri. Niraj S. Shirgaokar	Joint Managing Director
14.	Shri. Chandan S. Shirgaokar	Joint Managing Director

**GM Corporate Affairs & Company Secretary
Compliance Officer**

Shri. B. G. Kulkarni
Ugarkhurd 591 316 (Dist- Belgaum)
Phone: 08339-272230
Fax: 08339-272232
Email: bg.kulkarni@ugarsugar.com

Auditors

M/s. P. G. Bhagwat
Chartered Accountants
Ashirwad's Landmark, Roy Road, Tilakwadi,
Belgaum: 590 006
Phone: 0831-2429306

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Registered Office:

Mahaveernagar, Sangli 416 416.
Phone : 0233-2623716, 2623717
Fax : 0233-2623617.

Administrative Office:

Ugarkhurd 591 316 (Dist- Belgaum).
Phone : 08339-272230
Fax : 08339-272232

Registrar & Transfer Agent:

Bigshare Services Pvt. Ltd.
E-2, Ansa Ind. Estate, Sakivihar Rd,
Saki Naka, Andheri (E),
MUMBAI – 400 072.

CIN: L15421PN1939PLC006738
e-mail: helpdesk@ugarsugar.com
website: www.ugarsugar.com

Plants: Ugar Khurd and Malli (Jewargi).

Bankers

Central Bank of India
Bank of Baroda

Bank of India
Union Bank of India

ANNUAL GENERAL MEETING

**FRIDAY, THE 26TH DAY OF SEPTEMBER, 2014 AT 11.00 A.M. AT
RAJMATI BHAVAN, NEMINATH NAGAR, SANGLI - 416 415.**

THE UGAR SUGAR WORKS LIMITED

REGD. OFFICE: MAHAVEERNAGAR [WAKHAR BHAG], SANGLI- 416416.

NOTICE

NOTICE is hereby given that Seventy Fourth Annual General Meeting of THE UGAR SUGAR WORKS LIMITED will be held on Friday, the 26th day of September, 2014 at 11.00 a.m., at Rajmati Bhavan, Neminath Nagar, Sangli – 416 415 to transact the following business:

Ordinary Business:

1. To receive, consider and adopt the audited Balance Sheet as on 31st March, 2014 and the Statement of Profit and Loss Account for the year ended as on that date and the Reports of the Directors, Report on Corporate Governance and Auditors thereon.
2. To appoint a Director in place of Shri. R V Shirgaokar (DIN No. 00542644) who retires by rotation and being eligible, offers himself for re-appointment.
3. To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration.

Special Business:

4. **To consider and if thought fit, to pass, with or without modification, following resolution as an ORDINARY RESOLUTION:**

“Resolved that, pursuant to the provisions of section 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed thereunder, read with Schedule IV to the Act, as amended from time to time, Shri. Rakesh Kapoor (DIN No. 00015358), who was appointed by the Board of Directors of the Company as an Additional Director on 29th January, 2014, holds office up to the date of this Annual General Meeting and in respect of whom, a notice in writing under section 160(1) of the Companies Act, 2013 has been received from a member signifying his intention to propose the candidature of Shri. Rakesh Kapoor, for the office of Independent Director, being eligible, be and is hereby appointed as an Independent Director of the Company for a period of 5 years, not liable to retire by rotation.”

5. **To consider and if thought fit, to pass, with or without modification, following resolution as an ORDINARY RESOLUTION:**

“Resolved that, pursuant to the provisions of section 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 and the Rules framed thereunder, read with Schedule IV to the Act, as amended from time to time, Shri. Deepak Ghaisas (DIN No. 00001811), who was appointed by the Board of Directors of the Company to fill the causal vacancy caused by the resignation of Shri A. B. Kage (DIN No. 00323526) as an Additional Director on 23rd May, 2014 holds office up to the date of this Annual General Meeting and in respect of whom, a notice in writing under section 160(1) of the Companies Act, 2013 has been received from a member signifying his intention to propose the candidature of Shri. Deepak Ghaisas, for the office of Independent Director, being eligible, be and is hereby appointed as an Independent Director of the Company for a period of 5 years, not liable to retire by rotation.”

6. To consider and if thought fit, to pass, with or without modification, following resolution as an ORDINARY RESOLUTION:

“Resolved that, pursuant to the provisions of section 152 and other applicable provisions, if any, of the Companies Act, 2013 read with relevant Rules, Shri. Sachin Rajendra Shirgaokar (DIN No- 01512497), who was appointed by the Board of Directors of the Company as an Additional Director on 29th January, 2014, to fill the casual vacancy caused by the death of Shri Sanat Shirgaokar (DIN No. 00208235) holds office up to the date of this Annual General Meeting and in respect of whom, a notice in writing under section 160(1) of the Companies Act, 2013 has been received from a member signifying his intention to propose the candidature of Shri. Sachin Rajendra Shirgaokar, for the office of Director, being eligible, be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

7. To consider and if thought fit, to pass, with or without modification(s), following resolution as an ORDINARY RESOLUTION:

“Resolved that, pursuant to the provisions of section 152 and other applicable provisions, if any, of the Companies Act, 2013 read with relevant Rules, Shri. Sohan Sanjeev Shirgaokar (DIN No. 00217631), who was appointed by the Board of Directors of the Company as an Additional Director on 29th January, 2014, holds office up to the date of this Annual General Meeting and in respect of whom, a notice in writing under section 160(1) of the Companies Act, 2013 has been received from a member signifying his intention to propose the candidature of Shri. Sohan Sanjeev Shirgaokar, for the office of Director, being eligible, be and is hereby appointed as a Director of the Company, liable to retire by rotation.”

8. To consider and if thought fit, to pass, with or without modification(s), following resolution as a SPECIAL RESOLUTION.

“Resolved that, pursuant to the provisions of section 196 (3) (a) of the Companies Act, 2013 read with relevant Rules, and other applicable provisions, if any, the Company hereby accords its approval to the continuation of services of Shri. Prafulla Vinayak Shirgaokar (DIN No. 00151114), as Executive Vice Chairman of the Company beyond the age of 70 years for the remaining period of his appointment i.e. up to 31st March, 2015. All other terms and conditions of the original appointment remain unchanged.”

9. To consider and if thought fit, to pass, with or without modification(s), following resolution as a SPECIAL RESOLUTION.

“Resolved that, pursuant to the provisions of section 196 (3) (a) of the Companies Act, 2013 read with relevant Rules, and other applicable provisions, if any, the Company hereby accords its approval to the continuation of services of Shri. Shishir Suresh Shirgaokar (DIN No. 00166189) as Managing Director of the Company beyond the age of 70 years for the remaining period of his appointment from 16th January, 2015 to 31st March, 2015. All other terms and conditions of the original appointment remain unchanged.”

10. To consider and if thought fit, to pass, with or without modification(s), following resolution as a SPECIAL RESOLUTION.

“Resolved that, pursuant to the provisions of section 73 and section 76 of Companies Act read with Companies (Acceptance of Deposits) Rules, 2014, consent of shareholders of the company be and is hereby accorded to the Board of Directors of the Company including any committee thereof, for inviting and accepting unsecured deposits from public including directors and members of the company subject to the maximum aggregating amount of not more than Rs. 30 Crores (Rupees Thirty Crore only) in accordance with the provisions of Companies (Acceptance of Deposits) Rules, 2014, as framed under section 73 and section 76 of the Companies Act, 2013, subject to all statutory compliance.

Resolved further that, the Board of Directors including a committee thereof be and is hereby authorized to, obtain credit rating, take insurance and to do all other necessary steps as may be required for giving effect to this resolution.”

11. To consider and if thought fit, to pass, with or without modification(s), following resolution as an ORDINARY RESOLUTION:

“Resolved that, pursuant to the provisions of section 148 of the Companies Act, 2013 and the relevant rules, Shri. Vikas Vinayak Deodhar, Practicing Cost Accountant, Mumbai, Membership No. 3813 who was appointed by the Board of Directors of the Company in their meeting held on 23rd May, 2014, as a Cost Auditor, to audit the cost records, as may be ordered by the Central Government, on a remuneration of Rs. 1,50,000 (Rupees One Lakh Fifty Thousand only) plus reimbursement of out of pocket expenses plus Service Tax as applicable, for the Financial Year 2014-15, subject to the ratification of general body, is hereby ratified.”

12. To consider and if thought fit, to pass, with or without modification(s), following resolution as a SPECIAL RESOLUTION:

RESOLVED THAT in supersession of the resolution passed under section 293(1)(d) of the Companies Act, 1956, at 66th Annual General Meeting held on 24th March, 2007, and pursuant to the provisions of section 180(1)(c) and other applicable provisions, if any, of the Companies Act, 2013, as amended or re-enacted from time to time, consent of Members be and is hereby accorded to and authority be conferred upon the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee constituted to exercise its powers including the powers conferred by this resolution) for borrowing any sum / sums of monies, for and on behalf of the Company, from time to time, which together with the monies, if any, already borrowed by the Company (apart from the temporary loans obtained from the Company’s bankers in the ordinary course of business) may exceed the aggregate of the paid-up share capital of the Company and its free reserves, that is to say, reserves not been set apart for any specific purpose, provided that the total amount upto which the monies may be so borrowed by the Board and outstanding at any one time, shall not exceed Rs. 500 Crores (Rupees Five Hundred Crores).

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to take such steps as may be necessary for obtaining approvals, statutory, contractual or otherwise, in relation to the above and to settle all matters arising out of and incidental thereto, and to sign and to execute deeds, applications, documents and writings that may be required, on behalf of the Company and generally to do all such acts, deeds, writings, documents, agreements, matters and things as may be necessary, proper, expedient or incidental for giving effect to this resolution.”

13 To consider and if thought fit, to pass, with or without modification(s), following resolution as a SPECIAL RESOLUTION:

RESOLVED THAT in supersession of the resolution passed under section 293(1)(a) of the Companies Act, 1956 at 66th Annual General Meeting held on 24th March, 2007 and pursuant to the provisions of section 180(1)(a) and other applicable provisions, if any, of the Companies Act, 2013, as amended or re-enacted from time to time, consent of the Members be and is hereby accorded to the creation by the Board of Directors of the Company (hereinafter referred to as “the Board” which term shall be deemed to include any Committee constituted to exercise its power including the powers conferred by this resolution) of such mortgages, charges and hypothecation as may be necessary on such of the assets of the Company, both present and future, in such manner as the Board may direct, to and in favour of financial institutions, investment institutions and their subsidiaries, banks, mutual funds, trusts, other bodies corporate (hereinafter referred to as “Lending Agencies”), to secure rupee term loans, foreign currency loans and other instruments (apart from the temporary loans obtained from the Company’s bankers in the ordinary course of business) of an outstanding aggregate value not exceeding Rs. 500 crores (Rupees Five Hundred Crores) together with interest thereon in excess of the

aggregate of the paid up share capital of the Company and its free reserves at the agreed rates, further interest, liquidated damages, costs, charges, expenses, premium payable on pre-payment, and all other money payable by the Company to the Lending Agencies under their respective Agreements / Loan Agreements entered or to be entered into by the Company in respect of the said borrowings.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to finalise the terms and conditions for creating the aforesaid mortgage and/or charge and to execute the documents and such other agreements and also to agree to any amendments thereto from time to time as it may think fit for the aforesaid purpose and to do all such acts, deeds, matters and things as may be necessary and expedient for giving effect to the above resolution.”

By order of the Board of Directors,
For **The Ugar Sugar Works Limited**,

B. G. Kulkarni
GM Corporate Affairs & Company Secretary

Place : Pune
Date : 23-05-2014

NOTES

1. A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL INSTEAD OF HIMSELF, AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY. THE PROXY FORM DULY COMPLETED MUST REACH THE REGISTERED OFFICE OF THE COMPANY NOT LESS THAN 48 HOURS BEFORE THE COMMENCEMENT OF THE MEETING.
2. The Register of Members and the Share Transfer Books of the Company will remain Closed from 15th September, 2014 to 26th September, 2014 (both days inclusive).
3. The relevant explanatory statement pursuant to section 102 of the Companies Act, 2013 (previously 173(2) of the Companies Act 1956), in respect of Special Business specified under item No. 4 to 13 of the Notice is annexed hereto.
4. Members are requested to notify promptly any change in their addresses to the RTA/Company.
5. The members are requested to bring their copies of Annual Report along with them to the Annual General Meeting.
6. i) The members who have not yet encashed their dividend warrants for the years 2007-08, 2008-09, 2011-12 and 2012-13 are advised to forward such warrants / request to the Registered Office of the Company for obtaining cheques in lieu thereof. (The Company has not declared any dividend for the year 2006-07, 2009-10 and 2010-11.)
ii) Pursuant to the provisions of section 205-A and 205C, of the Companies Act 1956 any dividend remaining unclaimed for a period of seven years from the due date of payment is required to be transferred to the Investor Education and Protection Fund created by government of India for the benefit of investors. The unclaimed dividends for the financial year ended 2005-06 amounting to Rs. 550,386 have been transferred to the Investor Education and Protection Fund on 24-03-2014 vide SRN – C00104406.
7. Members are requested to quote their folio number/s or Client ID in all correspondence with the Company.
8. SEBI, vide its Circular dated 20th May, 2009, has clarified that, it shall be mandatory for the transferee (s) of shares of the Listed Companies, in physical form, to furnish copy of PAN Card to the Company/ RTA for registration of transfer of shares, for securities market transactions and off market / private transactions involving shares.

9. In response to the Green Environment Initiative taken by the Ministry of Corporate Affairs, Members who have not registered their e-mail addresses so far are requested to register their email addresses, in respect of electronic holdings with the Depository through their concerned Depository Participant. Members who hold shares in physical form are requested to register their email addresses with M/s. Bigshare Services Pvt. Ltd., Registrar and Share Transfer Agents of the Company.

10. E-voting

Voting through electronic means

- I. In compliance with provisions of section 108 of the Companies Act, 2013 and Rule 20 of the Companies (Management and Administration) Rules, 2014, the Company is pleased to provide members facility to exercise their right to vote at the Annual General Meeting (AGM) by electronic means also and the business may be transacted through e-Voting Services provided by National Securities Depository Limited (NSDL). For conducting this e-voting activity in a fair and transparent manner, the Board of Directors has appointed M/s. Abhay R. Gulavani, Practising Company Secretaries (ACS 28983) as Scrutinizers.

The instructions for e-voting are as under:

- (i) Launch internet browser by typing the URL: <https://www.evoting.nsdl.com>
- (ii) Click on "Shareholder-Login".
- (iii) Click on the PDF file "Ugar Sugar e-voting.pdf" sent to you in the email by NSDL. The file will prompt for a Password. Kindly input your Client ID or Folio No. as may be applicable in the box prompted for Password. The said PDF file contains your user ID and password/PIN for e-Voting. Please note that this password is an initial password and needs to be changed while doing first time login for security purpose.
- (iv) In case you are an existing user, please put your existing User ID and password.
- (v) Put User ID and password as initial password noted above and Click Login.
- (vi) Password Change Menu appears. Change the password with new password of your choice with minimum 8 digits/characters or combination thereof.
- (vii) Home page of "e-Voting" opens. Click on e-Voting: Active Voting Cycles.
- (viii) Select "EVEN" of The Ugar Sugar Works Ltd.
- (ix) Now you are ready for e-Voting as Cast Vote page opens
- (x) Cast your vote by selecting appropriate option (Assent / Dissent) and click on "Submit" and also "Confirm" when prompted.
- (xi) Upon confirmation, the message "Vote cast successfully" will be displayed
- (xii) Once you have voted on the resolution, you will not be allowed to modify your vote
- (xiii) Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer through e-mail abhaygulavani@rediffmail.com with a copy marked to evoting@nsdl.co.in.

- II. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the Downloads section of www.evoting.nsdl.com.
 - III. If you are already registered with NSDL for e-voting then you can use your existing user ID and password for casting your vote.
 - IV. You can also update your mobile number and e-mail id in the user profile details of the folio which may be used for sending future communication(s).
 - V. The e-voting period commences on 20th September, 2014 (10:00 am) and ends on 22nd September, 2014 (6:00 pm). During this period registered shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 15th August, 2014, may cast their vote electronically. The e-voting module shall also be disabled by NSDL for voting thereafter. Once the vote on a resolution is cast by the shareholder, the shareholder shall not be allowed to change it subsequently.
 - VI. The voting rights of Shareholders shall be in proportion to their shares of the paid up equity share capital of the Company as on, 15th August, 2014.
 - VII. Since the Company is required to provide members facility to exercise their right to vote by electronic means, shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of 15th August, 2014 and not casting their vote electronically, may only cast their vote at the Annual General Meeting.
 - VIII. The Scrutinizer shall within a period of not exceeding three(3) working days from the conclusion of the e-Voting period unlock the votes in the presence of atleast two(2) witnesses not in the employment of the Company and make a Scrutinizer's Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Company.
 - IX. The Results shall be declared on or after the 74th Annual General Meeting of the Company. The Results declared along with the Scrutinizer's Report shall be placed on the Company's website www.ugarsugar.com and on the website of NSDL within two(2) days of passing of the resolutions at the 74th Annual General Meeting of the Company on 26th September, 2014 and communicated to the both NSE and BSE Limited.
1. All documents referred to in the accompanying Notice and the Explanatory Statement shall be open for inspection at the Registered Office of the Company during office hours on all working days except Sunday between 11.00 a.m. to 4.00 p.m. up to the date of declaration of the result of the 74th Annual General Meeting of the Company.

ANNEXURE TO NOTICE

Explanatory Statement pursuant to Section 102 of the Companies Act, 2013

As required under section 102 of the Companies Act, 2013 the following statement sets out all material facts relating to the Special Business under item No. 4 to 13 mentioned in the accompanying Notice dated 23rd May, 2014 and should be taken as forming part of it.

Item 4:

Shri. Rakesh Kapoor (DIN NO- 00015358) was appointed as an Additional Director on the Board, in its meeting held on 29th January, 2014. He will be appointed as an Independent Director, not liable to retire by rotation.

Brief Resume:

A dynamic Techno-Finance Professional with strong experience of 26 years in financial service sector and 10 years in corporate sector. He is a B.Sc. (Hons. Chemistry) from Hinduja College, University of Delhi, Post Graduate Diploma in Sugar Technology from National Sugar Institute, Kanpur. He has worked with various Government Finance Authorities, Committees including IFCI LTD, IFCI Factors Ltd. He was holding the post of Managing Director of IFCI Factors Ltd., at the time of his retirement. He holds NIL Shares in the Company as on 31st March, 2014.

Nature of his expertise in specific functional areas;

- 1) Fund Raising
- 2) Factoring services
- 3) Project Technologists & Appraisal
- 4) Finance Policies & framework.

Names of companies in which the person also holds the directorship and the membership of Committees of the Board :

- 1) Director of Raunaq Automotive Components Ltd.

There is no Committee Membership held by the appointee.

Shareholding in The Ugar Sugar Works Ltd. – NIL

Disclosure of relationships between directors – Not Applicable.

Keeping in view his vast experience and knowledge it will be in the interest of the company that Shri. Rakesh Kapoor (DIN No. 00015358) is appointed as an Independent Director.

The Directors, Key Managerial Personnel or their relatives are no way deemed to be concerned or interested, financially or otherwise in the proposed resolution no. 4.

The Directors recommends the resolution for members' approval as an Ordinary Resolution.

Item 5:

Shri. Deepak Ghaisas, (DIN No. 00001811) was appointed as an Additional Director on the Board, in its meeting held on 23rd May, 2014 to fill the casual vacancy caused by the resignation of Shri. A. B. Kage. He will be appointed as an Independent Director, not liable to retire by rotation.

Brief Resume:

Mr. Deepak Ghaisas, age 55 years, is a qualified Chartered Accountant, Cost Accountant and Company Secretary. He leads strategy development, visioning and conceptualisation of breakthrough business models for Gencoval Group, his new venture in Healthcare and Bio Tech. Prior to Gencoval, he has served as the Vice Chairman of Oracle Financial Services Software Limited (formerly known as i-Flex Solutions Limited, India). It was his strategic, financial and operational acumen that drove the company into a true Indian multinational. Mr. Ghaisas is the first Indian CFO to be felicitated with the prestigious CFO Asia award.

Nature of his expertise in specific functional areas;

- 1) Strategic Developments
- 2) Financial Management
- 3) Cost Analyst
- 4) Compliance Management

Names of companies in which the person also holds the directorship and the membership of Committees of the Board :

- 1) Sarvatra Technologies Pvt. Ltd.
- 2) USV Ltd.
- 3) Shoppers Stop Ltd.
- 4) Gencoval Strategic Services Pvt. Ltd.
- 5) GCV Life Pvt. Ltd.
- 6) Stemade Biotech Pvt. Ltd.
- 7) Chitpavan Foundation
- 8) Hariom Infracilities Services Pvt. Ltd.
- 9) HealthBridge Advisors Pvt. Ltd.
- 10) Hypercity Retail (India) Ltd.
- 11) Healthy Sleep Solutions India Pvt. Ltd.
- 12) Cogencis Information Services Ltd.

Shareholding in The Ugar Sugar Works Ltd. – NIL

Keeping in view his vast experience and knowledge it will be in the interest of the company that Shri. Deepak Ghaisas (DIN No. 00001811) is appointed as an Independent Director.

Disclosure of relationships between directors – Not Applicable.

The Directors, Key Managerial Personnel or their relatives are no way deemed to be concerned or interested, financially or otherwise in the proposed resolution no. 5.

The Directors recommends the resolution for members' approval as an Ordinary Resolution.

Item 6:

Shri. Sachin Rajendra Shirgaokar (DIN NO- 01512497) was appointed as an Additional Director on the Board to fill the casual vacancy caused due to the death of Shri. Sanat K. Shirgaokar, in its meeting held on 29th January , 2014, retiring at this general body meeting. Being eligible offers himself for reappointment.

Brief Resume:

Shri. Sachin Shirgaokar's academic qualifications include a Bachelor's Degree in Mechanical Engineering from the College of Engineering, Bijapur, Karnataka University. This was followed by a Masters Degree in Business Administration from the University of New Hampshire, USA in 1990.

He has over 15 years of work experience. He has worked for R.E.Sanderson & Associates, New York as a Junior Consultant. He is presently working with the S. B. Reshellers Pvt. Ltd., & Synergy Green Ind. Pvt. Ltd., as a Managing Director and with other group companies as a director.

Nature of his expertise in specific functional areas;

- 1) Administration & Management Skills,
- 2) Innovative Production Techniques, etc.

Names of companies in which the person also holds the directorship and the membership of Committees of the Board :**Public Limited Company**

1. Ugar Consultancy Ltd.,

Private Limited Company

- | | |
|---|--|
| 1. Shantaram Reshellers Pvt.Ltd., | 6. Vinayak Shirgaokar Inv.Pvt. Ltd., |
| 2. Sangli Fabricators Pvt. Ltd., | 7. Sanjiv Shirgaokar Inv. Pvt.Ltd., |
| 3. Tara Tiles Pvt. Ltd., | 8. Synergy Green Industries Pvt. Ltd., |
| 4. S.B. Reshellers Pvt. Ltd., | 9. D.M. Shirgaokar Inv. Pvt. Ltd. |
| 5. Cosmos Machining Technologies Pvt. Ltd., | 10. Mohan Shirgaokar Inv. Pvt. Ltd., |

There is no Committee Membership held by the appointee in other companies.

Shareholding in The Ugar Sugar Works Ltd. – He holds 14,70,133 Eq. Shares of Re.1 each (i.e.1.31% of the paid up capital) in the Company as on 31st March, 2014.

Disclosure of relationships between directors – He is a son of Shri. R.V.Shirgaokar, Chairman and Mentor of the Company.

Keeping in view his vast experience and knowledge it will be in the interest of the company that Shri. Sachin Rajendra Shirgaokar (DIN No. 01512497) is appointed as a Director.

He is the son of Shri. R. V. Shirgaokar, (DIN No. 00542644) Chairman & Mentor of the Company, who is deemed to be concerned or interested, in the proposed resolution no. 6.

The Directors recommends the resolution for members' approval as an Ordinary Resolution.

Item 7:

Shri. Sohan Sanjeev Shirgaokar (DIN NO- 00217631) was appointed as an Additional Director on the Board, in its meeting held on 29th January, 2014, retiring at this general body meeting. Being eligible offers himself for reappointment.

Brief Resume:

Shri. Sohan Shirgaokar is a Commerce graduate from the Chintamanrao Commerce College, Sangli (Shivaji University Kolhapur). He has completed his M.B.A in Finance & Marketing from the Institute of Management Development & Research Sangli, a unit of the Deccan Education Society, Pune. He is presently working with the S. B. Reshellers Pvt. Ltd., & Synergy Green Ind. Pvt. Ltd., as a Joint Managing Director.

Nature of his expertise in specific functional areas;

- 1) Administration & Management Skills,
- 2) Expertise in Finance & Fund Raising, etc.

Names of companies in which the person also holds the directorship and the membership of Committees of the Board :

Private Limited Company

- | | |
|---|---|
| 1. M/s. S. B. Rehellers Pvt. Ltd., | 4. M/s. Prafulla Shirgaokar Inv. Pvt. Ltd., |
| 2. M/s. Shantaram Machineries Pvt. Ltd., | 5. M/s. Sanjeev Shirgaokar Inv. Pvt. Ltd., |
| 3. M/s. Synergy Green Industries Pvt. Ltd., | 6. M/s. D. M. Shirgaokar Inv. Pvt. Ltd., |
| | 7. M/s. Mohan Shirgaokar Inv. Pvt. Ltd., |

There is no Committee Membership held by the appointee in other companies.

Shareholding in The Ugar Sugar Works Ltd. – He holds 1,79,052 Eq. Shares of Re.1 each (i.e.0.16% of the paid up capital) in the Company as on 31st March, 2014.

Disclosure of relationships between directors – He is a brother of Chandan Shirgaonkar, Jt. Managing Director of the Company

Shri. Sohan S. Shirgaokar (DIN No. 00217631) is a brother of Shri. Chandan Sanjeev Shirgaokar, (DIN No. 00208200) Joint Managing Director of the Company, who is deemed to be concerned or interested, in the proposed resolution no. 7.

Keeping in view his vast experience and knowledge it will be in the interest of the company that Shri. Sohan Sanjeev Shirgaokar (DIN No. 00217631) is appointed as a Director.

The Directors recommends the resolution for members' approval as a Ordinary Resolution.

The information given for the Agenda Items 4 to 7 are in compliance with the information as required under Clause 49 of the Listing Agreements.

Item No. 8:

Shri. Prafulla V. Shirgaokar,(DIN No. 00151114) Executive Vice Chairman has been reappointed for a period of 2 years i.e. upto 31stMarch, 2015 by the general body in their meeting held on19th September, 2013. Shri. Prafulla V. Shirgaokar

has already attained the age of 70 years. The Companies Act, 2013 requires that the continuation of the services of the wholetime directors beyond the age of 70 years should be approved by the shareholders by way of Special Resolution in their meeting. Hence this resolution is proposed. The terms and conditions of his appointment remains unchanged and were given in detail at the time of their appointment.

Shri. Prafulla V. Shirgaokar is a brother of Shri. R. V. Shirgaokar, (DIN No. 00542644) Chairman & Mentor of the Company, who is deemed to be concerned or interested, in the proposed resolution no. 8.

The Directors recommends the resolution for members' approval as a Special Resolution.

Item No. 9:

Shri. Shishir S. Shirgaokar, (DIN No. 00166189) Managing Director has been reappointed for a period of 2 years i.e. upto 31st March, 2015 by the general body in their meeting held on 19th September, 2013. Shri. Shishir S. Shirgaokar will attain the age of 70 years in the month of January, 2015. The Companies Act, 2013 requires that the continuation of the services of the wholetime directors beyond the age of 70 years should be approved by the shareholders by way of Special Resolution in their meeting. Hence this resolution is proposed. The terms and conditions of their appointment remains unchanged and were given in detail at the time of their appointment.

Shri. Niraj S. Shirgaokar, (DIN No. 00254525) Joint Managing Director, son of Shri. Shishir S. Shirgaokar, (DIN No. 00166189) Managing Director, who is deemed to be concerned or interested, in the proposed resolution no. 9.

The Directors recommends the resolution for members' approval as a Special Resolution.

Item No. 10:

Acceptance of Deposits:

The Company was accepting deposits from public under the Companies (Acceptance of Deposit) Rules, 1975 framed under the Companies Act, 1956. With the introduction of the Companies Act, 2013 and the Companies (Acceptance of Deposit) Rules, 2014, new deposits can be accepted in compliance with section 73 and 76 of the Companies Act, 2013 and the Rules thereunder. The Company has decided to accept unsecured deposits from public including its members and directors. For this purpose a special resolution is proposed for approval of the members and to authorize the Board of Directors to accept the unsecured deposits from public including shareholders and directors up to a maximum amount of Rs. 30 Crores or up to an amount representing 35% of the paid-up share capital and free reserves (maximum 10% from shareholders and 25% from public) as per the latest audited balance sheet, whichever is less. Further the Board is authorised to take the necessary action in this regard.

The Directors recommends the resolution for members' approval as a Special Resolution.

The Directors, Key Managerial Personnel or their relatives are deemed to be concerned or interested, to the extent of deposits to be offered by them in the Item No 10.

The Directors recommends the resolution for members' approval as a Special Resolution.

Item No. 11:

Approval / ratification of Remuneration to Cost Auditor :

The Audit Committee & the Board of Directors in their meeting held on 23rd May, 2014, have approved the appointment of Cost Auditor Shri. Vikas V. Deodhar, for the Financial Year 2014-15 on a remuneration of Rs. 1,50,000 (Rupees One Lakh Fifty Thousand only) plus reimbursement of out of pocket expenses plus Service Tax as applicable, subject to the ratification by the shareholders in the ensuing annual general meeting. Accordingly the remuneration is proposed for your approval.

The Directors recommends the resolution for members' approval as an Ordinary Resolution.

The Directors, Key Managerial Personnel or their relatives are no way deemed to be concerned or interested, in the proposed resolution.

Item No. 12:

At 66th Annual General Meeting held on 24th March, 2007, the Members had by way of an Ordinary Resolution in pursuance of section 293(1)(d) of the Companies Act, 1956, had approved borrowing monies not exceeding Rs-300 Crore (Rupees Three Hundred Crore) on behalf of the Company (apart from temporary loans obtained or to be obtained) in excess of the paid up capital of the Company and its free reserves.

In terms of provisions of section 180(1)(c) of the Companies Act, 2013, consent of the Members of the Company is required by way of Special Resolution for borrowing any sum / sums of monies. In order to meet the future expansion, it is proposed to authorize board to borrow monies not exceeding Rs. 500 Crore (Rupees Five Hundred Crore) including the amount already borrowed, (apart from temporary loans obtained or to be obtained) which may exceed the aggregate of the paid-up share capital of the Company and its free reserves.

The approval of the Members is sought by way of a Special Resolution pursuant to section 180(1)(c) of the Companies Act, 2013, to authorize the Board of Directors to raise or borrow from time to time at its discretion from the Lending Agencies on such terms and conditions as to repayment, interest or otherwise as it thinks fit up to an amount not exceeding Rs. 500 Crore (apart from temporary loans obtained or to be obtained) in excess of paid up capital and free reserves of the Company.

The Directors, Key Managerial Personnel or their relatives are no way deemed to be concerned or interested, in the proposed resolution.

Item No. 13:

At 66th Annual General Meeting held on 24th March, 2007, the Members had by way of an Ordinary Resolution in pursuance of section 293(1)(a) of the Companies Act, 1956, has approved the creation of mortgage charge and hypothecation on assets of the company in favor of the Lending agencies.

Further, in terms of provisions of section 180(1)(a) of the Companies Act, 2013, consent of the Members of the Company is required to create security not exceeding Rs. 500 Crore (Rupees Five Hundred Crore) for securing the loans taken from the Lenders for the amount to be borrowed under section 180(1)(c), by way of a Special Resolution.

The approval of the Members is sought by way of a Special Resolution pursuant to section 180(1)(a) of the Companies Act, 2013, to authorise the Board of Directors to charge the assets of the Company in favour of the Lending Agency on such terms and conditions as Board may think fit for the purpose of aforesaid borrowings not exceeding Rs. 500 Crores (Rupees Five Hundred Crore) apart from temporary loans obtained or to be obtained in the ordinary course of business.

The Directors, Key Managerial Personnel or their relatives are no way deemed to be concerned or interested, in the proposed resolution.

By order of the Board of Directors,
For **The Ugar Sugar Works Limited**,

Place : Pune
Date : 23-05-2014

B. G. Kulkarni
GM Corp. Affairs & Company Secretary

DIRECTORS' REPORT

DEAR SHAREHOLDERS,

Your Directors have pleasure in presenting their 74th Annual Report together with the Audited Financial Statements for the period ended 31st March, 2014.

GENERAL:

All India Production of Sugar for the Season 2013-14 is expected to reach 243 lakh tonnes, as compared to the previous year's production of 245 lakh tonnes. The Government of India, has continued with the decontrol mechanism. The levy obligation has been removed and the Release Mechanism has been done away.

Our total crushing at Ugar and Jewargi, during the season 2013-14 was 17.25 Lakh MT of sugar cane, bagging 19.56 Lakh Qtls. of sugar, with a recovery of 11.53% and 10.45% respectively.

FINANCIAL RESULTS:

The financial results of the Company are as shown below:

Particulars	31.03.2014 Rs. in Lakh	31.03.2013 Rs. in Lakh
Profit before Depreciation & Amortisation	(194.85)	4,412.51
Depreciation & Amortisation	(2,560.60)	(2,469.94)
Profit Before Tax & Exceptional items	(2,755.45)	1,942.57
Exceptional items	—	—
Provision for Tax, (including deferred tax adjustment, short provision for tax) / MAT Credit entitlement	220.42	197.56
Profit after Tax / Net Profit	(2,975.87)	1,745.01
Balance of profit brought forward from previous year	263.73	205.22
<u>Profit available for appropriation</u>	<u>(2,712.14)</u>	<u>1,950.23</u>
Appropriation to General Reserve	0	1,423.26
Proposed Dividend	0	225.00
Corporate Dividend Tax	0	38.24
Balance Carried in Profit and Loss Account	(2,712.14)	263.73
Earning Per Share (EPS)	(2.65)	1.55

Explanation for Loss – During the year the Company has shown a loss of Rs. 2,755.45. The Loss is due to the falling sugar prices and lower realisation of sugar than the cost of production.

DIVIDEND:

In view of the losses, your directors have not recommended any dividend for the current financial year 2013-14. (Previous Year dividend - @ 20%).

OPERATIONS :**SUGAR AT UGAR :**

Particulars	Sugar Season 2013-14	<i>Sugar Season 2012-13</i>
Date of beginning of crushing season	01-12-2013	19-10-2012
Date of ending of crushing season	06-04-2014	26-02-2013
Number of Working Days	127	131
Sugar Cane Crushed (Lakh MT)	13.20	11.39
Recovery	11.53%	10.53%
Sugar Produced (Lakh Qtls.)	15.31	12.10

SUGAR AT JEWARGI :

Particulars	Sugar Season 2013-14	<i>Sugar Season 2012-13</i>
Date of beginning of crushing season	27-11-2013	01-11-2012
Date of ending of crushing season	11-04-2014	26-03-2013
Number of Working Days	136	146
Sugar Cane Crushed (Lakh MT)	4.05	3.36
Recovery	10.45%	9.82%
Sugar Produced (Lakh Qtls.)	4.25	3.32

DISTILLERY, IML PRODUCTION & ELECTRICITY GENERATION :

Particulars	Unit	Financial Year 2013-14	<i>Financial Year 2012-13</i>
Rectified Spirit Produced (Lakh BL)	Ugar	84.44	88.48
Denatured Spirit Produced (Lakh BL)	Ugar	15.45	23.83
Potable Alcohol Produced (Lakh BL)	Ugar	94.97	95.78
Electricity Generated (Lakh KW)	Ugar	923.98	1,030.70
Electricity Exported (Lakh KW)	Ugar	461.30	611.00
Electricity Generated (Lakh KW)	Jewargi	349.90	345.44
Electricity Exported (Lakh KW)	Jewargi	210.58	227.82

Your Directors expect to procure about 18 to 20 Lakh MT sugarcane at Ugar and Jewargi Units during 2014-15 crushing season.

ENVIRONMENTAL SAFETY:

Our Company continues to pursue its environmental friendly approach towards Industrial growth. Constant improvements are being made in the process and equipments, to minimize the discharge of effluents and emissions.

FIXED DEPOSITS:

The number of Depositors, who have not claimed their deposits after maturity as on 31st March, 2014 was 12 and the amount outstanding as on that date was Rs. 10.28 Lakh.

COST AUDIT:

Our Company has received the approval of the Central Government for the appointment of Shri. V. V. Deodhar, Cost Auditor, Mumbai to conduct the Cost Audit of Sugar and Electrical Energy for the Financial Year 2013-14.

DIRECTORS:

Sarvashri. R. V. Shirgaokar (DIN No. 00542644) retires by rotation and being eligible offers himself for re-appointment.

During the year Shri. Sanat K. Shirgaokar (DIN No. 00208235) Director of the Company passed away on 13th October, 2013. The Board mourns the sad demise of Shri. Sanat K. Shirgaokar and places on record the contribution made by him during his tenure. To fill the casual vacancy caused by his death, Shri. Sachin R. Shirgaokar (DIN No. 01512497) was appointed by the Board in their meeting held on 29th January, 2014. Shri. Sachin R. Shirgaokar (DIN No. 01512497) retires at this meeting and being eligible offers himself for reappointment.

Shri. Sohan S. Shirgaokar (DIN No. 00217631) was appointed by the Board as an Additional Director in their meeting held on 29th January, 2014, liable to retire at this meeting and being eligible offers himself for reappointment.

Shri. Rakesh Kapoor (DIN No. 00015358) was appointed by the Board as an Additional Director in their meeting held on 29th January, 2014, liable to retire at this meeting and being eligible offers himself for reappointment.

Shri. A. B. Kage (DIN No. 00323526) Director of the Company resigned due to health problems. The Board places on record the appreciation of the services rendered by him during his long tenure as a member of the Board. To fill the casual vacancy caused by his resignation Shri. Deepak Ghaisas (DIN No. 00001811) was appointed by the Board in their meeting held on 23rd May, 2014. Shri. Deepak Ghaisas (DIN No. 00001811) retires at this meeting and being eligible offers himself for reappointment.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the provisions of section 217(2AA) of the Companies Act, 1956, we confirm:

- i] That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- ii] That the directors have selected such accounting policies and applied them consistently and made judgment and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- iii] That the directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- iv] That the directors have prepared the annual accounts on a going concern basis.

CORPORATE GOVERNANCE:

Our Company has been following good Corporate Governance since its inception. The shares of our Company are listed on Bombay Stock Exchange Ltd., and National Stock Exchange of India Ltd., We are regularly and timely complying with the requirements as per the Listing Agreement. As required by SEBI Guidelines, a Corporate Governance Report is annexed.

CO-GENERATION AT UGAR & JEWARGI:

During this year electricity generated was 1,273.89 Lakh KW of which we have exported 671.88 Lakh KW through Tata Power Trading Company by consuming 4.79 Lakh MT of Bagasse. During the Financial Year 2013-14, the electricity export rates received till March, 2014 were quite reasonable and the average rate realised during this year was Rs. 5.08 per unit at Ugar and Jewargi.

DISTILLERY:

The production of Rectified Spirit was 84.44 Lakh BL as compared to 88.48 Lakh BL during the previous year. During the year under review, the production of ethanol restarted and we have supplied 15.45 Lakh BL to the Oil Companies. The production during the year has not improved much as the distillery was closed during the off season.

INDIAN MADE LIQUOR (IML) AT UGAR:

The Company has manufactured 10.84 Lakh cases at Ugar during this year as against 10.94 Lakh cases during the previous year. Company has continued bottling its products at M/s. K. S. Distilleries and M/s. SDF Industries.

DEMATERIALIZATION OF SHARES:

Our Company has provided connectivity with NSDL & CDSL for dematerialization of its shares for trading in electronic form under ISIN-No.INE071E01023. So far 8,85,91,189 eq. shares have been dematerialised by the shareholders, i.e. 78.75% of total shareholding as on March 31st 2014.

CONSERVATION OF ENERGY AND PARTICULARS OF EMPLOYEES:

Particulars pertaining to conservation of energy, technology absorption and foreign exchange earnings and outgo have been given under Annexure I. The disclosures as required under section 217(2A) of the Companies Act, 1956, has been given under Annexure II. Both the annexures form part of this report.

QUALIFYING REMARKS IN AUDITORS' REPORT:

There are no qualifications in Auditors report.

AUDITORS:

You are requested to appoint auditors for the ensuing year and to fix their remuneration. Present auditors M/s. P.G. Bhagwat, Chartered Accountants, having Firm Registration No: 101118W, are eligible for re-appointment.

ACKNOWLEDGMENT:

Your Directors wish to place on record their sincere appreciation for the continued support received from Managements of Central Bank of India, Bank of Baroda, Union Bank of India and Bank of India for providing working capital finance and Central Bank of India, Bank of Baroda, Sugar Development Fund, for providing long term finance for capital Investments, Tata Power Trading Co. Ltd., HESCOM & JESCOM for transmission of energy.

Your Directors thank the Government of India, Government of Karnataka, Government of Maharashtra, Government Authorities, Shareholders, Cane suppliers, Workers and Staff for their co-operation and contribution to the overall progress of the Company.

By order of the Board of Directors,
For **The Ugar Sugar Works Limited**,

Place : Pune
Date : 23-05-2014

R. V. Shirgaokar
Chairman & Mentor

ANNEXURE I TO THE DIRECTORS' REPORT

Information pursuant to section 217(1) (e) of the Companies Act, 1956, read with the Companies (Disclosure of Particulars in the Report of Board of Directors) Rules, 1988 and forming part of the Directors' Report for the period ended 31st March 2014.

A. CONSERVATION OF ENERGY:

All the energy conservation measures successfully implemented in past are giving satisfactory results. This year following steps are taken for Energy Conservation:

1. Installation of 13-18 Watt CFL Compact Florescent Lamps in place of 40W lamps.
2. Installation of Light Emitting Diode (LED) 70W flood Lights in place of 250W HPSV lamps at weigh bridge area.
3. Installation of VFD for cane inter rake carriers Motors.
4. Installation of 250KW (IE-2) Energy Efficient Electrical Motor for ID fan of 55 TPH Boiler.
5. Installation of 90 KW (IE-2) Energy Efficient Electrical Motor for Cane Carrier No. 2 of 42x84 Mill.

FORM- A

Disclosure of particulars with respect to Conservation of Energy (to the extent applicable)

Particulars	Units	31.03.2014 (12 Months)	31.03.2013 (12 Months)
A. Power and Fuel Consumption			
1 Electricity			
(a) Purchased Unit	Lakh KWH	47.85	43.95
Total Amount	Rs. Lakh	333.49	346.17
Rate/ Unit	Rs./KWH	6.97	7.88
(b) Own Generation			
i) Through Diesel Generator Units	Lakh KWH	0.82	1.63
Standard units /per Ltr. Of Diesel	KWH/Ltr	3.75	3.75
Actual units / per Ltr. Of Diesel	KWH/Ltr	3.51	3.56
ii) Through Steam Turbine / Generator Units	Lakh KWH	1,273.07	1,374.51
Standard kg Bagasse / KWH		3.00	3.00
Actual KG fuel (Bagasse, coal, trash, etc)/ KWH		3.39	3.24
iii) Total units generated	Lakh KWH	1,273.89	1,376.14
Total Cost for Generation	Rs. Lakh	8,404.98	8,894.39
Cost Per Unit	Rs.	6.60	6.46
B. Consumption per unit of production			
Total available electricity(Generation+ Purchase)	Lakh KWH	1,321.74	1,420.09
Less : Exported to TATA Power/HESCOM	Lakh KWH	671.88	838.82
Total electricity available for Consumption	Lakh KWH	649.86	581.27
Less : Consumption of electricity for Distillery, IML, Co-Gen, ETP, FSS, Pumping Stn. And Colony	Lakh KWH	227.74	251.44
Consumption for Sugar Factory	Lakh KWH	422.12	329.83
Electricity - KWH / MT of Sugar		226.14	209.52

TECHNOLOGY ABSORPTION

FORM – B

Disclosure of particulars with respect to Technology Absorption (to the extent applicable).

Research and Development (R and D)

Research & Development Department of The Ugar Sugar Works Ltd; is recognized by Ministry of Science & Technology New Delhi since 24th July, 1978 . All the government institutes, private organizations are giving trials on our R & D Farm. Research is a continuous process which helps to correct the mistakes & help in producing the new things. This type of research is needed in Agriculture for continuous improvement.

On our R & D Farm new varieties are being tested for yield and quality with respect to the soil condition and environment in our area which has helped our area and entire peninsular zone for propagating the new varieties, new ideas and new techniques.

Sugarcane:

CoC-671(Q63xCo775) was brought around 1985 which is a high yielding and sugar rich variety and occupied a large portion in total crushing from 1995 to 2005 keeping the recovery at high plateau. At present because of its poor ratoon-ability the percentage in the cultivation has gone down. Efforts are going on to replace this variety by a suitable new variety and also trials are going on to improve the ratoon yield.

Co-86032(Co62198xCoC671) belongs to early mid group which has occupied nearly 40% in daily crushing. But at present becoming susceptible for Yellow Leaf Disease, Rust and White Wooly Aphid. To overcome this problem genetically pure foundation seed is brought from agricultural research stations and distributed to the farmers.

CoM-0265(GS87044) has become much popular amongst the cultivators because of its high yielding and salinity tolerant character. It is late sugar accumulation variety also becoming susceptible to rust and needs a replacement.

CoVSI-3102 This variety was brought from VSI, Pune and planted on our R&D Farm. It is found suitable to Murum soils. Seed had been already supplied to the farmers.

Agricultural Research Station, Sankeshwar which comes under University of Agricultural Sciences, Dharwad supplied us 20(Twenty) non flowering, high yielding and high sucrose genotypes, which are under trial out of that Snk814, Snk7680, Snk7337, Snk7658, Co2001-15 are multiplied on sizable area on our R&D Farm. Seed will be distributed to the farmers during the coming season.

Sugarcane Breeding Institute, Coimbatore supplying the new clones for continuous evaluation.

Cost of chemical fertilizers is going up day by day and to reduce the quantity of chemical fertilizers, use of Bio Fertilizers has become most essential. We are making continuous efforts to create awareness among the farmers in this regard.

Continuous efforts are on for popularizing Wide Row Spacing plantation of Sugarcane, which will reduce the cost of cultivation and also helps in smooth working of Mechanical Cane Harvester.

One Time Controlled Land Application of Post Bio Methanated Spent Wash kept a good demand among the farmers in Murum Soils because of its nutrient value. This project is continued under the guidance of Dr. S.K.Gali, Professor and Head, Department of Environment Sciences, U.A.S. Dharwad.

Research on Short Duration Crops:

Short duration crops are absolutely necessary as a rotation crop to the sugarcane crop. The continuous cultivation of sugarcane will spoil the soil health. Rotation of crops will give good economical returns to the farmers along with improvement of the soil fertility and soil quality.

Wheat:

We are conducting trials on Wheat under the guidance of University of Agricultural Sciences, Dharwad, MACS, Pune, CYMMYT Mexico, ICARDA. Aestivum variety UAS 304 and Duraum UAS 415 are becoming more popular amongst the cultivators due to its rust resistant and high yielding character. This year we have conducted Front Line Demonstration of Wheat crop on our R&D Farm and in the coming season the same will be conducted on the selected farmers field. Seed production program will be undertaken in due course.

Soybean

Trials are conducted with the help of University of Agricultural Sciences, Dharwad, and Directorate of Soybean research, Indore. Varieties like Dsb 21 and Js 9305 are earmarked through these trials and popularized amongst the farmers. They have given us Rs. 48,000 for need based research grant and Rs.1,50,000 for Front Line Demonstrations. We have conducted 75 demonstrations having area of one acre per demonstration.

Future Plan of action:

- a. Selection of high yielding, high recovery and disease resistant varieties.
- b. Saline Soil reclamation by utilizing Porous pipes in command area.
- c. With the help of Integrated Nutrient Management practice for increasing cane yield per acre.
- d. Wide Row Spacing Plantation Program
- e. Selection of suitable variety for Mechanical Cane Harvester.
- f. To promote the area under Drip Irrigation.
- g. Utilization of Organic Distillery Powder, a product of SSP Plant of concentration, evaporation and drying system for zero pollution as rich Potash source.
- h. Utilization of Bio Methanated Spent Wash in Muruam Soils of the command area on large scale as One Time Controlled Land Application due to its high nutrient values.
- i. Practice of Trash Mulching in sugarcane crop.
- j. Distribution of genetically pure seed of popular varieties.

3) Expenditure on R & D:

Sr.	Description	Rs. In Lakh
a.	Capital	0.00
b.	Recurring	166.09
c.	Total	166.09
d.	Total R & D expenditure as a Percentage of total turnover	0.26%

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

Sr.	Description	Rs. In Lakh
1.	Foreign Exchange Earnings	0.00
2.	Foreign Exchange Outgo	
	a. Travelling	6.39
	b. Raw Material (IML Essences)	0.08
	c. Subscription	4.32
	d. Machinery Spares	7.90

ANNEXURE II TO THE DIRECTORS REPORT

- There are no employees drawing remuneration more than the limits specified pursuant to the information under section 217(2A) of the Companies Act, 1956, read with the Companies (Particulars of Employees) Rules, 1975 and forming part of the Directors Report for the period ended on 31st March, 2014.

MANAGEMENT DISCUSSION AND ANALYSIS

Industrial Structure and Development:

Currently the sugar industry in India is covered by public, co-operative and private sector companies.

Co-operative Sector accounts for nearly 55% in terms of number of factories, installed capacity and production. India is the largest consumer and the second largest producer of sugar in the world. There are over 542 sugar factories of various capacities operated this year. The ownership of sugar industry is a combination of public, private and co-operative sectors. Sugar is produced in almost all the major Indian States. Maharashtra and U.P. contribute 70% of the country's total production. Tamilnadu, Karnataka, Andhra Pradesh, Bihar and Gujarat are the other major sugar producing States. The sugar prices are very sensitive from the common man's point of view.

The sugar production in the country during the year will be around 243 Lakh tonne compared to 245 Lakh tonne in the previous year. The sugar production is likely to remain stable during the year 2014-15.

Opportunities and Threats:

Opportunities:

The long term outlook for sugar looks to be promising on account of:

- Liberalisation and decontrol measures taken by the Government
- Environmental friendly power generation from co-generation units equipped with high pressure boiler and turbines is getting maximum energy output.
- Bio-composting processes and conversion of organic and in-organic matter into bio-manure to ensure zero discharge from distillery.
- The Government of India is pursuing Ethanol blending programme and the oil Companies have issued tenders for Ethanol supply and have also revised the ethanol prices.
- Restriction on exports of sugar is withdrawn by the Government and incentive on export of Raw Sugar has been announced to support the industry.

Threats:

The sugar industry presently is coming across the following threats:

- Shortage in availability of farm labour for harvesting and transportation, loading and unloading of sugarcane.
- Trend of farmers switching over to more remunerative cash crops thereby adversely affecting availability of sugarcane.
- Sudden rise in cane procurement prices which has been very volatile for the last 3 to 4 years.
- Cyclical nature of the industry affecting sugar production.
- Sugar prices are not moving up as expected.
- Number of sugar factories are increasing particularly in the States of Uttar Pradesh, Maharashtra and Karnataka.
- Probable increase in interest rates on carrying of sugar stocks.
- Increase in sugar imports due to nominal import duty of 15% and reduced international prices as compared to local prices.

Segment wise Performance:**Sugar:**

During the Current Year the Company has crushed 17.25 Lakh MT of sugar cane from both Ugar and Jewargi unit (as against 14.75 Lakh MT during previous year) and produced 19.56 lakh Qtls of sugar (as against 15.43 Qtls of sugar during previous year) at the recovery of 11.53% and 10.45% respectively for Ugar and Jewargi unit.

Industrial and Potable Alcohol:

The Company has produced 99.89 Lakh BLS of Industrial Alcohol during the year (against the last year production of 112.31 Lakh BLS)

The company has produced 94.97 Lakh BLS of Potable Alcohol during the year (against the last year production of 95.78 Lakh BLS)

Co-generation (Ugar & Jewargi):

We have generated 1273.89 Lakh KW power during the year at Ugar and Jewargi Unit (against 1376.14 lakh during previous year) and have exported 671.88 Lakh KW of power during the year (against 838.82 Lakh KW during previous year). The generation and export has come down due to failure of alternator for a period of one month. We have supplied power to the exchange through M/s Tata Power Trading Company Ltd.

Adequacy of Internal Control:

The Company has a proper and adequate system of internal control to ensure that all assets are safeguarded and protected. The Internal Auditor submits report covering almost all the areas of operations.

Human Resources Development:

The Company provides regular training and all round exposure to the employees and staff. The Company has a well equipped township with recreational facilities such as club house, playground, swimming pool, gymnasium etc. The Company also operates a Cooperative Society, Hospital, School, and College for the benefit of the workers and general public.

The Company has a dedicated workforce of 1797 people (including Jewargi unit) comprising of 1241 permanent and 556 seasonal employees.

REPORT ON CORPORATE GOVERNANCE

Company's Philosophy on Corporate Governance:

The Ugar Sugar Works Limited believes that good Corporate Governance is essential to achieve long-term corporate goals, enhance shareholders' value and attain highest level of transparency. The Company is committed to achieve the highest standard of Corporate Governance, accountability and equity in all facets of its operations and in all interaction with stakeholders. The Company believes that all its operations and actions must serve the underlined goal of enhancing customers' satisfaction and shareholders' value over a sustained period of time.

II. Board of Directors:

- A. The Board of Directors comprises of seven Promoter Directors (Chairman & Mentor, Executive Vice Chairman, Managing Director, two Joint Managing Directors and two Non-Executive Director) and seven non-executive directors.

During the year, 5 (Five) Board Meetings were held on 29th May, 02nd August, 19th September, 14th November, 2013 and 29th January, 2014.

- B. The Composition of the Board of Directors, their attendance at the board meeting during the year and at the last Annual General Meeting along with number of directorships in other public limited companies, committee chairmanship/memberships is as follows:

Name of Directors	Category of Directorship	No. of Board Meetings Attended	Attendance at last AGM	No. of other Directorships	Other Committee Membership/ Chairmanship	
					Member	Chairman
1. Shri. R. V. Shirgaokar	C&M	5	Yes	2	--	--
2. Shri. P. V. Shirgaokar	Exe.VC	5	Yes	1	--	--
3. Shri. Shishir S. Shirgaokar	MD	5	Yes	2	--	--
4. Shri. Niraj S. Shirgaokar	Jt. MD	5	Yes	--	--	--
5. Shri. Chandan S. Shirgaokar	Jt. MD	5	Yes	--	--	--
6. Shri. Sanat K. Shirgaokar*	NED	0	No	--	--	--
7. Shri. V. Balsubramanian	NEID	5	Yes	6	2	--
8. Shri. S. N. Inamdar	NEID	5	Yes	8	3	3
9. Shri. M. G. Joshi	NEID	5	Yes	1	--	--
10. Dr. M. R. Desai	NEID	4	Yes	2	--	--
11. Shri. A. B. Kage	NEID	0	No	--	--	--
12. Shri. D. B. Shah	NEID	5	Yes	--	--	--
13. Shri. Rakesh V. Kapoor #	NEID	0	NA	1	--	--
14. Shri. Sachin R. Shirgaokar #	NED	1	NA	1	--	--
15. Shri. Sohan S. Shirgaokar #	NED	1	NA	--	--	--

* Shri. Sanat K. Shirgaokar passed away on 13th October, 2013.

Shri. Rakesh Kapoor, Shri. Sachin R. Shirgaokar and Shri. Sohan S. Shirgaokar were co-opted on the Board w.e.f. 29th January, 2014 hence not applicable for AGM attendance as a Director, as the last AGM was held on 19.09.2013.

C&M – Chairman & Mentor, **Exe.VC** – Executive Vice Chairman, **MD** – Managing Director, **Jt. MD** – Joint Managing Director, **NED** - Non-Executive Director **NEID** - Non-Executive Independent Director.

Except sitting fees, commission, if applicable, and professional fees no other remuneration is paid to Non-Executive Directors. Leave of absence is granted to the directors absent for meetings.

C. Appointment of Directors:

The brief particulars of the Directors of the Company retiring by rotation and proposed to be re-appointed at the ensuing Annual General Meeting are as under:

- ❖ Shri. R. V. Shirgaokar-(DIN No. 00542644), aged 79 years, retired as Managing Director on 31/03/2009 and thereafter he was appointed as Chairman and Mentor of the Company. He has vast experience of sugar industry and has played a key role in carrying out the developments in The Ugar Sugar Works Ltd. He was instrumental in implementing distillery and co-generation at Ugar. He is also associated with various social and cultural organisations. He holds 1,21,000 shares of the Company as on 31st March, 2014. His directorship & committee membership in other public companies is given below.

Directorship in other Companies	Audit Committee	Shareholder's/ Investor Grievances Committee
1. Ugar Consultancy Ltd	Nil	Nil
2. ShaktiAlloy Steels Ltd	Nil	Nil

- ❖ Shri. Rakesh Kapoor-(DIN No. 00015358), age 58 years, was appointed as an Additional Director on the Board, in its meeting held on 29th January, 2014. He is liable to retire at the ensuing Annual General meeting. Being eligible he offered himself for appointment as a Director. A proposal is received for his candidature. He will be appointed as an Independent Director, not liable to retire by rotation. He is a dynamic Techno-Finance Professional with strong experience of 26 years in financial service sector and 10 years in corporate sector. He is a B.Sc. (Hons. Chemistry) from Hinduja College, University of Delhi, Post Graduate Diploma in Sugar Technology from National Sugar Institute, Kanpur. He has worked with various Government Finance Authorities, Committees including IFCI LTD, IFCI Factors Ltd. He was holding the post of Managing Director of IFCI Factors Ltd., at the time of his retirement. He holds NIL Shares in the Company as on 31.03.2014. His directorship & committee membership in other public companies is given below.

Directorship in other Companies	Audit Committee	Shareholder's/ Investor Grievances Committee
1. Raunaq Automotive Components Ltd.	Nil	Nil

- ❖ Shri. Sachin Rajendra Shirgaokar-(DIN No. 01512497), age 48 years, was appointed as an Additional Director on the Board to fill the casual vacancy caused due to the death of Shri. Sanat K. Shirgaokar, in its meeting held on 29th January, 2014. He is liable to retire at the ensuing Annual General meeting. Being eligible he offered himself for appointment as a Director. A proposal is received for his candidature. He will be appointed as a Director, and liable to retire by rotation. Shri. Sachin Shirgaokar's academic qualifications include a Bachelor's Degree in

Mechanical Engineering from the College of Engineering, Bijapur, Karnataka University. This was followed by a Masters Degree in Business Administration from the University of New Hampshire, USA in 1990. He holds 14,70,133 shares of the Company as on 31.03.2014. His directorship & committee membership in other public companies is given below.

Directorship in other Companies	Audit Committee	Shareholder's / Investor Grievances Committee
1. Ugar Consultancy Ltd	Nil	Nil

- ❖ Shri. Sohan Sanjeev Shirgaokar-(DIN No. 00217631), age 32 years, was appointed as an Additional Director on the Board, in its meeting held on 29th January, 2014. .He is liable to retire at the ensuing Annual General meeting. Being eligible he offered himself for appointment as a Director. A proposal is received for his candidature. He will be appointed as a Director, and liable to retire by rotation. Shri. Sohan Shirgaokar is a Commerce graduate from the Chintamanrao Commerce College, Sangli (Shivaji University Kolhapur). He has completed his M.B.A in Finance & Marketing from the Institute of Management Development & Research Sangli, a unit of the Deccan Education Society, Pune. He holds 1,79,052 shares of the Company as on 31st March, 2014. His directorship & committee membership in other public companies is given below.

Directorship in other Companies	Audit Committee	Shareholder's / Investor Grievances Committee
Nil	Nil	Nil

D. Code of Conduct:

The Company has laid down a code of conduct for all Board Members and Senior Management Personnel of the Company. The code of conduct is available on the website of the Company at www.ugarsugar.com.

III. Audit Committee:

- ❖ The Audit Committee comprises of five Non-Executive Directors. All the members of the Audit Committee possess financial management expertise and knowledge.
- ❖ During the year, four Audit Committee Meetings were held on 29th May, 02nd August, 14th November, 2013 and 29th January, 2014.

- Composition and attendance record of Audit Committee members is given below:

Name of the Directors	Status	No. of Meetings	
		Held	Attended
1. Shri. S. N. Inamdar	Chairman	4	4
2. Shri. V. Balasubramanian	Member	4	4
3. Shri. M.G. Joshi	Member	4	4
4. Shri. R. V. Shirgaokar	Member	4	4
5. Dr. M. R. Desai	Member	4	3

- This Committee comprises of majority of Independent Directors.

❖ The Audit Committee is responsible for:

- Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
- Recommending the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
- Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
- Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:
 - a. Matters required being included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (2AA) of section 217 of the Companies Act, 1956
 - b. Changes, if any, in accounting policies and practices and reasons for the same
 - c. Major accounting entries involving estimates based on the exercise of judgment by management
 - d. Significant adjustments made in the financial statements arising out of audit findings
 - e. Compliance with listing and other legal requirements relating to financial statements
 - f. Disclosure of any related party transactions
 - g. Qualifications in the draft audit report.
- Reviewing, with the management, the quarterly financial statements before submission to the board for approval.
- Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.
- Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.
- Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.
- Discussion with internal auditors any significant findings and follow up there on.
- Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.
- Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.
- To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non payment of declared dividends) and creditors.

- To review the functioning of the Whistle Blower mechanism, in case the same is existing.
- Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.
- Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

IV. Remuneration Committee:

- ❖ The Remuneration Committee comprises of four independent directors.
- ❖ During the year, no meeting of Remuneration Committee was held.
- ❖ Composition and attendance record of Remuneration Committee is given below:

Name of the Directors	Status	No. of Meetings	
		Held	Attended
1. Shri. S. N. Inamdar	Chairman	--	--
2. Shri. V. Balasubramanian	Member	--	--
3. Shri. M.G. Joshi	Member	--	--
4. Dr. M. R. Desai	Member	--	--

❖ Terms of Reference:

The Remuneration Committee is empowered to determine the Company's policy on specific remuneration packages for Executive Directors and one level below the Executive Directors including pension and any other compensation related matters and issues within the framework of Company and on certain performance parameters.

- ❖ **Remuneration paid / payable to Executive Vice Chairman (Exe.VC)/ Managing Director (MD) / Joint Managing Directors (Jt.MD) for the year ended 31st March, 2014.**

(Rs. In Lakh)

Particulars	Salary	Commission	Perquisites	Retirement Benefits	Total
Shri. P.V. Shirgaokar (Exe.VC)	46.20	0	0.44	9.24	55.88
Shri. Shishir S. Shirgaokar (MD)	46.20	0	2.40	9.24	57.84
Shri. Niraj S. Shirgaokar (Jt.MD)	38.50	0	5.65	6.60	50.75
Shri. Chandan S. Shirgaokar (Jt.MD)	40.50	0	0.00	6.60	47.10

V. Shareholders' / Investors' Grievance Committee:

- ❖ The Shareholders' / Investors' Grievance Committee comprises of three independent directors.
- ❖ During the year under review Meeting of Shareholders' / Investors' Grievance Committee was held on 10th February, 2014.

- **Composition:** The composition and attendance record of Shareholders' / Investors' Grievance Committee members is given below:

Name of the Directors	Status	No. of Meetings	
		Held	Attended
1. Shri. M. G. Joshi	Chairman	1	1
2. Shri. D. B. Shah	Member	1	1
3. Shri. A. B. Kage	Member	1	--

❖ **Terms of Reference:**

- To look into all the complaints received from the shareholders regarding transfer and transmission of shares.
 - To look into all the complaints received from the shareholders regarding non-receipt of Balance Sheet, dividend/ interest/ payments on redemption of preference shares, debentures, bonds or such other instruments which are redeemable.
 - The Company Secretary has been designated as a Compliance Officer.
- ❖ During the year 12 complaints were received from investors, out of which 12 were replied / resolved to the satisfaction of the investors and as on 31st March, 2014 no complaints are pending.
- ❖ There are no share transfers pending for registration for more than 15 days as on the said date.

VI. Operation Committee:

- ❖ The Operations Committee comprises of four independent directors.
- ❖ During the year, three meetings of the Operations Committee were held on 18th June, 20th September, 2013 and 28th January, 2014.
- ❖ The Composition & attendance record of the Operation Committee is given below:

Name of the Directors	Status	No. of Meetings	
		Held	Attended
1. Shri. R.V. Shirgaokar	Chairman	3	3
2. Shri. V. Balasubramanian	Member	3	3
3. Dr. M.R. Desai	Member	3	3
4. Shri. M.G. Joshi	Member	3	3

❖ **Terms of Reference:**

The Operations Committee is empowered to analyse and evaluate the overall performance of the Company. Problems and remedies with respect to the technical issues in the production area and to discuss and resolve the grievances of the employees of the Company.

VII. General Body Meetings:

- ❖ Location and time for the last three Annual General Meetings (AGM) :

Financial Year	AGM	Location	Date	Time
2010-11	AGM	Rajmati Bhavan, Neminath Nagar, Sangli 416415	23-09-2011	11.00 a.m.
2011-12	AGM	Rajmati Bhavan, Neminath Nagar, Sangli 416415	04-08-2012	11.00 a.m.
2012-13	AGM	Mali Chitra Mandir Hall, Gulmohar Colony, Sangli – 416 416.	19-09-2013	11.00 a.m.

VIII. Other Disclosures:

A. Transactions with Non-Executive Directors of Company during the year.

Name of the Directors	Commission Paid (Rs. in Lakh)	Sitting Fees Paid (Rs. in Lakh)	Consultation Fees paid (Rs. in Lakh)	Payment against Cane Supplied (Rs. in Lakh)	Dividend Paid (Rs. in Lakh)	Interest Paid on Fixed Deposits (Rs. in Lakh)	No. of Shares held as on 31/03/2014
1. Shri. R. V. Shirgaokar	0.00	1.20	0.00	0.00	0.22	10.61	1,21,000
2. Shri. Sanat K. Shirgaokar	0.00	0.00	0.00	0.00	0.14	0.00	73,608
3. Shri. V. Balasubramanian	0.00	1.20	0.00	0.00	0.02	0.00	11,200
4. Shri. S. N. Inamdar	0.00	0.90	0.00	0.00	0.03	0.00	18,750
5. Shri. M. G. Joshi	0.00	1.30	0.00	0.00	0.04	0.17	21,000
6. Dr. M. R. Desai	0.00	1.00	0.00	0.00	0.13	0.00	69,608
7. Shri. A. B. Kage	0.00	0.00	0.00	5.61	0.21	0.00	1,07,440
8. Shri. D.B.Shah	0.00	0.60	0.00	0.00	0.07	0.52	35,000
9. Shri. Rakesh Kapoor	0.00	0.00	0.00	0.00	0.00	0.00	0.00
10. Shri. Sachin R. Shirgaokar	0.00	0.10	0.00	0.43	2.90	0.22	14,70,133
11. Shri. Sohan S. Shirgaokar	0.00	0.10	0.00	0.00	0.35	0.00	1,79,052

- ❖ No penalty or strictures have been imposed on the Company by Stock Exchanges, SEBI or any Statutory Authority on any matter during last 3 years.

- ❖ The Compliance Reports of all laws applicable to the Company are periodically reviewed by the Board. Further all the quarterly / half yearly / yearly results, compliance reports and returns are filed with stock exchanges within the prescribed time.
- ❖ Special Resolutions passed at the Annual/ Extra Ordinary General Meetings in past 3 years:

73rd Annual General Meeting:

- Revision in remuneration of Executive Vice Chairman pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Revision in remuneration of Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Revision in remuneration of Joint Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Revision in remuneration of Joint Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Re-appointment and revision in remuneration of Executive Vice Chairman pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Re-appointment and revision in remuneration of Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Re-appointment and revision in remuneration of Joint Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Re-appointment and revision in remuneration of Joint Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.

71st Annual General Meeting:

- Appointment and revision in remuneration of Executive Vice Chairman pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Appointment and revision in remuneration of Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Appointment and revision in remuneration of Joint Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.
- Appointment and revision in remuneration of Joint Managing Director pursuant to section 269, read with schedule XIII of the Companies Act, 1956.

❖ Disclosure of Related Party Transactions:

All related party transactions have been entered into in the ordinary course of business and were placed periodically before the Audit Committee and the Board. All transactions with the related parties are on an arm's length basis.

B. Disclosure of Accounting Treatment:

All Accounting Standards mandatorily required have been followed in preparation of financial statements and no deviation has been made in following the same.

C. Risk Management:

The Company has in place mechanism to inform the Board Members about the Risk Assessment and Minimization procedures and periodical reviews, to ensure that risk is controlled.

D. Subsidiary Companies:

There are no subsidiary Companies.

IX. Means of Communication:

Company is publishing quarterly un-audited financial results and notice, advertisements in the Economic Times, Indian Express and/or Financial Express in English, Maharashtra Times and/or Kesari in Marathi, regularly. Additionally the results and other important information is also periodically updated on the Company's Website, viz. www.ugarsugar.com.

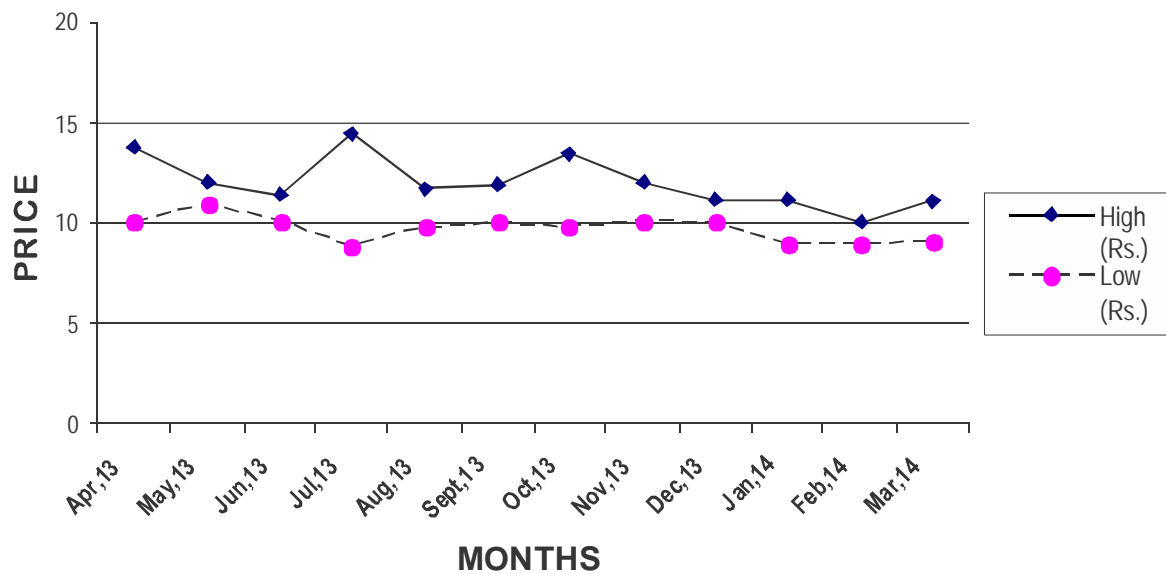
X. General Shareholders Information:

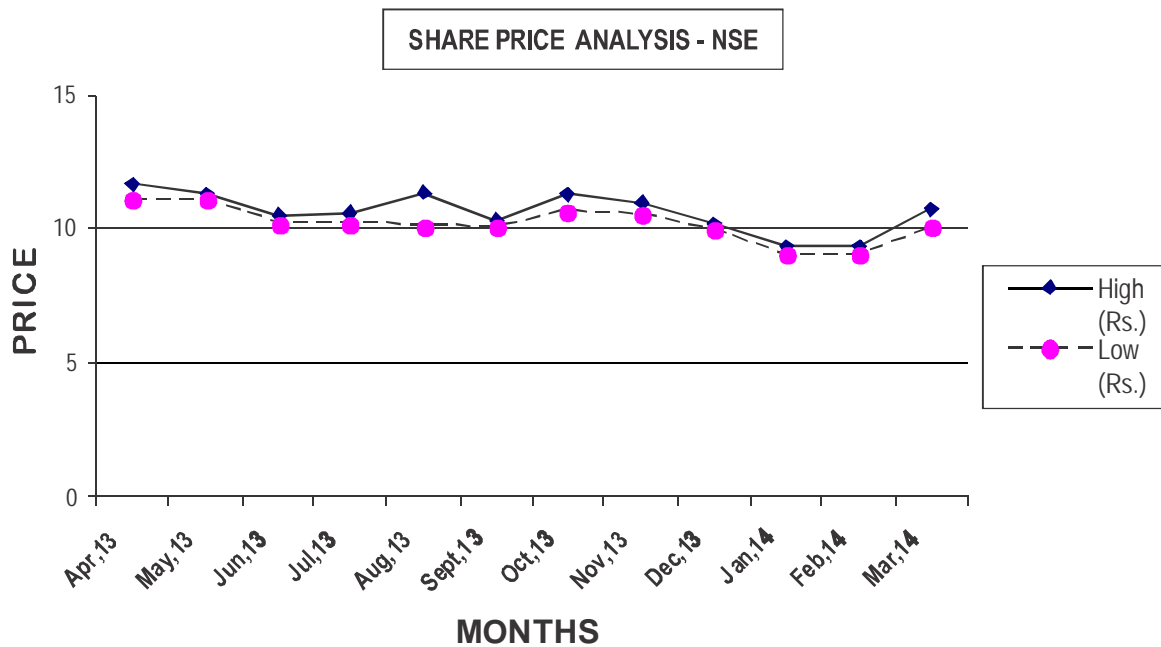
i. AGM Date, Time and Venue	Friday, the 26th September 2014 at 11.00 a.m. at Rajmati Bhavan, Neminath Nagar, Vishrambag, Sangli – 416 415.
ii. <u>Financial Calendar 2014-15</u>	<u>Probable Dates :</u>
First quarterly un-audited results	Before 15 th of August, 2014
Second quarterly un-audited results	Before 15 th of November, 2014
Third quarterly un-audited results	Before 15 th February, 2015
Fourth & Final quarterly audited results	Before end of May, 2015
iii. Book Closure Date	Monday 15 th September 2014 to Friday 26 th September 2014 (both days inclusive)
iv. Dividend payment date	No dividend is recommended for the FY 2013-14.
v. Listing on Stock Exchange.	Bombay Stock Exchange Ltd.(BSE), National Stock Exchange of India Ltd. (NSE)
vi. Stock Code:	530363, UGARSUGAR-EQ
Dematerialization ISIN No.	INE-071E01023.

vii. Market Price Data High/ Low during each month of Financial Year 2013-14 at BSE & NSE

BSE			NSE		
Months	High (Rs.)	Low (Rs.)	Months	High (Rs.)	Low (Rs.)
April,2013	11.65	11.05	April,2013	13.75	10.00
May, 2013	11.30	11.05	May, 2013	11.98	11.00
June, 2013	10.50	10.15	June, 2013	11.39	10.07
July, 2013	10.55	10.15	July, 2013	14.45	8.80
August, 2013	11.35	10.10	August, 2013	11.70	9.75
September, 2013	10.35	10.05	September, 2013	11.90	10.00
October, 2013	11.30	10.65	October, 2013	13.45	9.81
November, 2013	11.00	10.50	November, 2013	12.05	10.11
December, 2013	10.20	9.95	December, 2013	11.15	9.96
January, 2014	9.30	9.00	January, 2014	11.20	9.00
February, 2014	9.30	9.00	February, 2014	10.00	9.00
March, 2014	10.70	10.05	March, 2014	11.07	9.05

SHARE PRICE ANALYSIS - BSE





viii. Share Transfer System:

Share Transfers are registered and returned within a period of 15 days from the date of receipt, if the documents are clear in all respect through Company's Registrar & Transfer Agent M/s. Bigshare Services Pvt. Ltd., Mumbai. Share transfers are approved by Share Transfer Committee consisting of Managing Director and Company Secretary, fortnightly based upon the number of transfer applications received from Registrar & Share Transfers Agents.

ix. Distribution of Shareholding as on 31st March, 2014

No. of equity shares held	No. of Folios / Shareholders	No. of Shares held	% of Share holding
Upto 5,000	22,083	2,36,23,570	20.99
5,001 to 10,000	1,505	1,10,68,348	9.84
10,001 to 20,000	587	80,05,302	7.12
20,001 to 30,000	125	30,88,834	2.74
30,001 to 40,000	45	15,55,032	1.38
40,001 to 50,000	28	12,90,337	1.15
50,001 to 1,00,000	42	29,66,503	2.64
More than 1,00,000	60	6,09,02,074	54.14
Total	24,475	11,25,00,000	100.00

x. Shareholding Pattern as on 31st March, 2014.

Category	No. of Share held	% of Total Share holding
Promoter Group	5,25,09,549	46.68
Banks, Financial Institutions, Insurance Companies,	15,880	0.01
Foreign Financial Institutions	0.00	0.00
Private Corporate Bodies	90,49,400	8.04
Indian Public	5,01,73,293	44.60
N. R. I.	6,99,109	0.62
Trust, Clearing Member	52,769	0.05
G. D. R. / A. D. R.	0.00	0.00
Total	11,25,00,000	100.00

xi. Other Information:

<u>Dematerialization of shares</u>	Nearly 78.75% of total equity share capital (8,85,91,189 eq. shares) is held in dematerialized form with NSDL and CDSL as on 31 st March, 2014.
<u>Registrar and Share Transfer Agent :</u>	Big Share Services Pvt. Limited. E-2, Ansa Ind. Estate, Sakivihar Rd, Saki Naka, Andheri (E), Mumbai – 400 072. Ph. No. 022-28470652
<u>Plant Locations :</u> Sugar, Distillery, IML, Co-Generation & 100% EOU (Sugar Ship): Jewargi Unit –Sugar & Co-generation:	Ugarkhurd – 591 316. Tal. Athani Dist. Belgaum, Karnataka. Malli, Taluka – Jewargi, Dist-Gulbarga, Karnataka.
<u>Address for correspondence</u> Registered Office : Factory (Administrative Office)	The Ugar Sugar Works Limited. Mahaveernagar (Wakharbhag), Sangli - 416416, Maharashtra State. Ph. No. 0233-2623717 Fax: 2623617 Email: usw.sangli@ugarsugar.com The Ugar Sugar Works Limited. Ugarkhurd – 591 316. Tal. Athani, Dist. Belgaum, Karnataka State. Ph. No. 08339-272230 Fax: 272232 Email: helpdesk@ugarsugar.com

As per report attached
For **M/s. P. G. Bhagwat**
Chartered Accountants
Firm Registration No.101118W

Nikhil M. Shevade
(Partner)
Membership No. 217379

P. V. Shirgaokar
Exe. Vice Chairman

B. G. Kulkarni
**GM Corp. Affairs &
Company Secretary**

Shishir S. Shirgaokar
Managing Director

R. V. Desurkar
GM. Finance

Place : Pune

Date : 23.05.2014

XI. CEO/CFO Certificate:

To the Board of Directors of The Ugar Sugar Works Ltd.,

We, Shishir S. Shirgaokar, Managing Director and R. V. Desurkar, General Manager Finance of The Ugar Sugar Works Ltd., to the best of our knowledge and belief, hereby certify that:

- (A) We have reviewed the Balance sheet as at 31st March, 2014 and Profit & Loss Account for the year ended as on that date along with all its notes to the accounts and also the Cash Flow statements for the year ended 31st March, 2014 and based on our knowledge and information, confirm that:
- i) these statements do not contain any materially untrue statement or omit any material fact or contain any statement that may be misleading,
 - ii) these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.
- (B) Based on our knowledge and belief, there are no transactions entered into by the Company during the year which are fraudulent, illegal or in violation of the Company's code of conduct.
- (C) We along with Company's other certifying officers, accept responsibility for establishing and maintaining internal controls and that we have:
- i) evaluated the effectiveness of internal control system of the Company, and
 - ii) disclosed to the Auditors and the Audit Committee, deficiencies, in the design or operations of internal controls, if any, of which we are aware and steps taken or proposed to be taken for rectifying these deficiencies.
- (D) We along with Company's other certifying officers, have indicated to the Auditors and the Audit Committee:
- i) significant changes in the internal control during the year,
 - ii) significant changes in the accounting policies during the year and that the same have been disclosed in the notes to the financial statements, and
 - iii) instances of significant fraud of which they have become aware and the involvement therein, if any, of the management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Pune
Date: 23.05.2014

Shishir S. Shirgaokar
Managing Director

R. V. Desurkar
General Manager Finance

DECLARATION ON COMPLIANCE OF THE COMPANY'S CODE OF CONDUCT

To,

The Ugar Sugar Works Limited,

The Company has framed a specific Code of Conduct for the members of the Board of Directors and the Senior Management Personnel of the Company pursuant to Clause 49 of the Listing Agreement with Stock Exchanges to further strengthen corporate governance practice in the Company.

All the members of the Board and Senior Management Personnel of the Company have affirmed due observance of the said Code of Conduct in so far as it is applicable to them and there is no non compliance thereof during the year ended 31st March, 2014.

Place: Pune
Date: 23.05.2014

Shishir S. Shirgaokar
Managing Director

**CERTIFICATE FROM AUDITORS REGARDING COMPLIANCE OF
CONDITIONS OF CORPORATE GOVERNANCE**

To,

The Shareholders of The Ugar Sugar Works Limited

We have examined the compliance of conditions of Corporate Governance by The Ugar Sugar Works Limited, for the year ended on 31st March, 2014, as stipulated in clause 49 of the Listing Agreement of the said Company with the recognised stock exchanges in India.

The compliance of conditions of Corporate Governance is the responsibility of Company's management. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance of the conditions of Corporate Governance. It is neither an audit nor an opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the above-mentioned Listing Agreement.

We state that such compliance is neither an assurance as to future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For **M/s. P. G. Bhagwat**
Chartered Accountants
Firm Registration No.101118W

Nikhil M. Shevade
(Partner)
Membership No. 217379

Place : Pune
Date : 23.05.2014

Independent Auditors' Report
To the members of
The Ugar Sugar Works Limited

Report on the Financial Statements

We have audited the accompanying financial statements of The Ugar Sugar Works Ltd. ("the Company"), which comprise the Balance Sheet as at 31st March, 2014 the Statement of Profit and Loss for the period then ended, and a summary of the significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Management is responsible for the preparation of these financial statements that give a true and fair view of the financial position, financial performance and cash flows of the Company in accordance with the Accounting Standards referred to in sub-section (3C) of section 211 of the Companies Act, 1956 ("the Act"). This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Standards on Auditing issued by the Institute of Chartered Accountants of India. Those Standards require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the Company's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- a. in the case of the Balance Sheet, of the state of affairs of the Company as at 31st March, 2014;
- b. in the case of the Statement of Profit and Loss, of the loss of the Company for the year ended on that date, and
- c. in the case of the Cash Flow Statement, of the cash flows of the Company for the year ended on that date.

Emphasis of Matter

Without qualifying our opinion, we draw the attention of the members to Note No. C (2) of Notes to Financial Statements, regarding disputed differential liability in respect of Cane Price amounting to Rs. 9,036.41 lakh. The Government of Karnataka has notified cane price for the season 2013-14 @ Rs. 2,500 per MT, ex-field, for sugar factories in Northern Karnataka, which is more than that actually paid by the Company. As explained to us, it is not viable to pay the notified rate, having regard to ruling sugar prices, and the sugar factories have filed petition with the High Court of Karnataka, through their Association, against the decision of the Government. The Company has been advised that it has a strong case in its favour. The ultimate outcome of the matter cannot presently be determined and the matter being sub-judice, provision for any liability that may arise in this respect, is not considered necessary.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2003 ("the Order") issued by the Central Government of India in terms of sub-section (4A) of section 227 of the Act, we give in the Annexure a statement on the matters specified in paragraphs 4 and 5 of the Order.
2. As required by Section 227(3) of the Act, we report that:
 - a. We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the Balance Sheet, Statement of Profit and Loss, and the Cash Flow Statement comply with the Accounting Standards referred to in sub-section (3C) of section 211 of the Act.
 - e. On the basis of the written representations received from the directors as on 31st March, 2014 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2014 from being appointed as a director in terms of clause (g) of sub-section (1) of section 274 of the Act.
 - f. Since the Central Government has not issued any notification as to the rate at which the cess is to be paid under section of 441A of the Companies Act, 1956, nor has it issued any Rules under the said section, prescribing the manner in which the cess is to be paid, no cess is due and payable by the Company.

For **M/s P. G. Bhagwat**
Chartered Accountants,
Firm Registration No. 101118W

Nikhil M. Shevade
Partner
Membership No. 217379

Place: Pune
Date: 23-05-2014

Annexure to the Auditors' Report

(Referred to in paragraph 1 of our report on Other Legal and Regulatory Requirements, of even date)

- (i) (a) The Company has maintained proper records showing full particulars including quantitative details and situation of fixed assets.
- (b) A major portion of Fixed assets has been physically verified during the year and reconciled with the book records. According to information and explanations given to us and records produced to us for our verification, discrepancies were not, in our opinion, material and the same have been properly dealt with in the books of account.
- (c) The fixed assets which were disposed off during the year do not form substantial part of the fixed assets owned by the Company.
- (ii) (a) The inventory was physically verified during the year by the Management. In our opinion, the frequency of verification is reasonable.
- (b) The procedures of physical verification of inventory followed by the Management are reasonable and adequate in relation to the size of the Company and the nature of its business.
- (c) The Company is maintaining proper records of inventory. The discrepancies noticed on verification between the physical stocks and the book records were not material.
- (iii) The Company has neither granted nor taken any loans, secured or unsecured, to / from companies, firms or other parties covered in the register maintained as per section 301 of the Companies Act, 1956. Consequently, clauses (iii)(b), (iii)(c), (iii)(d), (iii)(e), (iii)(f), (iii)(g) of paragraph 4 of the Order are not applicable.
- (iv) In our opinion and according to the information and explanations given to us, there were adequate internal control systems commensurate with the size of the Company and nature of its business with regard to purchase of inventory and fixed assets and for sale of goods and services. During the course of the audit, we have not observed any continuing failure to correct major weaknesses in internal control system.
- (v) (a) According to the information and explanations given to us, we are of the opinion that the particulars of contracts or arrangements required to be entered in the register referred to in section 301 of the Act have been so entered; and
- (b) According to the information and explanations given to us, the transactions made in pursuance of such contracts or arrangements have been made at prices which are reasonable having regard to the prevailing market prices at the relevant time.
- (vi) In our opinion and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India and provisions of section 58A, 58AA or any other relevant provisions of the Companies Act, 1956 and the Companies (Acceptance of Deposits) Rules, 1975, with regard to deposits accepted from the public.
- (vii) In our opinion, the Company has an internal audit system commensurate with its size and nature of its business.

Annexure to the Auditors' Report

(Referred to in paragraph 1 of our report on Other Legal and Regulatory Requirements, of even date)

- (viii) We have broadly reviewed the books of account relating to materials, labour and other items of cost, maintained by the Company pursuant to the rules made by the Central Government for maintenance of cost records under section 209(1) (d) of the Companies Act, 1956 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. We have, however, not made a detailed examination of records with a view to determine whether they are accurate and complete.
- (ix) (a) The Company is generally regular in depositing with appropriate authorities undisputed statutory dues including Provident Fund, Investor Education and Protection Fund, Income Tax, Sales Tax, Cane Purchase Tax, Wealth Tax, Custom Duty, Service Tax, Excise Duty, Cess and other material statutory dues applicable to it.
- (b) According to information and explanations given to us, there are no dues of income tax, sales tax, wealth tax, service tax, customs duty, excise duty and cess, which have not been deposited on account of any dispute other than those mentioned below:

Nature of Dues	Name of Statute	Period to which the amount relates	Amount Rs. Lakh	Forum where dispute is pendi
Central Excise	Central Excise Act	2000-01	0.94	Commissioner of Central Excise (Appeals)
Central Excise	Central Excise Act	2003 to 2005	80.91	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2005 to 2009	19.57	CESTAT, Bangalore
Central Excise	Central Excise Act	2006-07	14.61	CESTAT, Bangalore
Central Excise	Central Excise Act	2007-08	45.84	CESTAT, Bangalore
Central Excise	Central Excise Act	2008-09	15.36	CESTAT, Bangalore
Central Excise	Central Excise Act	2009-10	2.76	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2009-10	5.57	CESTAT, Bangalore
Central Excise	Central Excise Act	2010-11	3.23	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2010-11	2.80	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2010-11	3.03	CESTAT, Bangalore
Central Excise	Central Excise Act	2010-11	3.39	CESTAT, Bangalore
Central Excise	Central Excise Act	2012-13	14.34	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2008-2013	151.34	CESTAT, Bangalore
Central Excise	Central Excise Act	2013	69.76	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2008-2011	7.89	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2012-13	0.57	Asst. Commissioner of Central Excise, Belgaum

Annexure to the Auditors' Report

(Referred to in paragraph 1 of our report on Other Legal and Regulatory Requirements, of even date)

Nature of Dues	Name of Statute	Period to which the amount relates	Amount Rs. Lakh	Forum where dispute is pend
Central Excise	Central Excise Act	2012	9.42	Addl. Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2013	1.65	Asst. Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2013	4.45	Asst. Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2009-2012	185.22	Commissioner of Central Excise, Belgaum
Central Excise	Central Excise Act	2010 to 2012	194.66	Asst. Commissioner of Central Excise, Belgaum
Income Tax	Income Tax Act, 1961	AY 2011-12	15.74	Commissioner of Income Tax (Appeals), Kolhapur

- (x) The accumulated losses of the Company as at the end of the Financial Year 2013-14 are not more than 50% of its Net Worth. However, the Company has incurred cash losses during the financial year but not in the immediately preceding financial year.
- (xi) In our opinion and according to information and explanations given to us, the Company has not defaulted in repayment of dues to a financial institution or bank. The Company has no debenture-holders.
- (xii) According to information and explanations given to us, the Company has not granted loans and advances on the basis of security by way of pledge of shares, debentures and other securities. Accordingly, the provisions of clause 4(xii) of the Companies (Auditors' Report) Order, 2003, are not applicable to the Company.
- (xiii) In our opinion, the Company is not a chit fund or a nidhi / mutual benefit fund / society. Accordingly, the provisions of clause 4(xiii) of the Companies (Auditors' Report) Order, 2003, are not applicable to the Company.
- (xiv) According to information and explanations given to us, the Company is not dealing in or trading in shares, securities, debentures and other investments. Accordingly, the provisions of clause 4(xiv) of the Companies (Auditors' Report) Order, 2003, are not applicable to the Company.
- (xv) In our opinion, the terms and conditions on which the Company has given guarantees for loans taken by others from banks or financial institutions are not prejudicial to the interest of the Company. However, as informed to us, in case of corporate guarantee given to Bank of India, Ratnagiri, the Bank has invoked the guarantee and the Company has fully discharged its obligation in April 2013.
- (xvi) In our opinion, term loans were applied for the purpose for which the loans were obtained.
- (xvii) The funds raised on short-term basis, other than Current Maturities of long term debts, have not been utilised for long-term investment.
- (xviii) According to information and explanations given to us, the Company has not made any preferential allotment of shares to parties and companies covered under section 301 of the Companies Act, 1956.

- (xix) According to information and explanations given to us, the Company has not issued any debentures. Accordingly, the provisions of clause 4(xix) of the Companies (Auditors' Report) Order, 2003, are not applicable to the Company.
- (xx) According to information and explanations given to us, the Company has not made any public issue of its shares to raise money. Accordingly, the provisions of clause 4(xx) of the Companies (Auditors' Report) Order, 2003 are not applicable to the Company.
- (xxi) According to information and explanations given to us, no material fraud on or by the Company has been noticed or reported during the course of our audit.

For **M/s P. G. Bhagwat**
Chartered Accountants,
Firm Registration No. 101118W

Nikhil M. Shevade
Partner
Membership No. 217379

Place: Pune
Date: 23-05-2014

Balance Sheet as at 31-03-2014

Particulars	Ref. to Notes	As at 31 st March 2014		As at 31 st March 2013	
		Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
I. EQUITY AND LIABILITIES					
1. Shareholders' Funds					
a. Share Capital	B - 1	1,125.00		1,125.00	
b. Reserves & Surplus	B - 2	7,532.86		10,508.73	
			8,657.86		11,633.73
2. Non-current Liabilities					
a. Long Term Borrowings	B - 3	3,867.04		5,198.33	
b. Deferred Tax Liabilities (Net)	B - 4	1,339.21		1,041.81	
c. Long Term Provisions	B - 5	1,090.18		1,071.02	
			6,296.43		7,311.16
3. Current Liabilities					
a. Short Term Borrowings	B - 6	18,827.78		28,498.41	
b. Trade Payables	B - 7	13,887.28		8,182.38	
c. Other Current Liabilities	B - 8	12,713.69		8,943.43	
d. Short Term Provisions	B - 9	615.82		849.15	
			46,044.57		46,473.37
Total Equity & Liabilities			60,998.86		65,418.26
II. ASSETS					
1. Non-current Assets					
a. Fixed Assets					
i. Tangible Assets	B - 10	15,919.53		17,147.73	
ii. Intangible Assets	B - 10	—		6.38	
iii. Capital Work-in-progress	—	70.95		449.71	
		15,990.48		17,603.82	
b. Non-current Investments	B - 11	649.58		249.57	
c. Long Term Loans & Advances	B - 12	621.73		566.65	
d. Other Non-current Assets	B - 13	86.54		431.10	
			17,348.33		18,851.14
2. Current Assets					
b. Inventories	B - 14	36,008.84		42,342.71	
c. Trade Receivables	B - 15	3,668.11		1,306.74	
d. Cash & Bank Balances	B - 16	2,140.82		1,580.58	
e. Short Term Loans & Advances	B - 17	944.09		894.47	
f. Other Current Assets	B - 18	888.67		442.62	
			43,650.53		46,567.12
Total Assets			60,998.86		65,418.26
III Corporate Information, General Information and Significant Accounting Policies	A				
IV Other Information & Disclosures	C				

Signed pursuant to the provisions of section 215 of the Companies Act, 1956, in authentication of this Balance Sheet and Notes referred to therein

As per our report attached
For **M/s P. G. Bhagwat**
Chartered Accountants
Firm Regn. No. 101118W

Nikhil M. Shevade
Partner
Membership No. 217379

Shishir S. Shirgaokar
Managing Director

Niraj S. Shirgaokar
Jt. Managing Director

Chandan S. Shirgaokar
Jt. Managing Director

Place : Pune
Date : 23-05-2014

B. G. Kulkarni
GM Corp. Affairs & Company Secretary

R. V. Desurkar
GM Finance

Statement of Profit & Loss for the year ended 31-03-2014

Particulars	Ref. to Notes	Financial Year 2013-14		Financial Year 2012-13	
		Rs.Lakh	Rs.Lakh	Rs. Lakh	Rs. Lakh
I. Revenue from Operations	B - 19	83,190.80		89,476.05	
Less: Excise Duty		<u>18,964.77</u>		<u>17,719.09</u>	
			64,226.03		71,756.96
II. Other Income	B - 20		<u>995.11</u>		<u>574.22</u>
III. Total Revenue (I + II)			<u>65,221.14</u>		<u>72,331.18</u>
IV. Expenses					
a. Cost of Materials Consumed					
i. Raw Materials	B - 21	40,816.98		48,888.95	
ii. Stores, Spares, Chemicals, Packing Material & Others	—	<u>3,143.83</u>		<u>3,136.21</u>	
			43,960.81		52,025.16
b. Other Manufacturing Expenses	B - 22		<u>2,288.87</u>		<u>2,534.74</u>
c. Purchase of Stock-in-Trade & Others	--		<u>2,535.42</u>		<u>2,231.35</u>
d. Changes in Inventories of Finished Goods, Work-in-progress and Stock-in-Trade	B - 23		<u>5,881.61</u>		<u>381.73</u>
e. Employee Benefit Expense	B - 24		<u>5,562.81</u>		<u>5,597.01</u>
f. Finance Costs	B - 25		<u>3,332.90</u>		<u>2,882.01</u>
g. Depreciation & Amortisation Expense					
i. Depreciation	B - 10	2,554.22		2,462.80	
ii. Amortisation	B - 10	<u>6.38</u>		<u>7.14</u>	
			2,560.60		2,469.94
h. Other Expenses	B - 26		<u>1,853.57</u>		<u>2,266.67</u>
Total Expenses (IV)			<u>67,976.59</u>		<u>70,388.61</u>
V. Profit before exceptional Items and Tax (III - IV)			<u>(2,755.45)</u>		<u>1,942.57</u>
VI. Exceptional Items			<u>—</u>		<u>—</u>
VII. Profit before Tax (V - VI)			<u>(2,755.45)</u>		<u>1,942.57</u>
VIII. Tax Expense					
a. Current Tax					
Current Tax				714.00	
Less: MAT Credit Entitlement				<u>(260.00)</u>	
Net Current Tax				454.00	
b. Deferred Tax		297.40		<u>(264.28)</u>	
c. Short / (Excess) Provision for earlier years		<u>(76.98)</u>		<u>7.84</u>	
			220.42		197.56
IX. Profit for the period after Tax (VII - VIII)			<u>(2,975.87)</u>		<u>1,745.01</u>
X. Basic & Diluted Earnings per Equity Share of Re. 1 (Refer Note No. C-8)			(2.65)		1.55
III Corporate Information, General Information and Significant Accounting Policies			A		
IV Other Information & Disclosures			C		

Signed pursuant to the provisions of section 215 of the Companies Act, 1956, in authentication of this Statement of Profit and Loss and Notes referred to therein

As per our report attached
For **M/s P. G. Bhagwat**

Chartered Accountants
Firm Regn. No. 101118W

Nikhil M. Shevade

Partner

Membership No. 217379

Shishir S. Shirgaokar

Managing Director

Niraj S. Shirgaokar

Jt. Managing Director

Chandan S. Shirgaokar

Jt. Managing Director

Place : Pune

Date : 23-05-2014

B. G. Kulkarni

GM Corp. Affairs & Company Secretary

R. V. Desurkar

GM Finance

Cash Flow Statement for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Cash Flow from Operating Activities				
Net Profit before tax and extra-ordinary items		(2,755.45)		1,942.57
Adjustments for:				
Depreciation	2,554.22		2,462.80	
Amortisation of intangible assets	6.38		7.14	
Assets Written Off	0.29		46.63	
Impairment Loss	—		270.12	
Profit on sale of assets	(5.29)		(8.82)	
Finance Charges	3,332.90		2,882.01	
Investment Income	(34.60)		(51.16)	
		<u>5,853.90</u>	<u>5,608.72</u>	
Operating Profit before working capital changes		3,098.45		7,551.29
Decrease / (Increase) in Trade & Other Receivables	(2,780.83)		2,277.93	
Decrease / (Increase) in Inventories	6,333.87		27.04	
Increase / (Decrease) in Trade & Others Payables	9,775.28		(8,920.50)	
		<u>13,328.32</u>	<u>(6,615.53)</u>	
Cash generated from operations		16,426.77		935.76
Direct Taxes		(44.78)		(434.06)
Cash Flow before extra-ordinary items		16,381.99		501.70
Extra-ordinary items		—		—
NET CASH FROM OPERATING ACTIVITIES		16,381.99		501.70
Cash Flow from Investing Activities				
Purchase of Fixed Assets	(1,109.24)		(4,573.54)	
Proceeds from Sale of Fixed Assets	6.61		11.71	
(Purchase) / Sale of Investments	(400.00)		(241.03)	
Interest & Dividend Received	9.50		41.77	
Capital Subsidy Received	—		31.45	
NET CASH FROM INVESTING ACTIVITIES		(1,493.13)		(4,729.64)
Cash Flow from Financing Activities				
Interest Paid	(3,341.31)		(2,957.65)	
Proceeds from Borrowings	(11,001.92)		6,559.53	
Dividend paid	(265.77)		(325.42)	
NET CASH FROM FINANCING ACTIVITY		(14,609.00)		3,276.46
Net Increase / (Decrease) in Cash & Cash Equivalents		279.86		(951.48)
Opening Cash & Cash Equivalents		1,517.73		2,469.21
Closing Cash & Cash Equivalents		1,797.59		1,517.73

Notes to Cash Flow Statement

- Cash Flow Statement has been prepared under indirect method as set out in Accounting Standard 3 of Companies (Accounting Standard) Rules, 2006.
- Purchase of Fixed Assets includes movement in Capital Work in Progress.
- Figures for the previous year have been regrouped where necessary.

As per our report attached
For **M/s P. G. Bhagwat**
Chartered Accountants
Firm Regn. No. 101118W

Nikhil M. Shevade
Partner
Membership No. 217379

Shishir S. Shirgaokar
Managing Director

Niraj S. Shirgaokar
Jt. Managing Director

Chandan S. Shirgaokar
Jt. Managing Director

Place : Pune
Date : 23-05-2014

B. G. Kulkarni
GM Corp. Affairs & Company Secretary

R. V. Desurkar
GM Finance

Notes to Financial Statements for the year ended 31-03-2014

NOTE A - 1: CORPORATE INFORMATION

Incorporated on 11-09-1939, The Ugar Sugar Works Ltd. is one of the leading sugar factories in Karnataka. Its shares are listed on BSE and NSE. The Company is engaged in manufacture and sale of sugar, industrial and potable alcohol, and generation and distribution of electricity. The Company's plants are located at Ugarkhurd in Belgaum District and at Malli-Nagarhalli Village in Gulbarga District in the state of Karnataka.

NOTE A - 2: BASIS OF PREPARATION

The financial statements of the Company have been prepared in accordance with generally accepted accounting principles in India (Indian GAAP). The Company has prepared these financial statements to comply in all material respects with the accounting standards notified under the Companies (Accounting Standards) Rules, 2006, as amended, and the relevant provisions of the Companies Act, 1956. The financial statements have been prepared on an accrual basis and under the historical cost convention.

NOTE B - 3: SIGNIFICANT ACCOUNTING POLICIES

1. Fixed Assets

- a. Tangible Assets are carried at cost of acquisition or construction (inclusive of freight, duties, taxes and expenses related to acquisition and installation and commissioning) less accumulated depreciation.
- b. Intangible Assets (Computer Software) are recorded at the consideration paid for acquisition.

2. Depreciation & Amortisation

- a. Depreciation on Tangible Assets is provided on "Written Down Value" Method, as per the provisions of Schedule XIV to the Companies Act, 1956.
- b. Intangible Assets are amortised over a period of three years.

3. Impairment of Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If an indication exists, the Company estimates the asset's recoverable amount. The recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or group of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

An assessment is made at each reporting date as to whether there is any indication that previously recognised impairment losses may no longer exist or may have decreased. If such indication exists, the company estimates the asset's recoverable amount. A previously recognised impairment loss is changed only if there has been a change in the assumptions used to determine the asset's recoverable amount since the last impairment loss was recognised.

4. Investments

Non-current Investments are carried at cost of acquisition. A provision for diminution is made to recognise decline other than temporary, in the value of investments.

5. Valuation of Inventories

- a. Stores and Spares, Raw Material, Purchased Bagasse, Sugar in Process, Crops in progress, Petroleum Products and Finished Goods are valued at cost or net realisable value, whichever is less. Cost is generally arrived at on Weighted Average Method.
- b. Molasses, Molasses in process, Own Bagasse and Scrap are valued at net realisable value.

6. Research and Development

Revenue Expenditure on Research and Development is charged off as an expense in the year in which incurred and the Capital Expenditure is grouped with fixed assets under appropriate heads and depreciation is provided at the applicable rates.

7. Retirement Benefits

Retirement benefits have been recognised in accordance with AS-15 (revised 2005) and accordingly,

- a. liability for balance of leave as on the last date of the year is fully provided on actuarial basis;
- b. liability on account of retirement benefits such as provident fund and superannuation fund are administered through separate funds. Contributions to provident fund and superannuation fund are accounted for at respective specified rates;
- c. gratuity is accounted on the basis of actuarial valuation and funded through a trust, which has taken out a policy with Life Insurance Corporation of India.

8. Revenue Recognition

- a. Revenue in respect of insurance / other claims, interest, subsidy, Carbon Emission Reduction Units, etc. is recognised only when it is reasonably certain that the ultimate collection will be made.
- b. Sales Value is inclusive of Excise Duty and net of sales tax, where applicable.

9. Foreign Currency Transactions

- a. All foreign currency transactions are accounted for at the rates prevailing on the date of the transaction. The exchange differences on settlement / conversion are adjusted to Profit & Loss Account.
- b. In respect of amount payable in foreign currency covered by forward contracts, the premium is recognised over the period of contract.

10. Subsidies Received

- a. Subsidies received towards fixed assets are reduced from gross book value of the concerned fixed assets.
- b. Subsidies received relating to revenue expenditure are deducted from related expense.

11. Borrowing Costs

- a. Borrowing costs that are attributable to acquisition, construction or erection of qualifying assets incurred during the period of acquisition or construction, are capitalised as part of the cost of the asset.
- b. Other borrowing costs are recognised as expenditure in the period in which they are incurred.

12. Taxation

Tax on income for the current period is made in accordance with the provisions of the Income Tax Act, 1961. Deferred Tax is recognised on timing differences between the accounting income and the taxable income for the period. The tax effect is calculated on the accumulated timing differences at the end of the accounting period based on the prevailing enacted regulations or those that may be substantively enacted by the Balance Sheet date.

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh

Note B - 1: SHARE CAPITAL

1. Authorised:

20,00,00,000 Equity Shares of Re. 1 each	2,000.00	2,000.00
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2. Issued, Subscribed, Called up & Paid up

11,25,00,000 Equity Shares of Re. 1 each	1,125.00	1,125.00
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3. Reconciliation of No. of Shares

	No. Of Shares	Amount	No. Of Shares	Amount
1. No. of Shares at the beginning of the Accounting Year	11,25,00,000	1,125.00	11,25,00,000	1,125.00
2. Add: Increase in No. of Shares due to Rights issue	—	—	—	—
3. Add: Increase in No. of Shares due to Bonus issue	—	—	—	—
	11,25,00,000	1,125.00	11,25,00,000	1,125.00
4. Less: Decrease in No. of shares	—	—	—	—
5. No. of Shares at the end of the Accounting Year	11,25,00,000	1,125.00	11,25,00,000	1,125.00

4. Terms / Rights attached to Equity Shares

The Company has only one class of equity shares of face value of Re. 1. Each holder of equity share is entitled to one vote per share. Dividend recommended by the Board is subject to approval of the shareholders in the ensuing General Meeting.

The Directors have not recommended any dividend for the year 2013-14. [Dividend recommended for the Previous Year was 20% (i.e. Re. 0.20 per equity share of Re. 1) and the amount of dividend including corporate dividend tax was Rs. 263.24 lakh].

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in the proportion of number of equity shares held by the shareholders.

5. Particulars of Shareholders having shareholding of 5% or more

Name	No. Of Shares	%age of Holding	No. Of Shares	%age of Holding
1. M/s. S.B. Reshellers Pvt. Ltd. Kolhapur.	1,48,96,659	13.24%	1,48,96,659	13.24%

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 2: RESERVES & SURPLUS				
1. General Reserve				
As per last Balance Sheet	8,670.00		7,246.74	
Additions during the year	—		1,423.26	
		8,670.00		8,670.00
2. Share Premium				
As per last Balance Sheet		1,575.00		1,575.00
3. Profit & Loss Account				
a. As per last Balance Sheet	263.73		205.22	
b. Profit / (Loss) carried from Profit & Loss Account	(2,975.87)		1,745.01	
c. Profit available for Appropriation	(2,712.14)		1,950.23	
d. Less: Appropriations:				
i. General Reserve	—		1,423.26	
ii. Proposed Dividend	—		225.00	
iii. Corporate Dividend Tax	—		38.24	
			1,686.50	
		(2,712.14)		263.73
Total		7,532.86		10,508.73
Note B - 3: LONG TERM BORROWINGS				
	Non-Current Portion	Current Maturities	Non-Current Portion	Current Maturities
1. Term Loans				
a. From Banks				
Secured				
i. Bank of Baroda - Jewargi Project	—	464.06	679.10	928.00
ii. Central Bank of India - Jewargi Project	—	396.00	448.34	396.00
iii. Central Bank of India - Capital Expenditure	—	—	—	257.98
iv. Central Bank of India - Expansion	2,559.84	482.16	2,976.61	241.08
v. Bank of India - Capital Expenditure	456.10	300.00	—	—
Total Long Term Loans from Banks	3,015.94	1,642.22	4,104.05	1,823.06

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 3: LONG TERM BORROWINGS				
	Non-Current Portion	Current Maturities	Non-Current Portion	Current Maturities
1. Term Loans				
b. From Others				
Secured				
v. Technology Development Board	—	—	—	16.40
vi. Sugar Development Fund				
For Setting up Cogeneration Power Project - Jewargi Unit	851.10	243.17	1,094.28	121.59
Total Long Term Loans from Others	851.10	243.17	1,094.28	137.99
	3,867.04	1,885.39	5,198.33	1,961.05
Less: Current Maturities shown under Note No. 8(1)	—	(1,885.39)	—	(1,961.05)
Long Term Borrowings	3,867.04	—	5,198.33	—

2. Principal terms, security and repayment schedule of long term secured loans

- i. Loan from Bank of Baroda is obtained for setting up sugar factory with cogeneration of power at Jewargi. The rate of interest is presently Base Rate (BR) + 2.5%, i.e. 12.75% p. a. The loan is secured by hypothecation of Plant & Machinery and Stores & Spares at the Jewargi Plant. The loan is repayable in quarterly instalments of Rs. 232.00 lakh. The last instalment is due on 18-07-2014.
- ii. Loan from Central Bank of India is obtained for setting up sugar factory with cogeneration of power at Jewargi. The rate of interest is presently BR + 2.25% i.e. 12.5% p. a. The loan is secured by hypothecation of Plant & Machinery and Stores & Spares at the Jewargi Plant. The loan is repayable in monthly instalments of Rs. 33.00 lakh. The last instalment is due on 01-03-2015.
- iii. Loan from Central Bank of India is obtained for installation of sugar machinery. The rate of interest is presently BR+ 2.25% i.e. 12.5% p. a. The loan is secured by hypothecation of the said Machinery. The loan is fully repaid on 02-01-2014.
- iv. Loan from Central Bank of India is obtained for expansion of crushing capacity of sugar plant at Ugar. The rate of interest is presently BR + 1.75% i.e. 12% p. a. The loan is secured by hypothecation of the said Machinery. The loan is repayable in quarterly instalments of Rs. 120.54 lakh. The last instalment is due on 30-09-2020.
- v. Loan from Bank of India is obtained to support capital expenditure. The rate of interest presently is BR + 0.75% i.e. 10.95% p.a. The loan is secured by hypothecation of proposed machinery. The loan is repayable in quarterly instalments of Rs. 75.00 lakh. The last instalment is due on 31-10-2016.
- vi. Loan from Technology Development Board is obtained for Ugar unit for setting up Effluent Treatment Plant. The rate of interest is 5% p. a. The loan is secured by hypothecation of the said machinery. The loan is fully repaid on 25-05-2013.
- vii. Loan from Sugar Development Fund is obtained for Jewargi unit for setting up power project. The rate of interest is 4% p. a. The loan is secured by exclusive second charge on all movable and immovable assets of the Company. The Loan is repayable in ten six monthly instalments of Rs. 121.59 lakh. The last instalment is due on 30-06-2018.

3. There has been no continuing default as on the balance sheet date in repayment of any of the above borrowings and interest thereon.

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 4: DEFERRED TAX LIABILITIES (NET)				
1. Deferred Tax Liabilities				
On account of timing differences in -				
a. Depreciation		1,959.99		1,555.71
2. Less: Deferred Tax Assets				
On account of timing differences in -				
a. Provision for doubtful debts & advances	73.45		46.88	
b. Provisions as per AS-15	547.33		467.02	
		620.78		513.90
Total		<u>1,339.21</u>		<u>1,041.81</u>
NOTE B - 5: LONG TERM PROVISIONS				
1. Provisions for Employee Benefits				
a. Provision for Gratuity		879.88		925.85
b. Provision for Leave Salary		210.30		145.17
Total		<u>1,090.18</u>		<u>1,071.02</u>
Note B - 6: SHORT TERM BORROWINGS				
1. Secured				
a. Working Capital Loans - from Banks				
i. Cash Credit Hypothecation	1,420.57		2,009.88	
ii. Cash Credit Pledge	12,600.93		24,138.50	
		14,021.50		26,148.38
b. Loan from Bank of India for Off-Season Expenses		2,000.00		—
		16,021.50		26,148.38
2. Unsecured				
Fixed Deposits (Other than unclaimed)		2,806.28		2,350.03
Total		<u>18,827.78</u>		<u>28,498.41</u>
3. i. Cash credit hypothecation is secured by hypothecation of stock of stores & spares, stock of molasses, stock in trade and book debts. The cash credit is repayable on demand and carries rate of interest at BR +1% i.e. 11.25% p.a.				
ii. Cash credit pledge is secured by pledge of stock of sugar. The cash credit is repayable on demand and carries rate of interest at BR + 1% i.e. 11.20% to 11.25%.				
iii. Loan from Bank of India is obtained to meet off-season expenditure. The rate of interest presently is BR + 0.75% i.e. 10.95% p.a. The loan is secured by hypothecation of proposed machinery. The loan is repayable in quarterly instalments of Rs. 500.00 lakh. The last instalment is due on 31-01-2015.				
iv. Fixed Deposits are unsecured and are accepted from shareholders and public for a period of one year. The rate of interest for fixed deposits is 10.5% p.a. for senior citizens and 10% p.a. for others.				
4. There has been no continuing default as on the balance sheet date in repayment of any of the above borrowings and interest thereon.				
Note B - 7: TRADE PAYABLES				
1. Creditors for Supplies		13,887.28		8,182.38

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 8: OTHER CURRENT LIABILITIES				
1. Current Maturities of Long Term Debts				
Secured				
a. From Banks	1,642.22		1,823.06	
b. Others	<u>243.17</u>		<u>137.99</u>	
		1,885.39		1,961.05
2. Interest Accrued but not due on Borrowings		83.89		72.28
3. Interest Accrued and due on Borrowings		47.95		67.97
4. Investor Education & Protection Fund (The following amounts will be credited to the said Fund, as and when due)				
Unpaid Dividend	24.56		27.09	
Unpaid Matured Deposits & Interest Accrued thereon	<u>12.83</u>		<u>6.06</u>	
		37.39		33.15
5. Trade Deposits and Advances		64.40		47.71
6. Creditors for Machinery Supplies		61.11		179.46
7. Deferment of Cane Purchase Tax		—		234.94
8. Payable to Banks for loans granted to Cane Growers and H&T Contractors		5,349.02		3,327.97
9. Provision for Excise Duty on Finished Goods		1,521.85		1,601.88
10. Outstanding Expenses		647.92		217.06
11. Salaries, Wages, Bonus & Commission, payable		491.71		511.68
12. Advances from Customers		2,291.79		145.04
13. Amounts refundable to Cultivators & Contractors		35.15		46.88
14. Land Rent, Contractors' Retention, etc.		40.41		35.56
15. Contribution to employees' funds		71.13		55.67
16. Freight		0.29		1.89
17. Profession tax, etc. deducted from salary		16.72		15.75
18. Excise, Service Tax, Sales Tax, etc.		18.04		27.00
19. Tax deducted at source		34.79		26.63
20. Amounts payable to banks & other institutions		14.74		333.86
Total		<u>12,713.69</u>		<u>8,943.43</u>
Note B - 9: SHORT TERM PROVISIONS				
1. Provisions for Employee Benefits				
Provision for Gratuity	205.80		111.10	
Provision for Leave Salary	<u>314.28</u>		<u>257.31</u>	
		520.08		368.41
2. Others				
a. Provision for Taxation	1,364.34		1,444.00	
Less: Deducted from Advance Payment of Taxes, as per contra	<u>(1,268.60)</u>		<u>(1,226.50)</u>	
		95.74		217.50
b. Provision for Proposed Dividend		—		225.00
c. Provision for Corporate Dividend Tax		—		38.24
Total		<u>615.82</u>		<u>849.15</u>

Notes to Financial Statements for the year ended 31-03-2014**Note B - 10: Fixed Assets and Depreciation & Amortisation**

PARTICULARS	TANGIBLE ASSETS						INTANGIBLE ASSETS
	Land	Buildings	Plant & Machinery	Furniture & Fixtures	Vehicles	Total	Computer Software
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
GROSS BLOCK							
Balance as on 01-04-2012	280.93	2,845.77	35,364.96	195.43	596.17	39,283.26	178.47
Additions during year 2012-13	—	289.27	4,589.12	17.58	51.02	4,946.99	—
Deletions during year 2012-13	(0.56)	—	(478.75)	(9.29)	(33.05)	(521.65)	—
Balance as on 31-03-2013	280.37	3,135.04	39,475.33	203.72	614.14	43,708.60	178.47
Additions during year 2013-14	—	4.53	1,271.55	21.64	29.92	1,327.64	—
Deletions during year 2013-14	—	—	—	(3.35)	(30.78)	(34.13)	—
Balance as on 31-03-2014	280.37	3,139.57	40,746.88	222.01	613.28	45,002.11	178.47
ACCUMULATED DEPRECIATION / AMORTISATION							
Balance as on 01-04-2012	—	1,263.05	22,163.99	153.45	362.39	23,942.88	164.95
Adjustment on Deletion - 2012-13	—	—	(403.12)	(6.85)	(30.73)	(440.70)	—
For the year 2012-13	—	128.63	2,254.35	8.77	71.05	2,462.80	7.14
Balance as on 31-03-2013	—	1,391.68	24,015.22	155.37	402.71	25,964.98	172.09
Adjustment on Deletion - 2013-14	—	—	—	(3.06)	(29.45)	(32.51)	—
For the year 2013-14	—	124.67	2,356.24	10.35	62.96	2,554.22	6.38
Balance as on 31-03-2014	—	1,516.35	26,371.46	162.66	436.22	28,486.69	178.47
IMPAIRMENT LOSS							
Balance as on 01-04-2012	—	—	325.77	—	—	325.77	—
Change for the year 2012-13	—	—	270.12	—	—	270.12	—
Balance as on 31-03-2013	—	—	595.89	—	—	595.89	—
Change for the year 2013-14	—	—	—	—	—	—	—
Balance as on 31-03-2014	—	—	595.89	—	—	595.89	—
NET BLOCK							
As on 31-03-2013	280.37	1,743.36	14,864.22	48.35	211.43	17,147.73	6.38
As on 31-03-2014	280.37	1,623.22	13,779.53	59.35	177.06	15,919.53	—

Note: Impairment loss of Rs. 0.00 lakh, in the current year (Previous Year Rs. 270.12 lakh) represents the write-down of certain plant and machinery. The loss has been recognised in the statement of profit and loss under the head "Other Expenses".

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B -11: NON-CURRENT INVESTMENTS [At Cost, Fully Paid, Long Term]				
1. Trade Investments (Unquoted, Other than Government)				
a. Investment in Equity Instruments				
i. 24,300 (24,300) Equity Shares of Rs. 10 each of Ugar Consultancy Ltd. (Associate)		2.43		2.43
ii. 1,096 (1,096) Equity Shares of Rs. 100 each of Ugar Theatres Pvt. Ltd. (Associate)		3.64		3.64
iii. 3,12,500 (3,12,500) Equity Shares of Rs. 10 each of Ugar Quality Packaging Pvt. Ltd. (Associate)		31.25		31.25
		<u>37.32</u>		<u>37.32</u>
b. Investment in Preference Shares				
i. 10,00,000 (10,00,000) 8% Redeemable Cumulative Preference Shares of Rs. 10 each of Ugar Quality Packaging Pvt. Ltd. (Associate)		100.00		100.00
		<u>100.00</u>		<u>100.00</u>
	Total - Trade		137.32	137.32
2. Others				
a. Investment in Mutual Funds				
I. 24,117 (24,117) Units of Rs. 10 each of UTI Balanced Fund			3.14	3.13
b. Other than Mutual Funds				
Unquoted				
i. Investment in Equity Instruments				
1. 36,659 (24,999) Equity Shares of Rs. 10 each, of Shakti Alloy Steels Ltd.		3.67		2.50
2. 3,750 (3,750) Shares of Rs. 10 each of Sangli Urban Co-operative Bank Ltd.		0.37		0.37
		<u>4.04</u>		<u>2.87</u>
ii. Investment in Preference Shares				
1. 0 (333) 11% Redeemable Non-cumulative Preference Shares of Rs. 100 each, of Shakti Alloy Steels Ltd.		—		0.33
2. 0 (833) 14% Redeemable cumulative Preference Shares of Rs. 100 each, of Shakti Alloy Steels Ltd.		—		0.84
3. 6,40,000 (1,50,000) 10% Non-cumulative Redeemable Preference Shares of Rs. 100 each of Synergy Green Industries Pvt. Ltd.		640.00		150.00
		<u>640.00</u>		<u>151.17</u>
iii. Share Application Money - Synergy Green Industries Pvt. Ltd.		—		90.00
		<u>644.04</u>		<u>244.04</u>
	Total - Other than Mutual Funds		647.18	247.17
	Total - Others		<u>784.50</u>	<u>384.49</u>
	Total - Non-current Investments		<u>649.58</u>	<u>249.57</u>
3. Provision for diminution in value of investments			(134.92)	(134.92)
	Total		<u>649.58</u>	<u>249.57</u>
a. Aggregate amount of Quoted Investments Market Value thereof			Not Applicable	Not Applicable
b. Aggregate amount of Unquoted Investments			784.50	384.49
c. Aggregate Provision for diminution in value of investments			<u>134.92</u>	<u>134.92</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 12: LONG TERM LOANS & ADVANCES				
1. Unsecured, Considered Good				
a. Capital Advances paid to related parties	100.00		—	
b. Capital Advances Paid to others	335.75		393.72	
c. Security Deposits	185.98		172.93	
Total		<u>621.73</u>		<u>566.65</u>
Capital advances paid to related parties include amounts due from private limited companies in which directors of the Company are directors / members	100.00		—	
Note B - 13: OTHER NON-CURRENT ASSETS				
1. Long Term Receivables (Unsecured, Considered Good)				
Interest Accrued on NSCs & Bank Deposits	5.57		48.02	
VAT / Cane Purchase Tax, etc. receivable	67.00		103.43	
	<u>72.57</u>		<u>151.45</u>	
Less: Provision for Doubtful Receivables	(32.05)		—	
		<u>40.52</u>		<u>151.45</u>
2. Non-Current Trade Receivables (Unsecured, Considerable Doubtful)	25.83		7.50	
Less: Provision for Doubtful Trade Receivables	(25.83)		(7.50)	
		—	—	
3. Non-Current Loans & Advances (Unsecured, Considerable Doubtful)				
Advances to Cultivators, Contractors & Suppliers	158.21		136.98	
Less: Provision for Doubtful Advances	(158.21)		(136.98)	
		—	—	
4. Non-current portion in Term Deposit with Banks with original maturity for more than 12 months		46.02		279.65
Total		<u>86.54</u>		<u>431.10</u>
Note B - 14: INVENTORIES [As taken, valued and certified by the Managing Director]				
1. Stock of Raw Material				
a. Crops in Progress	17.44		10.56	
b. Other Raw Material	111.29		236.89	
		128.73		247.45
2. Work in Progress				
a. Sugar in Process	286.55		46.40	
b. Molasses in process	41.93		—	
		328.48		46.40
3. Finished Goods				
a. Sugar, Molasses, Spirit, etc.	33,638.57		40,037.99	
b. Bagasse - Own	351.01		183.84	
		33,989.58		40,221.83
4. Stock in Trade (Petroleum Products)		45.41		45.37
5. Stores, Spares, Fuel, etc.				
a. Stores, Spare Parts and Others	1,498.95		1,598.66	
b. Bagasse (Purchased), Firewood & Coal	17.69		183.00	
		<u>1,516.64</u>		<u>1,781.66</u>
Total		<u>36,008.84</u>		<u>42,342.71</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 15: TRADE RECEIVABLES				
[Unsecured, Considered Good]				
1. Outstanding for a period exceeding six months from the date they are due for payment		16.08		140.45
2. Others		3,652.03		1,166.29
Total		<u>3,668.11</u>		<u>1,306.74</u>
Note B - 16: CASH & BANK BALANCES				
1. Cash and Cash Equivalents				
1. Balances with Banks				
a. In Current Accounts				
i. Earmarked for Unpaid Dividends	24.56		27.09	
ii. Others	<u>1,766.21</u>		<u>1,482.54</u>	
b. In Cash Credit Hypothecation / Pledge Accounts		1,790.77		1,509.63
2. Cash on Hand		0.84		0.75
		<u>5.98</u>		<u>7.35</u>
		1,797.59		1,517.73
2. In Term Deposit Accounts				
(With original maturity for more than 12 months)				
i. For issue of bank guarantees	15.21		16.56	
ii. As liquid asset for fixed deposits	367.75		325.94	
iii. Others	<u>6.29</u>		<u>—</u>	
	389.25		342.50	
Less: Non-current portion in above, disclosed under Non-current Assets	<u>(46.02)</u>		<u>(279.65)</u>	
		343.23		62.85
Total		<u>2,140.82</u>		<u>1,580.58</u>
Note B - 17: SHORT TERM LOANS & ADVANCES				
1. Unsecured, Considered Good				
a. Advances to Related Parties	367.81		132.37	
b. Advances to Cultivators and Contractors	514.31		495.31	
c. Advances to Suppliers of Machinery Spares, etc.	<u>61.97</u>		<u>266.79</u>	
		944.09		894.47
Advances paid to related parties include amounts due from private limited companies in which directors of the Company are directors / members	<u>367.76</u>		<u>132.21</u>	
2. Advance Payment of Taxes				
Advance Payment of Taxes	1,008.60		966.50	
MAT Credit Receivable	<u>260.00</u>		<u>260.00</u>	
	1,268.60		1,226.50	
Less: Tax Provision, deducted as per contra	<u>(1,268.60)</u>		<u>(1,226.50)</u>	
		—		—
Total		<u>944.09</u>		<u>894.47</u>
Note B - 18: OTHER CURRENT ASSETS				
1. Cenvat Credits, Service Tax Receivable, etc.		756.83		388.04
2. Prepaid Expenses		58.64		48.93
3. Accrued Interest On Bank Deposits		<u>73.20</u>		<u>5.65</u>
Total		<u>888.67</u>		<u>442.62</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 19: REVENUE FROM OPERATIONS				
1. Sales of Finished Goods				
Sugar	51,803.58		58,809.08	
Rectified Spirit	1,093.93		515.75	
Denatured Spirit	611.42		882.66	
Potable Alcohol	22,163.29		20,364.51	
Electricity	<u>3,585.01</u>		<u>3,982.05</u>	
		79,257.23		84,554.05
2. Sale of Traded Goods				
Petroleum Products		2,583.66		2,269.52
3. Sale of Bye-products and others		1,349.91		2,652.48
		<u>83,190.80</u>		<u>89,476.05</u>
	Total			
Note B - 20: OTHER INCOME				
1. Dividend on Non Trade Investments		0.49		0.72
2. Interest on Loans, Bank Deposits and Others		75.89		89.51
3. Sale of Scrap		367.98		312.00
4. Non-operating Revenues				
a. Sale of Services				
Machinery / Bullock Cart Hire Charges	2.88		2.59	
b. Bad Debts / Advances written off, Recovered	1.00		5.57	
c. Insurance Claims Received	1.37		15.35	
d. Profit on sale of fixed assets	5.29		8.82	
e. Excess Provisions & Unclaimed Credit Balances written back	162.31		53.30	
f. Foreign Currency Fluctuations	—		0.97	
g. Miscellaneous Receipts	<u>377.90</u>		<u>85.39</u>	
		550.75		171.99
	Total	<u>995.11</u>		<u>574.22</u>
Note B - 21: RAW MATERIAL CONSUMED				
1. Sugarcane				
Purchased	32,338.87		41,023.69	
Harvesting and Transport	8,024.55		7,292.82	
Cane Purchase and Development	67.18		70.02	
Research and Development	<u>166.09</u>		<u>131.81</u>	
		40,596.69		48,518.34
2. Other Raw Material				
Molasses	2,040.12		1,633.12	
Malt	14.98		12.67	
Rectified Spirit	1,413.77		1,458.27	
Others	<u>12.32</u>		<u>12.60</u>	
	3,481.19		3,116.66	
Less: Intersegment transfers	<u>(3,260.90)</u>		<u>(2,746.05)</u>	
		220.29		370.61
	Total	<u>40,816.98</u>		<u>48,888.95</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 22: OTHER MANUFACTURING EXPENSES				
1. Power, Fuel and Water		745.88		1,004.01
2. Repairs and Maintenance of Plant & Machinery		1,542.99		1,530.73
Total		<u>2,288.87</u>		<u>2,534.74</u>
Note B - 23: CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE				
1. Opening Stock				
a. Finished Goods				
i. Sugar, Molasses, Spirit, etc.				
Sugar	37,652.71		37,732.80	
Rectified Spirit	670.51		183.01	
Potable Alcohol	303.30		188.65	
Molasses	1,362.28		1,368.66	
Others	49.19		230.13	
	40,037.99		39,703.25	
ii. Bagasse - Own	183.84		333.26	
		40,221.83		40,036.51
b. Work-in-progress				
i. Sugar in Process	46.40		492.34	
ii. Molasses in Process	—		52.49	
		46.40		544.83
c. Stock in Trade				
Petroleum Products		45.37		44.17
		40,313.60		40,625.51
2. Closing Stock				
a. Finished Goods				
i. Sugar, Molasses, Spirit, etc.				
Sugar	30,398.34		37,652.71	
Rectified Spirit	541.51		670.51	
Potable Alcohol	352.05		303.30	
Molasses	2,284.35		1,362.28	
Others	62.32		49.19	
	33,638.57		40,037.99	
ii. Bagasse - Own	351.01		183.84	
		33,989.58		40,221.83
b. Work-in-progress				
i. Sugar in Process	286.55		46.40	
ii. Molasses in Process	41.93		—	
		328.48		46.40
c. Stock in Trade				
Petroleum Products		45.41		45.37
		34,363.47		40,313.60
Changes in Inventory - (Increase) / Decrease		5,950.13		311.91
3. Adjustment for Excise Duty Differentials*				
* Excise Duty Differentials refer to Difference in Excise Duty on Opening and Closing Stock of Finished Goods		(68.52)		69.82
Total		<u>5,881.61</u>		<u>381.73</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	As at 31 st March 2014		As at 31 st March 2013	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	Rs. Lakh
Note B - 24: EMPLOYEE BENEFIT EXPENSE				
1. Salaries, Bonus and Commission		4,091.22		3,927.75
2. Remuneration to employees employed by contractors		808.27		699.63
3. Contribution to Provident, Gratuity and other funds		589.51		891.88
4. Workmen and Staff Welfare		73.81		77.75
Total		<u>5,562.81</u>		<u>5,597.01</u>
Note B - 25: FINANCE COSTS				
1. Interest		3,283.23		2,823.05
2. Finance Charges		49.67		58.96
Total		<u>3,332.90</u>		<u>2,882.01</u>
Note B - 26: OTHER EXPENSES				
1. Administrative Expenses				
1 Repairs to & Maintenance of Buildings		190.21		142.30
2 General Repairs & Maintenance		247.60		295.39
3 Insurance		37.62		33.00
4 Rent		35.11		25.51
5 Rates and Taxes		127.97		256.18
6 Bank Charges		5.08		5.75
7 Printing and Stationery		18.27		21.86
8 Travelling		86.33		88.63
9 Motor Car / Other Vehicle Expenses		76.00		67.25
10 Donations		8.52		4.15
11 Bad Debts & Sundry Advance Written Off		1.05		12.80
12 Assets Written Off		0.29		46.63
13 Impairment Loss		—		270.12
14 Provision for Doubtful Debts and Advances		71.62		44.23
16 Directors' Fees		6.40		6.30
17 Commission to Non-Executive Directors		—		22.31
18 Payment to Auditors				
a. Statutory Auditors				
i. As Auditors	5.00		5.00	
ii. Other Services	2.96		2.50	
iii. For Reimbursement of Expenses	0.63		0.55	
		8.59		8.05
b. Cost Auditors				
i. As Auditors	1.50		1.20	
ii. For Reimbursement of Expenses	0.02		—	
		1.52		1.20
19 Miscellaneous		10.11		9.25
		254.07		254.94
		<u>1,176.25</u>		<u>1,606.60</u>
2. Selling & Distribution Expenses				
1 Freight, Insurance, etc. on outward consignments	360.58		361.27	
2 Commission to selling agents & representatives	128.02		182.31	
3 Advertisements	188.72		116.49	
		<u>677.32</u>		<u>660.07</u>
Total		<u>1,853.57</u>		<u>2,266.67</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	Financial Year 2013-14 Rs. Lakh	Financial Year 2012-13 Rs. Lakh
NOTE C: OTHER INFORMATION		
1. Contingent Liabilities not provided for		
a. Claims against the Company not acknowledged as debts	—	—
b. Excise Duty / Service Tax, Liability Disputed	837.33	394.55
c. Cane Purchase Tax, Liability Disputed	—	72.84
d. Income Tax, Liability Disputed	15.74	—
e. Corporate Guarantees given to the Bankers	5,349.02	3,577.56
2. Disputed Liability in respect of Cane Price for the Season 2013-14 Explanation: The Government of Karnataka (State Government) vide the Karnataka Sugarcane (Regulation of Purchase and Supply) Act, 2013, issued a notification, inter alia, fixing sugarcane price @ Rs. 2,500 per MT, ex-field, for sugar factories in Northern Karnataka, as against Fair & Remunerative Price (FRP) of Rs. 2,327.63 per MT, ex-gate, for Ugar and Rs. 2,170.72 per MT ex-gate, for Jewargi Unit declared by Government of India (Central Government) and Rs. 2,500 per MT, ex-gate, for factories in Southern Karnataka by the above notification itself. The Company has through SISMA (K) challenged the above notification before the Hon'ble High Court of Karnataka and matter is sub-judice. The Company has been advised that it has a strong case in its favour on facts and in law. Pending decision of the Court, the Company has made provision at Rs. 2,000 per MT in respect of its Ugar Unit and Rs. 1,800 per MT in respect of its Jewargi Unit, ex-field, which is at par with the price paid by the surrounding sugar factories. In the event, the notification is finally upheld by the Court in its entirety, the liability for cane price for the year will be higher by Rs. 9,036.41 lakh and will have consequent effect on the loss of the Company.	9,036.41	—
3. Commitments		
a. Estimated amounts of contracts remaining to be executed on capital account	153.04	409.20
b. Customs Duty Liability against EPCG Licenses for non-fulfilment of export obligation		
i. In respect of TG Set at Jewargi Unit	—	258.80
ii. In respect of Mechanical Harvester at Ugar	—	7.18
c. Excise Duty Liability in respect of 100% EOU for non-fulfilment of export obligation	78.72	101.21
4. Value of imports calculated on CIF basis		
Machinery Spares	7.90	—

Notes to Financial Statements for the year ended 31-03-2014

Particulars	Financial Year 2013-14 Rs. Lakh	Financial Year 2012-13 Rs. Lakh
5. Expenditure in foreign currency		
a. Travelling	6.39	3.97
b. IML Essences	0.08	0.05
c. Subscription	—	0.73
d. Service Charges	4.32	—
6. Earnings in foreign currency		
FOB Value of Exports	—	324.88
7. Amount of borrowing costs capitalised during the period	—	109.28
8. Earning per share		
a. Profit after tax as per the Profit & Loss Account	(2,975.87)	1,745.01
b. Weighted average of No. of Shares	11,25,00,000	11,25,00,000
c. Earnings per share of Re.1	(2.65)	1.55
9. Future Minimum Lease Rentals in respect of Land / Buildings		
a. Given on operating lease		
i. Receivable within one year	7.80	8.30
ii. Receivable between one year and five years	13.40	17.93
iii. Receivable after five years	13.79	16.65
b. Taken on operating lease		
i. Payable within one year	27.69	11.36
ii. Payable between one year and five years	27.66	6.60
iii. Payable after five years	—	—
10. Value of Imported and Indigenous Raw Material Consumed and percentage thereof to total consumption		
a. Value		
Imported	0.08	0.05
Indigenous	40,816.90	48,888.90
b. Percentage of Imported and Indigenous Raw Material consumed to total consumption		
Imported	Negligible	Negligible
Indigenous	Nearly 100%	Nearly 100%
11. Value of Raw Material Consumed in Note B-21 includes additional cane price relating to earlier season/s	—	3,361.61
12. Segment Reporting		
I. Primary Segment Information (Business Segments)		
Revenue		
External Sales		
Sugar	53,923.47	61,905.51
Electricity	3,585.35	3,982.05
Industrial Alcohol	1,656.72	1,316.89
Potable Alcohol	5,060.49	4,552.51
Total	64,226.03	71,756.96

Notes to Financial Statements for the year ended 31-03-2014

Particulars	Financial Year 2013-14 Rs. Lakh	Financial Year 2012-13 Rs. Lakh
12. Segment Reporting		
I. Primary Segment Information (Business Segments)		
Inter-segment Sales		
Sugar	8,061.74	7,554.15
Electricity	7,168.59	6,869.30
Industrial Alcohol	1,951.20	1,389.58
Total	<u>17,181.53</u>	<u>15,813.03</u>
Total Revenue		
Sugar	61,985.21	69,459.66
Electricity	10,753.94	10,851.35
Industrial Alcohol	3,607.92	2,706.47
Potable Alcohol	5,060.49	4,552.51
Total	<u>81,407.56</u>	<u>87,569.99</u>
Segment Results (Gross)		
Sugar	99.08	5,126.91
Electricity	1,789.64	1,880.41
Industrial Alcohol	(384.29)	22.22
Potable Alcohol	1,029.73	336.40
Total	<u>2,534.16</u>	<u>7,365.94</u>
Unallocated Corporate Expenses	2,951.82	3,115.58
Operating Profit	(417.66)	4,250.36
Finance Charges	3,332.90	2,882.01
Other Income	995.11	574.22
Profit from Ordinary Activities	(2,755.45)	1,942.57
Exceptional Items	—	—
Profit before tax	(2,755.45)	1,942.57
Segment Assets		
Sugar	46,522.93	51,678.16
Electricity	6,191.65	6,971.34
Industrial Alcohol	2,058.74	2,117.82
Potable Alcohol	2,668.70	1,840.15
Total	<u>57,442.02</u>	<u>62,607.47</u>
Add: Unallocated Corporate Assets	5,042.56	4,200.29
	<u>62,484.58</u>	<u>66,807.76</u>
Segment Liabilities		
Sugar	18,135.75	9,806.48
Electricity	169.65	555.10
Industrial Alcohol	40.29	89.63
Potable Alcohol	394.44	383.69
Total	<u>18,740.13</u>	<u>10,834.90</u>
Add: Unallocated Corporate Liabilities	35,086.59	44,339.13
	<u>53,826.72</u>	<u>55,174.03</u>

Notes to Financial Statements for the year ended 31-03-2014

Particulars	Financial Year 2013-14 Rs. Lakh	Financial Year 2012-13 Rs. Lakh
12. Segment Reporting		
I. Primary Segment Information (Business Segments)		
Capital Expenditure		
Sugar	428.66	3,241.63
Electricity	22.04	887.32
Industrial Alcohol	210.74	458.69
Potable Alcohol	—	5.11
Total	661.44	4,592.75
Depreciation and Amortisation		
Sugar	1,267.73	1,151.88
Electricity	969.24	1,033.59
Industrial Alcohol	156.92	112.51
Potable Alcohol	13.37	15.14
Total	2,407.26	2,313.12
Non-cash expenses other than depreciation		
Sugar	0.24	277.64
Electricity	—	35.02
Industrial Alcohol	—	0.97
Potable Alcohol	—	3.12
Total	0.24	316.75

II. The Company does not have any Secondary Reportable Segments.

III. Significant Accounting Policies relating to Segment Reporting

- a. Business Segments are determined on the basis of the goods manufactured and in accordance with Accounting Standard 17.
- b. Inter-segment transfers are recorded at cost except for own generated Bagasse and Molasses, cost of which is unascertainable and which are recorded at Net Realisable Value.
- c. Segment report is prepared in conformity with accounting policies adopted for preparing and presenting financial statements.

Notes to Financial Statements for the year ended 31-03-2014

NOTE C: OTHER INFORMATION

13. Disclosure with respect to AS-15

The Company has implemented Revised Accounting Standard - 15 on Employee Benefits and made the provisions accordingly. The disclosure as per revised AS-15 are produced below:

Gratuity

In accordance with the applicable laws, the Company provides for gratuity, a defined retirement plan (Gratuity Plan) covering all staff, workers and officers. The Gratuity Plan provides for, at retirement or termination of employment, an amount based on the respective employee's last drawn salary and the years of employment with the Company. The Company provides the gratuity benefit through annual contributions to a Gratuity Trust which in turn mainly contributes to Life Insurance Corporation of India (LIC) for this purpose. Under this plan, the settlement obligation remains with the Gratuity Trust. LIC administers the plan and determines the contribution premium required to be paid by the Trust. The Company has also obtained an independent actuarial valuation of the Trust's Assets and Liabilities, and accordingly, the difference has been provided by the Company. The gratuity liability has been paid by the Company in case of employees, who left during the current period.

	2013-14	2012-13
	Rs. Lakh	Rs. Lakh
Defined Contribution Plan:		
Contribution to Defined Contribution Plan, recognised and charged off for the year are as under:		
Employer's contribution to Provident Fund	222.38	205.04
Employer's contribution to Superannuation Fund	34.20	29.30
Employer's contribution to Pension Scheme	117.32	106.00
Defined Benefit Plan:		
The Employees' Gratuity Fund Scheme managed by Life Insurance Corporation of India is a defined benefit plan.		
I. Assumptions as at:		
Mortality		
Interest / Discount Rate	8.50%	8.06%
Rate of increase in compensation	6.00%	6.00%
Rate of return (expected) on plan assets	9.30%	9.30%
Expected average remaining service	12.92	12.99
II. Changes in present value of obligations (PVO):		
PVO at the beginning of the period	2,237.97	1,761.32
Interest Cost	175.84	145.33
Current Service Cost	255.79	225.88
Past Service Cost (non vested cost)	—	—
Past Service Cost (vested cost)	—	—
Benefits Paid	(84.46)	(13.36)
Benefit Directly Paid By Company	(28.22)	(117.65)
Actuarial (gain) / loss on obligation	(145.46)	236.45
PVO at the end of the period	2,411.46	2,237.97

Notes to Financial Statements for the year ended 31-03-2014

NOTE C: OTHER INFORMATION

13. Disclosure with respect to AS-15	2013-14 Rs. Lakh	2012-13 Rs. Lakh
III. Change in fair value of plan assets		
Fair Value of Plan Assets at the beginning of the period	1,201.02	954.57
Adjustment to Opening Balance	(0.70)	0.28
Expected Return on Plan Assets	112.35	95.85
Contributions	99.93	164.91
Benefit Paid	(84.46)	(13.36)
Actuarial gain / (loss) on plan assets	(2.37)	(1.23)
Fair Value of Plan Assets at the end of the period	1,325.77	1,201.02
IV. Fair Value of Plan Assets		
Fair Value of Plan Assets at the beginning of the period	1,201.02	954.57
Adjustment to Opening Balance	(0.70)	0.28
Actual Return on Plan Assets	109.98	94.62
Contributions	99.93	164.91
Benefit Paid	(84.46)	(13.36)
Fair Value of Plan Assets at the end of the period	1,325.77	1,201.02
Funded Status	(1,085.68)	(1,036.94)
Excess of actual over estimated return on Plan Assets	(2.37)	(1.23)
V. Experience History.		
(Gain) / Loss on obligation due to change in Assumption	(72.95)	77.99
Experience (Gain) / Loss on obligation	(72.52)	158.46
Actuarial Gain (Loss) on plan of assets	(2.37)	(1.23)
VI. Actuarial Gain / (Loss) Recognized		
Actuarial Gain / (Loss) for the period (Obligation)	145.46	(236.45)
Actuarial Gain / (Loss) for the period (Plan Assets)	(2.37)	(1.23)
Total Gain / (Loss) recognized for the period	143.09	(237.68)
Actuarial Gain / (Loss) recognized for the period	143.09	(237.68)
Unrecognized Gain / (Loss) at the end of the period	—	—

Notes to Financial Statements for the year ended 31-03-2014

NOTE C: OTHER INFORMATION

13. Disclosure with respect to AS-15	2013-14 Rs. Lakh	2012-13 Rs. Lakh
VII. Past Service Cost Recognised		
Past Service Cost (vested benefits)	—	—
Past Service Cost (non vested benefits)	—	—
Average remaining future service till vesting the benefit	—	—
Recognized Past Service Cost (non vested benefits)	—	—
Recognized Past Service Cost (vested benefits)	—	—
Unrecognized Past Service Cost (non vested benefits)	—	—
VIII. Amounts to be recognized in the balance sheet and statement of profit and loss		
PVO at the end of the period	2,411.46	2,237.97
Fair Value of Plan Assets at the end of the period	1,325.77	1,201.02
Funded Status	(1,085.68)	(1,036.94)
Unrecognized Actuarial Gain / (Loss)	—	—
Unrecognized Past Service Cost (non vested benefits)	—	—
Net Asset / (Liability) recognized in the balance sheet	(1,085.68)	(1,036.94)
VII. Expense recognized in the statement of profit & loss		
Current Service Cost	255.79	225.88
Interest Cost	175.84	145.33
Past Service Cost (non vested benefits)	—	—
Past Service Cost (vested benefits)	—	—
Unrecognized Past Service Cost (non vested benefits)	—	—
Expected Return on Plan Assets	(112.35)	(95.85)
Net Actuarial (Gain) / Loss recognized for the period	(143.09)	237.68
Expense recognized in the statement of profit and loss	176.19	513.04
VIII. Movements in the Liability recognized in Balance Sheet		
Opening Net Liability	1,036.95	806.75
Adjustment to Opening Balance	0.70	(0.28)
Expenses as above	176.19	513.04
Benefit Directly Paid By Company	(28.23)	(117.65)
Contribution Paid	(99.93)	(164.91)
Closing Net Liability	1,085.68	1,036.95

The estimates of future salary increases, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The above information is certified by the actuary.

Notes to Financial Statements for the year ended 31-03-2014

NOTE C: OTHER INFORMATION

14. Disclosure of Related Parties and Related Party Transactions

I. Name of the Related Party over which significant influence exists	Nature of Relationship
i. Ugar Consultancy Ltd.	Associate Company
ii. Ugar Theatres Private Ltd.	Associate Company
iii. Ugar Quality Packaging Pvt. Ltd.	Associate Company

II. Names of the Related Parties with whom transactions were carried out during the year and description of relationship

1. Key Management Personnel (KMP)	Designation
i. Shri Prafulla Vinayak Shirgaokar	Executive Vice Chairman (Exe. VC)
ii. Shri Shishir Suresh Shirgaokar	Managing Director (MD)
iii. Shri Niraj Shishir Shirgaokar	Joint Managing Director (Jt. MD)
iv. Shri Chandan Sanjeev Shirgaokar	Joint Managing Director (Jt. MD)

2. Relatives of Key Management Personnel

<u>Names of the transacting parties</u>	<u>Nature of Relationship</u>
i Shri. Rajendra Vinayak Shirgaokar	Chairman & Mentor (C&M) & Brother of Exe. VC and father of Director Shri Sachin Shirgaokar
ii Sou. Smita Prafulla Shirgaokar	Wife of Exe. VC
iii Sou. Vinita Mahesh Samant	Daughter of Exe.VC
iv Sou. Shilpa Naval Kumar	Daughter of Exe.VC
v Sou. Sindhu Vijay Dalvi	Sister of C&M & Exe.VC
vi Sou. Savita Shishir Shirgaokar	Wife of MD
vii Sou. Asawari Niraj Shirgaokar	Wife of Jt. MD -Shri. Niraj Shishir Shirgaokar
viii Shri. Arjun Niraj Shirgaokar	Son of Jt. MD -Shri. Niraj Shishir Shirgaokar
ix Kum. Anjini Niraj Shirgaokar	Daughter of Jt. MD -Shri. Niraj Shishir Shirgaokar
x Sou. Puja Hrishikesh Pusalkar	Daughter of MD
xi Sou. Rekha Rajnikant Khedekar	Sister of MD
xii Sou. Chitra Arun Dalvi	Sister of MD
xiii Smt. Radhika Sanjeev Shirgaokar	Mother of Jt. MD-Shri. Chandan Shirgaokar and Director Shri Sohan Shirgaokar
xiv Sou. Geetali Chandan Shirgaokar	Wife of Jt. MD-Shri. Chandan Sanjeev Shirgaokar
xv Shri Sachin Rajendra Shirgaokar	Director and Son of C&M
xvi Sou. Laxmi Sachin Shirgaokar	Wife of Director Shri Sachin R. Shirgaokar
xvii Kum. Shriya Sachin Shirgaokar	Daughter of Director Shri Sachin R. Shirgaokar
xviii Shri. Sohan Sanjeev Shirgaokar	Director and Brother of Jt.MD-Shri. Chandan Sanjeev Shirgaokar

NOTE C: OTHER INFORMATION**14. Disclosure of Related Parties and Related Party Transactions****3. Enterprises over which KMP or Relatives of KMP are able to exercise significant influence**

<u>Name of the transacting related party</u>	<u>Nature of Relationship</u>
i S. B. Reshellers Pvt. Ltd.	C&M, Exe.VC,MD, Jt.MD's & Directors Shri. Sachin & Sohan Shirgaokar are Directors
ii Shantaram Machineries Pvt. Ltd.	Exe.VC, MD & Director's Shri. Sachin & Sohan Shirgaokar are Directors
iii Sangli Fabricators Pvt Ltd	MD, Jt.MD (Chandan Shirgaokar) & Director Sachin Shirgaokar are Directors
iv Tara Tiles Pvt Ltd.	Exe.VC, MD & Director Sachin Shirgaokar are Directors
v Ugar Pipe Industries Pvt. Ltd.	Exe.VC,MD & Jt.MD (Chandan Shirgaokar) are Directors
vi Vinayak Shirgaokar Investments Pvt. Ltd.	Exe.VC, Jt.MD (Chandan Shirgaokar) & Director Sachin Shirgaokar are Directors
vii D.M. Shirgaokar Investments Pvt. Ltd.	Exe.VC, MD & Directors Shri. Sachin & Sohan Shirgaokar are Directors
viii Prafulla Shirgaokar Investments Pvt. Ltd.	Exe.VC, Wife of Exe.VC & Director Sohan Shirgaokar are Directors
ix Mohan Shirgaokar Investments Pvt. Ltd.	C&M, Exe.VC, MD, Wife of MD & Wife of Jt.MD (Niraj Shirgaokar) are Directors
x Shishir Shirgaokar Investments Pvt. Ltd.	MD, Wife of MD, MD's son's wife & Director Sachin Shirgaokar are Directors
xi Prabhakar Shirgaokar Investments Pvt. Ltd.	Exe.VC & MD are Directors
xii Suresh Shirgaokar Investments Pvt. Ltd.	C&M, MD & Jt.MD (Chandan Shirgaokar) and Director Shri Sachin Shirgaokar are Directors
xiii Sanjeev Shirgaokar Investments Pvt. Ltd.	Jt.MD (Chandan Shirgaokar), his Mother & Directors Shri. Sachin & Sohan Shirgaokar are Directors
xiv Synergy Green Industries Pvt. Ltd.	C&M, Exe.VC, Jt.MD's & Brother of Jt.MD (Chandan Shirgaokar) are Directors

Notes to Financial Statements for the year ended 31-03-2014

NOTE C: OTHER INFORMATION

14. Disclosure of Related Parties and Related Party Transactions

Sr. No.	Nature of Transaction	Associate Companies		Key Management Personnel		Relatives of KMP		Related parties referred to in 3 above		Total	
		2013-14 Rs. Lakh	2012-13 Rs. Lakh	2013-14 Rs. Lakh	2012-13 Rs. Lakh	2013-14 Rs. Lakh	2012-13 Rs. Lakh	2013-14 Rs. Lakh	2012-13 Rs. Lakh	2013-14 Rs. Lakh	2012-13 Rs. Lakh
1	Remuneration Paid / Commission	—	—	211.56	222.17	—	4.46	—	—	211.56	226.63
2	Sitting Fees	—	—	—	—	1.40	1.00	—	—	1.40	1.00
3	Purchase of Sugarcane	—	—	10.96	13.24	8.23	12.20	—	—	19.19	25.44
4	Purchase of Plant and Machinery	—	—	—	—	—	—	161.47	1,441.71	161.47	1,441.71
5	Purchase of Other Items	15.63	26.52	—	—	—	—	—	35.36	15.63	61.88
6	Sales - Others / Consultancy	0.45	2.71	—	—	—	—	47.94	52.35	48.39	55.06
7	Deposits Received	—	—	53.02	49.82	158.49	148.27	1.30	1.30	212.81	199.39
8	Deposits Refunded	—	—	49.82	33.02	151.63	134.83	1.30	1.30	202.75	169.15
9	Interest Paid	—	—	5.22	4.46	15.28	13.54	0.13	0.13	20.63	18.13
10	Dividend Received	0.46	0.46	—	—	—	—	—	—	0.46	0.46
11	Dividend Paid	—	—	3.65	4.56	11.99	9.67	72.08	90.10	87.72	104.33
12	Consultancy / Repairs / Others	—	—	—	—	—	—	26.09	18.01	26.09	18.01
13	Rent Received	—	0.60	—	—	—	—	—	—	—	0.60
14	Warehousing Charges/ Rent Paid	3.67	3.52	—	—	36.42	12.02	—	—	40.09	15.54
15	Advance against Capital Orders	—	—	—	—	—	—	100.00	—	100.00	—
16	Outstanding Balances as on 31-03-2014										
	Payables	13.94	2.95	23.40	112.60	159.69	152.84	2.39	24.46	199.42	292.85
	Receivables	339.75	75.22	—	—	0.04	0.09	128.02	57.06	467.81	132.37

Notes to Financial Statements for the year ended 31-03-2014

NOTE C: OTHER INFORMATION

15. The amount due to Micro and Small Enterprises as defined in "The Micro, Small and Medium Enterprises Development Act, 2006" has been determined to the extent such parties have been identified on the basis of information available with the Company. The disclosures relating to Micro and Small enterprises as at 31st March, 2014.

Description	31/03/2014 Rs. Lakh	31/03/2013 Rs. Lakh
i. Principal amount remaining unpaid to such suppliers as at the end of the year	12.50	—
ii. Interest due thereon remaining unpaid to the suppliers as at the end of the year	—	—
iii. Amount of interest due and payable for the period of delay in making payment (which have been paid, but beyond the appointed day, during the year), but without adding the interest specified under the Act	—	—
iv. Amount of interest accrued during the year and remaining unpaid at the year	—	—

16. Disclosure required as per clause 32 of the Listing Agreement:

Name of the Company	Amount Outstanding as at 31/03/2014 Rs. Lakh	Maximum Balance Outstanding during the year Rs. Lakh	(in Equity Shares) Amount Outstanding as at 31/03/2014 Rs. Lakh	(in Preference Shares) Amount Outstanding as at 31/03/2014 Rs. Lakh
Associates				
i. Ugar Theatres Private Limited	3.16	3.16	3.64	—
ii. Ugar Consultancy Ltd.	10.78	15.33	2.43	—
iii. Ugar Quality Packaging Pvt. Ltd.	—	—	31.25	100.00

Note: There are no loans and advances in the nature of loans to firms / companies in which Directors of the Company are interested.

16. Figures of the previous year have been regrouped / rearranged / recast where necessary.

17. Figures in the brackets pertain to previous year.

Signatures to Notes C-1 to C-17

As per our report attached
For **M/s P. G. Bhagwat**

Chartered Accountants
Firm Regn. No. 101118W

Nikhil M. Shevade

Partner
Membership No. 217379

Shishir S. Shirgaokar

Managing Director

Niraj S. Shirgaokar

Jt. Managing Director

Chandan S. Shirgaokar

Jt. Managing Director

Place : Pune

Date : 23-05-2014

B. G. Kulkarni

GM Corp. Affairs & Company Secretary

R. V. Desurkar

GM Finance

	2013-14	2012-13
KEY FINANCIAL RATIOS		
1. Debt Equity Ratio	1 : 0.45	1 : 0.44
2. Current Ratio	1 : 0.95	1 : 1
3. Sales (Net of Excise) to Fixed Assets	1 : 1.42	1 : 1.62
4. Sales (Net of Excise) to Total Assets	1 : 0.71	1 : 0.77
5. PBIT to Sales / Gross Income		
a. PBIT to Sales	0.90%	6.72%
b. PBIT to Gross Income	0.89%	6.67%
6. PAT to Sales / Gross Income		
a. PAT to Sales	-4.63%	2.43%
b. PAT to Gross Income	-4.56%	2.41%
7. Interest to Sales / Gross Income		
a. Interest to Sales	5.19%	4.02%
b. Interest to Gross Income	5.11%	3.98%

CIN: L15421PN1939PLC006738
Name of the company: The Ugar Sugar Works Limited
Registered office: Mahaveer Nagar (Wakhar Bhag), Sangli – 416 416.

ATTENDANCE SLIP FOR 74th ANNUAL GENERAL MEETING

To be Held on Friday, the 26th September, 2014 at 11.00 a.m. at Rajmati Bhavan, Neminath Nagar, Vishrambag, Sangli 416 415.

Ledger Folio No: _____

Full Name of the Shareholder/Proxy: _____
(in block letters)

I, certify that, I am a registered Shareholder/ Proxy for the registered Shareholder of the Company.
I, hereby record my presence at the 74th Annual General Meeting of the Company to be held on Friday, the 26th September, 2014 at 11.00 a.m. at Rajmati Bhavan, Neminath Nagar, Vishrambag, Sangli 416 415 and at any adjournment thereof.

Shareholder/ Proxy's Signature: _____



Form No. MGT-11 Proxy form
[Pursuant to section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies
(Management and Administration) Rules, 2014]

CIN: L15421PN1939PLC006738
Name of the company: The Ugar Sugar Works Limited
Registered office: Mahaveer Nagar (Wakhar Bhag), Sangli – 416 416.

Name of the member (s):
Registered address:
E-mail Id:
Folio No/ Client Id:
DP ID:

I/We, being the member (s) of shares of the above named company, hereby appoint

1. Name :
Address:.....
E.mail ID:.....Signature:..... or
failing him
2. Name :
Address:.....
E.mail ID:Signature:..... or
failing him

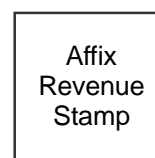
3. Name :.....
 Address:.....
 E.mail ID:Signature:.....
 as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 74th Annual general meeting of the company, to be held on Friday, the 26th day of September, 2014 at 11.00 a.m. at Rajmati Bhavan, Neminath Nagar, Vishrambag, Sangli and at any adjournment thereof in respect of such resolutions as are indicated below: Resolution No.

Item No. of Notice	Summary of Business to be transacted at an Annual General Meeting
Ordinary Business	
1	To receive, consider and adopt Financial Statements of the Company for the year ended March 31, 2014, and the reports of the Board of Directors and Auditors thereon
2	To appoint a Director in place of Shri. R V Shirgaokar who retires by rotation and being eligible, offers himself for re-appointment.
3	To appoint Auditors to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting and to fix their remuneration
Special Business	
4.	To appoint Shri. Rakesh Kapoor as an Independent Director of the Company not liable to retire by rotation
5	To appoint Shri. Deepak Ghaisas as an Independent Director of the Company not liable to retire by rotation
6	To appoint Shri. Sachin Shirgaokar as a Director liable to retire by rotation
7	To appoint Shri. Sohan Shirgaokar as a Director liable to retire by rotation
8	To approve the continuation of services of Shri. Prafulla Shirgaokar beyond the age of 70 years.
9	To approve the continuation of services of Shri. Shishir Shirgaokar beyond the age of 70 years.
10	To consider and approve acceptance of fixed deposits as per the provisions of Companies Act 2013
11	To consider and ratify the remuneration payable to Cost Auditor
12	To approve borrowing including the amount already borrowed upto an amount Rs. 500 Crores (Rupees Five Hundred Crores) which is in excess of the aggregate of the paid up share capital and its free reserves and to create charge on the assets of the Company.
13	To approve creation of charge on the assets of the Company upto an amount Rs. 500 Crores (Rupees Five Hundred Crores) which is in excess of the aggregate of the paid up share capital and its free reserves of the Company.

Signed this..... day of..... 20.....

Signature of shareholder

Signature of Proxy holder(s)



Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company, not less than 48 hours before the commencement of the Meeting.

The Progress of Your Company for last 25 Years

Year Ending	Total Income	Reserves and Surplus	Fixed Assets	Rate of Dividend	Cane Crushed	Sugar Produced	
	Rs. Lakh	Rs. Lakh	Rs. Lakh	%	MT	Qtls	
31st March							
1	1990	8,453.19	319.69	763.30	18%	1,040,925	1,161,910
2	1991	7,816.78	313.62	737.07	20%	898,218	1,038,510
3	1992	10,085.33	348.17	816.27	20%	1,017,008	1,231,045
4	1993	10,232.46	402.13	835.98	20%	876,537	1,087,222
5	1994	11,978.27	427.93	797.40	20%	761,186	956,730
30th September							
6	1995	19,870.41	631.03	1,578.93	30%	1,178,846	1,446,350
7	1996	18,768.07	1,079.24	1,579.08	22.5%	1,393,790	1,537,975
8	1997	16,651.47	1,308.91	2,477.41	22.5%	947,340	1,105,039
9	1998	20,254.77	1,476.68	5,351.66	22.5%	1,130,355	1,310,645
10	1999	22,895.62	1,931.81	6,064.17	25%	1,399,603	1,551,260
11	2000	26,681.52	2,714.81	6,519.12	30%	1,425,023	1,716,100
12	2001	25,464.73	4,113.77	5,818.56	35%	1,189,443	1,482,057
13	2002	23,511.06	3,609.39	8,666.63	10%	1,222,416	1,432,455
14	2003	24,575.99	3,489.30	7,968.82	Nil	1,467,798	1,724,490
15	2004	20,287.75	4,201.60	8,043.91	30%	837,383	876,430
16	2005	29,822.75	4,815.51	7,402.30	20%	1,046,480	1,163,180
17	2006	48,197.14	5,402.95	10,664.00	20%	1,876,166	2,187,595
31st March							
18	2007	30,569.86	5,579.49	16,762.13	Nil	1,668,394	1,940,351
19	2008	38,257.74	6,513.81	21,241.75	20%	1,949,390	2,211,445
20	2009	41,556.72	9,246.67	21,581.40	25%	1,319,427	1,468,445
21	2010	56,651.44	7,243.02	19,615.01	Nil	1,575,618	1,786,430
22	2011	63,331.97	7,644.60	17,524.51	Nil	1,716,325	1,940,680
23	2012	66,306.29	9,026.96	15,721.77	25%	1,943,592	2,251,160
24	2013	72,331.18	10,508.73	17,603.82	20%	1,503,593	1,583,700
25	2014	65,221.14	7,532.86	15,990.48	Nil	1,724,930	1,956,070

Notes:

- 1 Bonus shares of the value of Rs. 7.47 lakh, Rs. 10.65 lakh, Rs. 16.82 lakh, Rs. 50.00 lakh, Rs. 75.00 lakh and Rs. 337.50 lakh were issued as fully paid bonus shares, respectively in the years 1950-51, 1966-67, 1973-74, 1994-95, 1997-98 and 2004-05, by capitalization of reserves.
- 2 The Accounting year those ended on 31-03-1990, 30-09-1995 comprised of 18 months and those ended on 31-03-2007 comprised of 6 months only.
- 3 Dividend for the year ended 30-09-1995 includes interim dividend.
- 4 Total Income includes value of sales, income from bye-products and other income, and adjustments in the value of opening and closing stocks of finished goods.
- 5 Figures relating to FY ended 2005-06, 2006-07 includes figures of Tasgaon and Phaltan and 2008-09, 2009-10, 2010-11, 2011-12, 2012-13 and 2013-14 includes figures of Jewargi unit.

