

The Manager
Listing Department
National Stock Exchange of India Limited
'Exchange Plaza'
C - 1, Block G
Bandra-Kurla Complex
Bandra (E)
Mumbai 400051
SYMBOL – AVADHSUGAR

The Manager
Listing Department
BSE Ltd.
1st Floor, New Trading Ring
Rotunda Building
P.J. Towers
Dalal Street, Fort
Mumbai-400 001
STOCK CODE - 540649

Dear Sirs,

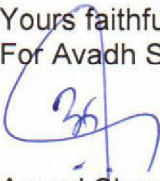
Sub: Disclosure of information pursuant to Regulation 30 read with Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In compliance with Regulation 30 read with Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Company's Code of Practices and Procedure for Fair Disclosure of Unpublished Price Sensitive Information, kindly find enclosed herewith a copy of the Investor Presentation with respect to the Financial Highlights of the Company for the first quarter ended 30th June, 2021.

Please take the same on record.

Thanking you,

Yours faithfully,
For Avadh Sugar & Energy Limited


Anand Sharma
Company Secretary
FCS - 7305



Encl – as above





Avadh Sugar & Energy Limited

Capitalizing Opportunities to Deliver a Promising Future



Fully Integrated Sugar Mill: Sugar | Ethanol | Co-Generation



Agenda

1 Q1FY22 Highlights

2 Segmental Performance

3 Industry Updates



Index

1 Q1FY22 Highlights



Capacity Expansion to drive Business Growth



Distillery capacity expansion underway to expand capacity from **240 KLPD to 320 KLPD**



Focus on manufacturing **B-Heavy ethanol**, to boost overall profitability



Huge potential to enhance **Operating Margins and Operating Profitability**



Focus on **Strengthening the Balance Sheet**

Key Business Updates – Q1FY22 (1/2)

- Sugar Stock as on **30th June 2021, 32.88 lakh quintals.**
- Average domestic sale realization:
 - **Q1FY22 Rs. 3,262/- per quintal; Q1FY21 Rs. 3,132/- per quintal.**
- Crushing during **Q1FY22 was at 82.04 lakh quintals** as compared with 130.3 lakh quintals in Q1FY21.
- Receivable from Government department as on **30th June 2021 was Rs. 62.83 Cr** (i.e. for Export Subsidy & Buffer Stock Interest subsidy mainly) further, also **Rs. 35.12 Crs** is due on account of power supply to Grid (partly realised subsequently).

Stock Position (Lakh Qtls)	
Opening stock as on 31st March 2021	38.51
Production	9.23
Sold	14.86 *
Closing stock as on 30th June 2021	32.88

*Including Export 3.22 Lakh Qtls.

Key Business Updates – Q1FY22 (2/2)

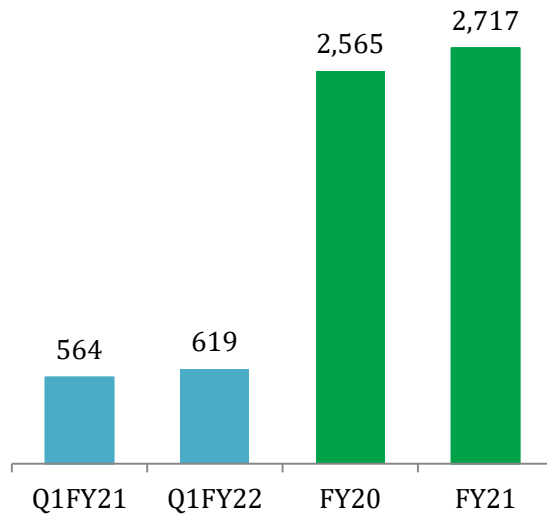
- Details of Outstanding position

Particulars (Rs. In Crores)	As on 31 st July '21	March'21	March'20
Term Loan	617	653	699
Cash Credit	720	720	897
Total Debt	1,337	1,373	1,596
Cane Dues	54	491	556
Total Outside Liability	1,391	1,864	2,152

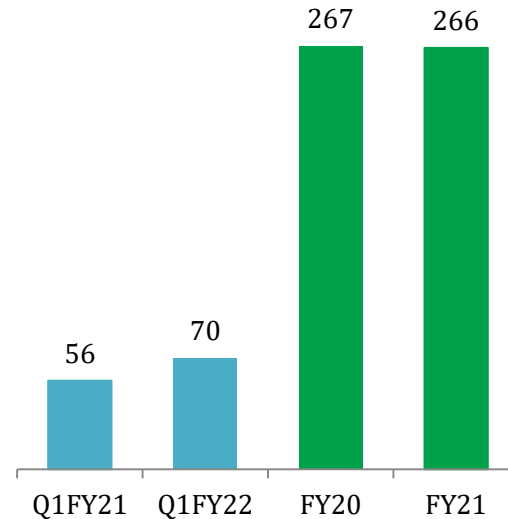
- Reduction in Total Debt by **Rs. 259 Cr** in last 16 months
- Reduction in Total Outside liability by **Rs. 761 Cr** in last 16 months

Q1FY22 Result Highlights

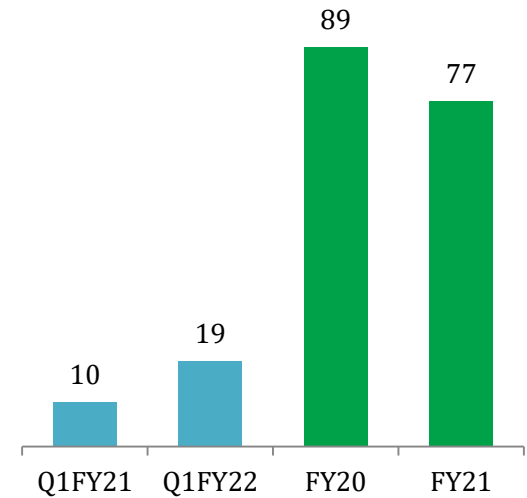
Total Income (Rs. Cr)



EBITDA (Rs. Cr)



PAT (Rs. Cr)



Profitability Highlights

Rs. Crore	Q1FY22	Q1FY21	FY21
Total Income	619	564	2,717
Raw Material Cost	483	435	2,128
Employee Cost	23	23	97
Other Expenditure	43	50	226
EBITDA	70	56	266
Depreciation	13	11	49
PBIT	57	45	217
Interest	28	29	116
Profit Before Tax	29	16	101
Tax	10	6	24
Profit After Tax	19	10	77
EPS (Rs)	9.47 *	5.02 *	38.76

* Not Annualised

Index

2 Segmental Performance



Sugar Segment Performance

	Segmental Revenues (Rs. Lakh)	Dispatched Qty (In Lacs)	PBIT (Rs. Lakh)
Q1FY22	57,210	14.86	1,403
Q1FY21	52,697	14.30	1,106
	Sugar cane Crushed (Lakh Qtls)	Sugar Recovery (%)	Average Realisation (Rs/Kg)
Q1FY22	82.04	10.91*	32.62
Q1FY21	130.30	11.63	31.32

* Lower due to B heavy Molasses

Distillery Segment Performance

	Segmental Revenues (Rs. Lakh)		PBIT (Rs. Lakh)			
Q1FY22	10,975		4,673			
Q1FY21	8,056		3,259			
	Total Ethanol Production (Lakh litres)		Total Ethanol Sales (Lakh litres)		Average Realization of Ethanol (Rs./litre)	
	B	C	B	C	B	C
Q1FY22	205.15	--	189.47	--	57.61	--
Q1FY21	92.20	88.15	124.64	11.51	54.27	43.75

Co-Generation Segment Performance

	Segmental Revenues (Rs. Lakh)	PBIT (Rs. Lakh)	
Q1FY22	3,189	53	
Q1FY21	3,316	297	
	Power Generation (lakh units)	Power Sales (Lakh units)	Average Realization (Rs. Per Unit)
Q1FY22	493.86	234.71	3.09
Q1FY21	511.98	279.45	3.00

Index

3 Industry Updates



Global Sugar Industry Updates

As per USDA forecast, global sugar production in SS 21-22 is expected to increase by 6.0 mln tonne to 186 mln tonnes, despite lower production expected from Brazil. The expansion in global production volumes is attributed to higher production in India, European Union (EU) and Thailand.

Global Consumption is expected to increase by 1.5% y-o-y to 174 mln tonnes in SS 2021-22, largely driven by growth in markets such as India & China.

Positive for Domestic Exporters: Significant shortfall in production in Brazil, a major sugar producing in the World will lead to higher opportunities for domestic exporters.

International Sugar Prices: International Raw Sugar prices has improved to \$379/MT as in May-June 2021 as against \$356/ MT in April'21 whereas, White Sugar prices moderated at \$443/MT in June'21 as against \$458/MT in May'21.

Domestic Sugar Industry Updates (1/2)

Total Acreage under sugarcane: As per industry estimates, the total acreage under sugarcane in the country is estimated to be around 54.55 lakh hectares in SS 2021-22, which is about 3% higher than SS 2020-21 sugarcane area of around 52.88 lakh hectares

- Uttar Pradesh is estimated to have sugarcane area at 23.12 lakh hectares, as against 23.07 lakh hectares in 2020-21 SS, i.e. similar to previous year.
- In Maharashtra, sugarcane area has gone up by 11% y-o-y, from 11.48 lakh hectare in 2020-21 SS to 12.75 lakh hectare in 2021-22.

Sugar Production in SS 2021-22: ISMA estimates total sugar production at 31.0 million tons for SS 2021-22; estimated sugar production is after consideration of 3.4 million tons of sugar diversion for production of Ethanol using B heavy molasses / juice / syrup.

Sugar Production in UP is projected to be marginally higher to 11.93 million tons in SS 2021-22, without considering diversion for production of ethanol. ISMA is expecting a marginal increase in yield as well as sugar recovery in the state.

Sugar Consumption in SS 2020-21: ISMA expect domestic sugar consumption to be at 25.9 million tons in SS 2020-21, Sugar opening stock is at 10.7 million tons after considering the Domestic consumption, exports (7 million tons) and production (30.9 million tons), the closing stock as on 30th Sep 2021 is estimated to be around 8.7 million tons; which is 2 million tonne lower than last year.

Sugar Prices: The domestic sugar prices have remained in the range of Rs.32,000–33,500/MT in April–June 2021; the prices moderated marginally during the quarter on account of contraction in demand post implementation of lockdown amidst second wave of covid-19.

Domestic Sugar Industry Updates (2/2)

Exports to Europe (TRQ): The government has permitted export of an additional 3,675 tons of raw/refined sugar under tariff-rate quota to the United Kingdom.

Export Subsidy: The Government have reduced export subsidy on Sugar from Rs. 6,000 per ton to Rs. 4,000 per against Maximum Admissible Export Quota (MAEQ) for sugar season 2020-21, due to increase in Export realization in International markets; the reduced assistance shall be applicable on export contracts/agreements are signed on or after 20th May, 2021.

Structural Changes in Ethanol to Drive Profitability

Increase in ethanol capacities to improve credit profile of sugar mills in FY23

- The resultant ramp-up of ethanol supplies augurs well for the credit profile. We expect reduced inventory levels and thereby lowering borrowings and interest costs, this would meaningfully bolster the credit metrics of the sector from FY23

20% ethanol blending with petrol by 2024-25

- India has set a target of 20% ethanol-blending with petrol by 2024-25

India is marching towards higher blending

- India has achieved a blending of average 7.90%
- 15 major States like Uttar Pradesh have achieved even higher blending percentage of upto 10% (April '21)

Ethanol Blending to Reduce India's Petroleum Imports

- India's net import of petroleum was 185 MT at a cost of USD 55 billion in 2021, successful E20 program can save India ~Rs. 30,000 crores

Higher Ethanol Blending to thrive low carbon economy

- Ethanol blending can help country to reduce the vehicle emissions and strengthen India in energy security

Disclaimer

This presentation and the accompanying slides (the "Presentation"), which have been prepared by Avadh Sugar & Energy Limited (the "Company"), have been prepared solely for information purposes and do not constitute any offer, recommendation or invitation to purchase or subscribe for any securities, and shall not form the basis or be relied on in connection with any contract or binding commitment whatsoever. No offering of securities of the Company will be made except by means of a statutory offering document containing detailed information about the Company.

This Presentation has been prepared by the Company based on information and data which the Company considers reliable, but the Company makes no representation or warranty, express or implied, whatsoever, and no reliance shall be placed on, the truth, accuracy, completeness, fairness and reasonableness of the contents of this Presentation. This Presentation may not be all inclusive and may not contain all of the information that you may consider material. Any liability in respect of the contents of, or any omission from, this Presentation is expressly excluded.

Certain matters discussed in this Presentation may contain statements regarding the Company's market opportunity and business prospects that are individually and collectively forward-looking statements. Such forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and assumptions that are difficult to predict. These risks and uncertainties include, but are not limited to, the performance of the Indian economy and of the economies of various international markets, the performance of the industry in India and world-wide, competition, the company's ability to successfully implement its strategy, the Company's future levels of growth and expansion, technological implementation, changes and advancements, changes in revenue, income or cash flows, the Company's market preferences and its exposure to market risks, as well as other risks. The Company's actual results, levels of activity, performance or achievements could differ materially and adversely from results expressed in or implied by this Presentation. The Company assumes no obligation to update any forward-looking information contained in this Presentation. Any forward-looking statements and projections made by third parties included in this Presentation are not adopted by the Company and the Company is not responsible for such third party statements and projections.



Mr. Dilip Patodia / Mr. Sudershan bajaj

dilip.patodia@birla-sugar.com / sudershan.bajaj@birla-sugar.com

9/1,R.N. Mukherjee Road, Kolkata



Ms. Pooja Sharma / Ms. Hina Agarwal

pooja.sharma@stellar-ir.com / hina@stellar-ir.com

B-612/A, Kanakia Wallstreet, Andheri (East), Mumbai

For more information visit: