



Riga Sugar Company Ltd.

An ISO 9001:2008 & ISO 14001:2004 Certified Company

Regd. Office : 14, Netaji Subhas Road, 2nd Floor, Kolkata - 700 001

☎ : 2231-3414/3415/3416, 4050 6600 Fax : (033) 2230-3663

E-mail : riga@vsnl.net, Website : www.rigasugar.com

CIN-L15421WB1980PLC032970

13.11.2020

BSE Ltd.
25th Floor, P.J.Towers,
Dalal Street,
Mumbai – 400 001

The Calcutta Stock Exchange Ltd.,
7, Lyons Range
Kolkata-700 001

Dear Sirs,

Sub: Un-audited Quarterly and Half Yearly Financial Results alongwith Limited Review Report of statutory auditors of the Company

The Board of Directors of the Company at their meeting held on 13th November , 2020 have approved the Un-audited Quarterly and Half Yearly Financial Results alongwith Limited Review Report of statutory auditors of the Company for the period ended 30th September, 2020 as per Regulation 33 of SEBI(LODR) Ragulations,2015.

Enclosed herewith please find a copy of the above Financial Results with Limited Review Report for your record purpose.

Thanking you,

Yours faithfully,
For RIGA SUGAR CO. LTD.


(B.K.BHARTIA)
Company Secretary



FACTORY : Dhanuka Gram, P.O. RIGA-843327,
Dist. Sitamarhi (Bihar)

☎ : (06226) 285085, Fax : (06226) 285045

E-mail : sugar@rigasugar.com, distillery.rigasugar@gmail.com





SALARPURIA & PARTNERS

Chartered Accountants

Tel. Address : "Checkchart(C)"

Cal. Office : 2237 5400/5401

: 2236 0560/4562

Fax : (91) (033) 2225 0992

E-mail : salarpuria.jajodia@rediffmail.com

office@salarpuriajajodia.com

7, CHITTARANJAN AVENUE, KOLKATA - 700 072

BRANCH : 4th FLOOR, "SALARPURIA WINDSOR" 3 ULSOOR ROAD, BANGALORE - 560042

ALSO AT : 1008, CHIRANJIVI TOWER, 43, NEHRU PLACE, NEW DELHI-110019, TELEFAX : 2623 3894

The Board of Directors

14, Netaji Subhas Road,

2nd Floor,

Kolkata-700 001

1. We have reviewed the accompanying statement of unaudited financial results of **RIGA SUGAR COMPANY LIMITED** ("the Company") for the quarter and half year ended 30th September, 2020, which are included in the accompanying Statement of unaudited financial results for the quarter and half year ended 30th September, 2020, the statement of assets and liabilities as on that date, statement of profit and loss for the period ended and the statement of cash flows for the half year ended on that date ("the Statement").
2. This statement has been prepared by the Company pursuant to Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations, 2015"), which has been initialed by us for identification purposes. This Statement, which is the responsibility of the Company's management and has been approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), as prescribed under section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement.
4. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
5. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement has not been prepared in all material respects in accordance with applicable Ind AS and other recognized accounting practices and policies and has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to the following matters:
 - (a) Due to the continuous losses, the Net Worth is fully eroded which may have an effect on the entity's ability to continue as a going concern (Refer Note No. 5).
 - (b) The Company has defaulted in repayment of Bank Loans (Refer Note No. 4).

For Salarpuria & Partners

Chartered Accountants

(Firm ICAI Regd. No.302113E)

Nihar Ranjan Nayak

N. R. Nayak
Chartered Accountant

UDIN : 20057076AAAABT8672

Place : Kolkata

Date : 13.11.2020





RIGA SUGAR CO. LTD.
CIN : L15421WB1980PLC032970
Registered Office : 14, Netaji Subhas Road, 2nd Floor, Kolkata - 700 001
Phone: 033-22313414 Fax: 033-22303663
Website: <http://www.rigasugar.com> Email: sprasad@rigasugar.in

SEGMENT-WISE REVENUE, RESULTS AND CAPITAL EMPLOYED
UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED 30TH SEPTEMBER, 2020

Sl. No.	Particulars	QUARTER ENDED			HALF YEAR ENDED		YEAR ENDED
		30.09.2020 (UNAUDITED)	30.06.2020 (UNAUDITED)	30.09.2019 (UNAUDITED)	30.09.2020 (UNAUDITED)	30.09.2019 (UNAUDITED)	31.03.2020 (AUDITED)
1	SEGMENT REVENUE						
	A) Sugar Unit	2,524.68	3,262.98	2,136.53	5,787.66	6,458.17	13,501.77
	B) Distillery Unit	478.15	500.06	349.86	978.21	1,249.48	2,558.35
	Less: Inter Segment Sales		-		(6.50)	(311.94)	(746.90)
	Net Sales/ income from Operations	3,002.83	3,763.04	2,486.39	6,759.37	7,395.71	15,313.22
2	SEGMENT PROFIT/(LOSS) BEFORE TAX & FINANCE COST						
	A) Sugar Unit	(411.99)	(65.25)	(543.30)	(477.24)	(704.33)	(1,987.33)
	B) Distillery Unit	254.81	110.42	255.47	365.23	885.42	1,058.39
	Sub-Total (A+B)	(157.17)	45.17	(287.83)	(112.00)	181.09	(928.94)
	Less:						
	A) Finance Cost	333.41	327.38	531.29	660.79	994.58	1,481.02
	B) Other un-allocable expenditure net of unallocable income	-	-	-	-	-	(59.24)
	Operating Profit Before Tax	(490.58)	(282.21)	(819.12)	(772.79)	(813.49)	(2,469.20)
3	CAPITAL EMPLOYED						
	Segment Assets						
	A) Sugar Unit	17,663.59	20,729.57	21,904.94	17,663.59	21,904.94	21,095.23
	B) Distillery Unit	5,564.50	5,634.59	5,324.08	5,564.50	5,324.08	5,794.11
	C) Unallocable	935.52	935.52	935.52	935.52	935.52	935.52
	Sub-Total	24,163.61	27,299.68	28,164.54	24,163.61	28,164.54	27,824.86
	Segment Liability						
	A) Sugar Unit	25,937.99	28,516.99	27,283.57	25,937.99	27,283.57	28,870.99
	B) Distillery Unit	1,150.28	1,202.52	1,425.86	1,150.28	1,425.86	1,111.73
	C) Unallocable	-	-	-	-	-	-
	Sub-Total	27,088.27	29,719.51	28,709.43	27,088.27	28,709.43	29,982.72

* Based on the nature of business activity, the Company has identified Sugar & Distillery as reportable segments.





RIGA SUGAR CO. LTD.

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STATEMENT OF ASSETS AND LIABILITIES

Statement of Unaudited Assets and Liabilities as at 30th September, 2020

(Rs. in lacs)

Particulars	As at 30th September, 2020 (Unaudited and Reviewed)	As at 31st March, 2020
I ASSETS		
1) Non-Current Assets		
a) Property, Plant and Equipment	15738.72	16,002.05
b) Capital Work-in- Progress	43.93	21.55
c) Other Intangible Assets	32.69	32.69
d) Financial Assets		
i) Investment	0	-
ii) Trade Receivable	0	-
iii) Loans and Deposits	0	-
iv) Other Financial Assets	889.53	874.99
e) Deferred tax assets(net)	935.52	935.52
f) Other Non- Current Assets	1178.4	551.97
Total Non-Current Assets	18,818.79	18,418.77
2) Current Assets		
a) Inventories	1973.40	8,399.05
b) Financial Assets		
i) Trade Receivable	339.53	527.74
ii) Cash and Cash Equivalents	164.60	62.23
iii) Bank Balance other than (iii) above	127.54	127.54
iv) Loans and deposits	0.00	-
iii) Other Financial Assets	0.00	-
c) Current Tax Assets	13.25	14.08
d) Other Current Assets	331.17	275.46
Total Current Assets	2,949.49	9,406.10
TOTAL ASSETS	21,768.28	27,824.87
II EQUITY AND LIABILITIES		
1) EQUITY		
a) Equity Share Capital	1,444.34	1,444.34
b) Other Equity	(4,369.00)	(3,602.19)
Total Equity	(2,924.66)	(2,157.85)
2) LIABILITIES		
i) Non-Current Liabilities		
a) Financial Liabilities		
i) Borrowings	985.58	974.09
ii) Trade Payable	0	-
iii) Other Financial Liabilities	0	-
b) Provisions	490.65	510.35
c) Other Non Current Liabilities	47.35	47.35
Total Non-Current Liabilities	1,523.58	1,531.79
ii) Current Liabilities		
a) Financial Liabilities		
i) Borrowings	10666.52	10,883.03
ii) Trade Payables	10704.03	15,793.95
iii) Other Financial Liabilities	1440.2	1,226.97
b) Other Current Liabilities	160.49	401.13
c) Provisions	198.12	145.85
Total Current Liabilities	23,169.36	28,450.93
Total Liabilities	24,692.94	29,982.72
Total Equity and Liabilities	21,768.28	27,824.87



By the Order of the Board of Directors

OP DHANUKA

CHAIRMAN & MANAGING DIRECTOR

DIN - 00086584

Place: Kolkata

Date : 13.11.2020

RIGA SUGAR COMPANY LIMITED
CASH FLOW STATEMENT FOR THE HALF YEAR ENDED 30TH SEPTEMBER, 2020

₹ in Lakhs

Accounting Policy

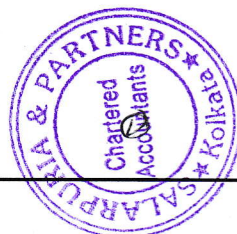
Cash flows are reported using the indirect method as set out in Ind AS 7 prescribed under the Companies Act (Indian Accounting Standard) Rules, 2015 of the Companies Act, 2013, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents.

	30.09.2020		30.09.2019	
(A) Cash Flow from Operating Activities:				
Profit before tax		(772.79)		(813.50)
Add: Adjustments for :				
Depreciation	263.33		244.65	
Interest Expense	660.79		994.58	
Provision for Gratuity and Leave Encashment	38.55		(16.58)	
		962.67		1,222.65
Operating Profit before Working Capital changes		189.88		409.15
Increase/(Decrease) in Trade Payables	(5,089.92)		(1,903.05)	
Increase/(Decrease) in Other Current Liabilities	(240.64)		207.00	
Increase/(Decrease) in Other Current Financial Liabilities	213.23		233.65	
Decrease/ (Increase) in Inventories	6,425.65		3,064.14	
Increase/(Decrease) in Trade Receivables	188.21		33.23	
Decrease/(Increase) in Other Financial Assets	(14.54)		(29.51)	
Decrease/(Increase) in Other Current Assets	(55.71)		(291.09)	
Decrease/(Increase) in Other Non Current Assets	(626.43)		(195.27)	
Decrease/(Increase) in Bank Deposits	-		141.46	
		799.85		1,260.56
Cash Generation from / (Used in) operations		989.73		1,669.71
Direct Tax (Payments) / Refunds		0.83		(0.30)
Net Cash From / (Used in) Operating Activities		990.56		1,669.41
(B) Cash Flow from Investing Activities:				
Sale / (Purchase) of Property, Plant & Equipment		-		(0.38)
Sale / (Purchase) of Work in Progress		(22.38)		(91.39)
Net Cash From / (Used in) Investing Activities		(22.38)		(91.76)
(C) Cash Flow from Financing Activities:				
(Repayment)/Proceeds of Short-term Borrowings		(216.51)		(680.14)
(Repayment)/Proceeds of Long-term Borrowings		11.49		-
Interest Expense		(660.79)		(994.58)
Net Cash From / (Used in) in Financing Activities		(865.81)		(1,674.72)
Net Increase / (Decrease) in cash and cash equivalents (A+B+C)		102.37		(97.07)
*Cash and Cash equivalents at the beginning of the year		62.23		184.75
*Cash and Cash equivalents at the end of the year		164.60		87.68

For the purpose of the statement of cash flows, cash and cash equivalents comprise the

	As at 30th September, 2020	As at 30th September, 2019
Balances with Banks:		
- On Current Accounts	161.69	86.97
Cash on hand	2.91	0.71
	164.60	87.68

Place: Kolkata
Date : 13.11.2020



Riga Sugar Company Limited
14, Netaji Subhas Road, 2nd Floor, Kolkata - 700 001
CIN – L15421WB1980PLC0329, Phone No. 033-40506600, mail; sprasad@rigasugar.in
(033)22303663

- (1) Sugar being a seasonal industry, the performance of the Company varies from quarter to Quarter.
- (2) The central government re-fixed minimum floor price of sugar at Rs. 33 per kg from October, 2020. However the cost of production of sugar is much higher, resulting into loss on realizations. The parity between cane price and sugar price is yet to be established.
- (3) Sales include Rs.1358.86 Lacs as export and Rs 609.33 Lacs being claim of subsidy from Central Government toward reimbursement of losses being incurred on export through "Merchant Exporter" of sugar for the current quarter.
- (4) Bank loans of the company became NPA. The bankers allowed holding on operation which is still going on.
- (5) Due to continuous losses, the Net worth of the company is fully eroded which may have an effect on the entity's ability to continue as a going concern. However the Management is still hopeful that with financial restructuring by the banks and financial assistance from the state and central government the company can still revive.
- (6) Since last few years company is facing natural calamities one after another. The Phalin cyclone in October 2013, the Hudhud in October 2014 stranded the growth of sugarcane as well as reduce the sugar recovery considerably. Again company faced devastating earthquake in April 2015 and May 2015 and lost crores of rupees. The State Government had given assurance to help and visited the area but no compensation was granted. In August 2017 heavy flood also caused huge damage to plant and sugarcane.
- (7) The company has made request for following support from central and state government , if provided the company can be revived:-

CENTRAL GOVERNMENT

(a) Ethanol Loan to NPA sugar factory who has defaulted in SDF

To increase the no of days of operation of Ethanol Plant from present restricted 270 days to 330 days and consequential increase in plant capacity company have to install Incineration boiler and also install Modification System for which company has applied to Central Government for approval Project so as to avail Term Loan from Bank with interest subvention upto 6% p.a. for 5 years as per Scheme announced by the Central Government dated 15.09.2020 which is pending.

- (b) Company have been deprived from Soft Loan Scheme announced by the Central Government to Sugar Industry. In this regard the Principle Secretary , Dept. of Sugarcane Industry , Govt. of Bihar vide letter dated 8.9.2020 has recommended to Central Government for Soft Loan to Riga Sugar of Rs. 40 Cr. to pay-off the cane price arrears, which is still pending with the Central Government.

(c) MIEQ & Cane price Subsidy by the Central Government for the season 2018-19



A handwritten signature in black ink, appearing to be "Jr".

The central government had announced cane price subsidy for the season 2018-19 at the rate of Rs.13.88 per qtl. However it was linked with compulsory export obligation known as MIEQ. However there was loss on making export of sugar which the majority of weak companies like company could not bear and thus could not pay cane price subsidy to the farmers and thus farmers are deprived of cane price subsidy. Company has demanded that central government to pay Rs.13.88 for season 2018-19 directly to farmers without linking with prior export obligation to weak and small sugar companies.

(d) SDF Loan Restructuring & withdrawal of DRT Case

Company have become totally weak and Sick Sugar Unit and has become NPA from 30th September, 2018. As per SDF Rules our company is fit case for restructuring of the Loan by way of :-

- (a) extension of repayment period;
- (b) waiving of all penal and additional interest;
- (c) Providing Loan for Clearance of Cane Price Arrears;
- (d) Loan for plant rejuvenation and balancing;
- (e) Loan for Ethanol and Power Plant; and
- (f) withdrawal of Recovery case in DRT

Company seek aforesaid relief and assistance as the SDF Rules provides for this under Chapter X of SDF Rules regarding - Loans for potentially viable sick sugar undertaking and Chapter XV of SDF Rules regarding Restructuring of loans of potentially viable sick sugar undertaking.

(e) Non-payment of 3rd and 4thqtr Buffer Stock Claim of 2018 Scheme and other penalties

Buffer Stock claim for 3rd and 4th quarter as per Scheme of Buffer Stock dated 15th June, 2018 has been withheld because the company have not able to export sugar in 2018-19 as per MIEQ, because there was upfront loss on such export which could not bear.

For one fault of non-export which is reason beyond control, the Company is penalized by multiple ways as follow:-

- i) Not given cane price subsidy of Rs. 13.88/- per quintal on cane crush of 45.25 Lacsqtl. in 2018-19 i.e Rs. 6.29 Cr. which could have gone to farmers directly.
- ii) Withholding of Buffer subsidy of 3rd and 4th quarter on date of Rs. 1.24 Cr, which will go to the cane price arrears.
- iii) Reduction of subsequent Buffer qty created in of 2019.
- iv) Non-eligibility of the company to avail subsidized soft loan to pay cane price arrears as per scheme dated 2nd March, 2019 to pay cane price arrears to farmers of 2018-19.

STATE GOVERNMENT

The company has made request for the following support from the State government. If provided, the company can be revived and it can come out of NPA:-

- (a) Provide company additional cane price subsidy of Rs.40 per qtl. for the season 2017-18 and additional cane price subsidy of Rs.30 per qtl. for the season 2018-19 over and above the subsidy announced for all Bihar sugar mills- This will ward-off the additional losses incurred by us on account of lower Recovery for payment of cane price to Farmers.



- (b) Provide company soft term loan of Rs. 70 crores at interest rate of 4% for period of 10 years with moratorium of 5 years, so that we can pay cane price for last season and current season. The Bank has already agreed to provide second charge on Fixed Assets of the company toward security of such loan.

The aforesaid amount can be paid directly to the farmers.

© Release of Bihar Soft Loan Interest subvention for the FY 2016-17, 2017-18 and 2018-19 and 2019-20 -Rs. 447 Lacs.

- (d) Reimbursement of Co-gen subsidy of Rs.156 lacs pending since last 2 years.
- (e) Help farmers directly for procurement of High Yield variety of cane seed of CO 238 for 2 year OF Rs. 10 Cr.
- (f) Compensation towards running sugar plant in scorching heat of April and May, 2019 as per direction of the state government in the interest of farmers in season 2018-19 and consequent loss by way of extremely lower recovery estimated at Rs. 7.45 Cr.
- (8) Deferred Tax Assets arising during the period not been provided in the accounts on the basis of uncertainties.
- (9) The company is not a Large Corporate as per the applicability criteria given under the SEBI circular SEBI/HO/DDHS/CIR/P/2018/144 dated November 26, 2018.
- (10) The figures of previous period/ year have been regrouped/ reclassified wherever necessary to make them comparable with those of the current period / year.
- (11) The above unaudited financial results were reviewed by the Audit Committee and thereafter, the Board of Directors approved the above results and are taken on record at their meeting on 13th November, 2020.

For and on behalf of Board of Directors
For Riga Sugar Co. Ltd.


(O.P. Dhanuka)

CMD

DIN: 00049947

Place: Kolkata

Date: 13th November, 2020

