

**SAKTHI SUGARS LIMITED, COIMBATORE**  
 Regd Office: Sakthinagar PO - 638315, Erode District, Tamilnadu  
**AUDITED STANDALONE FINANCIAL RESULTS FOR THE YEAR ENDED 31.03.2011**

(Rs. in Lakhs)

PARTICULARS	Current Year ended 31.03.2011 (15 Months)	Previous Year ended 31.12.2009 (12 Months)
1. Net Sales/Income from operations	213784.54	137471.22
2. Expenditure:-		
a) Increase(-)/decrease(+) in Stock in trade	3070.38	-9189.63
b) Consumption of Raw Materials	159617.78	103568.75
c) Purchase of Traded Goods	818.17	413.91
d) Power and Fuel	14232.42	7983.21
e) Employees Cost	6346.87	4425.05
f) Depreciation	3878.48	3025.71
g) Other Expenditure	20484.41	12558.32
h) Total	208448.51	122785.32
3. Profit from Operations before other Income, Interest & Exceptional Items (1-2)	5336.03	14685.90
4. Other income	804.21	2560.03
5. Profit before Interest & Exceptional Items (3+4)	6140.24	17245.93
6. Interest	18165.43	4614.45
7. Profit after Interest but before Exceptional Items (5-6)	-12025.19	12631.48
8. Exceptional Items - Foreign Exchange Fluctuation/Derivative Transactions(Net)	-769.18	-160.76
9. Profit(+)/Loss(-) from Ordinary Activities before tax (7-8)	-12794.37	12470.72
10. Tax expenses	-2808.48	2122.08
11. Net Profit(+)/Loss (-) from Ordinary Activities after tax (9 - 10)	-9985.89	10348.64
12. Extraordinary Items (net of tax expenses)	--	--
13. Net Profit(+)/Loss (-) for the period (11 - 12)	-9985.89	10348.64
14. Paid-up equity share capital (Face Value of the Shares - Rs. 10)	3680.73	3483.36
15. Reserves excluding revaluation reserve as per Balance Sheet of previous accounting year	19421.48	25699.30
16. Earning per Share (EPS)		
a) Basic EPS before Extraordinary Items	-27.20	32.62
Diluted EPS before Extraordinary Items	-25.08	30.34
b) Basic EPS after Extraordinary Items	-27.20	32.62
Diluted EPS after Extraordinary Items	-25.08	30.34
17. Public Shareholding		
Number of Shares	24320102	22346398
Percentage of Shareholding	66.07	64.15
18. Promotor and Promotor group shareholding		
a) Pledged/Encumbered		
Number of Shares	10702900	2717600
% of Shares (as a % of the total shareholding of promotor and promotor group)	85.71	21.76
% of Shares (as a % of the total share capital of the company)	29.08	7.80
b) Non-encumbered		
Number of Shares	1784337	9769637
% of Shares (as a % of the total shareholding of promotor and promotor group)	14.29	78.24
% of Shares (as a % of the total share capital of the company)	4.85	28.05
<b>COIMBATORE</b>		
<b>30.05.2011</b>		



**SEGMENT WISE FINANCIAL RESULTS  
FOR THE YEAR ENDED 31.03.2011**

(Rs. in Lakhs)

Particulars	Current Year ended 31.03.2011 (15 Months)	Previous Year ended 31.12.2009 (12 Months)
<b>1. Segment Revenue:-</b> (Net Sales/Income from Operations)		
a) Sugar	174262.03	111381.80
b) Industrial Alcohol	20017.32	14107.63
c) Soya Products	11284.10	7829.11
d) Power	28170.40	20090.89
	233733.85	153409.43
Less: Intersegment Revenue	19949.31	15938.21
<b>Net Sales/Income from Operations</b>	<b>213784.54</b>	<b>137471.22</b>
<b>2. Segment Results</b> (Profit(+)/Loss(-) before tax and Interest)		
a) Sugar	-9584.25	3077.86
b) Industrial Alcohol	5000.31	4554.04
c) Soya Products	381.43	255.06
d) Power	10504.23	9677.86
<b>Total</b>	<b>6301.72</b>	<b>17564.82</b>
Less: i) Interest	18165.43	4614.45
ii) Other un-allocable expenditure	934.00	482.81
iii) Un-allocable income	-3.34	-3.16
<b>Total Profit/Loss before tax</b>	<b>-12794.37</b>	<b>12470.72</b>
<b>3. Capital Employed</b> (Segment assets - Segment Liabilities)		
a) Sugar	104756.50	135339.67
b) Industrial Alcohol	13983.81	14782.78
c) Soya Products	8623.46	8627.81
d) Power	39027.21	36534.36
e) Unallocated	19029.80	19663.06
	<b>185420.78</b>	<b>214947.68</b>

Note:-

(a) The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2011.

(b) The Auditors have qualified their report for the year ended 31.03.2011 as under:-

The Funded Interest under CDR scheme amount to Rs. 80.81 Crores requires to be written off and the loss of the company is understated to that extent.

Board of Directors have considered the qualification made by the Auditors in their report and have addressed the same as under:-

Loans were restructured under Corporate Debt Restructuring Scheme and Interest would be provided when they become due as per the approved scheme, in accordance with the Legal opinion obtained by the company

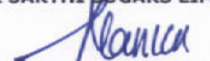
(c) Interest charges includes earlier year funded Interest of Rs. 4363.82 lakhs written off during the year.

(d) Figures for Current year are for 15 months and as such not comparable with the previous year's figures which are for 12 months.

(e) Details of Investors complaints for the quarter ended March 31, 2011:-  
beginning - NIL, received - 3, disposed off - 3 and pending - NIL.

(f) Figures have been regrouped wherever necessary.

**FOR SAKTHI SUGARS LIMITED**

  
(N. MANICKAM)

**VICE CHAIRMAN & MANAGING DIRECTOR**



## AUDITED STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakhs)

Particulars	As at 31.03.2011	As at 31.12.2009
<b>LIABILITIES:-</b>		
Share Holders Fund:		
(a) Capital	3680.73	3483.36
(b) Reserves & Surplus	66380.99	75548.27
	<u>70061.72</u>	<u>79031.63</u>
Loan Funds	129549.48	135365.49
Deferred Tax Liability	--	2657.53
<b>Total</b>	<u>199611.20</u>	<u>217054.65</u>
<b>ASSETS:-</b>		
Fixed Assets	128351.59	131664.56
Intangible Assets	24678.52	20192.43
Investmetns	16483.68	16733.68
Deferred Tax Asset	150.95	--
Currents Assets, Loans and Advances:-		
(a) Inventories	14124.82	18790.40
(b) Sundry Debtors	12979.03	5974.07
(c) Cash and Bank balances	3229.32	4064.35
(d) Other Current assets	4509.68	3249.84
(e) Loans and Advances	28697.11	37883.42
	<u>63539.96</u>	<u>69962.08</u>
Less : Current Liabilities and Provisions		
(a) Liabilities	40887.05	32116.11
(b) Provisions	1453.17	2793.83
	<u>21199.74</u>	<u>35052.14</u>
Miscellaneous Expenditure (not written off or adjusted)	8746.72	13411.84
<b>TOTAL</b>	<u>199611.20</u>	<u>217054.65</u>

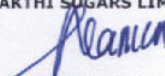


**SAKTHI SUGARS LIMITED, COIMBATORE**  
**Regd Office: Sakthinagar PO - 638315, Erode District, Tamilnadu**  
**CONSOLIDATED AUDITED FINANCIAL RESULTS FOR THE**  
**YEAR ENDED 31.03.2011**

PARTICULARS	(Rs. in Lakhs)	
	Current year ended 31.03.2011 (15 Months)	Previous year ended 31.12.2009 (12 Months)
1. (a) Net Sales/Income from operations	305327.28	199782.06
2. Expenditure:-		
a) Increase(-)/decrease(+)	1436.81	-8031.55
in Stock in trade		
b) Consumption of Raw Materials	191966.62	124444.45
c) Purchase of Traded Goods	818.17	413.91
d) Power, Fuel & Coal	25599.06	15185.91
e) Employees Cost	16677.54	13840.99
f) Depreciation	7517.15	6906.67
g) Other Expenditure	51565.96	37888.25
h) Total	295581.31	190648.63
3. Profit from Operations before other Income, Interest & Exceptional Items (1-2)	9745.97	9133.43
4. Other income	2586.48	5112.48
5. Profit before Interest & Exceptional Items (3+4)	12332.45	14245.91
6. Interest	23341.31	10135.87
7. Profit after Interest but before Exceptional Items (5+6)	-11008.86	4110.04
8. Exceptional Items - Prior year adjustments	--	--
- Foreign Exchange Fluctuation/Derivative Transactions(Net)	-694.13	-33.72
9. Profit(+)/Loss(-) from Ordinary Activities before tax (7-8)	-11702.99	4076.32
10. Tax expenses	(2,388.28)	1379.06
11. Net Profit(+)/Loss (-) from Ordinary Activities after tax (9 - 10)	-9314.71	2697.26
12. Extraordinary Items (net of tax expenses)	--	--
13. Net Profit(+)/Loss (-) for the period (11 - 12)	-9314.71	2697.26
14. Paid-up equity share capital (Face Value of the Shares - Rs. 10)	3680.73	3483.26
15. Earning per Share (EPS)		
a) Basic EPS before Extraordinary Items	-25.37	8.50
Diluted EPS before Extraordinary Items	-23.39	7.91
b) Basic EPS after Extraordinary Items	-25.37	8.50
Diluted EPS after Extraordinary Items	-23.39	7.91
(a) The above financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on May 30, 2011.		
(b) The Auditors have qualified their report for the year ended 31.03.2011 as under:-		
(i) In Sakthi Sugars Limited the Funded Interest under CDR scheme amount to Rs. 80.81 Crores requires to be written off and the loss of the company is understated to that extent.		
(ii) In Sakthi Auto Components Ltd, the interim dividend amounting to Rs. 3081.55 lakhs paid in the year ended 31.12.2008 in contravention of section 205 of the Companies Act 1956 has not yet been recovered from the recipients.		
(iii) In Orlanofin B.V Netherlands, a wholly owned subsidiary, an Investment of Rs. 29494.02 lakhs has been made and loan of Rs. 983.67 lakhs has been provided. Considering bankruptcy of some of the step down subsidiaries and erosion of net worth, in our view, there is diminution in the value of the investment, the quantum of which we are unable to determine. No provision has been made for diminution in the value of investments as per Accounting Standard 13.		
Board of Directors have considered the qualification made by the Auditors in their report and have addressed the same as under:-		
(i) Loans were restructured under Corporate Debt Restructuring Scheme and Interest would be provided when they become due as per the approved scheme, in accordance with the Legal opinion obtained by the company		
(ii) Steps are being taken for recovery of the interim dividend amount from the shareholders.		
(iii) The investment in subsidiary is a long term investment and diminution in value, if any, is purely temporary and as such no provision need be made.		
(c) Figures for Current year are for 15 months and as such not comparable with the previous year's figures which are for 12 months.		
(d) Figures have been regrouped wherever necessary.		

**COIMBATORE**  
**30.05.2011**

**FOR SAKTHI SUGARS LIMITED**

  
**(M. MANICKAM)**

**VICE CHAIRMAN & MANAGING DIRECTOR**