



07th February, 2014

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

Company Code: 10017013

Sub: Submission of Unaudited Financial Results and Limited Review Report for the Quarter ended December 31, 2013

Dear Sir,

We enclose a copy of Unaudited Financial Results and Limited Review Report for the Quarter ended December 31, 2013 of the Company duly approved by the Board of Directors at its meeting held today i.e. 07th February, 2014 in terms of clause 41 of the Listing Agreement. Request you to kindly take the same on record.

The copy of results shall also be published on our official site: gobindsugar.com and adventz.com.

Thanking You,

Yours Sincerely
For Gobind Sugar Mills Limited



Ankush Wadhawan
Company Secretary

GOBIND SUGAR MILLS LIMITED

Tower-A, 5th Floor, Global Business Park, M.G. Road, Sector-26, Gurgaon-122 002 (Haryana)

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GOBIND SUGAR MILLS LIMITED

Registered Office : 9/1, R.N. Mukherjee Road, Kolkata - 700001

Unaudited Financial Results for the quarter ended 31st December, 2013

(₹ in Lacs)

PARTICULARS	Quarter ended			Period Ended
	31.12.2013 (Unaudited)	30.09.2013 Audited (Refer note 7 below)	31.12.2012 (Unaudited)	30.09.2013 (Audited)
PART I				
1 Income from operations				
(a) Gross Sales / Income from Operations	7,198.32	7,846.72	4,357.90	27,565.74
Less : Excise Duty & Cess	222.10	283.78	150.84	1,188.30
Net sales / income from Operations	6,976.22	7,562.94	4,207.06	26,377.44
(b) Other Operating Income	5.92	3.92	20.17	68.80
Total income from operations (net)	6,982.14	7,566.86	4,227.23	26,446.24
2 Expenses				
(a) Cost of raw materials consumed	3,248.77	7.22	7,524.98	26,158.53
(b) Purchases of stock-in-trade	315.57	116.81	-	116.81
(c) Change in inventories of finished goods, work-in-progress and stock-in-trade (after adjusting excise duty & cess)	3,961.01	8,105.68	(3,522.84)	(2,254.23)
(d) Employee benefits expenses	228.50	189.11	245.22	1,101.76
(e) Depreciation	105.40	108.66	109.56	530.66
(f) Other expenses	478.62	320.74	603.83	2,268.30
Total expenses	8,337.87	8,848.22	4,960.75	27,921.83
3 (Loss) from Operations before other income, finance costs and exceptional item (1-2)	(1,355.73)	(1,281.36)	(733.52)	(1,475.59)
4 Other Income	0.22	737.50	0.80	740.58
5 (Loss) from ordinary activities before finance costs and exceptional item (3+4)	(1,355.51)	(543.86)	(732.72)	(735.01)
6 Finance costs	447.80	608.06	315.71	2,685.50
7 (Loss) from ordinary activities after finance costs but before exceptional item (5-6)	(1,803.31)	(1,151.92)	(1,048.43)	(3,420.51)
8 Exceptional Item	-	-	-	-
9 (Loss) from ordinary activities before tax (7-8)	(1,803.31)	(1,151.92)	(1,048.43)	(3,420.51)
10 Tax Expenses :				
(a) Current Tax	-	-	-	-
(b) Minimum Alternative Tax (MAT) Reversal	-	-	-	295.31
(c) Deferred Tax (Credit)	(581.84)	(444.79)	(340.16)	(1,205.98)
11 Net (Loss) from ordinary activities after tax (9-10)	(1,221.47)	(707.13)	(708.27)	(2,509.84)
12 Extraordinary Item	-	-	-	-
13 Net (Loss) for the period (11-12)	(1,221.47)	(707.13)	(708.27)	(2,509.84)
14 Paid-up Equity Share Capital (Face value per share ₹ 10/-)	320.00	320.00	320.00	320.00
15 Paid-up Preference Share Capital	7,000.00	6,000.00	5,300.00	6,000.00
16 Reserves excluding Revaluation Reserves	-	-	-	(-6191.44)
17 Basic and Diluted Earning per share	(38.17)	(22.10)	(22.13)	(78.43)
PART II				
A PARTICULARS OF SHAREHOLDING				
1 Public Shareholding				
- Number of Equity Shares	1,124,368	1,124,368	1,124,368	1,124,368
- Percentage of Shareholding	35.14	35.14	35.14	35.14
2 Promoters & Promotor Group Shareholding				
(a) Pledged / Encumbered				
- Number of Shares	-	-	-	-
- Percentage of Shares (as a % of the total shareholding of promoter and promotor group)	-	-	-	-
- Percentage of Shares (as a % of the total share capital of the company)	-	-	-	-
(b) Non - encumbered				
- Number of Shares	2,075,632	2,075,632	2,075,632	2,075,632
- Percentage of Shares (as a % of the total shareholding of promoter and promotor group)	100.00	100.00	100.00	100.00
- Percentage of Shares (as a % of the total share capital of the company)	64.86	64.86	64.86	64.86
Particulars				
B INVESTOR COMPLAINTS		Quarter ended 31.12.2013		
Pending at the beginning of the quarter		Nil		
Received during the quarter		Nil		
Disposed of during the quarter		Nil		

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Segmentwise Revenue, Results and Capital Employed under clause 41 of the listing agreement

Particulars	Quarter Ended			Period Ended
	31.12.2013	30.09.2013	31.12.2012	30.09.2013
1 Segment Revenue (Net):				
a) Sugar	6,649.12	7,445.62	4,227.23	26,325.00
b) Fertilizer	333.02	121.24	-	121.24
Total	6,982.14	7,566.86	4,227.23	26,446.24
2 Segment Results - Profit/(loss) before tax and interest				
a) Sugar	(1,401.98)	(1,260.59)	(735.85)	(1,546.25)
b) Fertilizer	14.80	4.22	-	4.22
Less: Unallocated Corporate (Expense) / Income	(10.00)	711.76	-	699.26
Add : Interest Income	0.22	0.75	0.80	3.82
Less : Interest expense	(406.35)	(608.06)	(313.38)	(2,581.56)
Total Profit /(loss) Before Tax	(1,803.31)	(1,151.92)	(1,048.43)	(3,420.51)
3 Capital Employed (Segment Assets - Segment Liabilities)				
a) Sugar	7,164.48	11,784.01	7,268.98	11,784.01
b) Fertilizer	(426.70)	(113.24)	-	(113.24)
c) Unallocated	(6,830.59)	(11,542.21)	(6,482.91)	(11,542.21)
Total	(92.81)	128.56	786.07	128.56

Notes :

1 Statement of Assets and Liabilities

PARTICULARS	Unaudited	
	As at 31.12.2013 (Unaudited)	As at 30.09.2013 (Audited)
Equity and Liabilities		
Shareholders' Funds		
Share Capital	7,320.00	6,320.00
Reserve and Surplus	(7,412.81)	(6,191.44)
	(92.81)	128.56
Non-current Liabilities		
Long-term borrowings	2,266.67	1,330.00
Long-term provisions	-	-
	2,266.67	1,330.00
Current Liabilities		
Short-term borrowings	10,059.95	15,177.38
Trade payables	7,182.96	4,773.93
Other current liabilities	1,299.97	1,266.95
Short-term provisions	33.73	31.63
	18,576.61	21,249.89
TOTAL	20,750.47	22,708.45
Assets		
Non-Current Assets		
Fixed Assets	4,402.68	4,161.62
Non-current Investments	993.08	993.08
Deferred Tax Assets (net)	5,056.37	4,474.53
Long-term loans and advances	1,069.59	373.98
	11,521.72	10,003.21
Current Assets		
Inventories	8,601.92	12,305.29
Trade Receivables	17.17	5.48
Cash and Bank Balances	159.73	59.86
Short-term loans and advances	449.63	334.19
Other current assets	0.30	0.42
	9,228.75	12,705.24
TOTAL	20,750.47	22,708.45

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- 2 Sugar is a seasonal industry where crushing normally takes place during the period between November and April, while sales are distributed throughout the year. As such, the above quarterly results are not indicative of the likely results for the period.
- 3 The Auditors in their report on the accounts for the period ended 30th September 2013 as well as for the quarter ended on 31st December, 2013 have commented upon recognition of Deferred Tax Assets (net). Based on future profitability projections the management is optimistic that there would be sufficient taxable income in future to claim credit of Deferred Tax Assets.
- 4 The Auditors in their report on the accounts for the period ended 30th September 2013 have also commented upon the preparation of accounts on going concern basis. However, the management based on the profitability projections is hopeful that the Company would be in a position to generate positive cash flow and profitability in near future.
- 5 The Company is expanding its capacity from 7500 TCD to 10,000 TCD and setting up Sugar Refinery having capacity of 5000 TCD (out of total capacity) and Co- generation plant. The Company has acquired contiguous land for the above purposes. In view of upcoming projects of the Company and estimated funds requirements for the financial closure of the projects, the Board at its meeting held on 1 August, 2013 approved raising of funds up to Rs. 50 Crores (Rupees Fifty Crores) with or without premium, in the form of Equity from existing shareholders by way of issuance of Further Shares / Rights Issue u/s 81(1) of the Companies Act, 1956. The issue of rights was approved by the shareholders as well at an Extraordinary General Meeting held on 27 September, 2013.
- 6 The financial year has been changed to the period commencing from 1st October, 2013 to 31st March, 2014 consisting of 2 quarters and that every subsequent 'Financial Year' of the Company be changed to a period of 12 months beginning from 1st April of one year and concluding on 31st March of the subsequent year as against ending at 30th September.
- 7 The figures of the last quarter are the balancing figures between audited figures in respect of the full financial period upto September 30, 2013 and the unaudited published period to date figures upto June 30, 2013 being the date of end of the fourth quarter of the financial period which was subjected to review.
- 8 The previous periods' figures have been regrouped, wherever necessary, to conform to the current period figures.
- 9 The Company has incurred significantly high operational losses during the current period due to steep decline in sugar prices and uneconomically high sugarcane prices. Considering the various representations made by the industry, the State Government of Uttar Pradesh has formed a high level committee to determine a fair Sugarcane pricing policy and to restore the viability of the sugar industry. The management is hopeful for a favourable outcome.
- 10 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 07th February, 2014.

Place: Gurgaon
Date: 07th February, 2014

For and on behalf of the Board
Gobind Sugar Mills Ltd.


R.S. Raghavan
Managing Director

**LIMITED REVIEW REPORT
TO THE BOARD OF DIRECTORS OF
GOBIND SUGAR MILLS LIMITED**

1. We have reviewed the accompanying Statement of Unaudited Financial Results of Gobind Sugar Mills Limited ('the Company') for the quarter ended December 31, 2013 except for the disclosures regarding 'Public Shareholding' and 'Promoter and Promoter Group Shareholding' which have been traced from the disclosures made by the management and have not been reviewed by us. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
2. 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 financial statements are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. We draw attention to note 9 regarding the operational losses and its impact on net worth leading to conditions indicating the existence of material uncertainty more fully described therein. Based on mitigating factors as fully described therein and also the future profitability projections, the accompanying financial statements have been prepared under the going concern assumption.
4. We observe that the Company has recognized Deferred Tax Asset (net) Rs. 5,056.37 lacs (including Rs. 581.84 lacs during the quarter) in terms of Accounting Standard – 22, "Accounting for Taxes on Income", notified pursuant to the Companies (Accounting Standards) Rules, 2006, based on the future profitability projections made by the management. However, in our opinion, in the absence of virtual certainty and convincing evidence of the aforesaid projections in terms of Accounting Standard – 22, had the impact of the same been considered, there would be a loss of Rs. 6,277.84 lacs as against the reported loss of Rs. 1,221.47 lacs for the quarter.

In respect of above, our review report for the corresponding quarter ended December 31, 2012, and audit report for the quarter and financial period ended September 30, 2013 was similarly modified.



S.R. BATLIBOI & CO. LLP

Chartered Accountants

5. Based on our review conducted as above, *except for the effects of our observation stated in para (4) above*, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the recognition and measurement principles laid down in Accounting Standard 25 "Interim Financial Reporting", notified pursuant to the Companies (Accounting Standards) Rules, 2006 (read with General Circular 15/2013 dated 13/09/2013 issued by the Ministry of Corporate Affairs) and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

FOR S.R. BATLIBOI & CO. LLP

CHARTERED ACCOUNTANTS

ICAI Firm Registration Number: 301003E



per Anil Gupta

Partner

Membership No. 87921

Place : Gurgaon

Dated: February 7, 2014

